

**CHENG UEI PRECISION INDUSTRY CO.,
LTD. AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
JUNE 30, 2026 AND 2025**

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
JUNE 30, 2026 AND 2025 CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
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INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

PWCR26000120

To the Board of Directors and Stockholders of Cheng Uei Precision Industry Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Cheng Uei Precision Industry Co., Ltd. and subsidiaries (the "Group") as at June 30, 2026 and 2025, and the related consolidated statements of comprehensive income for the three months and six months then end, as well as the consolidated statement of changes in equity and of cash flows for the six months then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these 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" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. 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.

Basis for qualified conclusion

As explained in Note 4(3), the financial statements of certain insignificant consolidated subsidiaries and information disclosed in Note 13 were not reviewed by independent auditors. Those statements reflect total assets of NT\$11,361,549 thousand and NT\$17,815,283 thousand, constituting 9.20% and 13% of the consolidated total assets, and total liabilities of NT\$6,837,006 thousand and NT\$4,754,590 thousand, constituting 7.50% and 4.61% of the consolidated total liabilities as at June 30, 2026 and 2025, and total comprehensive income (loss) of NT(\$4,016,555) thousand, NT\$427,226 thousand, NT(\$3,718,255) thousand and NT\$343,307 thousand, constituting (84.03%), (4.46%), (49.68%) and (4.02%) of the consolidated total comprehensive income (loss) for the three months and six months then ended. As explained in Note 6(9), certain investments accounted for using equity method were assessed and shares of profit or loss of associates and joint ventures accounted for using equity method as of June 30, 2026 and 2025 were disclosed based on the financial statements which were not reviewed by independent auditors. The balance of investments accounted for using equity method was NT\$7,745,477 thousand and NT\$6,340,837 thousand, the total balances of other non-current liabilities amounted to NT\$0 thousand and NT\$22,582 thousand, constituting 6.27% and 4.63% of the consolidated total assets and constituting 0% and 0.02% of the consolidated total liabilities as at June 30, 2026 and 2025, respectively; comprehensive income (including share of profit (loss) of associates and joint ventures accounted for using equity method and share of other comprehensive income of associates and joint ventures accounted for using equity method) was NT\$707,183 thousand, NT\$226,487 thousand, NT\$1,285,084 thousand and NT\$307,911 thousand, constituting 14.79%, (2.36%), 17.17% and (3.6%) of consolidated total comprehensive income for the three months and six months then ended, respectively.

Qualified conclusion

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries been reviewed by independent auditors as described in the *Basis for qualified conclusion* section above, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at June 30, 2026 and 2025, and of its consolidated financial performance for the three months and six months then ended and its consolidated cash flows for the in six months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission.

Lin, Se-Kai

Lin, Kuan-Hung

For and on behalf of PricewaterhouseCoopers, Taiwan

August 14, 2026

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors’ report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers Taiwan cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2026, DECEMBER 31, 2025 AND JUNE 30, 2025
(Expressed in thousands of New Taiwan dollars)

ASSETS			June 30, 2026		December 31, 2025		June 30, 2025				
			Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%		
CURRENT ASSETS											
1100	Cash and cash equivalents	6(1)	\$	28,213,049	23	\$	19,799,074	16	\$	18,306,627	14
1110	Financial assets at fair value through profit or loss - current	6(2) and 12(3)		-	-		739	-		1,432	-
1136	Current financial assets at amortised cost	6(4) and 8		4,042,133	3		7,212,480	6		8,405,804	6
1140	Current contract assets	6(26)		8,841,876	7		10,892,561	9		16,604,706	12
1150	Notes receivable, net	6(5)		99,422	-		52,378	-		55,155	-
1170	Accounts receivable, net	6(5)		11,609,718	10		12,748,683	11		10,835,362	8
1180	Accounts receivable, net - related parties	7		136,706	-		148,126	-		220,805	-
1200	Other receivables			820,928	1		1,001,646	1		258,594	-
1210	Other receivables - related parties	7		968,633	1		529,123	-		493,360	-
1220	Current income tax assets	6(33)		123,090	-		107,414	-		92,168	-
130X	Inventories	6(7)		11,245,530	9		10,175,753	8		14,402,265	11
1410	Prepayments	6(8) and 7		2,774,671	2		3,153,723	3		13,597,166	10
1460	Non-current assets or disposal groups classified as held for sale, net	6(15)		126,463	-		-	-		-	-
1470	Other current assets	8		444,108	-		138,279	-		1,090,619	1
11XX	TOTAL CURRENT ASSETS			69,446,327	56		65,959,979	54		84,364,063	62
NON-CURRENT ASSETS											
1517	Financial assets at fair value through other comprehensive income - non-current	6(3) and 12(3)		1,404,262	1		1,456,815	1		1,381,116	1
1535	Non-current financial assets at amortised cost	6(4) and 8		187,173	-		1,158,922	1		1,007,257	1
1550	Investments accounted for under the equity method	6(9)		9,161,969	7		8,330,268	7		7,656,235	6
1600	Property, plant and equipment, net	6(10), 7 and 8		33,921,017	28		34,926,902	29		33,563,473	24
1755	Right-of-use assets	6(11) and 7		3,017,226	2		2,953,223	2		3,366,657	2
1760	Investment property, net	6(12)		1,494,558	1		1,460,575	1		226,660	-
1780	Intangible assets	6(13)(36)		1,806,167	2		1,795,860	2		1,203,673	1
1840	Deferred income tax assets	6(33)		813,313	1		1,116,026	1		2,102,613	1
1915	Prepayments for business facilities	6(10) and 7		1,293,282	1		1,733,500	1		1,124,577	1
1990	Other non-current assets, others	6(21) and 8		960,421	1		1,145,918	1		1,076,221	1
15XX	TOTAL NON-CURRENT ASSETS			54,059,388	44		56,078,009	46		52,708,482	38
1XXX	TOTAL ASSETS		\$	123,505,715	100	\$	122,037,988	100	\$	137,072,545	100

(Continued)

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2026, DECEMBER 31, 2025 AND JUNE 30, 2025
(Expressed in thousands of New Taiwan dollars)

	LIABILITIES AND EQUITY	Notes	June 30, 2026		December 31, 2025		June 30, 2025	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
	CURRENT LIABILITIES							
2100	Short-term borrowings	6(16)	\$ 15,822,927	13	\$ 15,069,297	12	\$ 12,883,806	10
2110	Short-term notes and bills payable	6(17)	1,664,443	1	4,992,426	4	4,567,563	3
2130	Current contract liabilities	6(26)	1,092,075	1	730,663	1	942,425	1
2150	Notes payable		761	-	138	-	2,330	-
2170	Accounts payable		13,360,648	11	13,665,702	11	12,643,382	9
2180	Accounts payable - related parties	7	213,929	-	76,516	-	121,225	-
2200	Other payables	6(18) and 7	7,541,549	6	6,603,062	6	7,145,469	5
2230	Current income tax liabilities	6(33)	1,382,896	1	947,513	1	280,515	-
2250	Current provisions	6(22)	517,579	1	896,296	1	5,176,929	4
2260	Liabilities related to non-current assets or disposal groups classified as held for sale		115,140	-	-	-	-	-
2280	Current lease liabilities	7	472,722	-	378,960	-	390,597	-
2320	Long-term liabilities, current portion	6(19)(20)	20,795,880	17	32,051,819	26	33,110,127	24
2365	Current refund liabilities		39,146	-	34,938	-	56,562	-
2399	Other current liabilities, others		244,604	-	254,190	-	114,643	-
21XX	TOTAL CURRENT LIABILITIES		<u>63,264,299</u>	<u>51</u>	<u>75,701,520</u>	<u>62</u>	<u>77,435,573</u>	<u>56</u>
	NON-CURRENT LIABILITIES							
2527	Non-current contract liabilities	6(26)	12,065	-	14,858	-	36,045	-
2530	Corporate bonds payable	6(19)	-	-	-	-	2,002,290	1
2540	Long-term borrowings	6(20)	24,145,723	20	18,086,553	15	20,019,380	15
2570	Deferred income tax liabilities	6(33)	1,793,810	2	1,506,432	1	1,474,354	1
2580	Non-current lease liabilities	7	1,641,108	1	1,608,543	2	2,011,530	2
2600	Other non-current liabilities	6(9)(21)(22)	280,007	-	229,902	-	236,663	-
25XX	TOTAL NON-CURRENT LIABILITIES		<u>27,872,713</u>	<u>23</u>	<u>21,446,288</u>	<u>18</u>	<u>25,780,262</u>	<u>19</u>
2XXX	TOTAL LIABILITIES		<u>91,137,012</u>	<u>74</u>	<u>97,147,808</u>	<u>80</u>	<u>103,215,835</u>	<u>75</u>
	EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT							
	Capital stock	6(23)						
3110	Common stock		5,123,269	4	5,123,269	4	5,123,269	4
	Capital reserve	6(24)						
3200	Capital surplus		11,335,250	9	11,379,482	10	11,002,862	7
	Retained earnings	6(25)						
3310	Legal reserve		3,733,884	3	3,733,884	3	3,733,884	3
3320	Special reserve		1,824,117	1	1,384,022	1	1,384,022	1
3350	Unappropriated earnings		7,708,446	6	2,836,355	2	5,035,781	4
	Other equity							
3400	Other equity interest		(600,142)	-	(1,824,118)	(1)	(4,227,200)	(3)
	Treasury shares	6(23)						
3500	Treasury shares		(622,774)	-	(622,774)	(1)	(622,774)	-
31XX	Equity attributable to owners of the parent		<u>28,502,050</u>	<u>23</u>	<u>22,010,120</u>	<u>18</u>	<u>21,429,844</u>	<u>16</u>
36XX	Non-controlling interests	6(35)	<u>3,866,653</u>	<u>3</u>	<u>2,880,060</u>	<u>2</u>	<u>12,426,866</u>	<u>9</u>
3XXX	TOTAL EQUITY		<u>32,368,703</u>	<u>26</u>	<u>24,890,180</u>	<u>20</u>	<u>33,856,710</u>	<u>25</u>
	Significant contingent liabilities and unrecognised contract commitments	9						
	Significant events after the balance sheet date	11						
3X2X	TOTAL LIABILITIES AND EQUITY		<u>\$ 123,505,715</u>	<u>100</u>	<u>\$ 122,037,988</u>	<u>100</u>	<u>\$ 137,072,545</u>	<u>100</u>

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

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars, except earnings (loss) per share amount)

Items			Three months ended June 30				Six months ended June 30			
			2026		2025		2026		2025	
			AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000	Operating revenue	6(26) and 7	\$ 17,640,836	100	\$ 21,370,174	100	\$ 37,925,181	100	\$ 42,753,591	100
5000	Operating costs	6(7)(31)(32) and 7	(16,894,989)	(96)	(25,145,203)	(118)	(33,261,169)	(88)	(43,305,602)	(101)
5900	Gross profit (loss)		745,847	4	(3,775,029)	(18)	4,664,012	12	(552,011)	(1)
5910	Unrealized profit on sales	6(9)	(574)	-	(8,321)	-	(1,245)	-	(21,198)	-
5920	Realized profit on sales	6(9)	1,688	-	214	-	2,162	-	428	-
5950	Net operating margin		746,961	4	(3,783,136)	(18)	4,664,929	12	(572,781)	(1)
	Operating expenses	6(31)(32)								
6100	Sales and marketing expenses		(531,792)	(3)	(519,447)	(2)	(1,049,741)	(3)	(981,761)	(3)
6200	General and administrative expenses		(1,036,368)	(6)	(1,241,381)	(6)	(1,892,413)	(5)	(2,519,089)	(6)
6300	Research and development expenses		(537,404)	(3)	(474,566)	(2)	(1,015,153)	(3)	(974,439)	(2)
6450	Expected credit gain (loss)	12(2)	7,626	-	(21,701)	-	(33,656)	-	(3,842)	-
6000	Total operating expenses		(2,097,938)	(12)	(2,257,095)	(10)	(3,990,963)	(11)	(4,479,131)	(11)
6900	Operating (loss) income		(1,350,977)	(8)	(6,040,231)	(28)	673,966	1	(5,051,912)	(12)
	Non-operating income and expenses									
7100	Interest income	6(4)(27)	108,238	1	134,951	1	198,026	-	242,082	1
7010	Other income	6(12)(28) and 7	113,494	1	40,146	-	198,892	1	110,355	-
7020	Other gains and losses	6(2)(9)(10)(12)(14)(29)	7,352,313	42	(726,911)	(4)	7,094,593	19	(971,422)	(2)
7050	Finance costs	6(30) and 7	(426,021)	(3)	(427,087)	(2)	(910,879)	(2)	(734,897)	(2)
7060	Share of profit of associates and joint ventures accounted for under the equity method	6(9)	719,283	4	230,555	1	1,298,486	3	331,972	1
7000	Total non-operating income and expenses		7,867,307	45	(748,346)	(4)	7,879,118	21	(1,021,910)	(2)
7900	Income (loss) before income tax		6,516,330	37	(6,788,577)	(32)	8,553,084	22	(6,073,822)	(14)
7950	Income tax expense	6(33)	(2,099,941)	(12)	574,984	3	(2,352,052)	(6)	241,069	-
8200	Net income (loss)		\$ 4,416,389	25	\$ (6,213,593)	(29)	\$ 6,201,032	16	\$ (5,832,753)	(14)

(Continued)

