Eternal Precision Mechanics Co., Ltd.

Consolidated Financial Statements for the Three Months Ended March 31, 2026 and 2025 and Independent Auditors' Review Report

For the convenience of readers, the independent auditors' report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' report and consolidated financial statements shall prevail.

Deloitte.

勤業眾信

勤業眾信聯合會計師事務所
110421 台北市信義區松仁路100號20樓

Deloitte & Touche
20F, Taipei Nan Shan Plaza
No. 100, Songren Rd.,
Xinyi Dist., Taipei 110421, Taiwan

Tel :+886 (2) 2725-9988
Fax:+886 (2) 4051-6888
www.deloitte.com.tw

INDEPENDENT AUDITORS' REVIEW REPORT

Eternal Precision Mechanics Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of the Company and its subsidiaries as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of (consolidated) financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not give a true and fair view of the consolidated financial position of the Company and its subsidiaries as of March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Chao-Chun Wang and Hsiu-Wen Chen.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 6, 2026

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

Eternal Precision Mechanics Co., Ltd. and Subsidiaries

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	March 31, 2026		December 31, 2025		March 31, 2025	
ASSETS	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 2,813,974	67	$ 1,131,920	44	$ 1,737,582	55
Notes receivable, net (Note 7)	366	-	437	-	35	-
Accounts receivable, net (Note 7)	333,096	8	459,475	18	441,417	14
Accounts receivable from related parties, net (Notes 7 and 26)	-	-	11	-	393	-
Other receivables (Notes 7 and 26)	61,834	2	84,764	3	91,097	3
Current tax assets	9,157	-	7,553	-	6,283	-
Inventories (Note 8)	623,361	15	566,207	22	553,710	17
Prepayment	20,876	1	17,387	1	16,583	1
Other current assets	-	-	326	-	39	-
Total current assets	3,862,664	93	2,268,080	88	2,847,139	90
NON-CURRENT ASSETS						
Property, plant and equipment (Note 10)	132,712	3	129,743	5	121,813	4
Right-of-use assets (Note 11)	111,930	3	122,426	5	143,397	4
Goodwill (Note 12)	28,169	1	28,258	1	31,260	1
Intangible assets (Note 13)	2,094	-	2,375	-	2,691	-
Deferred tax assets	23,847	-	18,670	1	20,726	1
Guarantee deposits paid (Note 26)	9,526	-	9,531	-	9,311	-
Other non-current assets	3,155	-	3,361	-	4,446	-
Total non-current assets	311,433	7	314,364	12	333,644	10
TOTAL	$ 4,174,097	100	$ 2,582,444	100	$ 3,180,783	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 14)	$ 298,396	7	$ 283,818	11	$ 33,855	1
Contract liabilities - current (Note 19)	285,684	7	146,490	6	345,372	11
Accounts payable	129,697	3	44,134	2	47,569	2
Accounts payable to related parties (Note 26)	2,949	-	4,760	-	4,891	-
Other payables (Notes 15 and 26)	253,870	6	99,138	4	295,252	9
Current tax liabilities	29,739	1	53,471	2	90,237	3
Provisions - current (Note 16)	4,392	-	4,457	-	6,674	-
Lease liabilities - current (Notes 11 and 26)	38,097	1	41,727	1	55,488	2
Current portion of long-term liabilities (Note 14)	-	-	-	-	488,576	15
Other current liabilities	19,495	1	22,097	1	9,851	-
Total current liabilities	1,062,319	26	700,092	27	1,377,765	43
NON-CURRENT LIABILITIES						
Provisions - non-current (Note 16)	12,791	-	9,662	-	10,689	1
Deferred tax liabilities	186,334	4	177,115	7	133,087	4
Lease liabilities - non-current (Notes 11 and 26)	63,414	2	70,075	3	82,563	3
Net defined benefit liabilities	33,866	1	33,786	1	41,372	1
Other non-current liabilities	2,449	-	2,637	-	-	-
Total non-current liabilities	298,854	7	293,275	11	267,711	9
Total liabilities	1,361,173	33	993,367	38	1,645,476	52
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 18)						
Ordinary shares	788,285	19	708,285	28	708,285	22
Capital surplus	1,898,390	45	600,658	23	600,658	19
Retained earnings						
Legal reserve	87,920	2	87,920	3	58,077	2
Special reserve	364,953	9	364,953	14	-	-
Unappropriated earnings	67,678	1	221,061	9	457,714	14
Total retained earnings	520,551	12	673,934	26	515,791	16
Other equity	(394,302)	(9)	(393,800)	(15)	(289,427)	(9)
Total equity	2,812,924	67	1,589,077	62	1,535,307	48
TOTAL	$ 4,174,097	100	$ 2,582,444	100	$ 3,180,783	100

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated May 6, 2026)

Eternal Precision Mechanics Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 19 and 26)	$ 417,748	100	$ 506,010	100
OPERATING COSTS (Notes 8, 20 and 26)	253,165	61	290,146	57
GROSS PROFIT	164,583	39	215,864	43
OPERATING EXPENSES (Notes 7, 20 and 26)				
Selling and marketing expenses	50,185	12	32,139	6
General and administrative expenses	63,505	15	55,984	11
Research and development expenses	7,359	2	4,882	1
Expected credit loss (reversal of expected credit loss)	(2,389)	(1)	4,486	1
Total operating expenses	118,660	28	97,491	19
PROFIT FROM OPERATIONS	45,923	11	118,373	24
NON-OPERATING INCOME AND EXPENSES (Notes 20 and 26)				
Interest income	1,845	-	828	-
Other income	1,368	-	1,834	-
Other gains and losses	(657)	-	6,912	1
Finance costs	(2,021)	-	(2,902)	-
Total non-operating income and expenses	535	-	6,672	1
PROFIT BEFORE INCOME TAX	46,458	11	125,045	25
INCOME TAX EXPENSE (Notes 4 and 21)	30,360	7	62,127	12
NET PROFIT FOR THE PERIOD	16,098	4	62,918	13
OTHER COMPREHENSIVE INCOME (LOSS) (Note 18)				
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statement of foreign operations	(502)	-	77,766	15
Other comprehensive (loss) income for the period, net of income tax	(502)	-	77,766	15
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	$ 15,596	4	$ 140,684	28

(Continued)

Eternal Precision Mechanics Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	$ 16,098		$ 62,918	
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	$ 15,596		$ 140,684	
EARNINGS PER SHARE (Note 22)				
Basic	$ 0.21		$ 0.89	
Diluted	$ 0.21		$ 0.89	

The accompanying notes are an integral part of the consolidated financial statements. (Concluded)

(With Deloitte & Touche review report dated May 6, 2026)

Eternal Precision Mechanics Co., Ltd. And Subsidiaries

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars, Except Dividends Per Share)