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars, except earnings (loss) per share amount)

Items	Notes	Three months ended June 30				Six months ended June 30								
		2026		2025		2026		2025						
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%					
Other comprehensive (loss) income, net														
Components of other comprehensive (loss) income that will not be reclassified to profit or loss														
8316	Unrealized (loss) gain on equity instrument at fair value through other comprehensive income	6(3)												
		\$	46,081	-	\$	(4,891)	-	\$	47,729	-	\$	4,892	-	
8320	Share of other comprehensive loss of associates and joint ventures accounted for under the equity method, components of other comprehensive loss that will not be reclassified to profit or loss													
			-	-		(812)	-		-	-		(322)	-	
8310	Total components of other comprehensive (loss) income that will not be reclassified to profit or loss													
			46,081	-		(5,703)	-		47,729	-		4,570	-	
Components of other comprehensive (loss) income that will be reclassified to profit or loss														
8361	Exchange differences arising on translation of foreign operations													
			385,869	2		(4,105,046)	(19)		1,493,839	4		(3,337,086)	(8)	
8370	Share of other comprehensive loss of associates and joint ventures accounted for using equity method, components of other comprehensive loss that will be reclassified to profit or loss													
			9,391	-		(105,626)	(1)		45,494	-		(63,365)	-	
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	6(33)												
			(77,714)	-		843,884	4		(302,973)	-		697,100	2	
8360	Total components of other comprehensive (loss) income that will be reclassified to profit or loss													
			317,546	2		(3,366,788)	(16)		1,236,360	4		(2,703,351)	(6)	
8300	Other comprehensive (loss) income, net		\$	363,627	2	\$	(3,372,491)	(16)	\$	1,284,089	4	\$	(2,698,781)	(6)
8500	Total comprehensive (loss) income for the period		\$	4,780,016	27	\$	(9,586,084)	(45)	\$	7,485,121	20	\$	(8,531,534)	(20)
Net income (loss) attributable to:														
8610	Shareholders of the parent	4(3)												
			\$	6,024,454	34	\$	(971,386)	(4)	\$	5,813,692	15	\$	(845,659)	(2)
8620	Non-controlling interests													
			(1,608,065)	(9)		(5,242,207)	(25)		387,340	1		(4,987,094)	(12)	
	Total		\$	4,416,389	25	\$	(6,213,593)	(29)	\$	6,201,032	16	\$	(5,832,753)	(14)
Total comprehensive income (loss) attributable to:														
8710	Shareholders of the parent	4(3)												
			\$	6,357,584	36	\$	(4,405,857)	(21)	\$	7,048,489	19	\$	(3,688,836)	(9)
8720	Non-controlling interests													
			(1,577,568)	(9)		(5,180,227)	(24)		436,632	1		(4,842,698)	(11)	
	Total		\$	4,780,016	27	\$	(9,586,084)	(45)	\$	7,485,121	20	\$	(8,531,534)	(20)
Basic earnings (loss) per share (in dollars)														
9750	Basic earnings (loss) per share	6(34)												
			\$	13.02		\$	(2.10)		\$	12.56		\$	(1.83)	
Diluted earnings (loss) per share (in dollars)														
9850	Diluted earnings (loss) per share	6(34)												
			\$	12.80		\$	(2.10)		\$	12.35		\$	(1.83)	

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

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars)

Equity attributable to owners of the parent											
Notes	Retained earnings					Other equity interest			Total equity attributable to shareholders of the parent	Non-controlling interest	Total equity
	Common stock	Capital reserve	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of foreign financial statements	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury shares			
Six months ended June 30, 2025											
Balance at January 1, 2025	\$ 5,123,269	\$ 10,814,659	\$ 3,563,233	\$ 2,673,428	\$ 6,043,502	\$ (1,326,041)	\$ (57,982)	\$ (622,774)	\$ 26,211,294	\$ 14,091,789	\$ 40,303,083
Net loss for the period	-	-	-	-	(845,659)	-	-	-	(845,659)	(4,987,094)	(5,832,753)
Other comprehensive (loss) income	-	-	-	-	-	(2,844,768)	1,591	-	(2,843,177)	144,396	(2,698,781)
Total comprehensive (loss) income	-	-	-	-	(845,659)	(2,844,768)	1,591	-	(3,688,836)	(4,842,698)	(8,531,534)
Appropriation of 2024 earnings	6(25)	-	-	-	-	-	-	-	-	-	-
Legal reserve	-	-	170,651	-	(170,651)	-	-	-	-	-	-
Special reserve	-	-	-	(1,289,406)	1,289,406	-	-	-	-	-	-
Cash dividends	-	-	-	-	(1,280,817)	-	-	-	(1,280,817)	-	(1,280,817)
Changes in ownership interests in subsidiaries	6(24)	-	185,978	-	-	-	-	-	185,978	(160,950)	25,028
Changes in net equity of associates and joint ventures accounted for using equity method	6(9)(24)	-	2,225	-	-	-	-	-	2,225	-	2,225
Changes in non-controlling interest	6(35)	-	-	-	-	-	-	-	-	3,338,725	3,338,725
Balance at June 30, 2025	\$ 5,123,269	\$ 11,002,862	\$ 3,733,884	\$ 1,384,022	\$ 5,035,781	\$ (4,170,809)	\$ (56,391)	\$ (622,774)	\$ 21,429,844	\$ 12,426,866	\$ 33,856,710
Six months ended June 30, 2026											
Balance at January 1, 2026	\$ 5,123,269	\$ 11,379,482	\$ 3,733,884	\$ 1,384,022	\$ 2,836,355	\$ (1,602,963)	\$ (221,155)	\$ (622,774)	\$ 22,010,120	\$ 2,880,060	\$ 24,890,180
Net income for the period	-	-	-	-	5,813,692	-	-	-	5,813,692	387,340	6,201,032
Other comprehensive income	-	-	-	-	-	1,214,015	20,782	-	1,234,797	49,292	1,284,089
Total comprehensive income	-	-	-	-	5,813,692	1,214,015	20,782	-	7,048,489	436,632	7,485,121
Appropriation of 2025 earnings	6(25)	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	440,095	(440,095)	-	-	-	-	-	-
Cash dividends	-	-	-	-	(512,327)	-	-	-	(512,327)	-	(512,327)
Difference between proceeds from acquisition or disposal of subsidiary and book value	6(24)	-	96,521	-	-	-	-	-	96,521	-	96,521
Changes in ownership interests in subsidiaries	6(24)	-	23,589	-	-	-	-	-	23,589	193,525	217,114
Changes in net equity of associates and joint ventures accounted for using equity method	6(9)(24)	-	(164,342)	-	-	-	-	-	(164,342)	-	(164,342)
Disposal of equity instruments at fair value through other comprehensive income	6(3)	-	-	-	10,821	-	(10,821)	-	-	(10,821)	(10,821)
Changes in non-controlling interest	6(35)	-	-	-	-	-	-	-	-	367,257	367,257
Balance at June 30, 2026	\$ 5,123,269	\$ 11,335,250	\$ 3,733,884	\$ 1,824,117	\$ 7,708,446	\$ (388,948)	\$ (211,194)	\$ (622,774)	\$ 28,502,050	\$ 3,866,653	\$ 32,368,703

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

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars)

		Six months ended June 30	
	Notes	2026	2025
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit (loss) before tax		\$ 8,553,084	\$ (6,073,822)
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation expense (including investment property)	6(10)(11)(12)(29)(31)	2,279,121	2,341,907
Amortisation	6(13)(31)	88,057	80,319
Expected credit loss (gain)	12(2)	33,656	3,842
Interest expense	6(30)	910,879	734,897
Interest income	6(27)	(198,026)	(242,082)
Loss on disposal of property, plant and equipment	6(29)	1,465	32,960
(Gain) loss on financial assets and liabilities at fair value through profit or loss	6(2)	(8)	1,950
Unrealized gross profit on sales	6(9)	1,245	21,198
Realized gross profit on sales	6(9)	(2,162)	(428)
Share of profit of associates accounted for using the equity method	6(9)	(1,298,486)	(331,972)
(Gain) loss on disposals of investments	6(29)	(10,359,332)	13,921
Impairment loss on non-financial assets	6(8)(10)(14)(29)	3,392,145	475,400
Deferred government grants revenue recognised		(2,028)	(6,200)
Gain from lease modification	6(11)(29)	(14)	(7,041)
Default losses	6(29)	-	154,733
(Gain) loss on the reversal of onerous contract provision	6(7)(22)	(338,472)	4,875,453
Income from subleasing right-of-use assets	6(11)	(1,775)	-
Changes in operating assets and liabilities			
Changes in operating assets			
Contract assets		1,841,308	(7,294,620)
Notes receivable		(47,044)	(21,645)
Accounts receivable		1,069,595	5,836,019
Accounts receivable - related parties		(6,325)	188,167
Other receivables		102,488	294,502
Other receivables due from related parties		(439,510)	439,425
Inventories		(1,117,955)	(2,448,125)
Prepayments		351,871	241,444
Other current assets		(191,845)	13,649
Other non-current assets		110,857	27,343
Changes in operating liabilities			
Contract liabilities		388,406	43,399
Notes payable		2,506	(6,147)
Accounts payable		(261,893)	(3,277,584)
Accounts payable - related parties		129,185	(99)
Other payables		56,192	(844,820)
Refund liabilities		4,208	(105,845)
Other current liabilities		(45,606)	(19,164)
Other non-current liabilities		91,289	2,749
Cash inflow (outflow) generated from operations		5,097,076	(4,856,317)
Interest received		198,026	242,082
Dividends received		82,491	55,314
Interest paid		(891,801)	(801,216)
Income tax paid		(1,629,550)	(815,061)
Net cash flows from (used in) operating activities		2,856,242	(6,175,198)

(Continued)

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(Expressed in thousands of New Taiwan dollars)

		Six months ended June 30	
	Notes	2026	2025
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at fair value through other comprehensive income	12(3)	\$ -	\$ (63,720)
Proceeds from disposal of financial assets at fair value through other comprehensive income		116,861	-
Acquisition of subsidiaries, net of cash acquired	6(37) and 7	12,784	11,233
Net cash flow from acquisition of subsidiaries	6(36)	-	700,096
Proceeds from disposal of subsidiaries (net of cash disposed)	6(37)	177,623	-
Proceeds from disposal of financial assets at fair value through profit or loss		747	692
Decrease (increase) in financial assets at amortised cost		4,087,957	(208,432)
Acquisition of investments accounted for using equity method	6(9) and 7	(239,379)	(514,460)
Acquisition of intangible assets	6(13)	(57,139)	(44,141)
Acquisition of property, plant and equipment	6(37)	(1,703,480)	(7,024,804)
Proceeds from disposal of property, plant and equipment		104,262	40,187
Decrease (increase) in guarantee deposits paid		79,263	(198,715)
Proceeds from disposal of investments accounted for using equity method	6(9)	10,854,076	-
Increase in prepayments for business facilities		(333,023)	(384,761)
Net cash flows from (used in) investing activities		<u>13,100,552</u>	<u>(7,686,825)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Proceeds from short-term borrowings	6(38)	25,077,605	19,640,235
Repayments of short-term borrowings	6(38)	(23,809,179)	(13,304,372)
(Decrease) increase in short-term notes and bills payable	6(38)	(3,327,983)	51,091
Proceeds from long-term borrowings	6(38)	13,340,988	27,182,818
Repayments of long-term borrowings	6(38)	(19,424,325)	(19,746,435)
Repayments of lease liabilities	6(38)	(149,187)	(257,722)
Proceeds from disposal of ownership interests in subsidiaries	6(35)	954,957	8,099
Changes in non-controlling interest	6(35)	(21,119)	3,223,550
Net cash flows (used in) from financing activities		<u>(7,358,243)</u>	<u>16,797,264</u>
Effect of change in exchange rates		<u>(155,293)</u>	<u>(2,435,199)</u>
Net increase in cash and cash equivalents		8,443,258	500,042
Cash and cash equivalents at beginning of period		<u>19,799,074</u>	<u>17,806,585</u>
Cash and cash equivalents at end of period		<u>\$ 28,242,332</u>	<u>\$ 18,306,627</u>
The components of cash and cash equivalents			
Cash and cash equivalents reported in the balance sheet		\$ 28,213,049	\$ 18,306,627
Cash and cash equivalents classified as (non-current) assets (or disposal group) held for sale		29,283	-
Cash and cash equivalents at end of reporting period		<u>\$ 28,242,332</u>	<u>\$ 18,306,627</u>

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

CHENG UEI PRECISION INDUSTRY CO., LTD. AND SUBSIDIARIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED JUNE 30, 2026 AND 2025

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANIZATION

Cheng Uei Precision Industry Co., Ltd. (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.) on July 14, 1986 and has begun operations on July 31, 1986. The Company and its subsidiaries (collectively referred herein as the “Group”) are engaged in the manufacture of cable assemblies, connectors, battery packs, and power modules, investment and development of power plant and cleaning energy services. Effective September 1999, the shares of the Company were listed on the Taiwan Stock Exchange.