			Retained Earnings				Other Equity	
	Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Total Retained Earnings	Exchange Differences on Translating Foreign Operations	Total Equity
BALANCE ON JANUARY 1, 2026	$ 708,285	$ 600,658	$ 87,920	$ 364,953	$ 221,061	$ 673,934	$ (393,800)	$ 1,589,077
Appropriation of the 2025 earnings								
Cash dividends	-	-	-	-	(169,481)	(169,481)	-	(169,481)
Net profit for the three months ended March 31, 2026	-	-	-	-	16,098	16,098	-	16,098
Other comprehensive loss for the three months ended March 31, 2026, net of income tax	-	-	-	-	-	-	(502)	(502)
Total comprehensive income loss for the three months ended March 31, 2026	-	-	-	-	16,098	16,098	(502)	15,596
Issuance of ordinary shares for cash (Notes 18 and 23)	80,000	1,286,057	-	-	-	-	-	1,366,057
Share-based payment transactions (Notes 18 and 23)	-	11,675	-	-	-	-	-	11,675
BALANCE ON MARCH 31, 2026	$ 788,285	$ 1,898,390	$ 87,920	$ 364,953	$ 67,678	$ 520,551	$ (394,302)	$ 2,812,924
BALANCE ON JANUARY 1, 2025	$ 708,285	$ 813,144	$ 58,077	$ -	$ 394,796	$ 452,873	$ (367,193)	$ 1,607,109
Net profit for the period ended March 31, 2025	-	-	-	-	62,918	62,918	-	62,918
Other comprehensive income for the three months ended March 31, 2025, net of income tax	-	-	-	-	-	-	77,766	77,766
Total comprehensive income for the three months ended March 31, 2025	-	-	-	-	62,918	62,918	77,766	140,684
Cash dividends distribution from capital surplus	-	(212,486)	-	-	-	-	-	(212,486)
BALANCE ON MARCH 31, 2025	$ 708,285	$ 600,658	$ 58,077	$ -	$ 457,714	$ 515,791	$ (289,427)	$ 1,535,307

The accompanying notes are an integral part of the consolidated financial statements.

(With Deloitte & Touche review report dated May 6, 2026)

Eternal Precision Mechanics Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31	
	2026	**2025**
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	$ 46,458	$ 125,045
Income and expense items for:		
Depreciation expense	18,997	18,782
Amortization expense	277	281
Expected credit loss (reversal of expected credit loss)	(2,389)	4,486
Interest expense	2,021	2,902
Interest income	(1,845)	(828)
Share-based payments	11,675	-
Gain on disposal of property, plant and equipment	(51)	-
Impairment loss recognized on non-financial assets	1,615	110
Recognize (reverse) of provision	257	(1,241)
Changes in operating assets and liabilities		
Notes receivable	67	1,267
Accounts receivable	129,932	3,509
Accounts receivable from related parties	11	189
Other receivables	23,889	(38,004)
Inventories	(56,142)	79,728
Prepayment	(3,490)	431
Other current assets	392	288
Contract liabilities	140,693	(176,640)
Accounts payable	85,616	6,388
Accounts payable to related parties	(1,811)	1,404
Other payables	(16,002)	(15,002)
Provisions	(355)	(48)
Other current liabilities	(2,490)	(2,292)
Net defined benefit liabilities	186	95
Other non-current liabilities	(180)	-
Cash generated from operations	377,331	10,850
Interest received	918	600
Interest paid	(2,008)	(2,618)
Income taxes paid	(51,992)	(103,002)
Net cash generated from (used in) operating activities	324,249	(94,170)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	(8,450)	(9,500)
Proceeds from disposal of property, plant and equipment	4,154	-
Increased in refundable deposits	(14)	(435)
Decrease in other non-current assets	294	281
Net cash used in investing activities	(4,016)	(9,654)

(Continued)

Eternal Precision Mechanics Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	$ 13,489	$ 33,020
Repayment of the principal portion of lease liabilities	(13,446)	(14,674)
Issuance of ordinary shares for cash	1,366,057	-
Net cash generated from financing activities	1,366,100	18,346
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	(4,279)	105,131
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,682,054	19,653
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,131,920	1,717,929
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 2,813,974	$ 1,737,582

The accompanying notes are an integral part of the consolidated financial statements. (Concluded)

(With Deloitte & Touche review report dated May 6, 2026)

Eternal Precision Mechanics Co., Ltd. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Eternal Precision Mechanics Co., Ltd. (the "Company") was incorporated on October 1, 2022 as a subsidiary established through a corporate spin-off from Eternal Materials Co., Ltd. (the "EMC"). Through the spin-off, the Company succeeded to the operations of the Electronic Materials Division – Electronic Materials Equipment Project Team of EMC, including the related operating assets, liabilities, and business value, as well as its subsidiary Nikko-Materials Co., Ltd. ("NM"). The Company is principally engaged in the manufacturing, installation, and sale of electronic and semiconductor equipment, as well as electronic components. As of March 31, 2026, EMC held 61.7% of the Company's outstanding shares and is the Company's ultimate parent company.

The Company's shares have been listed on the Taiwan Stock Exchange (TWSE) since January 16, 2026.

The consolidated financial statements are presented in the Company's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors on May 6, 2026.

3. APPLICATION OF NEW AND AMENDED STANDARDS AND INTERPRETATIONS

a. The application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC), (collectively, the "IFRS Accounting Standards") endorsed and issued into effect by the Financial Supervisory Commission (FSC)

   The application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IFRS Accounting Standards endorsed and issued into effect by the FSC will not have material impacts on the accounting policies of Company and its subsidiaries.

b. The IFRS Accounting Standards announced by IASB but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 "Presentation and Disclosure in Financial Statements" and consequential amendments

IFRS 18 will supersede IAS 1" Presentation of Financial Statements". The main changes comprise:

- To classify items of income and expenses presented in the statement of profit or loss into the categories of operating, investing, financing, income taxes and discontinued operations, the Company and its subsidiaries shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.

- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.

- Provides guidance to enhance the requirements of aggregation and disaggregation: The Company and its subsidiaries shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Company and its subsidiaries shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Company and its subsidiaries label items as "other" only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management's view of an aspect of the financial performance of the Company and its subsidiaries as a whole, the Company and its subsidiaries shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax effects of related reconciliation items.

In addition, the following consequential amendments have been made to IAS 7 "Statement of Cash Flows":

- The Company and its subsidiaries shall use profit or loss from operating activities as the starting point when presenting cash flows from operating activities under the indirect method.

- Interest and dividends received by the Company and its subsidiaries shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Company and its subsidiaries have a specific main operating activity, they shall determine how to classify dividends received, interest received and interest paid in the statement of cash flows by referring to how it classifies dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

As of the date the consolidated financial statements were approved by the Company's board of directors, the Company and its subsidiaries are continuously assessing the potential impact that the application of other standards and interpretations will have on the Company and its subsidiaries' financial position and financial performance. Any material impacts will be disclosed once the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except, for net defined benefit liabilities, which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

3) Level 3 inputs are unobservable inputs for the asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Company and subsidiaries. All intercompany transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

The detailed information of subsidiaries (including the percentages of ownership and main businesses) is provided in Note 9 and Tables 2 and 3.

d. Other material accounting policies

Except for the following, refer to summary of material accounting policies in the consolidated financial statements for the year ended December 31,2025

1) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events

2) Income tax expense

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same critical accounting judgments and key sources of estimation uncertainty of consolidated financial statements have been followed in these consolidated financial statements as those applied in the preparation of the consolidated financial statements for the year ended December 31, 2025.

6. CASH AND CASH EQUIVALENTS

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$ 729	$ 290	$ 405
Demand deposits	1,713,245	1,131,630	1,637,177
Cash equivalents (investments with original maturities of 3 months or less)			
Time deposits	1,100,000	-	100,000
	$ 2,813,974	$ 1,131,920	$ 1,737,582

7. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Note receivable			
At amortized cost			
Gross carrying amount	$ 366	$ 437	$ 35
Accounts receivable			
At amortized cost			
Gross carrying amount	$ 333,702	$ 462,467	$ 459,000
Less: Allowance for loss	(606)	(2,992)	(17,583)
	$ 333,096	$ 459,475	$ 441,417
Accounts receivable from related parties			
At amortized cost			
Gross carrying amount	$ -	$ 11	$ 393
Less: Allowance for loss	-	-	-
	$ -	$ 11	$ 393

(Continued)

	March 31, 2026	December 31, 2025	March 31, 2025
Other receivables			
Consumption tax refund	$ 56,889	$ 37,988	$ 19,811
Input tax and VAT credit carried forward	3,819	4,417	9,213
Accounts receivable factoring	-	42,146	61,570
Others	1,126	213	503
	$ 61,834	$ 84,764	$ 91,097

(Concluded)

a. Notes receivable and accounts receivable

The notes and accounts receivable of the Company and its subsidiaries are measured at amortized cost. For the related credit management policies, refer to Note 25.