2. THE DATE OF AUTHORISATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORISATION

These consolidated financial statements were authorized for issuance by the Board of Directors on August 13, 2026.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS[®]”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC effective and became effective from 2026 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’	January 1, 2026
Amendments to IFRS 9 and IFRS 7, ‘Contracts referencing nature-dependent electricity’	January 1, 2026
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9— comparative information’	January 1, 2023
Annual Improvements to IFRS Accounting Standards — Volume 11	January 1, 2026

Except for the following, the above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’

Update the disclosures for equity instruments designated at fair value through other comprehensive income (FVOCI). The entity shall disclose the fair value of each class of investment and is no longer required to disclose the fair value of each investment. In addition, the amendments require the entity to disclose the fair value gain or loss presented in other comprehensive income during the period, showing separately the fair value gain or loss related to investments derecognised during the reporting period and the fair value gain or loss related to investments held at the end of the reporting period; and any transfers of the cumulative gain or loss within equity during the reporting period related to the investments derecognised during that reporting period.

(2) Effect of new issuances of or amendments to IFRSs Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2027 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027 (Note 1)
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027
Amendments to IAS 21, 'Translation to a Hyperinflationary Presentation Currency'	January 1, 2027
Amendments to IAS 28, 'Amendments to the fair value option in IAS28 investments in associates and joint ventures'	January 1, 2027 (Note 2)

Note 1 : The entities shall apply IFRS 18 starting from January 1, 2028. Additionally, entities can choose to adopt IFRS 18 earlier.

Note 2 : The entities shall apply the amendment simultaneously with IFRS 18.

Except for the following, the above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

IFRS 18, 'Presentation and disclosure in financial statements'

IFRS 18, 'Presentation and disclosure in financial statements' replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

(3) IFRSs Accounting Standards issued by the IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
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 International Accounting Standards Board
IFRS 20, ‘Regulatory assets and regulatory liabilities’	January 1, 2029

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2025, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

- A. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim financial reporting’ that came into effect as endorsed by the FSC.
- B. These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2025.

(2) Basis of preparation

- A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
 - (a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
 - (b) Financial assets at fair value through other comprehensive income.
 - (c) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligations.
- B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC[®] Interpretations, and SIC[®] Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

Basis for preparation for the current period financial statements and the 2025 consolidated financial statements are the same.

B. Subsidiaries included in the consolidated financial statements:

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2026	December 31, 2025	June 30, 2025	
The Company	CU International Ltd. (CU)	Manufacture of electronic parts and components and holding company and reinvestment business	100	100	100	Notes 1, 2
The Company	Culink International Ltd. (CULINK)	Holding company and reinvestment business	100	100	100	
The Company	Foxlink International Investment Ltd. (FII)	Holding company and reinvestment business	100	100	100	Notes 1, 2
The Company	Fu Uei International Investment Ltd. (FUII)	Holding company and reinvestment business	100	100	100	Notes 1, 2
The Company	Darts Technologies Corporation (Darts)	Manufacture and sales of wired and wireless communication devices	97	97	97	
The Company	DU Precision Industry Co., Ltd. (DU Precision)	Manufacture and sales of electronic parts and components	100	100	100	
The Company	Foxlink Technology Ltd. (FOXLINK TECH)	Holding company and reinvestment business	100	100	100	
The Company	Suntain Co., Ltd. (Suntain)	Electroplating processing services	100	100	100	
The Company	SINOBEST BROTHERS LIMITED (SINOBEST)	Holding company and reinvestment business	85.19	85.19	85.19	
The Company	FOXLINK ARIZONA INC. (FOXLINK ARIZONA)	Energy service management	100	100	100	
The Company	UBILINK AI CO., LTD. (UBILINK)	Computer software services	53.75	53.75	41	Note 11
The Company	MICROLINK COMMUNICATIONS INC. (MICROLINK)	Trading and manufacturing	100	100	100	Notes 4, 13
The Company	FOXLINK TEXAS INC. (FOXLINK TEXAS)	Trading and manufacturing	100	100	-	Note 4
The Company	Synergy Co., Ltd.(Synergy)	Energy service management	50	-	-	Note 12
CU	Fugang Electronic (Dongguan) Co., Ltd. (FGEDG)	Manufacture and sales of electronic parts and components	100	100	100	Notes 1, 2
CU	New Start Industries Ltd. (NEW START)	Holding company and reinvestment business	100	100	100	
CU	Fugang Electric (Kunshan) Co., Ltd. (FGEKS)	Manufacture and sales of electronic parts and components	100	100	100	Notes 1, 2
CU	Dong Guan Fu Shi Chang Co., Ltd. (FSC)	Manufacture and sales of electronic parts and components	100	100	100	
CU	Culink Tianjin Co., Ltd. (CTJ)	Manufacture and sales of electronic parts and components	25	25	25	

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2026	December 31, 2025	June 30, 2025	
CU	Foxlink Automotive Technology (Kunshan) Co., Ltd. (KAFE)	Manufacture and sales of electronic parts and components	49.98	49.98	49.98	
CU	Dongguan Fuqiang Electronics Co., Ltd. (DGFQ)	Manufacture and sales of electronic parts and components	83.17	83.17	83.17	Notes 1, 2
CU	Foxlink Energy (Tianjin) Ltd. (FETJ)	Manufacture and sales of electronic parts and components	100	100	100	
CU	Solteras Limited (SOLTERAS)	General investments holding	100	100	100	
CU	Fushineng Electronics (Kunshan) Co., Ltd.(Fushineng Kunshan)	Manufacture and sales of electronic parts and components	100	100	100	
CU	FUJIXANG ELECTRONICS (KUNSHAN) CO., LTD.(Fu Shi Xiang Research &Development Center(Kunshan)Co., Ltd. (Fu Shi Xiang Kunshan))	Manufacture and sales of electronic parts and components	100	100	100	
CU	Fu Gang Electronic (Nan Chang) Co., Ltd. (FENC)	Manufacture and sales of electronic parts and components	72	72	72	
CU	Fuqiang Electric (YANCHENG) Co., Ltd. (FQ YANCHENG)	Manufacture and sales of electronic parts and components	-	-	100	Note 6
CU	Fugang Electric (MAANSHAN) Co., Ltd. (FG MAANSHAN)	Manufacture and sales of electronic parts and components	32.86	32.86	32.86	
CU	Kunshan Fugang Investment Co., Ltd. (Kunshan Fugang Investment)	Holding company and reinvestment business	100	100	100	
CU	FOXLINK TECHNICAL INDIA PRIVATE LIMITED (FOXLINK INDIA)	Manufacture and sales of electronic parts and components	34.45	34.45	34.45	
CU	Fugang Electric (XuZhou) Co., Ltd. (FG XuZhou)	Manufacture and sales of electronic parts and components	27.94	27.94	27.94	Notes 1, 2
FGEDG	FOXLINK DA NANG ELECTRONICS CO., LTD. (FDN)	Manufacture and sales of electronic parts and components	18.18	18.18	-	Notes 4, 22
NEW START	Foxlink Tianjin Co., Ltd. (FTJ)	Manufacture and sales of electronic parts and components	100	100	100	
NEW START	Culink Tianjin Co., Ltd. (CTJ)	Manufacture and sales of electronic parts and components	75	75	75	
NEW START	Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd. (Xinwei)	General investments holding	50	50	50	
NEW START	Fugang Electric (XuZhou) Co., Ltd. (FG XuZhou)	Manufacture and sales of electronic parts and components	24.85	24.85	24.85	Notes 1, 2
FTJ	Foxlink Automotive Technology (Kunshan) Co., Ltd. (KAFE)	Manufacture and sales of electronic parts and components	50.02	50.02	50.02	
FTJ	Fu Gang Electronic (Nan Chang) Co., Ltd. (FENC)	Manufacture and sales of electronic parts and components	28	28	28	
FTJ	Fugang Electric (MAANSHAN) Co., Ltd. (FG MAANSHAN)	Manufacture and sales of electronic parts and components	50.71	50.71	50.71	
KAFE	Suzhou Keyu Rui Automobile Technology Co., Ltd. (Keyu Rui)	Trading and manufacturing	-	-	-	Note 6
KAFE	Foxlink Automotive Technology Co., Ltd. (FAT)	Manufacture and sales of electronic parts and components	100	100	100	
CULINK	PACIFIC WEALTH LIMITED (PACIFIC WEALTH)	Holding company and reinvestment business	100	100	100	
CULINK	FOXLINK TECHNICAL INDIA PRIVATE LIMITED (FOXLINK INDIA)	Manufacture and sales of electronic parts and components	65.55	65.55	65.55	

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2026	December 31, 2025	June 30, 2025	
CULINK	FOXLINK POWERBANK INTERNATIONAL TECHNOLOGY PRIVATE LIMITED (FOXLINK POWERBANK)	Manufacture and sales of electronic parts and components	0.73	0.73	0.73	
CULINK	GLORYTEK SCIENCE INDIA PRIVATE LIMITED (GLORY SCIENCE INDIA)	Manufacture and sales of the components of communication and consumer electronics	0.73	0.73	0.73	
CULINK	FUGANG ELECTRIC (XUZHOU) CO., LTD. (FG XUZHOU)	Manufacture and sales of electronic parts and components	47.21	47.21	47.21	Notes 1, 2
PACIFIC WEALTH	FOXLINK INTERNATIONAL INC. (FOXLINK)	Trading business	100	100	100	Notes 1, 2
Kunshan Fugang Investment	Dongguan Fuqiang Electronics Co., Ltd. (DGFQ)	Manufacture and sales of electronic parts and components	16.83	16.83	16.83	Notes 1, 2
Kunshan Fugang Investment	Fuqiang Electric (MAANSHAN) Co., Ltd. (FQ MAANSHAN)	Manufacture and sales of electronic parts and components	100	100	100	
Kunshan Fugang Investment	Fugang Electric (MAANSHAN) Co., Ltd. (FG MAANSHAN)	Manufacture and sales of electronic parts and components	16.43	16.43	16.43	
Kunshan Fugang Investment	Xingyong Intelligent Technology (Hangzhou) Co., Ltd. (Xingyong Hangzhou)	Manufacture and sales of electronic parts and components	100	-	-	Note 3
Kunshan Fugang Investment	Xingchong Intelligent Technology (Dongguan) Co., Ltd. (Xingyong Dongguan)	Manufacture and sales of electronic parts and components	100	-	-	Note 3
FII	World Circuit Technology Co., Ltd. (WCT)	Manufacture and sales of electronic parts and componerits and flexible printed circuit	69.56	69.56	69.56	
FII	FIT Holding Co., Ltd. (FIT Holding)	Holding company and reinvestment business	23.67	23.67	23.67	Notes 1, 2
FII	FOXLINK INDIA ELECTRIC PRIVATE LIMITED (FIE)	Manufacture and sales of electronic parts and components	11.60	11.60	11.60	Note 16
FII	FOXLINK VIETNAM CO., LTD. (FV)	Manufacture and sales of electronic parts and components	100	100	100	
FII	FOXLINK DA NANG ELECTORNICS CO., LTD. (FDN)	Manufacture and sales of electronic parts and components	81.82	81.82	100	Note 22
FII	FOXLINK DA NANG TECHNOLOGY Co., LTD. (FDT)	Manufacture and sales of electronic parts and components	100	100	-	Note 4
FII	SYNCRBOTIC CO., LTD. (SYNCRBOTIC)	Sales of electronic parts and components	100	100	100	Note 14
WCT	VALUE SUCCESS LIMITED (VALUE SUCCESS)	Holding company and reinvestment business	100	100	100	
VALUE SUCCESS	CAPITAL GUARDIAN LIMITED (CAPITAL)	Holding company and reinvestment business	100	100	100	
CAPITAL	World Circuit Technology (Hong Kong) Limited (WCTHK)	Holding company and reinvestment business	100	100	100	
Darts	BENEFIT RIGHT LTD. (BENEFIT)	Holding company and reinvestment business	100	100	100	
BENEFIT	POWER CHANNEL LIMITED (POWER)	Holding company and reinvestment business	64.25	64.25	64.25	Note 1
DU Precision	CE Link International Ltd. (CELINK)	Manufacture and sales of electronic parts and components	100	100	100	
FOXLINK TECH	SINOBEST BROTHERS LIMITED (SINOBEST)	Holding company and reinvestment business	14.81	14.81	14.81	