The Company and its subsidiaries measure the loss allowance for trade receivables at an amount equal to lifetime expected credit losses. Expected credit losses on trade receivables are estimated using a provision matrix, which is prepared based on customers' historical default experience, financial condition and size, past collection experience, and changes in the level of payments overdue beyond the credit period. Customers are grouped into different risk categories, and loss allowances are recognized based on the corresponding expected credit loss rates for each group.

The following table details the loss allowance of notes and accounts receivable based on the Company and its subsidiaries' provision matrix:

March 31, 2026

	Not Past Due	1 to 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Expected credit loss rate (%)	0-1.23	0	0	0	0	
Gross carrying amount	$ 282,451	$ 40,488	$ 7,608	$ 2,486	$ 1,035	$ 334,068
Loss allowance (lifetime ECL)	(606)	-	-	-	-	(606)
Amortized cost	$ 281,845	$ 40,488	$ 7,608	$ 2,486	$ 1,035	$ 333,462

December 31, 2025

	Not Past Due	1 to 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Expected credit loss rate (%)	0-1.64	0-20.43	0	0	0	
Gross carrying amount	$ 428,069	$ 21,270	$ 10,226	$ 3,350	$ -	$ 462,915
Loss allowance (lifetime ECL)	(629)	(2,363)	-	-	-	(2,992)
Amortized cost	$ 427,440	$ 18,907	$ 10,226	$ 3,350	$ -	$ 459,923

March 31, 2025

	Not Past Due	1 to 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Expected credit loss rate (%)	0-1.69	0-19.91	0-37.36	0-68.26	0-100	
Gross carrying amount	$ 408,419	$ 4,019	$ 11,699	$ 8,160	$ 27,131	$ 459,428
Loss allowance (lifetime ECL)	(1,255)	(1,056)	(4,990)	(2,621)	(7,661)	(17,583)
Amortized cost	$ 407,164	$ 2,963	$ 6,709	$ 5,539	$ 19,470	$ 441,845

The movements of the loss allowance for doubtful accounts receivable were as follows:

	For the Three Months Ended March 31	
	2026	2025
Balance on beginning of the period	$ 2,992	$ 12,097
Recognized (reversed) in the current period	(2,389)	4,486
Foreign exchange gains and losses	3	1,000
Balance on end of the period	$ 606	$ 17,583

b. Other receivables

As of December 31, 2025 and March 31, 2025, the subsidiary, NM, had no advance payments or interest expenses arising from the non-recourse factoring of accounts receivable that had not yet matured.

The Company and its subsidiaries' loss allowance is based on historical experience and current financial position. As of March 31, 2026, December 31, 2025 and March 31, 2025, no loss allowance was recognized.

8. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Raw materials and supplies	$ 168,260	$ 153,075	$ 146,528
Work in progress	218,722	144,249	134,674
Finished goods	236,379	268,883	272,508
	$ 623,361	$ 566,207	$ 553,710

The cost of inventories recognized as operating costs for the three months ended March 31, 2026 and 2025 was NT$251,267 thousand and NT$288,627 thousand, respectively, including write-down of inventories of NT$1,615 thousand and NT$110 thousand, respectively.

9. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements were as follows:

			Percentage of Ownership (%)		
Investor	Investee	Main Businesses	March 31, 2026	December 31, 2025	March 31, 2025
The Company	Nikko-Materials Co., Ltd. (NM)	Manufacturing and selling of vacuum laminator	100	100	100
The Company	Eternal Precision Mechanics (Guangzhou) Co., Ltd.	Manufacturing and selling of calculators, telecommunication and other electronic equipment	100	100	100

10. PROPERTY, PLANT AND EQUIPMENT

For the Three Months Ended March 31, 2026

	Buildings and Leasehold Improvements	Machinery and Equipment	Transportation Equipment	Other Equipment	Construction in Progress and Equipment Pending Acceptance	Total
Cost						
Balance on January 1, 2026	$ 112,843	$ 69,335	$ 4,433	$ 40,600	$ 20,316	$ 247,527
Additions	21,417	1,665	-	1,866	(12,310)	12,638
Disposals	(3,623)	(1,047)	(183)	(3,133)	-	(7,986)
Effect of foreign currency exchange difference	(344)	(54)	5	(67)	14	(446)
Balance on March 31, 2026	130,293	69,899	4,255	39,266	8,020	251,733
Accumulated depreciation						
Balance on January 1, 2026	39,794	44,460	2,224	24,437	-	110,915
Depreciation expense	2,669	1,291	92	1,351	-	5,403
Disposals	(987)	(1,009)	(183)	(1,704)	-	(3,883)
Effect of foreign currency exchange difference	(116)	(83)	-	(54)	-	(253)
Balance on March 31, 2026	41,360	44,659	2,133	24,030	-	112,182
Accumulated impairment						
Balance on January 1, 2026	6,800	22	-	47	-	6,869
Effect of foreign currency exchange difference	(21)	(9)	-	-	-	(30)
Balance on March 31, 2026	6,779	13	-	47	-	6,839
Carrying amount on December 31, 2025 and January 1,2026	$ 66,249	$ 24,853	$ 2,209	$ 16,116	$ 20,316	$ 129,743
Carrying amount on March 31, 2026	$ 82,154	$ 25,227	$ 2,122	$ 15,189	$ 8,020	$ 132,712

For the Three Months Ended March 31, 2025

	Buildings and Leasehold Improvements	Machinery and Equipment	Transportation Equipment	Other Equipment	Construction in Progress and Equipment Pending Acceptance	Total
Cost						
Balance on January 1, 2025	$ 110,808	$ 64,264	$ 4,482	$ 36,144	$ 2,074	$ 217,772
Additions	1,724	5,764	-	453	(1,902)	6,039
Effect of foreign currency exchange difference	7,714	4,391	104	2,488	91	14,788
Balance on March 31, 2025	120,246	74,419	4,586	39,085	263	238,599
Accumulated depreciation						
Balance on January 1, 2025	34,291	40,654	1,898	20,943	-	97,786
Depreciation expense	1,733	1,358	92	1,326	-	4,509
Effect of foreign currency exchange difference	2,403	2,880	96	1,513	-	6,892
Balance on March 31, 2025	38,427	44,892	2,086	23,782	-	109,187
Accumulated impairment						
Balance on January 1, 2025	7,021	24	-	47	-	7,092
Effect of foreign currency exchange difference	502	2	-	3	-	507
Balance on March 31, 2025	7,523	26	-	50	-	7,599
Carrying amount on March 31, 2025	$ 74,296	$ 29,501	$ 2,500	$ 15,253	$ 263	$ 121,813

The Company and its subsidiaries' property, plant and equipment are depreciated on a straight-line basis over their useful lives as follows:

Buildings and leasehold improvements	3-45 years
Machinery and equipment	2-20 years
Transportation equipment	2-10 years
Other equipment	2-15 years

11. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amounts			
Buildings	$ 57,077	$ 64,227	$ 61,615
Machinery and equipment	47,539	52,929	76,729
Office Equipment	1,916	$ 2,041	279
Transportation Equipment	5,398	3,229	4,774
	$ 111,930	$ 122,426	$ 143,397