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2026	December 31, 2025	June 30, 2025	
SINOBEST	FOXLINK MYANMAR COMPANY LIMITED (FOXLINK MYANMAR)	Manufacture and sales of electronic parts and components	100	100	100	Note 7
MICROLINK	MICROLINK DA NANG COMMUNICATION COMPANY LIMITED (MDN)	Manufacture and sales of electronic parts and components	100	100	-	Note 4
Synergy	Billion Sun Energy StorageTechnologies Inc.(Billion Sun Energy Storage)	Energy technical services	40	40	-	Notes 4, 17
Synergy	Xinwei Power Co., Ltd.(Xinwei Power)	Electric Power Generation	100	100	-	Notes 4, 20
FUII	Studio A Inc. (Studio A)	Sales of 3C products	51	51	51	
FUII	VA Product Inc. (VA)	Sales of electronic parts and components	100	100	100	
FUII	Zhi De Investment Co., Ltd. (Zhi De Investment)	Holding company and reinvestment business	100	100	100	Notes 1, 2
FUII	Shinfox Energy Co., Ltd. (Shinfox)	Energy service management	8.01	8.01	8.01	Notes 1, 2, 10
FUII	FIT Holding Co., Ltd. (FIT Holding)	Holding company and reinvestment business	5.97	5.97	5.97	Notes 1, 2
FUII	FOXLINK INDIA ELECTRIC PRIVATE LIMITED (FIE)	Manufacture and sales of electronic parts and components	88.40	88.40	88.40	Note 16
FUII	X2 CLOUD INC.(X2)	Security software services	60	60	60	Note 4
Zhi De Investment	FIT Holding Co., Ltd. (FIT Holding)	Holding company and reinvestment business	8.55	8.55	8.55	Notes 1, 2
Studio A	Straight A Inc. (Straight A)	Sales of electronic parts and components	100	100	100	
Studio A	Studio A Technology Limited (Studio A Hong Kong)	Sales of 3C products	51	51	51	
Studio A	Jing Jing Technology Co., Ltd. (Jing Jing)	Sales of electronic parts and components	100	100	100	
Studio A	Kunshan Fugang Electric Trading Co., Ltd. (KFET)	Sales of electronic parts and components	100	100	-	Notes 4, 19
Studio A Hong Kong	ASHOP CO., LTD. (ASHOP)	Sales of electronic parts and components	100	100	100	
Studio A Hong Kong	STRAIGHT A LIMITED (Straight A Hong Kong)	Sales of electronic parts and components	100	100	100	
FGEKS	Kunshan Fugang Electric Trading Co., Ltd. (KFET)	Sales of electronic parts and components	-	-	51	Notes 6, 19
KFET	Shanghai Fugang Electric Trading Co., Ltd. (SFET)	Sales of electronic parts and components	100	100	100	
KFET	Kunshan Fu Shi You Trading Co., Ltd. (KFSY)	Sales of electronic parts and components	100	100	100	
KFET	Shanghai Standard Information Technology Co., Ltd. (Shanghai Standard)	Sales of electronic parts and components	100	100	100	
KFET	Changzhou Fugang Digital Technology Co., Ltd (Changzhou Digital)	Sales of electronic parts and components	100	100	100	Note 4
KFET	Hefei Jingshi Digital Technology Co., Ltd (Hefei Digital)	Sales of electronic parts and components	100	100	100	Note 4
KFET	Yangzhou Biaogan Digital Technology Co., Ltd (Yangzhou Digital)	Sales of electronic parts and components	100	100	100	Note 4

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2026	December 31, 2025	June 30, 2025	
FIT Holding	Power Quotient International Co., Ltd. (PQI)	Manufacture and sales of electronic parts and components	100	100	100	Notes 1, 2
FIT Holding	Foxlink Image Technology Co., Ltd. (Foxlink Image)	Manufacture of image scanners and multifunction printers	100	100	100	Notes 1, 2
FIT Holding	Glory Science Co., Ltd. (Glory Science)	Production and processing and sale of optical lens components and other products	100	100	100	Notes 1, 2
FIT Holding	Shih Fong Power Co., Ltd. (Shih Fong)	Hydropower	16.30	16.30	16.30	Note 9
FIT Holding	Synergy Co., Ltd. (Synergy)	Energy service management	2.30	2.30	2.30	Note 12
PQI	Power Quotient International (H.K.) Co., Ltd. (PQI H.K.)	Sales of electronic parts and components	100	100	100	
PQI	PQI JAPAN CO., LTD. (PQI JAPAN)	Sales of electronic parts and components	100	100	100	
PQI	SYSCOM DEVELOPMENT CO., LTD. (SYSCOM)	Holding company and reinvestment business	100	100	100	
PQI	APIX LIMITED (APIX)	Holding company and reinvestment business	100	100	100	
PQI	Shinfox Energy Co. Ltd. (Shinfox)	Energy service management	37.49	37.49	37.49	Notes 1, 2, 10
SYSCOM	FOXLINK POWERBANK INTERNATIONAL TECHNOLOGY PRIVATE LIMITED (FOXLINK POWERBANK)	Manufacture and sales of electronic parts and components	99.27	99.27	99.27	
APIX	Sinocity Industries Limited (Sinocity)	Sales of 3C products	100	100	100	Notes 1, 2, 7
APIX	PERENNIAL ACE LIMITED (Perennial)	General investments holding	100	100	100	
Sinocity Industries	DG LIFESTYLE STORE LIMITED (DG)	Sales of 3C products	-	-	100	Notes 2, 6
Perennial	Studio A Technology Limited (Studio A Hong Kong)	Sales of 3C products	24.50	24.50	24.50	
Shinfox	Foxwell Energy Corporation Ltd. (Foxwell Energy)	Energy service management	100	100	100	Notes 1, 2
Shinfox	Shinfox Natural Gas Co., Ltd. (Shinfox Natural Gas)	Energy service management	80	80	80	
Shinfox	Kunshan Jiuwei Info Tech Co., Ltd. (Kunshan Jiuwei)	Supply chain finance energy service management	100	100	100	
Shinfox	Foxwell Power Co., Ltd. (Foxwell Power)	Energy service management	28.93	49.36	65.87	Notes 1, 2, 15
Shinfox	Jiuwei Power Co., Ltd. (Jiuwei Power)	Natural gas power generation	100	100	100	Note 2
Shinfox	Elegant Energy TECH Co., Ltd. (Elegant Energy)	Energy service management	100	100	100	
Shinfox	Yuanshan Forest Natural Resources Co., Ltd. (Yuanshan Forest)	Afforestation	100	100	100	

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2026	December 31, 2025	June 30, 2025	
Shinfox	Guanwei Power Co., Ltd (Guanwei Power)	Electric Power Generation	51	51	51	
Shinfox	Jun Wei Technology Co.,Ltd (Jun Wei)	Electric Power Generation	100	100	100	
Shinfox	SHINFOX FAR EAST COMPANY PTE. LTD. (SFE)	Marine engineering	67	67	67	Notes 1, 2, 23, 30
Shinfox	Eastern Rainbow Green Energy Environmental Technology Co., Ltd.(Eastern Rainbow Green Energy)	Energy technical services	-	56.63	56.63	Note 27
Shinfox	UBILINK AI CO., LTD. (UBILINK)	Computer software services	-	13.20	10	Note 11
Shinfox	Chengdu Xinfuwei Energy Co., Ltd. (Chengdu Xinfuwei)	Electric Power Generation	100	100	100	Note 26
Shinfox	FOX NAM ENERGY CO., LTD. (FOX NAM)	Electric Power Generation	100	100	100	Note 25
Shinfox	Youde Wind Power Co., Ltd. (Youde Wind Power)	Electric Power Generation	71.66	70.04	70.04	Note 24
Shinfox	Synergy Co., Ltd. (Synergy)	Energy service management	-	50	50	Note 12
Foxwell Energy	Xinwei Power Co., Ltd. (Xinwei Power)	Electric Power Generation	-	-	100	Notes 6, 20
Foxwell Energy	Youde Wind Power Co., Ltd. (Youde Wind Power)	Electric Power Generation	28.34	29.96	29.96	Note 24
Foxwell Power	Foxwell Certification Co., Ltd. (Foxwell Certification)	Energy technical services	-	95.50	95.50	Note 28
Foxwell Power	Billion Sun Energy Storage Technologies Inc. (Billion Sun Energy Storage)	Energy technical services	30	30	100	Notes 4, 17
Foxwell Power	Huijie Energy Co., Ltd. (Huijie Energy)	Energy technical services	100	100	100	Notes 4, 21
Foxwell Power	Smart Power System Ltd. (Smart Power System)	Energy technical services	51	51	-	Notes 1, 4
Foxwell Power	Cheng Shin Digital CO., LTD. (Cheng Shin Digital)	Energy technical services	100	-	-	Note 29
Smart Power System	Zhixin Energy Co., Ltd. (Zhixin Energy)	Energy storage and management services	100	100	-	Notes 1, 4
Smart Power System	Smart Power System Australia PTY. Ltd. (Smart Power)	Energy technical services	100	100	-	Notes 1, 4
SFE	SFE HERCULES COMPANY CORPORATIONS (SFEH)	Marine Engineering	100	100	100	Notes 1, 2
SFE	Shinfox Far East (Taiwan) Company Pty Ltd (SFET)	Marine Engineering	100	100	100	Notes 1

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2026	December 31, 2025	June 30, 2025	
SFE	SFE DEVELOPER COMPANY CORPORATION (SFED)	Marine Engineering	100	100	100	Notes 1,2,4,18
Eastern Rainbow Green Energy	Eastern Rainbow Environmental Resource Co., Ltd. (Eastern Rainbow Environmental)	Energy technical services	-	100	100	Note 27
Eastern Rainbow Green Energy	KunShan Eastern Rainbow Environmental Equipment CO., Ltd. (KunShan Eastern Rainbow)	Energy technical services	-	100	100	Note 27
PQI H.K.	Power Quotient Technology (YANCHENG) Co., Ltd. (PQI YANCHENG)	Manufacture and sales of electronic parts and components	100	100	100	Notes 1, 2
PQI YANCHENG	PQI (Xuzhou) New Energy Co., Ltd. (PQI (Xuzhou))	Manufacture and sales of electronic parts and components	-	-	100	Note 6
Foxlink Image	ACCU-IMAGE TECHNOLOGY LIMITED (AITL)	Manufacture of image scanners and multifunction printers	100	100	100	Notes 1, 2
Foxlink Image	Shih Fong Power Co., Ltd. (Shih Fong)	Hydropower	34.70	34.70	34.70	Notes 1, 2, 9
Foxlink Image	Shinfox Energy Co., Ltd. (Shinfox)	Energy service management	6.67	6.67	6.67	Notes 1, 2, 10
AITL	POWER CHANNEL LIMITED (POWER)	Holding company and reinvestment business	35.75	35.75	35.75	Note 1
AITL	Dongguan Fu Wei Electronics Co., Ltd. (Dongguan Fu Wei)	Manufacture and of image scanners and multifunction printers	100	100	100	Notes 1, 2
AITL	Dong Guan Fu Zhang Precision Industry Co., Ltd. (DGFZ)	Mould development and moulding tool manufacture	100	100	100	
AITL	Wei Hai Fu Kang Electric Co., Ltd. (WHFK)	Manufacture and sales of parts and moulds of photocopiers and scanners	100	100	100	Notes 1, 2
AITL	Dong Guan HanYang Computer Co., Ltd. (DGHY)	Manufacture of image scanners and multifunction printers and investment of real estate	100	100	100	
Glory Science	GLORY TEK (BVI) CO., LTD. (GLORY TEK)	Holding company and reinvestment business	100	100	100	Notes 1, 2
GLORY TEK	GLORY OPTICS (BVI) CO., LTD. (GLORY OPTICS)	Trading business	100	100	100	Notes 1, 2
GLORY TEK	GLORY TEK (SAMOA) CO., LTD. (GLORY TEK (SAMOA))	Holding company and reinvestment business	100	100	100	Notes 1, 2
GLORY TEK	GLORYTEK SCIENCE INDIA PRIVATE LIMITED (GLORYTEK SCIENCE INDIA)	Manufacture and sales of the components of communication and consumer electronics	99.27	99.27	99.27	Notes 1, 2
GLORY TEK (SAMOA)	Glorytek (Suzhou) Co., Ltd. (Glorytek Suzhou)	Production and processing and sale of optical lens components and other products	100	100	100	Notes 1, 2
GLORY TEK (SAMOA)	Glory Optics (Yancheng) Co., Ltd. (GOYC)	Production and processing and sale of optical lens components and other products	46.82	46.82	46.82	Notes 1, 2, 8
GLORY OPTICS	Glorytek (Yancheng) Co., Ltd. (Glorytek Yancheng)	Production and processing and sale of optical lens components and other products	100	100	100	Notes 1, 2
Glorytek Yancheng	Yancheng Yaowei Technology Co., Ltd. (YYWT)	Production and processing and sale of optical lens components and other products	-	100	100	Notes 2, 5
GLORY Suzhou	Glory Optics (Yancheng) Co., Ltd. (GOYC)	Production and processing and sale of optical lens components and other products	53.18	53.18	53.18	Notes 1, 2, 8

- Note 1: The financial statements for the six months ended June 30, 2026 were reviewed by the independent auditors of the company.
- Note 2: The financial statements for the six months ended June 30, 2025 were reviewed by the independent auditors of the company.
- Note 3: Investment or incorporation began in 2026.
- Note 4: Investment or incorporation began in 2025.
- Note 5: Dissolved or liquidated in 2026.
- Note 6: Dissolved or liquidated in 2025.
- Note 7: It adopts a fiscal year ending March 31. For the preparation of consolidated financial statements, the Company had required FOXLINK MYANMAR, and PQI had required Sinocity and DG as consolidated entities to prepare financial statements with balance sheet date on December 31 to conform to the balance sheet date of the consolidated financial statements.
- Note 8: GLORY TEK (SAMOA) and Glorytek Suzhou jointly held 100% equity interest in GOYC.
- Note 9: FIT Holding and Foxlink Image jointly held 51% equity interest in Shih Fong.
- Note 10: Foxlink Image and FUII participated in Shinfox's cash capital increase in March 2025. After the capital increase, Foxlink Image and FUII held 6.67% and 8.01% equity interest, respectively. The Group's subsidiaries, Foxlink Image, FUII and PQI, jointly held 52.17% equity interest in Shinfox, and had control over the entity, thus, the entity was recorded as the consolidated entity.
- Note 11: The Company and Shinfox participated in UBILINK's capital increase in July 2025. After the capital increase, the Company and Shinfox held 53.75% and 13.20% equity interest, respectively, and they combined held 66.95% equity interest in UBILINK. In June 2026, Shinfox disposed all equity interests in UBILINK, and the Group's shareholding ratio decreased to 53.75%.
- Note 12: In January 2025, Shinfox participated in the cash capital increase of Synergy. Following the capital increase, FIT holding and Shinfox held 2.3% and 50% of the shares, respectively, representing a combined equity interest of 52.3%. As the Group secured more than half of the board seats, it obtained control over Synergy. In April 2026, the Company acquired the 50% equity interests of Synergy held by Shinfox. While the Group's shareholding ratio remains unchanged, the Group retains control over Synergy.
- Note 13: In March 2025, the Company acquired 100% equity interest in MICROLINK. Since the equity purchase transaction is not considered as a purchase of business, the transaction is processed through the method of asset acquisition. Refer to Note 7 for details.
- Note 14: FII originally held 15.38% equity interest in SYNCROBOTIC. In February 2025, FII acquired the remaining 84.62% equity interest from related parties, and FII obtained 100% equity interest in SYNCROBOTIC. Since the equity purchase transaction is not considered as a purchase of business, the transaction is processed through the method of

acquisition of assets. Refer to Note 7(2) for details.