	For the Three Months Ended March 31	
	2026	2025
Additions to right-of-use assets	$ 3,081	$ 3,229
Depreciation charge for right-of-use assets		
Buildings	$ 7,628	$ 7,626
Machinery and equipment	5,262	6,087
Office Equipment	121	228
Transportation Equipment	583	332
	$ 13,594	$ 14,273

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amounts			
Current	$ 38,097	$ 41,727	$ 55,488
Non-current	$ 63,414	$ 70,075	$ 82,563

Ranges of discount rates (%) for lease liabilities were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Buildings	0.86-4.20	0.86-4.20	0.86-4.20
Machinery and equipment	1.81-6.04	1.81-6.04	1.81-6.04
Office Equipment	3.00	3.00	3.00
Transportation Equipment	0.22-11.05	0.22-11.05	0.22-6.58

c. Material leasing activities and terms

The Company and its subsidiaries lease certain buildings for use as plants, offices, and employee dormitories, with lease terms expiring at various dates up to March 2030. The Company and its subsidiaries also lease certain machinery and equipment, with the lease term expiring in February 2029.

d. Subleases

The subsidiary, NM, subleases offices and a portion of its plant facilities to a fellow subsidiary, Chou-Kou Materials Co., Ltd., under operating lease arrangements. The original lease term is one year. Unless either party provides written notice of termination six months prior to the expiration date, the lease will be automatically renewed under the same terms and conditions.

The aggregate future lease payments to be received under the operating sublease are as follows:

	March 31, 2026	**December 31, 2025**	**March 31, 2025**
First-Year	$ 2,915	$ 2,261	$ 4,260

e. Other lease information

	For the Three Months Ended March 31	
	2026	**2025**
Expenses relating to short-term and low-value asset leases	$ 3,421	$ 3,629
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 3	$ -
Total cash outflow for all leases	$ 17,553	$ 19,120

12. Goodwill

	For the Three Months Ended March 31	
	2026	**2025**
Balance at beginning of the period	$ 28,258	$ 29,174
Effect of foreign currency exchange differences	(89)	2,086
Balance at end of the period	$ 28,169	$ 31,260

Goodwill represents the excess of the purchase consideration over the fair value of net assets acquired in the acquisition of Nikko Mechanics Co., Ltd. (NMC) by the subsidiary NM. NM completed the merger with NMC on October 1, 2021.

The Company and its subsidiaries shall assess the recoverable amount of goodwill as of the end of each annual financial reporting period.

13. INTANGIBLE ASSETS

For the three months ended March 31, 2026

	Computer Software
Cost	
Balance on January 1, 2026	$ 6,740
Additions	-
Effects of foreign currency exchange differences	(14)
Balance on March 31, 2026	6,726
Accumulated amortization and impairment	
Balance on January 1, 2026	4,365
Amortization expense	277
Effects of foreign currency exchange differences	(10)
Balance on March 31, 2026	4,632
Carrying amount on December 31, 2025 and January 1,2026	$ 2,375
Carrying amount on March 31, 2026	$ 2,094

For the three months ended March 31, 2025

	Computer Software
Cost	
Balance on January 1, 2025	$ 6,200
Additions	-
Effects of foreign currency exchange differences	287
Balance on March 31, 2025	6,487
Accumulated amortization and impairment	
Balance on January 1, 2025	3,353
Amortization expense	281
Effects of foreign currency exchange differences	162
Balance on March 31, 2025	3,796
Carrying amount on March 31, 2025	$ 2,691

Amortization expenses are amortized on a straight-line basis over their estimated useful lives as follows:

Computer software	3-5 years

14. BORROWINGS

a. Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured borrowings			
Bank overdrafts–the annual interest rate on bank overdrafts as of both December 31, 2025 and March 31, 2026, was 1.31%.	$ 240,144	$ 240,900	$ -
Bank loans–The annual interest rate on bank borrowings under credit facilities as of March 31, 2025, ranged from 3.6% to 3.7%.	-	-	33,855
Secured borrowings			
Bank loans–The annual interest rate on bank borrowings under credit facilities as of March 31, 2026 and December 31, 2025 , ranged from 3.5% to 3.7% and ranged from 3.6% to 3.7%.	58,252	$ 42,918	-
	$ 298,396	$ 283,818	$ 33,855

Short-term bank borrowings are guaranteed by the Company for its subsidiaries.

b. Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured borrowings			
Line of credit bank borrowings - These borrowings were fully settled in April 2025. As of March 31, 2025, the interest rate was 1.43% , payable monthly.	$ -	$ -	$ 488,576
Less: Current portion	-	-	(488,576)
Long-term borrowings	$ -	$ -	$ -

15. Other Payables

	March 31, 2026	December 31, 2025	March 31, 2025
Payables for dividends (Note 18)	$ 169,481	$ -	$ 212,486
Payables for commissions and service expenses	14,547	42,951	32,669
Payables for salaries and bonuses	24,056	13,284	-
Others	45,786	42,903	50,097
	$ 253,870	$ 99,138	$ 295,252

16. Provisions

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Warranties (a)	$ 4,392	$ 4,457	$ 6,674
Non-current			
Decommissioning liabilities (b)	$ 12,791	$ 9,662	$ 10,689

For the three months ended March 31, 2026

	Warranty	Decommission and restoration obligation	Total
Balance on January 1, 2026	$ 4,457	$ 9,662	$ 14,119
Additions provisions recognized	257	3,183	3,440
Amount used	(355)	-	(355)
Effect of foreign currency exchange differences	33	(54)	(21)
Balance on March 31, 2026	$ 4,392	$ 12,791	$ 17,183

For the three months ended March 31, 2025

	Warranty	Decommission and restoration obligation	Total
Balance on January 1, 2025	$ 7,798	$ 9,975	$ 17,773
Reversal of provisions	(1,241)	-	(1,241)
Amount used	(48)	-	(48)
Effect of foreign currency exchange differences	165	714	879
Balance on March 31, 2025	$ 6,674	$ 10,689	$ 17,363

a. The provision for warranty claims represents the present value of management's best estimate of the future outflow of economic benefits required to settle the Company's and its subsidiaries' obligations under warranties provided in contracts for the sale of goods. The estimate is based on of historical warranty trends and may vary as a result of new materials, changes in manufacturing processes or other factors affecting product quality.

b. Provisions for decommissioning liabilities represent the obligations of the subsidiary to dismantle and restore leased land and buildings upon expiration of the lease terms. The estimated decommissioning costs are determined based on internal assessments and are reviewed periodically and adjusted as necessary to reflect management's best estimate.

17. RETIREMENT BENEFIT PLANS

For the three months ended March 31, 2026 and 2025, the pension expenses of defined benefit plans, respectively and these were calculated based on the pension cost rate determined by the actuarial calculation on December 31, 2025 and 2024, respectively.