- Note 15: On January 13, 2025, Foxwell Power increased capital by issuing new shares, and thus the Group's shareholding ratio decreased by 11.7%, which resulted in a decrease in the shareholding ratio to 65.87%. In addition, Foxwell Power issued 3,328,571 ordinary shares on July 1, 2025 to acquire the shares of Smart Power System. The Group did not subscribe to the shares proportionally to its interest, resulting in a decrease in equity interests by 2.97%, which resulted in a decrease in the shareholding ratio to 62.90%. In December 2025 and during the period from March to June 2026, the Group respectively disposed of 10,000 thousand shares and 14,982 thousand shares of Foxwell Power, resulting in a decrease in its ownership interest to 49.36% and 28.93%; however, the Group still retained control over Foxwell Power due to holding a majority of the board seats.
- Note 16: FUII increased its capital in FIE in May 2025. After the capital increment, FIE became a wholly-owned subsidiary of FII and FUII with 11.6% and 88.4% ownership, respectively.
- Note 17: On August 26, 2025, the Board of Directors has resolved Billion Sun Energy Storage to increase capital by issuing 123,800 new shares with the subscription price of NT\$10 (in dollars) per share. The capital increase was set effective on September 12, 2025. The total consideration of the Group's second-tier subsidiary, Foxwell Power, for share subscription amounted to \$322,400. As Foxwell Power did not subscribe to the shares proportionally to its interest, the shareholding ratio was changed from 100% to 30%, and therefore Foxwell Power lost its control over Billion Sun Energy Storage. In addition, the Group's subsidiary, Synergy, participated in the subscription of cash capital increase, thereby holding 40% equity interest in Billion Sun Energy Storage with a total consideration of \$593,200, and had control over Billion Sun Energy Storage.
- Note 18: In April 2025, the Group's second-tier subsidiary, SFE, provided the ships amounting to US\$9,920 thousand as capital to invest in SFED. The shareholding ratio remains at 100% after the capital increase.
- Note 19: In September 2025, Studio A acquired 100% equity interest in KFET.
- Note 20: In September 2025, Foxwell Energy disposed all equity interests in Xinwei Power to Synergy.
- Note 21: During 2025, the Group's second-tier subsidiary, Foxwell Power, acquired Huijie Energy. At the acquisition date, the project's construction of the site has not yet been started. Therefore, Huijie Energy did not meet the definition of a business for business acquisition. According to the regulations of IFRS 3, the accounting treatment for business combinations is not applicable.
- Note 22: FGEDG increased its capital in FDN in December 2025 in cash. After the capital increment, FDN became a wholly-owned subsidiary of FII and FGEDG with 81.82% and 18.18% ownership, respectively.

Note 23: After the financial statements for the year ended December 31, 2025 of the Group's second-tier subsidiary, Shinfox, were issued, several banks began to tighten monetary policy. In addition, the Taiwan Stock Exchange announced that Shinfox would become a full-cash delivery stock starting from April 7, 2026, resulting in a downgrade in its credit rating. The abovementioned matters caused the bills financial institutions and banks not only to stop the provision of new loans but also to demand the recovery of existing loans, which led to a significant impact on the overall financial structure. Furthermore, the installation suppliers of wind turbines required Foxwell Energy to prepay all estimated construction payments along with the additional amounts unilaterally claimed by the suppliers. Both amounts had to be reserved from the additional payments resulting from the performance dispute mediation case with Taiwan Power Company Limited, which significantly increased short-term capital procurement pressure. The additional payments originally planned could not support SFE and could only be used for construction and reserved for the suppliers of wind turbines in 2026. In summary, due to the impact of the overall operating environment and changes in the capital market and in order to protect the rights of shareholders and stakeholders, Shinfox and Foxwell Energy recognised a relevant loss amounting to \$12,572,837 from the endorsements and guarantees as well as loans to SFE since Shinfox was unable to support SFE to operate continuously based on its operational strategies and SFE was also unable to settle the unpaid amounts. However, according to Paragraph 86, Appendix B of IFRS 10, the assets and liabilities, equity, income, expenses and cash flows within the Group relating to transactions of the entities in the Group in the consolidated financial statements should be fully eliminated. Since Shinfox's shareholding ratio in SFE was 67% and its shareholding ratio in Foxwell Energy was 100%, the Company recognized the loss attributable to owners of parent amounting to \$1,031,865 based on its final indirect shareholding ratio of 24.87% in Shinfox in its financial statements for the six months ended June 30, 2026.

Note 24: On February 12, 2026, the Group's second-tier subsidiary, Shinfox, participated in the cash capital increase of Youde Wind Power amounting to \$40,000. After the capital increase, Shinfox and Foxwell Energy held 71.66% and 28.34% equity interest in Youde Wind Power, respectively, at a total shareholding ratio of 100% in Youde Wind Power.

Note 25: On January 21, 2026, the Board of Directors of the Group's second-tier subsidiary, Shinfox, resolved to dispose all equity interests in FOXNAM to Synergy. The transaction was regarded as a reorganization. As of August 14, 2026, the registration has not yet been completed.

Note 26: On January 21, 2026, the Board of Directors of the Group's second-tier subsidiary, Shinfox, resolved to dispose all equity interests in Chengdu Xinfu wei to Foxwell Power. The transaction was regarded as a reorganization. As of August 14, 2026, the registration has not yet been completed.

Note 27: On June 5, 2026, the Board of Directors of the Group's second-tier subsidiary, Shinfox, resolved to dispose all equity interests in Eastern Rainbow Green Energy and its subsidiaries to TOPCO SCIENTIFIC CO., LTD, and the shareholding ratio decreased to 0%. Accordingly, Shinfox loss its control over the company, and recognised gain on disposal arising from this transaction amounting to \$85,581.

Note 28: Due to operational considerations, the Group resolved in May 2026 to cease the business operations of its second-tier subsidiary, Foxwell Certification, pursuant to Article 128-1 of the Company Act, and commenced its dissolution and liquidation in accordance with the relevant laws. The recoverable investment price amounted to \$11,226 (recorded in 'other receivables'). As of August 14, 2026, the liquidation process has not yet been completed.

Note 29: The Group's second-tier subsidiary, Foxwell Power, previously held a 49% equity interest in Cheng Shin Digital Co., Ltd., and acquired the remaining 51% in April 2026, resulting in the Group obtaining control over the subsidiary. Since the transaction did not meet the definition of a business for business acquisition, the accounting treatment for business combinations is not applicable according to the regulations of IFRS 3.

Note 30: On July 6, 2026, the Board of Directors of the Group's second-tier subsidiary, SFE, resolved to petition the court for an adjudication of bankruptcy. Subsequently, a shareholders' special meeting and a creditors' meeting were held on August 4, 2026, where the liquidation plan and the appointment of liquidators were approved. The relevant procedures are currently in progress in accordance with the law. Furthermore, due to SFE's clear intention to cease operations, its financial statements for the second quarter of 2026 were prepared on a liquidation basis.

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates:

(a) Sinocity and DG are subsidiaries of PQI in Hong Kong and Macau, respectively, with balance sheet date of March 31. For the preparation of consolidated financial statements, PQI had required Sinocity and DG as consolidated entities to prepare financial statements with balance sheet date of December 31 to conform with the balance sheet date of the Group.

(b) FOXLINK MYANMAR is a subsidiary of SINOBEST in Myanmar with balance sheet date of March 31. For the preparation of consolidated financial statements, SINOBEST had required FOXLINK MYANMAR as consolidated entities to prepare financial statements with balance sheet date of December 31 to conform to the balance sheet date of the consolidated financial statements.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group:

As of June 30, 2026, December 31, 2025, and June 30, 2025, the non-controlling interest amounted to \$3,866,653 and \$2,880,060 and \$12,426,866, respectively. The information of non-controlling

interest and respective subsidiaries is as follows:

Name of subsidiary	Principal place of business	Non-controlling interest					
		June 30, 2026		December 31, 2025		June 30, 2025	
		Ownership		Ownership		Ownership	
		Amount	(%)	Amount	(%)	Amount	(%)
FIT Holding	Taiwan	\$ 1,928,304	61.81	\$ 1,346,736	61.81	\$ 3,522,364	61.81
Shinfox	Taiwan	(2,177,215)	75.13	660,184	75.13	6,103,489	75.13
		<u>(\$ 248,911)</u>		<u>\$ 2,006,920</u>		<u>\$ 9,625,853</u>	

Summarised financial information of the subsidiaries:

Balance sheets

	FIT Holding		
	June 30, 2026	December 31, 2025	June 30, 2025
Current assets	\$ 24,502,753	\$ 30,402,818	\$ 50,011,748
Non-current assets	29,568,189	31,486,066	28,460,002
Current liabilities	(42,831,544)	(46,005,785)	(44,556,344)
Non-current liabilities	(6,852,727)	(11,986,738)	(17,419,166)
Total net assets	<u>\$ 4,386,671</u>	<u>\$ 3,896,361</u>	<u>\$ 16,496,240</u>

	Shinfox		
	June 30, 2026	December 31, 2025	June 30, 2025
Current assets	\$ 17,372,204	\$ 22,326,894	\$ 44,514,853
Non-current assets	16,948,982	22,696,900	19,056,991
Current liabilities	(35,176,516)	(39,600,185)	(37,840,996)
Non-current liabilities	(2,203,763)	(5,382,071)	(12,195,476)
Total net (liabilities) assets	<u>(\$ 3,059,093)</u>	<u>\$ 41,538</u>	<u>\$ 13,535,372</u>

Statements of comprehensive income

	FIT Holding	
	Three months ended June 30,	
	2026	2025
Revenue	\$ 3,567,568	\$ 8,110,299
Loss before income tax	(813,855)	(6,998,921)
Income tax (expense) benefit	(910,936)	653,406
Loss for the period	(1,724,791)	(6,345,515)
Other comprehensive (loss) income (net of tax)	173,192	(69,660)
Total comprehensive loss for the period	<u>(\$ 1,551,599)</u>	<u>(\$ 6,415,175)</u>
Comprehensive loss attributable to non-controlling interest	<u>(\$ 2,743,727)</u>	<u>(\$ 3,941,509)</u>
Dividends paid to non-controlling interest	<u>\$ -</u>	<u>\$ -</u>

		FIT Holding	
		Six months ended June 30,	
		2026	2025
Revenue		\$ 9,520,436	\$ 15,480,937
Profit (loss) before income tax		935,567	(6,470,267)
Income tax (expense) benefit		(1,006,450)	524,871
Loss for the period		(70,883)	(5,945,396)
Other comprehensive (loss) income (net of tax)		83,147	(832,179)
Total comprehensive income (loss) for the period		\$ 12,264	(\$ 6,777,575)
Comprehensive loss attributable to non-controlling interest		(\$ 683,561)	(\$ 3,756,617)
Dividends paid to non-controlling interest		\$ -	\$ -

		Shinfox	
		Three months ended June 30,	
		2026	2025
Revenue		\$ 1,952,616	\$ 6,815,399
Loss before income tax		(4,437,641)	(7,101,308)
Income tax (expense) benefit		(359,099)	759,173
Loss for the period		(4,796,740)	(6,342,135)
Other comprehensive (loss) income (net of tax)		(30,495)	499,617
Total comprehensive loss for the period		(\$ 4,827,235)	(\$ 5,842,518)
Comprehensive loss attributable to non-controlling interest		(\$ 103,842)	(\$ 1,539,477)
Dividends paid to non-controlling interest		\$ -	\$ -

		Shinfox	
		Six months ended June 30,	
		2026	2025
Revenue		\$ 6,142,474	\$ 12,509,502
Loss before income tax		(3,087,362)	(6,750,244)
Income tax (expense) benefit		(394,197)	660,558
Loss for the period		(3,481,559)	(6,089,686)
Other comprehensive (loss) income (net of tax)		(131,255)	519,130
Total comprehensive loss for the period		(\$ 3,612,814)	(\$ 5,570,556)
Comprehensive income (loss) attributable to non-controlling interest		\$ 3,025,000	(\$ 1,461,329)
Dividends paid to non-controlling interest		\$ -	\$ -

Statements of cash flow

	FIT Holding	
	Six months ended June 30,	
	2026	2025
Net cash provided by (used in) operating activities	\$ 1,820,466	(\$ 9,097,159)
Net cash provided by (used in) investing activities	2,599,259	(6,130,455)
Net cash (used in) provided by financing activities	(8,057,424)	15,735,352
Effect of exchange rates on cash and cash equivalents	40,343	318,513
(Decrease) increase in cash and cash equivalents	(3,597,356)	826,251
Cash and cash equivalents, beginning of period	7,746,562	7,928,276
Cash and cash equivalents, end of period	<u>\$ 4,149,206</u>	<u>\$ 8,754,527</u>

	Shinfox	
	Six months ended June 30,	
	2026	2025
Net cash provided by (used in) operating activities	\$ 1,562,443	(\$ 9,619,985)
Net cash provided by (used in) investing activities	2,771,131	(6,174,558)
Net cash (used in) provided by financing activities	(6,698,888)	16,364,201
Effect of exchange rates on cash and cash equivalents	(136,294)	580,367
(Decrease) increase in cash and cash equivalents	(2,501,608)	1,150,025
Cash and cash equivalents, beginning of period	3,371,913	4,820,258
Cash and cash equivalents, end of period	<u>\$ 870,305</u>	<u>\$ 5,970,283</u>

(4) Non-current assets (or disposal groups) held for sale

Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction rather than through continuing use, and a sale is considered highly probable. They are stated at the lower of carrying amount and fair value less costs to sell.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

There was no significant change in the reporting period. Please refer to Note 5 in the consolidated financial statements for the year ended December 31, 2025.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand and revolving funds	\$ 18,991	\$ 144,242	\$ 31,388
Checking accounts and demand deposits	17,783,047	10,240,469	7,349,999
Cash equivalents			
Time deposits	10,411,011	9,414,363	10,925,240
Total	<u>\$ 28,213,049</u>	<u>\$ 19,799,074</u>	<u>\$ 18,306,627</u>

- A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
- B. As of June 30, 2026, December 31, 2025, and June 30, 2025, cash and cash equivalents amounting to \$2,858,723, \$6,108,513 and \$7,990,303, respectively, were restricted due to construction performance security deposit, guarantee for bonds, short-term borrowings, guaranteed bill and performance security deposit, and were classified as financial assets at amortised cost.

(2) Financial assets at fair value through profit or loss

Item	June 30, 2026	December 31, 2025	June 30, 2025
Current items:			
Financial assets at fair value through profit or loss			
Derivative instruments-call options of convertible corporate bonds payable	\$ 2,641	\$ 2,641	\$ 2,641
Listed stocks	-	605	721
	2,641	3,246	3,362
Valuation adjustment	(2,641)	(2,507)	(1,930)
	\$ -	\$ 739	\$ 1,432

- A. Amounts recognised in profit or loss in relation to financial assets at fair value through profit or loss are listed below:

	Three months ended June 30,	
	2026	2025
Financial assets mandatorily measured at fair value through profit or loss		
Derivative instruments - call options of convertible corporate bonds payable	\$ -	(\$ 204)
Listed stocks	-	(142)
	\$ -	(\$ 346)
	Six months ended June 30,	
	2026	2025
Financial assets mandatorily measured at fair value through profit or loss		
Derivative instruments - call options of convertible corporate bonds payable	\$ -	(\$ 2,235)
Listed stocks	8	285
	\$ 8	(\$ 1,950)

- B. The Group has no financial assets at fair value through profit or loss pledged to others as collateral.
- C. Information relating to credit risk of financial assets at fair value through profit or loss is provided in Note 12(2).

(3) Financial assets at fair value through other comprehensive income

Items	June 30, 2026	December 31, 2025	June 30, 2025
Non-current items:			
Equity instruments			
Unlisted stocks	\$ 1,228,022	\$ 1,370,717	\$ 1,331,703
Listed stocks	323,491	323,491	323,491
Valuation adjustment	(147,251)	(237,393)	(274,078)
	<u>\$ 1,404,262</u>	<u>\$ 1,456,815</u>	<u>\$ 1,381,116</u>

A. The Group has elected to classify equity instruments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. As of June 30, 2026, December 31, 2025, and June 30, 2025, the fair value of such investments amounted to \$1,404,262, \$1,456,815 and \$1,381,116, respectively.

B. Amounts recognised in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	Three months ended June 30,	
	2026	2025
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ 46,081	(\$ 4,891)
Cumulative losses reclassified to retained earnings due to derecognition	\$ 10,821	\$ -
Decrease in non-controlling interests due to derecognition of cumulative earnings	\$ 10,821	\$ -
	Six months ended June 30,	
	2026	2025
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	\$ 47,729	\$ 4,892
Cumulative losses reclassified to retained earnings due to derecognition	\$ 10,821	\$ -
Decrease in non-controlling interests due to derecognition of cumulative earnings	\$ 10,821	\$ -

C. The Group has no financial assets at fair value through other comprehensive income pledged to others as collateral.

D. Information relating to credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2).

(4) Financial assets at amortised cost

Items	June 30, 2026	December 31, 2025	June 30, 2025
Current items:			
Pledged time deposits	\$ 1,724,239	\$ 3,767,394	\$ 5,989,413
Time deposits maturing over three months	1,369,537	2,261,843	595,013
Restricted deposits	948,357	1,183,243	1,821,378
	<u>\$ 4,042,133</u>	<u>\$ 7,212,480</u>	<u>\$ 8,405,804</u>
Non-current items:			
Restricted deposits	\$ 102,833	\$ 1,074,604	\$ 68,390
Pledged time deposits	83,294	83,272	111,122
Time deposits maturing over one year	1,046	1,046	827,745
	<u>\$ 187,173</u>	<u>\$ 1,158,922</u>	<u>\$ 1,007,257</u>

A. Amounts recognised in profit or loss in relation to financial assets at amortised cost are listed below:

	Three months ended June 30,	
	2026	2025
Interest income	<u>\$ 20,648</u>	<u>\$ 47,563</u>
	Six months ended June 30,	
	2026	2025
Interest income	<u>\$ 57,344</u>	<u>\$ 79,881</u>

- B. As at June 30, 2026, December 31, 2025, and June 30, 2025, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortised cost held by the Group was \$4,229,306, \$8,371,402 and \$9,413,061, respectively.
- C. Details of the Group's financial assets at amortised cost pledged to others as collateral are provided in Note 8.
- D. Information relating to credit risk of financial assets at amortised cost is provided in Note 12(2). The counterparties of the Group's investments in certificates of deposit are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

(5) Notes receivable and accounts receivable

	June 30, 2026	December 31, 2025	June 30, 2025
Notes receivable	\$ 99,422	\$ 52,378	\$ 55,155
Accounts receivable	\$ 11,589,326	\$ 12,676,896	\$ 10,609,396
Construction receivable	95,633	135,245	292,625
Less: Loss allowance	(75,241)	(63,458)	(66,659)
	\$ 11,609,718	\$ 12,748,683	\$ 10,835,362

A. The information on the Group's ageing analysis of accounts receivable is provided in Note 12(2).

B. As of June 30, 2026, December 31, 2025, and June 30, 2025, accounts receivable were all from contracts with customers. And as of January 1, 2025, the balance of receivables from contracts with customers amounted to \$16,662,379.

C. The quality information of accounts receivable is based on customers' credit ranking and recoverable period of receivables in order to calculate the accrual of impairment. The Group's internal credit ranking policy is that the Group's business and management segment assesses periodically or occasionally whether the credit ranking of existing customers is appropriate and adjusts to obtain the latest information when necessary. Customers' credit ranking assessment is based on industrial operating scale, profitability and ranking assessed by financial insurance institutions.

The Group has insured accounts receivable of certain customers and the Group will receive 80%~90% compensation if bad debts occur. As of June 30, 2026, December 31, 2025, and June 30, 2025, the balance of accounts receivable from specific customers amounted to \$1,515,268, \$1,512,677 and \$1,042,092, respectively.

D. The Group does not hold any collateral as security.

E. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(6) Transfer of financial assets (as of December 31, 2025 and June 30, 2026: None)

A. The Group entered into a factoring agreement with a bank to sell its accounts receivable. Under the agreement, the Group is not obligated to bear the default risk of the transferred accounts receivable but is liable for the losses incurred on any business dispute. The Group does not have any continuing involvement in the transferred accounts receivable. Thus, as of June 30, 2025, the Group derecognised the transferred accounts receivable, and the related information is as follows:

June 30, 2025							
Purchaser of accounts receivable	Accounts receivable transferred	Amount derecognised	Facilities	Amount advanced	Amount available for advance	Interest rate of amount advanced	Collateral provided
Bank of Taiwan	\$ 198,366	\$ 198,366	\$ 4,395,000	\$ 178,529	\$ 19,837	4.94%~4.97%	None
Mega Bank	-	-	1,465,000	-	-	-	None

B. As of June 30, 2025, the Group issued promissory notes to some banks for the factoring agreements signed.

(7) Inventories

	June 30, 2026		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 5,210,479	(\$ 157,299)	\$ 5,053,180
Work in progress	2,111,710	(98,741)	2,012,969
Finished goods	4,308,077	(130,299)	4,177,778
Inventory in transit	1,603	-	1,603
	<u>\$ 11,631,869</u>	<u>(\$ 386,339)</u>	<u>\$ 11,245,530</u>

	December 31, 2025		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 3,987,499	(\$ 117,330)	\$ 3,870,169
Work in progress	1,702,222	(56,828)	1,645,394
Finished goods	4,774,120	(114,185)	4,659,935
Inventory in transit	255	-	255
	<u>\$ 10,464,096</u>	<u>(\$ 288,343)</u>	<u>\$ 10,175,753</u>

	June 30, 2025		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 4,669,385	(\$ 196,551)	\$ 4,472,834
Work in progress and semi-finished goods	1,870,026	(65,540)	1,804,486
Finished goods (including merchandise)	8,270,296	(145,431)	8,124,865
Inventory in transit	80	-	80
	<u>\$ 14,809,787</u>	<u>(\$ 407,522)</u>	<u>\$ 14,402,265</u>

The cost of inventories recognised as expense for the period:

	Three months ended June 30,	
	2026	2025
Cost of inventories sold	\$ 14,205,560	\$ 12,323,149
Construction cost and cost of electricity sold	2,824,362	8,026,186
Loss on decline in market value	25,842	34,772
Provision for onerous contracts provision	40,601	4,875,453
Others (revenue from sale of scraps)	(201,376)	(114,357)
	<u>\$ 16,894,989</u>	<u>\$ 25,145,203</u>
	Six months ended June 30,	
	2026	2025
Cost of inventories sold	\$ 28,270,422	\$ 25,858,765
Construction cost and cost of electricity sold	5,504,300	12,705,730
Loss on decline in market value	97,996	56,671
Reversal of provision for onerous contracts	(338,472)	4,875,453
Others (revenue from sale of scraps)	(273,077)	(191,017)
	<u>\$ 33,261,169</u>	<u>\$ 43,305,602</u>

Due to the continuous input of performance costs and the adjustments to the estimated variable consideration of construction for the construction projects undertaken by the Group for the six months ended June 30, 2026, the Group reversed the provisions for onerous contracts in the amount of \$338,472 for the six months ended June 30, 2026. Please refer to Note 6(22) for details.

(8) Prepayments

	June 30, 2026	December 31, 2025	June 30, 2025
Construction prepayment	\$ 1,045,423	\$ 695,410	\$ 10,006,139
Overpaid VAT	1,030,392	1,466,663	1,352,919
Payments on behalf of others	181,252	328,119	359,954
Construction insurance prepayment	159,656	304,981	407,109
Prepaid rents	21,548	4,506	1,163,053
Others	363,358	449,467	403,415
Less: Impairment loss	(26,958)	(95,423)	(95,423)
	<u>\$ 2,774,671</u>	<u>\$ 3,153,723</u>	<u>\$ 13,597,166</u>

Impairment information about the prepayments is provided in Note 6(14).