18. EQUITY

a. Ordinary shares

	March 31, 2026	December 31, 2025	March 31, 2025
Number of shares authorized (in thousands)	100,000	100,000	100,000
Shares authorized	$ 1,000,000	$ 1,000,000	$ 1,000,000
Number of shares issued and fully paid (in thousands)	78,829	70,829	70,829
Shares issued	$ 788,285	$ 708,285	$ 708,285

On October 2, 2025, the Company's Board of Directors resolved to approve a pre-listing capital increase through the issuance of 8,000 thousand new shares at a par value of NT$10 per share. This issuance was declared effective by the Taiwan Stock Exchange Corporation under Letter No. 1141804626 dated October 28, 2025. Pursuant to Article 267 of the Company Act, 10% of the newly issued shares (800 thousand shares) were reserved for employee subscription, while the remaining shares were underwritten through a combination of competitive auction and public offering. The weighted average price determined through the auction was NT$188.55 per share, and the public offering price was set at NT$125 per share, yielding total proceeds of NT$1,366,057 thousand, all of which were fully collected. The record date for the capital increase was January 14, 2026, and the registration of the capital change was completed on March 12, 2026, upon which the Company's paid-in capital amounted to NT$788,285 thousand.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset deficit, distributed as cash or transferred to share capital (Note)			
Issuance of ordinary shares	$ 1,862,285	$ 581,817	$ 581,817
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	14,681	14,681	14,681
Employee stock options - exercised	17,852	$ 2,832	2,832
Employee stock options - expired	3,572	1,328	1,328
	$ 1,898,390	$ 600,658	$ 600,658

	Issuance of ordinary shares	The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	Employee stock options - exercised	Employee stock options - expired	Total
Balance on January 1, 2026	$ 581,817	$ 14,681	$ 2,832	$ 1,328	$ 600,658
Equity-settled share-based payment expenses arrangements granted to the employees of the company	-	-	7,100	432	7,532
Equity-settled share-based payment expenses arrangements granted to the employees of a subsidiary	-	-	2,590	1,553	4,143
Equity-settled share-based payment expenses arrangements granted to the employees of its parent company	(5,589)	-	5,330	259	-
Issuance of ordinary shares	1,206,017	-	-	-	1,206,017
The issuance premium arising from the exercise of employee stock options	80,040	-	-	-	80,040
Balance on March 31, 2026	$ 1,862,285	$ 14,681	$ 17,852	$ 3,572	$ 1,898,390

Note: The capital surplus could be used to offset a deficit or distributed as cash dividends or transferred to capital when the Company has no deficit (limited to a certain percentage of the Company's paid-in capital per year).

c. Retained earnings and dividend policy

Under the dividends policy as set forth in the Articles of Incorporation, where the Company earns a profit in a fiscal year, the profit shall be first utilized for paying taxes and offsetting accumulated losses. Next, 10% of the remaining profit shall be set aside as legal reserve; however, if the accumulated legal reserve has reached the Company's paid-in capital, no further appropriation is required. Any remaining profit shall then be used to set aside or reverse a special reserve in accordance with applicable laws or regulatory requirements. Any profit remaining, together with any undistributed retained earnings at the beginning of the period, shall be used by the Company's board of directors as the basis for proposing a profit distribution proposal, which shall be submitted and resolved by in the shareholders' meeting for the distribution of dividends and bonuses to shareholders or for the retention as retained earnings.

The Company is currently in a growth stage. Its dividend policy is based on the principles of stability and balance, taking into account the Company's capital expenditure, operational liquidity needs, and the objective of enhancing shareholder returns. Accordingly, the total annual dividends distributed to shareholders shall be no less than 30% of the distributable earnings available for dividends, and may be distributed in the form of cash dividends or share dividends. However, the proportion of cash dividends shall not be less than 10% of the total dividends declared.

An appropriation of earnings to a legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficits. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The appropriation of earnings for 2025 and 2024, was as follows:

	For the Year Ended December 31, 2025	For the Year Ended December 31, 2024
Legal reserve	$ 22,106	$ 29,843
Special reserve	$ 28,848	$ 364,953
Cash dividends	$ 169,481	
Cash dividends per share (NT$)	$ 2.15	

On March 12, 2025, the Company's Board of Directors resolved to distribute cash dividends of NT$212,486 thousand from capital surplus, at NT$3 per share, and reported the resolution to the shareholders' meeting in June 2025.

The 2025 appropriation for cash dividends had been resolved by the Company's board of directors on March 12, 2026. The other proposed appropriation will be resolved by the shareholders in their meeting to be held on June, 2026.

d. Other equity items

Exchange differences on translation of the financial statements of foreign operations

	For the Three Months Ended March 31	
	2026	2025
Balance on beginning of the period	$ (393,800)	$ (367,193)
Recognized for the period		
Exchange differences on translation of the financial statements of foreign operations	(502)	77,766
Balance on end of the period	$ (394,302)	$ (289,427)

19. REVENUE

	For the Three Months Ended March 31	
	2026	2025
Revenue from contracts with customers		
Revenue from the sale of goods	$ 414,930	$ 502,548
Revenue from rendering of services	2,818	3,462
	$ 417,748	$ 506,010

Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Notes and accounts receivable (including related parties)	$ 333,462	$ 459,923	$ 441,845	$ 452,296
Contract liabilities				
Sale of goods	$ 285,684	$ 146,490	$ 345,372	$ 522,012

The changes in the balance of contract liabilities resulted primarily from the timing difference between the satisfaction of performance obligations and the receipt of customer payment.

Contract liabilities at the beginning of for the three months ended March 31, 2026 and 2025 that were recognized as revenue during the year amounted to NT$61,987 thousand and NT$228,108 thousand, respectively.

The contract period for revenue from the sale of goods is generally one year or less. The Company applies a practical expedient under the relevant accounting standards and does not disclose the transaction price allocated to remaining performance obligations for such contracts.

Please refer to Note 30 for the disaggregation of revenue.

20. PROFIT BEFORE INCOME TAX

a. Other income

	For the Three Months Ended March 31	
	2026	2025
Rental income (Note 26)	$ 729	$ 1,351
Others	639	483
	$ 1,368	$ 1,834

b. Other gains and losses

	For the Three Months Ended March 31	
	2026	2025
Net foreign exchange (losses) gains	$ (9)	$ 7,545
Gains on disposal of property, plant and equipment	51	-
Finance fees	(516)	(427)
Others	(183)	(206)
	$ (657)	$ 6,912

The above net foreign exchange gains (losses) were as follow:

	For the Three Months Ended March 31	
	2026	2025
Foreign exchange gains	$ 12,478	$ 19,212
Foreign exchange losses	(12,487)	(11,667)
Net (losses) gains	$ (9)	$ 7,545

c. Finance costs

	For the Three Months Ended March 31	
	2026	2025
Interest Expense		
Interest on loans	$ 1,338	$ 2,085
Interest on lease liabilities	683	817
	$ 2,021	$ 2,902

d. Depreciation and amortization

	For the Three Months Ended March 31	
	2026	2025
Property, plant and equipment	$ 5,403	$ 4,509
Right-of-use assets	13,594	14,273
Intangible assets	277	281
	$ 19,274	$ 19,063
Analysis of depreciation by function		
Operating costs	$ 7,307	$ 8,480
Operating expenses	11,690	10,302
	$ 18,997	$ 18,782
Analysis of amortization by function		
Operating costs	$ 120	$ 138
Operating expenses	157	143
	$ 277	$ 281

e. Employee benefits

	For the Three Months Ended March 31	
	2026	2025
Short-term employee benefits		
Salaries	$ 63,973	$ 61,125
Labor and health insurance	9,724	9,457
Others	2,538	3,271
	76,235	73,853
Post-employment benefits		
Defined contribution plans	$ 1,438	$ 1,373
Defined benefit plans	187	134
	1,625	1,507
Share-based payments (Note 23)	11,675	-
	$ 89,535	$ 75,360
Analysis of employee benefits by function		
Operating costs	$ 27,562	$ 26,558
Operating expenses	61,973	48,802
	$ 89,535	$ 75,360

f. Compensation of employees and remuneration of directors and supervisors

According to the Company's Articles, the Company distributed compensation of employees and remuneration of directors at rates of no less than 1% and no higher than 1%, respectively, of profit before income tax, employee remuneration, and directors' and supervisors' remuneration, prior to the amendments. In accordance with the amendments to the Company's Articles approved at the extraordinary shareholders' meeting in March 2024 and the annual shareholders' meeting in June 2025, and pursuant to the Company's amended Articles, the Company distributed compensation of employees and remuneration of directors at rates of no less than 1.5‰ and no higher than 1%, respectively, and in accordance with the amendments to the Securities and Exchange Act promulgated August 2024, the amendment explicitly stipulate that no less than 12% of the above compensation of employees shall be distributed to frontline employees.

The compensation of employees (including non-executive employees) and the remuneration of directors for the three months ended March 31, 2026 and 2025 are as follows:

	For the Three Months Ended March 31	
	2026	2025
Compensation of employees	$ 773	$ 3,328
Remuneration of directors	$ 306	$ 388

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

The compensation of employees and remuneration of directors (all in cash) approved by the Company's Board of Directors in March 2026 and April 2025, respectively, as well as the related accrual amounts recognized in the parent company only financial statements, were as follows:

	For the Year Ended December 31			
	2025		2024	
	Compensation of Employees	Remuneration of Directors	Compensation of Employees	Remuneration of Directors
Amounts approved in the board of directors' meeting	$ 3,222	$ 2,780	$ 3,094	$ -
Amounts recognized in the financial statements	2,629	2,712	2,828	-
Differences	$ 593	$ 68	$ 266	$ -

The differences were adjusted to profit and loss for the years ended December 31, 2026 and 2025, respectively.

Information on the compensation of employees and remuneration of directors approved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

21. INCOME TAX

a. Income tax expense recognized in profit or loss

	For the Three Months Ended March 31	
	2026	2025
Current tax		
In respect of the current year	$ 28,931	$ 89,295
Adjustment for prior years	-	(125)
Deferred tax		
In respect of the current year	1,429	(27,043)
	$ 30,360	$ 62,127

b. Income tax assessment

The income tax returns of the Company have been assessed by the tax authorities through 2023.

22. EARNINGS PER SHARE

	For the Three Months Ended March 31	
	2026	2025
Basic earnings per share	$ 0.21	$ 0.89
Diluted earnings per share	$ 0.21	$ 0.89

The net profit and weighted average number of ordinary shares outstanding used in the computation of earnings per share were as follows:

Net Profit for the year

	For the Three Months Ended March 31	
	2026	2025
Net profit for the year attributable to owners of the Company	$ 16,098	$ 62,918

Number of ordinary shares

Unit: Thousand Shares

	For the Three Months Ended March 31	
	2026	2025
Weighted Average Number of Ordinary Shares for Basic Earnings per Share	77,660	70,829
Effect of Potentially Dilutive Ordinary Shares (Employee Compensation)		
Compensation of employees	8	27
Employee share options	40	-
Weighted Average Number of Ordinary Shares Used in Calculating Diluted Earnings per Share	77,708	70,856

Since the Company is allowed to settle the compensation paid to employees by cash or shares, the Company assumed that the entire amount of the compensation will be settled in shares and the resulting potential shares are included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the shares have a dilutive effect. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees in the meeting in the following year.

23. SHARE-BASED PAYMENT ARRANGEMENT

Reserved employees' subscription in cash capital increase

On October 2, 2025, the Company's Board of Directors resolved to reserve 800 thousand common shares for employee subscription in connection with the cash capital increase, at a subscription price of NT$125 per share.

Options granted in January, 2026 are priced using the Black-Scholes pricing model, and the inputs to the model are as follows:

	January, 2026
Grant-date share price	$146.55
Exercise price	$125
Expected volatility	43.37%
Expected life (in periods)	6 days
Risk-free interest rate	1.25%

Compensation costs recognized was NT$11,675 thousand for the years ended December 31, 2026.

24. CAPITAL MANAGEMENT

The Company and its subsidiaries' objectives in capital management are to safeguard the Company and its subsidiaries' ability to continue as a going concern and to provide reasonable returns to shareholders, to maintain an optimal capital structure and to reduce the cost of capital. The Company and its subsidiaries' capital management policy is to maintain a strong capital base that maintains the confidence of investors, creditors and the market, as well as supports future operations. Capital includes the Company and its subsidiaries' shares, capital surplus, and retained earnings.

25. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments that are not measured at fair value

Financial assets and liabilities that are not measured at fair value are of short-term duration and their carrying amounts are close to their fair value.

b. Categories of financial instruments

	March 31, 2026	**December 31, 2025**	**March 31, 2025**
Financial assets			
Financial assets at amortized cost (Note 1)	$ 3,218,796	$ 1,686,138	$ 2,279,835
Financial liabilities			
Financial liabilities at amortized cost (Note 2)	$ 515,431	$ 431,850	$ 657,657

Note 1: The balances included financial assets at amortized cost, which comprise cash and cash equivalents, notes and accounts receivable (including related parties), other receivables, and refundable deposits.

Note 2: The balances included financial liabilities at amortized cost, which comprise short-term borrowings, accounts payable (including related parties), other payables (not including payables for dividends), and long-term borrowings (including current portion)

c. Financial risk management objectives and policies

The financial risk management objectives of the Company and its subsidiaries are mainly to manage the market risk, credit risk and liquidity risk related to operating activities and to verify, measure and manage the financial risks according to the policies.

The Company and its subsidiaries have set up policies, procedures and internal controls to manage the risks in its financial activities. The significant financial activities of the Company and its subsidiaries are in accordance with relevant regulations and internal controls approved by the Board of Directors. During the execution of financial management activities, the Company and its subsidiaries are required to comply with financial risk management policies and regulations.

1) Market risk

The Company and its subsidiaries operating activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below).

a) Foreign currency risk

The Company and its subsidiaries have foreign currency denominated sales and purchases, which expose the Company and its subsidiaries to foreign currency risk.

The carrying amounts of the Company and its subsidiaries' foreign currency denominated monetary assets and monetary liabilities at the end of the year are set out in Note 28.

The following table details the sensitivity to a 1% change in the functional currency against the relevant foreign currencies.

	Impact on Profit or Loss For the Three Months Ended March 31	
	2026	2025
Foreign Currencies: Functional Currencies		
Financial assets		
Monetary items		
JPY:NTD	$ -	$ 2,950

b) Interest rate risk

For the Company and its subsidiaries, borrowings with floating interest rates are exposed to changes in market interest rates, which may cause the effective interest rates to fluctuate and result in variability in future cash flows.

The carrying amounts of the Company and its subsidiaries' financial assets and financial liabilities with exposure to interest rate risks at the balance sheet dates were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Fair value interest rate risk			
Financial liabilities	$ 101,511	$ 111,802	$ 138,051
Cash flow interest rate risk			
Financial assets	2,813,245	1,131,630	1,737,177
Financial liabilities	298,396	283,818	522,431

If interest rates had been 1% higher and all other variables were held constant, the Company's and its subsidiaries' financial liabilities would result in an increase in cash outflows of $2,984 thousand and $5,224 thousand for the three months ended March 31, 2026 and 2025, respectively, which was mainly a result of variable-rate borrowings.

2) Credit risk

Credit risk refers to the risk of financial loss to the Company and its subsidiaries arising from the default of clients or counterparties to financial instruments on their contractual obligations. According to the Company's and its subsidiaries' credit risk management policies, each operating entity within the Company and its subsidiaries is responsible for managing and analyzing the credit risk of each new customer before standard payment and delivery terms and conditions are offered. The credit quality of the customers is assessed through internal risk control procedures, taking into account their financial position, past transaction experience and other relevant factors. While the Company and its subsidiaries have procedures to monitor and limit exposure to credit risk related to accounts receivable, there can be no assurance that such procedures will be fully effective in limiting credit risk and preventing losses. Credit risk is heightened during periods of adverse economic conditions.