(9) Investments accounted for using equity method

Investee	June 30, 2026		December 31, 2025	
	Amount	Ownership percentage (%)	Amount	Ownership percentage (%)
Associates:				
Sharetronic Data Technology Co., Ltd.	\$ 3,779,563	13.52%	\$ 3,261,222	16.79%
Central Motion Picture Corporation	1,750,339	17.49%	1,740,130	17.49%
Well Shin Technology Co., Ltd.	1,406,352	18.84%	1,346,343	18.84%
DAKPSI INVESTMENT AND DEVELOP				
HYDROELECTRIC JOINT	684,288	35.00%	675,446	35.00%
LUMINYS SYSTEMS CORPORATION	-	-	264,329	31.00%
Terabitcom Technology Co., Ltd.	351,816	20.92%	205,717	15.38%
AYSEN GROUP, INC.	295,839	31.00%	-	0.00%
CMPC Cultural & Creative Co., Ltd.	144,335	42.86%	140,228	42.86%
Hangzhou Huantuo Power Technology				
Development Service Co., Ltd.	123,157	43.71%	118,966	43.71%
Dongguan Banrin Robot Technology Co., Ltd.	96,367	31.03%	98,018	31.03%
TEGNA ELECTRONICS PRIVATE LIMITED	38,977	30.00%	37,244	30.00%
Cheng Shin Digital Co., Ltd.	-	-	35,224	49.00%
BL ANAKIE SOLAR PTY LTD	13,427	19.24%	-	-
Smart Technology Energy Co., Ltd.	3,274	40.00%	4,052	40.00%
Hong Ju Energy Co., Ltd.	6,866	30.00%	7,199	30.00%
Xunqiang Communication Technology Co., Ltd.	504	21.43%	721	21.43%
	<u>8,695,104</u>		<u>7,934,839</u>	
Joint ventures:				
Changpin Wind Power Ltd.	<u>274,121</u>	50.00%	<u>281,893</u>	50.00%
Prepayments for investments:				
JOURN TA BROTHERS LIMITED	<u>192,744</u>		<u>113,536</u>	
	<u>\$ 9,161,969</u>		<u>\$ 8,330,268</u>	

Investee	June 30, 2025	
	Amount	Ownership percentage (%)
Associates:		
Sharetronic Data Technology Co., Ltd.	\$ 2,517,436	17.21%
Central Motion Picture Corporation	1,944,369	17.49%
Well Shin Technology Co., Ltd.	1,315,398	18.84%
DAKPSI INVESTMENT AND DEVELOPMENT		
HYDROELECTRIC JOINT	642,124	35.00%
LUMINYS SYSTEMS CORPORATION	200,495	23.00%
Terabitcom Technology Co., Ltd.	199,894	15.38%
CMPC Cultural & Creative Co., Ltd.	141,028	42.86%
Hangzhou Huantuo Power Technology Development Service Co., Ltd.	109,021	43.71%
Dongguan Banrin Robot Technology Co., Ltd.	98,950	31.03%
TEGNA ELECTRONICS PRIVATE LIMITED	36,636	30.00%
Cheng Shin Digital Co., Ltd.	36,055	49.00%
Xunqiang Communication Technology Co., Ltd.	(22,582)	21.43%
	<u>7,218,824</u>	
Joint ventures:		
Changpin Wind Power Ltd.	<u>301,293</u>	50.00%
Prepayments for investments:		
JOURN TA BROTHERS LIMITED	<u>113,536</u>	
Add: Credit balance of long-term equity investments reclassified to other non-current liabilities		
	<u>22,582</u>	
	<u>\$ 7,656,235</u>	

A. Except for the share of profit (loss) of associates and joint ventures accounted for using equity method of Well Shin Technology Co., Ltd. for the three months and six months ended June 30, 2026 and 2025 as well as the share of profit (loss) of associates and joint ventures accounted for using equity method of Smart Technology Energy Co., Ltd. and Hong Ju Energy Co., Ltd. for the three months and six months ended June 30, 2026 which were recognised based on the financial statements reviewed by the independent auditors, the remaining share of profit (loss) of associates and joint ventures accounted for using equity method amounting to \$707,591, \$208,328, \$1,283,611 and \$266,935, respectively, were recognised based on the financial statements that were not reviewed by the independent auditors for the same period.

B. Associates

(a) The basic information of the associates that are material to the Group is summarised below:

Company name	Principal place of business	Shareholding ratio			Nature of relationship	Methods of measurement
		June 30, 2026	December 31, 2025	June 30, 2025		
Central Motion Picture Corporation	Taiwan	17.49%	17.49%	17.49%	Note	Equity method
Well Shin Technology Co., Ltd.	Taiwan	18.84%	18.84%	18.84%	Note	Equity method

Note : As the Group's management holds several seats in the Board of Directors of Central Motion Picture Corporation, and Well Shin Technology Co., Ltd., the Group is assessed

to have significant influence.

(b) Summarised financial information of the associates that are material to the Group is as follows:

Balance sheet

Central Motion Picture Corporation			
	June 30, 2026	December 31, 2025	June 30, 2025
Current assets	\$ 289,970	\$ 290,963	\$ 364,443
Non-current assets	17,072,048	16,999,923	18,247,235
Current liabilities	(119,247)	(106,476)	(139,671)
Non-current liabilities	(5,793,863)	(5,793,863)	(5,913,944)
Total net assets	\$ 11,448,908	\$ 11,390,547	\$ 12,558,063
Share in associate's net assets	\$ 1,750,339	\$ 1,740,130	\$ 1,944,369
Goodwill	-	-	-
Carrying amount of the associates	\$ 1,750,339	\$ 1,740,130	\$ 1,944,369

Well Shin Technology Co., Ltd.			
	June 30, 2026	December 31, 2025	June 30, 2025
Current assets	\$ 6,260,352	\$ 6,116,630	\$ 5,457,267
Non-current assets	3,670,890	3,500,622	3,596,305
Current liabilities	(2,004,823)	(1,786,630)	(1,865,154)
Non-current liabilities	(893,288)	(879,459)	(874,515)
Total net assets	\$ 7,033,131	\$ 6,951,163	\$ 6,313,903
Share in associate's net assets	\$ 1,369,763	\$ 1,309,754	\$ 1,278,809
Goodwill	36,589	36,589	36,589
Carrying amount of the associates	\$ 1,406,352	\$ 1,346,343	\$ 1,315,398

Statement of comprehensive income

Central Motion Picture Corporation		
Three months ended June 30,		
	2026	2025
Revenue	\$ 109,981	\$ 117,227
Profit for the period from continuing operations	\$ 88,335	\$ 31,748
Other comprehensive income (loss), net of tax	-	(6,059)
Total comprehensive income	\$ 88,335	\$ 25,689
Dividends received from associates	\$ -	\$ -

Central Motion Picture Corporation		
Six months ended June 30,		
	2026	2025
Revenue	\$ 227,464	\$ 220,554
Profit for the period from continuing operations	\$ 68,614	\$ 25,499
Other comprehensive income (loss), net of tax	-	(3,260)
Total comprehensive income	\$ 68,614	\$ 22,239
Dividends received from associates	\$ -	\$ -

Well Shin Technology Co., Ltd.		
Three months ended June 30,		
	2026	2025
Revenue	\$ 1,360,434	\$ 1,469,735
Profit for the period from continuing operations	\$ 68,110	\$ 74,940
Other comprehensive income (loss) (net of tax)	52,002	(661,264)
Total comprehensive income (loss)	\$ 120,112	(\$ 586,324)
Dividends received from associates	\$ -	\$ -

Well Shin Technology Co., Ltd.		
Six months ended June 30,		
	2026	2025
Revenue	\$ 2,620,394	\$ 2,932,123
Profit for the period from continuing operations	\$ 85,332	\$ 234,936
Other comprehensive income (loss) (net of tax)	233,145	(555,471)
Total comprehensive income (loss)	\$ 318,477	(\$ 320,535)
Dividends received from associates	\$ -	\$ -

(c) The carrying amount of the Group's interests in all individually immaterial associates (Note) and the Group's share of the operating results are summarised below:

As of June 30, 2026, December 31, 2025, and June 30, 2025, the carrying amount of the Group's individually immaterial associates amounted to \$5,538,413, \$4,848,366 and \$3,959,057, respectively.

Three months ended June 30,		
	2026	2025
Profit for the period from continuing operations	\$ 684,448	\$ 210,349
Other comprehensive (loss) income, net of tax	(407)	18,777
Total comprehensive income	\$ 684,041	\$ 229,126
Six months ended June 30,		
	2026	2025
Profit for the period from continuing operations	\$ 1,265,946	\$ 291,977
Other comprehensive income, net of tax	1,565	41,298
Total comprehensive income	\$ 1,267,511	\$ 333,275

Note: SHARETRONIC DATA, TERABITCOM, LUMINYS, CMPC CULTURAL & CREATIVE, XUNQIANG, DONGGUAN BANRIN, TEGNA, DAKPSI, HANGZHOU HUANTUO, CHENG SHIN DIGITAL, AYSSEN, BL ANAKIE, HONG JU AND SMART.

(d) The fair value of the Group's material associates with quoted market prices is as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Well Shin Technology Co., Ltd.	\$ 908,009	\$ 1,077,355	\$ 1,296,837

C. Joint ventures

The carrying amount of the Group's interests in all individual immaterial joint ventures (Changpin Wind) and the Group's share of the operating results are summarised below:

As of June 30, 2026, December 31, 2025, and June 30, 2025, the carrying amount of the Group's individually immaterial joint ventures amounted to \$274,121, \$281,893 and \$301,293, respectively.

	Three months ended June 30,	
	2026	2025
Loss for the period from continuing operations	(\$ 6,647)	(\$ 8,386)
Total comprehensive loss	(\$ 6,647)	(\$ 8,386)
	Six months ended June 30,	
	2026	2025
Loss for the period from continuing operations	(\$ 7,051)	(\$ 21,525)
Total comprehensive loss	(\$ 7,051)	(\$ 21,525)

- D. The Group is the single largest shareholder of Well Shin Technology Co., Ltd. with an 18.84% equity interest. The investment is held for strategic purposes, and the Group does not participate in the substantive operations of the investee. Furthermore, the active participation of other shareholders at the most recent shareholders' meeting indicates that the Group does not have the practical ability to unilaterally direct the relevant activities of Well Shin Technology Co., Ltd. Accordingly, the Group concluded that it does not have control, but only significant influence, over the investee.
- E. The Group has signed a stock purchase agreement with an individual on May 15, 2014 to purchase all the Group's shares in CMPC amounting to \$150,000 thousand. As of June 30, 2026, uncollected amount was \$141,000 thousand (shown as 'other receivables') and accrued impairment loss was \$141,000 thousand.
- F. On September 25, 2023, the Board of Directors of the Group's second-tier subsidiary, Shinfox, resolved to invest in renewable energy power plants in Vietnam, including GIO THANH ENERGY JOINT STOCK COMPANY, DAKPSI INVESTMENT AND DEVELOP HYDROELECTIC JOINT STOCK COMPANY, VIETNAM RENEWABLE ENERGY JOINT STOCK COMPANY and STOCK SECO JOINT STOCK COMPANY, of which the Group's shareholding ratio are all 35%, and both parties completed the signing of the contract on September 29, 2023, with an investment amount of VND 853,248,000 thousand. DAKPSI INVESTMENT AND DEVELOP HYDROELECTRIC JOINT STOCK COMPANY has completed their investment with \$644,381 (VND 517,574,738 thousand) on October 30, 2024. As of June 30, 2026, the investment of the remaining three power plants has not yet been completed. On January 21, 2026, the Board of Directors of Shinfox resolved to sell the equity interests in DAKPSI INVESTMENT AND DEVELOP HYDROELECTIC JOINT STOCK COMPANY to Synergy in the amount of US\$20.4 million. As of August 14, 2026, Shinfox has received the

- proceeds from the disposal amounting to US\$16 million in advance and the registration has not yet been completed.
- G. The Group's second-tier subsidiary, Shinfox, has participated in Changpin Wind Power Ltd.'s capital in the amount of \$100,000 on April 28, 2025. After the capital increase, the shareholding ratio remains at 50%.
 - H. In January 2025, March and May 2026, the Group acquired a total 20.92% equity interest in Terabitcom Technology Co., Ltd. in the amount of RMB 50,000 thousand, RMB 10,000 thousand and RMB 25,000 thousand, respectively. Details are provided in Note 7.
 - I. In February 2025, the Group acquired the remaining 84.62% equity interest in SYNCROBOTIC Co., Ltd., in the amount of \$57,475 and the Group's shareholding ratio increased to 100% in total. As a result, SYNCROBOTIC Co., Ltd. became a subsidiary of the Group. Details are provided in Note 7.
 - J. The Company acquired a total of 31% equity interest in Luminys Systems Corporation for US\$6,000 thousand and US\$2,400 thousand in February 2025 and December 2025, respectively. In May 2026, the investee underwent an investment restructuring. The Company entered into a share swap agreement with AYSEN GROUP, INC. to exchange its entire 31% equity interest in Luminys Systems Corporation for a 31% equity interest in AYSEN GROUP, INC. which was classified as an investee accounted for using the equity method.
 - K. For the three months and six months ended June 30, 2026 and 2025, as the Group's second-tier subsidiary, Shinfox, provided engineering services to investees, the realised gains from downstream and sidestream transactions amounting to \$1,688, \$214, \$2,162 and \$428, respectively, and unrealised gains amounting to \$574, \$8,321, \$1,245 and \$21,198, respectively, were eliminated. These amounts have been recorded as deductions from 'Investments accounted for using the equity method'.
 - L. Information on changes in Cheng Shin Digital Co., Ltd. and BL ANAKIE is provided in Note 6(37), Note 2 and Note 3 of Note 7(1).
 - M. The prepayments for investments of the Group in the amount of \$306,280 on June 30, 2026 were used to invest in JOURN TA BROTHERS LIMITED. The Group had recognised impairment loss of \$113,536 for the existing objective evidence of loss for the year ended December 31, 2025. Impairment information is provided in Note 6(14).
 - N. On April 17, 2026, the Board of Directors of the Company's second-tier subsidiary, Power Channel Limited, resolved to dispose 14,532 thousand shares of Sharetronic. The above shares were disposed at RMB 172.16 (in dollars) per share on April 24, 2026, and the transaction consideration was \$10,854,076.