3) Liquidity risk

The Company and its subsidiaries manage liquidity risk by monitoring and maintaining a level of cash deemed adequate to finance the Company and its subsidiaries' operational requirements and to mitigate the effects of fluctuations in cash flows. The Company and its subsidiaries rely on bank borrowings as a significant source of liquidity. The Company and its subsidiaries had available unutilized short-term bank loan facilities set out in (b) below.

a) Liquidity and interest rate risk tables for non-derivative financial liabilities

The following table has been prepared based on the undiscounted cash flows of financial liabilities from the earliest date on which the Company may be required to make payments. The table includes both principal and interest cash flows. The maturity dates for other non-derivative financial liabilities are based on the contractually agrees repayment dates.

March 31, 2026

	Less Than 1 Year	1-5 Years	Over 5 Years	Total
Non-interest bearing	$ 386,516	$ -	$ -	$ 386,516
Lease liabilities	41,032	67,607	1,213	109,852
Floating-rate liabilities	299,787	-	-	299,787
	$ 727,335	$ 67,607	$ 1,213	$ 796,155

December 31, 2025

	Less Than 1 Year	1-5 Years	Over 5 Years	Total
Non-interest bearing	$ 148,032	$ -	$ -	$ 148,032
Lease liabilities	44,392	76,079	1,429	121,900
Floating-rate liabilities	285,552	-	-	285,552
	$ 477,976	$ 76,079	$ 1,429	$ 555,484

March 31, 2025

	Less Than 1 Year	1-5 Years	Over 5 Years	Total
Non-interest bearing	$ 347,712	$ -	$ -	$ 347,712
Lease liabilities	58,766	85,370	5,785	149,921
Floating-rate liabilities	523,707	-	-	523,707
	$ 930,185	$ 85,370	$ 5,785	$1,021,340

b) Financing facilities

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank overdraft facilities, reviewed annually			
Amount used	$ 240,144	$ 240,900	$ -
Amount unused	-	-	266,496
	$ 240,144	$ 240,900	$ 266,496
Unsecured bank loan facility			
Amount used	$ 58,252	$ 42,918	$ 522,431
Amount unused	130,212	46,514	58,661
	$ 188,464	$ 89,432	$ 581,092

26. TRANSACTIONS WITH RELATED PARTIES

a. Related party names and relationships

Related Party Name	Relationship
Eternal Materials Co., Ltd.	Parent Entity
Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Fellow Subsidiary
Eternal Electronic (Suzhou) Co., Ltd.	Fellow Subsidiary
Eternal Optoelectronic Materials Industrial (Yingkou) Co., Ltd.	Fellow Subsidiary
Eternal Materials (Guangdong) Co., Ltd.	Fellow Subsidiary
Chou-Kou Materials Co., Ltd.	Fellow Subsidiary

b. Operating revenue

Account Item	Related Party Category	For the Three Months Ended March 31 2026	For the Three Months Ended March 31 2025
Revenue from sales of goods	Fellow Subsidiary	$ -	$ 169

Sales to related parties were made at prices similar to that of general transactions with collection terms ranging from 60 to 90 days.

c. Purchase of goods

Account Item	Related Party Category	For the Three Months Ended March 31 2026	For the Three Months Ended March 31 2025
Purchase	Parent Entity	$ 121	$ 2,192
	Fellow Subsidiary	1,378	1,376
		$ 1,499	$ 3,568

Purchases from related parties were made at prices similar to that of general transactions with the payment terms of 90 days.

d. Receivables from related parties

Account Item	Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Accounts receivable	Parent Entity	$ -	$ 11	$ -
	Fellow Subsidiary	-	-	393
		$ -	$ 11	$ 393
Other receivables	Fellow Subsidiary	$ 195	$ 212	$ 243

The receivables arose mainly from sales transactions; the receivables were not guaranteed, pledged and do not bear interest. As of March 31, 2026, December 31, 2025 and March 31, 2025, no impairment losses were recognized for trade receivables from related parties.

e. Payables to related parties

Account Item	Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Accounts payable	Parent Entity	$ 127	$ 116	$ 2,290
	Fellow Subsidiary	2,822	4,644	2,601
		$ 2,949	$ 4,760	$ 4,891
Other payables	Parent Entity - Eternal Materials Co., Ltd.	$ 104,668	$ 75	$ 149,230
	Fellow Subsidiary	883	2,955	4,527
		$ 105,551	$ 3,030	$ 153,757

The outstanding trade payables to related parties are unsecured and did not bear interest. Other payables mainly comprise dividends expenses, service expenses, utilities expenses, personnel support fees and advance payments made on behalf of others.

f. Disposal of property, plant and equipment

	Proceeds		Gain (Loss) on Disposal	
	For the Three Months Ended March 31		For the Three Months Ended March 31	
Related Party Category/Name	2026	2025	2026	2025
Fellow Susidiary				
Chou - Kou Materials Co., Ltd.	$ 4,103	$ -	$ -	$ -

g. Lease arrangements

Line Item	Related Party Category/Name	March 31, 2026	December 31, 2025	March 31, 2025
Lease liabilities	Parent Entity - Eternal Materials Co., Ltd.	$ 21,465	$ 22,891	$ 14,263
	Fellow - Subsidiaries - Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	7,128	7,620	10,090
		$ 28,593	$ 30,511	$ 24,353

Related Party Category/Name	For the Three Months Ended March 31	
	2026	2025
Interest expense		
Parent Entity - Eternal Materials Co., Ltd.	$ 143	$ 87
Fellow - Subsidiaries - Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	76	105
	$ 219	$ 192

h. Other transactions with related parties

The Company leases offices and warehouse from its parent company. As of March 31, 2026, December 31, 2025, and March 31, 2025, guarantee deposits amounted to NT$1,031 thousand, NT$1,031 thousand and NT$654 thousand, respectively. The lease term is five years, and rent is payable monthly in accordance with the lease agreement.

The subsidiary leases a plant from its fellow subsidiary for a term of five years, with rent payable on a monthly basis in accordance with the lease agreement.

i. Other transactions with related parties

Line Item	Related Party Category/Name	March 31	
		2026	2025
Other income	Fellow Subsidiary - Chou - Kou Materials Co., Ltd.	$ 387	$ 414
Credit to utilities expenses	Fellow Subsidiary - Chou - Kou Materials Co., Ltd.	$ 580	$ 657
Utilities expenses	Parent Entity	$ 113	$ (5)
	Fellow Subsidiary	78	87
		$ 191	$ 82

(Continued)

Line Item	Related Party Category/Name	March 31 2026	March 31 2025
Service remuneration expenses (personnel support fees)	Parent Entity	$ 897	$ 897
	Fellow Subsidiary	445	475
		$ 1,342	$ 1,372
Rental income	Fellow Subsidiary - Chou - Kou Materials Co., Ltd.	$ 729	$ 1,351
Rental expense	Fellow Subsidiary		
	Eternal Electronic (Suzhou) Co., Ltd.	$ 1,771	$ 1,926
	Others	49	81
		$ 1,820	$ 2,007

(Concluded)

j. Remuneration of key management personnel

	For the Three Months Ended March 31 2026	For the Three Months Ended March 31 2025
Short-term employee benefits	$ 2,008	$ 2,809

27. SIGNIFICANT CONTINGENCIES AND SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

In response to future operational expansion and to enhance production efficiency, the subsidiary has planned to undertake a new plant construction project. On March 31, 2026, the subsidiary's Board of Directors approved the budget for the main construction works, which was subsequently approved by the Company's Board of Directors on April 1, 2026. The projected investment for the main construction works amounts to JPY$7,980,000 thousand.

The total capital expenditure for the entire new plant project, from land acquisition through completion of construction, is estimated at approximately JPY$9,362,424 thousand, to be financed through internal funds and bank borrowings.

28. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than the functional currencies of the Company and its subsidiaries prior to elimination and the exchange rates between such foreign currencies and the respective functional currencies were disclosed. The significant assets and liabilities denominated foreign currencies were as follows:

	Foreign Currency (In Thousands)	Exchange Rate		Carrying Amount
March 31, 2026				
Financial assets				
Non-monetary items				
Investments accounted for using the equity method				
JPY	$ 5,848,517	0.2001	(JPY:NTD)	$ 1,170,405
RMB	20,897	4.6240	(RMB:NTD)	96,629
December 31, 2025				
Financial assets				
Non-monetary items				
Investments accounted for using the equity method				
JPY	5,567,495	0.2008	(JPY:NTD)	1,117,675
RMB	22,180	4.4716	(RMB:NTD)	99,180
March 31, 2025				
Financial assets				
Monetary items				
JPY	1,328,412	0.2221	(JPY:NTD)	295,014
Non-monetary items				
Investments accounted for using the equity method				
JPY	4,367,654	0.2221	(JPY:NTD)	970,056
RMB	25,830	4.6258	(RMB:NTD)	119,483

The total realized and unrealized foreign exchange gains and losses were losses NT$9 thousand and gains NT$7,545 thousand for the three months ended March 31, 2026 and 2025, respectively. It is impractical to disclose net foreign exchange gains and losses by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of each entity.

29. ADDITIONAL DISCLOSURES

a. Information about significant transactions:

1) Financing provided to others (None)

2) Endorsements/guarantees provided (Table 1)

3) Significant marketable securities held (excluding investments in subsidiaries) (None)

4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital (None)

5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital (None)

6) Others: The business relationship between the parent company and the subsidiaries and between each subsidiary, and the circumstances and amounts of any significant transactions between them: (No significant transactions)

b. Information related to reinvested businesses (Table 2)

c. Information on investments in mainland China

1) Information on each investee company in mainland China, including the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment gain or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 3)

2) Significant transactions, if any, with investee companies in mainland China, either directly or indirectly through a third party, including their transaction prices, payment terms, and unrealized gains or losses as follows:

a) The amount and percentage of purchases, and the balance and percentage of the related payables at the end of the period (No significant transactions)

b) The amount and percentage of sales, and the balance and percentage of the related receivables at the end of the period (No significant transactions)

c) The amount of property transactions and the amount of the resultant gains or losses (None)

d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes (None)

e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to financing of funds (None)

f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services (None)

30. SEGMENT INFORMATION

Information is provided to the chief operating decision maker for the purposes of resource allocation and performance evaluation, focusing on the types of products or services delivered. As the chief operating decision maker considers the Company and its subsidiaries as a single electronic materials segment, resources are allocated and performance is assessed on a consolidated basis. Accordingly, information about operating segments is presented in these consolidated financial statements.

Revenue from principal products and services

Revenue from external customers of the Company and its subsidiaries is as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Equipment	$ 392,361	$ 467,253
Carrier Film	22,569	35,295
Services	2,818	3,462
	$ 417,748	$ 506,010

Eternal Precision Mechanics Co., Ltd. and Subsidiaries

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsements /Guarantees Given on Behalf of Each Party (Note 3)	Maximum Amount Endorsements /Guarantees During the Period (Note 4)	Outstanding Endorsements /Guarantees at the End of the Period (Note 5)	Actual Amount Drawn	Amount Endorsements /Guarantees by Collaterals	Ratio of Accumulated Endorsements /Guarantees to Net Equity per Latest Financial Statements (%)	Maximum Endorsements /Guarantees Amount Allowable (Note 3)	Endorsements /Guarantees Given by Parent on Behalf of Subsidiaries	Endorsements /Guarantees by Subsidiaries on Behalf of Parent	Endorsements /Guarantees Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 2)											
0	Eternal Precision Mechanics Co., Ltd.	Eternal Precision Mechanics (Guangzhou) Co., Ltd.	2	$ 2,812,924	$ 275,026	$ 188,464	$ 58,252	$ -	6.70	$ 2,812,924	Y	N	Y	Note 3

Note 1: The representation of the numbers are as follows:

1. No. 0 represents the issuer.
2. Investees are serially numbered beginning with No. 1.

Note 2: Relationships between the endorser/guarantor and the endorsed/guaranteed party:

1. Business relationship.
2. Entities in which the Company directly or indirectly owns more than 50% of the voting shares.
3. Investees in which the Company and/or its subsidiaries directly or indirectly own more than 50% of the ownership interest.
4. Subsidiaries in which the Company directly or indirectly owns more than 90% of the voting shares.
5. Entities for which endorsements or guarantees are provided for construction project pursuant to construction contract.
6. Entities for which shareholders provide endorsements/guarantees in proportion to their ownership interest due to joint venture agreements.
7. Entities engaged in the pre-sale of real estate business that are required, pursuant to the Consumer Protection Act, to provide endorsements or guarantees and assume joint and several liabilities.

Note 3: In accordance with the parent company's "Procedures for Provision of Endorsements and Guarantees," limit on endorsement/guarantee given on behalf of each party is 100% of the parent company's net worth based on the financial statements as of March 31, 2026.

Note 4: Maximum amount endorsed/guaranteed during the period is approved by the board of directors, and translated into NTD using the exchange rate at the balance sheet date.

Note 5: Outstanding endorsements/guarantees at the end of the period are approved by the board of directors, and translated into NTD using the exchange rate at the balance sheet date.

TABLE 2

Eternal Precision Mechanics Co., Ltd. and Subsidiaries

INFORMATION ON INVESTEES (EXCLUDING INVESTMENTS IN MAINLAND CHINA)
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of March 31, 2026			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				March 31, 2026	December 31, 2025	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Eternal Precision Mechanics Co., Ltd.	Nikko - Materials Co., Ltd.	Japan	Manufacturing and selling for vacuum laminator	$ 300,150	$ 300,150	11,520	100	$ 1,170,405	$ 56,648	$ 52,599	Note

Note: Amounts were eliminated from the consolidated financial statements.

TABLE 3

Eternal Precision Mechanics Co., Ltd. and Subsidiaries

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investments from Taiwan as of January 1, 2026	Investment Flows		Accumulated Outward Remittance for Investments from Taiwan as of March 31, 2026	Net Income (Loss) of the Investee	% of Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of March 31, 2026	Accumulated Repatriation of Investment Income as of March 31, 2026	Note
					Outward	Inward							
Eternal Precision Mechanics (Guangzhou) Co., Ltd.	Manufacturing and selling of calculators, telecommunication and other electronic equipment	$ 132,928	1	$ 132,928	$ -	$ -	$ 132,928	$ (6,312)	100	$ (6,312)	$ 96,629	$ -	Note 4

Accumulated Outward Remittance for Investments in Mainland China as of March 31, 2026	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA (Note 3)
$ 132,928	$ 132,928	$ 1,687,754

Note 1: Investment methods are classified into the following three categories:

1. Direct investment in a company in mainland China.
2. Reinvesting in mainland China through companies in a third region.
3. Others.

Note 2: The investment gains or losses recognized for the current year were recorded based on the financial statements reviewed by the certified public accountants of the Taiwan parent company.

Note 3: The upper limit for the investment amount is 60% of its net worth.

Note 4: The amounts were eliminated in full upon consolidation.