(10) Property, plant and equipment

	2026							
	Land	Buildings and structures	Machinery and equipment	Information and office equipment	Ship equipment	Others	Construction-in- -progress	Total
At January 1								
Cost	\$ 494,986	\$ 13,498,216	\$ 17,053,322	\$ 1,928,922	\$ 11,841,129	\$ 4,034,594	\$ 5,840,457	\$ 54,691,626
Accumulated depreciation and impairment	-	(4,541,346)	(10,161,263)	(591,576)	(1,642,680)	(2,740,936)	(86,923)	(19,764,724)
	<u>\$ 494,986</u>	<u>\$ 8,956,870</u>	<u>\$ 6,892,059</u>	<u>\$ 1,337,346</u>	<u>\$ 10,198,449</u>	<u>\$ 1,293,658</u>	<u>\$ 5,753,534</u>	<u>\$ 34,926,902</u>
Opening net book amount as at January 1	\$ 494,986	\$ 8,956,870	\$ 6,892,059	\$ 1,337,346	\$ 10,198,449	\$ 1,293,658	\$ 5,753,534	\$ 34,926,902
Additions	-	31,723	449,305	20,042	-	162,202	1,539,777	2,203,049
Acquired from business combinations	-	-	182,828	-	-	-	-	182,828
Disposals	-	-	(87,126)	(9,939)	-	(8,662)	-	(105,727)
Disposal of subsidiaries	(27,786)	(6,818)	-	(1,650)	-	(354)	-	(36,608)
Reclassifications	194,317	467,950	217,886	22,381	-	39,830	(204,474)	737,890
Transferred to held for sale	-	-	(15,727)	(141)	-	(22)	-	(15,890)
Depreciation charge	-	(238,250)	(1,187,489)	(132,831)	(228,052)	(256,278)	-	(2,042,900)
Impairment loss	-	-	-	-	(1,304,408)	-	(1,234,341)	(2,538,749)
Net exchange differences	<u>1,452</u>	<u>279,258</u>	<u>152,042</u>	<u>1,161</u>	<u>124,833</u>	<u>36,512</u>	<u>14,964</u>	<u>610,222</u>
Closing net book amount as at June 30	<u>\$ 662,969</u>	<u>\$ 9,490,733</u>	<u>\$ 6,603,778</u>	<u>\$ 1,236,369</u>	<u>\$ 8,790,822</u>	<u>\$ 1,266,886</u>	<u>\$ 5,869,460</u>	<u>\$ 33,921,017</u>
At June 30								
Cost	\$ 662,969	\$ 14,428,427	\$ 16,303,752	\$ 1,952,450	\$ 11,999,362	\$ 3,375,997	\$ 5,869,460	\$ 54,592,417
Accumulated depreciation and impairment	-	(4,937,694)	(9,699,974)	(716,081)	(3,208,540)	(2,109,111)	-	(20,671,400)
	<u>\$ 662,969</u>	<u>\$ 9,490,733</u>	<u>\$ 6,603,778</u>	<u>\$ 1,236,369</u>	<u>\$ 8,790,822</u>	<u>\$ 1,266,886</u>	<u>\$ 5,869,460</u>	<u>\$ 33,921,017</u>

	2025							
	Land	Buildings and structures	Machinery and equipment	Information and office equipment	Ship equipment	Others	Construction-in-progress	Total
At January 1								
Cost	\$ 494,986	\$ 14,630,879	\$ 19,683,197	\$ 569,040	\$ 5,898,922	\$ 4,791,227	\$ 5,368,995	\$ 51,437,246
Accumulated depreciation and impairment	-	(4,876,563)	(11,310,125)	(414,556)	(170,314)	(3,220,185)	-	(19,991,743)
	<u>\$ 494,986</u>	<u>\$ 9,754,316</u>	<u>\$ 8,373,072</u>	<u>\$ 154,484</u>	<u>\$ 5,728,608</u>	<u>\$ 1,571,042</u>	<u>\$ 5,368,995</u>	<u>\$ 31,445,503</u>
Opening net book amount as at January 1	\$ 494,986	\$ 9,754,316	\$ 8,373,072	\$ 154,484	\$ 5,728,608	\$ 1,571,042	\$ 5,368,995	\$ 31,445,503
Additions	-	1,749	447,857	31,032	-	167,332	6,113,872	6,761,842
Acquired from business combinations	-	-	132,697	245	-	-	30,971	163,913
Disposals	-	-	(38,585)	(9,221)	-	(25,341)	-	(73,147)
Reclassifications	-	997,085	100,888	1,365,174	6,270,366	14,256	(8,594,803)	152,966
Depreciation charge	-	(231,624)	(1,295,286)	(130,301)	(145,890)	(301,365)	-	(2,104,466)
Impairment loss	-	(72,040)	-	-	-	-	(86,923)	(158,963)
Net exchange differences	-	(750,988)	(418,498)	(6,933)	(1,100,809)	(126,531)	(220,416)	(2,624,175)
Closing net book amount as at June 30	<u>\$ 494,986</u>	<u>\$ 9,698,498</u>	<u>\$ 7,302,145</u>	<u>\$ 1,404,480</u>	<u>\$ 10,752,275</u>	<u>\$ 1,299,393</u>	<u>\$ 2,611,696</u>	<u>\$ 33,563,473</u>
At June 30								
Cost	\$ 494,986	\$ 14,523,437	\$ 18,210,619	\$ 1,881,357	\$ 11,038,660	\$ 4,204,420	\$ 2,611,696	\$ 52,965,175
Accumulated depreciation and impairment	-	(4,824,939)	(10,908,474)	(476,877)	(286,385)	(2,905,027)	-	(19,401,702)
	<u>\$ 494,986</u>	<u>\$ 9,698,498</u>	<u>\$ 7,302,145</u>	<u>\$ 1,404,480</u>	<u>\$ 10,752,275</u>	<u>\$ 1,299,393</u>	<u>\$ 2,611,696</u>	<u>\$ 33,563,473</u>

- A. Amount of borrowing costs capitalised as part of property, plant and equipment and the range of the interest rates for such capitalisation are as follows:

	Three months ended June 30,	
	2026	2025
Amount capitalised	\$ 2,316	\$ 2,987
Range of the interest rates for capitalisation	1.76%~2.50%	1.76%~2.50%
	Six months ended June 30,	
	2026	2025
Amount capitalised	\$ 6,222	\$ 8,076
Range of the interest rates for capitalisation	1.76%~2.50%	1.76%~2.50%

- B. Impairment information about the property, plant and equipment is provided in Note 6(14).
- C. The Group's property, plant and equipment were pledged to others as collateral, please refer to Note 8 for detailed information.
- D. The amount was considered as necessary expense when the development of power plants and ship equipment started to operate and reached the usable condition or the completion condition, which was shown as 'unfinished construction and equipment to be inspected'.
- E. As of June 30, 2026, December 31, 2025, and June 30, 2025, the Group's prepayments for the purchase of equipment amounted to \$1,293,282, \$1,733,500 and \$1,124,577, respectively.
- F. Information on restrictions on vessel equipment is provided below:
- In January 2026, the creditor filed a motion with the Taiwan Taichung District Court for an enforcement of provisional attachment on the work support vessel, PIONEER, held by the Group's second-tier subsidiary, SFE, due to the unpaid items of vessel-related amounts from SHEFFIELD GREEN (ASIA) PTE. LTD. (SHEFFIELD) under paragraph 1, Article 114 of the Compulsory Enforcement Act. In March 2026, SFE had settled the unpaid amounts to SHEFFIELD and appointed a lawyer to apply for the revocation of the provisional attachment in accordance with the regulations. However, other creditors, including BLUE SEA OFFSHORE TRANSPORT CO., LTD., SIKATAIWAN LIMITED, FRANKLIN OFFSHORE INTERNATIONAL PTE LTD and ENCHONG CO., LTD. have continued with the combined execution regarding the same subject, demanding compensation totaling USD 11,632 thousand. As of May 21, 2026, the Group received a provisional attachment order for this case.
 - The Group's second-tier subsidiary, SFE, received a notification letter from the Singapore International Arbitration Center on April 7, 2026. For the unpaid vessel-related expenses between the two parties, ENCHONG CO., LTD. applied to the Singapore International Arbitration Center for arbitration proceedings and filed for a provisional attachment of the vessel, ADVENTURER. At the same month, SFE received relevant legal documents from the Ningbo Maritime Court, and filed for a provisional attachment of the vessel, ADVENTURER. The documents stated that Seaport Shipping Agency Zhoushan Co Ltd. and Zhoushan Asia Pacific Dockyard Co., Ltd. claims that SFE has not yet paid certain amounts for vessel

conversion, and applied to the court for a pre-suit attachment to the vessel, ADVENTURER. Subsequently, in July 2026, the Group was notified of a claim asserted by DIMENSION CONSULTANTS PTE. LTD., which applied to the court for a pre-trial attachment against the same subject matter. As of June 30, 2026, SFE had outstanding vessel-related expenses amounting to US\$23,237 thousand. The Group has estimated and recognised relevant payables of US\$17,891 thousand regarding this dispute. The remaining variance of US\$5,346 thousand has not been recognised as no concrete evidence or sufficient basis to reasonably support the loss calculation has been obtained, and the attribution of related liabilities remains to be further clarified. As of August 14, 2026, SFE had went into liquidation in accordance with the law. The liquidator will subsequently handle the settlement of debts and the release of the vessel attachment according to regulations. The final outcomes of the liquidation and negotiations remain uncertain.

(11) Leasing arrangements-lessee

A. The Group leases various assets including land, buildings, multifunction printers, installation location for solar-energy equipment and energy storage equipment, and business vehicles. Rental contracts are typically made for periods of 2 to 50 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes. In addition, the Group bears the obligation of dismantling the solar-energy modules and the panel mounting equipment in accordance with Standard Procedures for Managing and Using the Expenses and Income of Recycling Solar Photovoltaic Power Generation Facilities and Modules as well as the regulations of lease contracts. Please refer to Note 6(22) for the related decommissioning liabilities.

B. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Land	\$ 2,006,129	\$ 1,948,627	\$ 1,985,703
Buildings	1,006,267	998,203	1,375,053
Transportation equipment (Business vehicles)	4,709	6,114	5,564
Office equipment (Photocopiers)	121	279	337
	<u>\$ 3,017,226</u>	<u>\$ 2,953,223</u>	<u>\$ 3,366,657</u>

	Three months ended June 30,	
	2026	2025
	Depreciation charge	Depreciation charge
Land	\$ 34,577	\$ 23,570
Buildings	89,006	94,572
Transportation equipment (Business vehicles)	1,191	826
Office equipment (Photocopiers)	35	32
Less: Capitalisation of depreciation	(7,112)	(8,579)
	<u>\$ 117,697</u>	<u>\$ 110,421</u>
	Six months ended June 30,	
	2026	2025
	Depreciation charge	Depreciation charge
Land	\$ 60,484	\$ 49,707
Buildings	169,223	204,487
Transportation equipment (Business vehicles)	2,363	1,616
Office equipment (Photocopiers)	65	72
Less: Capitalisation of depreciation	(18,075)	(19,876)
	<u>\$ 214,060</u>	<u>\$ 236,006</u>

- C. For the three months and six months ended June 30, 2026 and 2025, the additions to right-of-use assets amounted to \$66,475, \$55,981, \$154,751 and \$209,593, respectively.
- D. The Group's second-tier subsidiary, Foxwell Power, acquired 100% equity interest in Billion Sun Energy Storage and Huijie Energy in April 2025 and May 2025, respectively. The fair value of the right-of-use assets and the lease liabilities both amounted to \$626,492 at the acquisition date.
- E. The Group's second-tier subsidiary, Foxwell Power, acquired 51% equity interest in Smart Power System in July 2025. The fair value of the right-of-use assets and the lease liabilities amounted to \$1,877 and \$1,937 at the acquisition date.
- F. The Group's second-tier subsidiary, Jiuwei Power, and the lessor of Tree Valley Park terminated the land lease agreement on February 27, 2025 due to force majeure factors, resulting in a decrease in right-of-use assets and lease liabilities by \$1,581,979 and \$1,588,518, respectively.
- G. The Group's second-tier subsidiary, Foxwell Power, acquired 51% equity interest in Cheng Shin Digital Co., Ltd. in April 2026. The fair value of the right-of-use assets and the lease liabilities amounted to \$55,033 and \$61,995 at the acquisition date.
- H. On July 6, 2026, the Board of Directors of the Group's second-tier subsidiary, SFE, resolved to petition the court for an adjudication of bankruptcy. Due to its clear intention to cease operations, the financial statements for the second quarter of 2026 were prepared on a liquidation basis. As a result, right-of-use assets decreased by \$1,789, resulting in an impairment loss of \$1,789. Please refer to Note 6(14) for details.

I. The information on income and expense accounts relating to lease contracts is as follows:

	Three months ended June 30,	
	2026	2025
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 9,146	\$ 10,212
Expense on short-term lease contracts	828,539	201,359
Expense on leases of low-value assets	1,264	1,020
Expense on variable lease payments	11,464	10,092
Lease modification gain	6	-
	Six months ended June 30,	
	2026	2025
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 16,779	\$ 21,103
Expense on short-term lease contracts	1,043,316	407,847
Expense on leases of low-value assets	2,722	2,166
Expense on variable lease payments	25,092	22,145
Lease modification gain	14	7,041
Gain on sublease of right-of-use assets	1,775	-
Gain or loss on sale and leaseback transactions	50	-

J. For three months and six months ended June 30, 2026 and 2025, the Group's total cash outflow for leases amounted to \$913,576, \$340,808, \$1,220,317 and \$689,880, respectively.

K. Variable lease payments

(a) Some of the Group's lease contracts contain variable lease payment terms that are linked to sales generated from a store or a counter in a department store and sales generated from electricity sold. For aforementioned contracts, up to 0.76%~17.45% of lease payments are on the basis of variable payment terms and are accrued based on the sales amount. Variable payment terms are used for a variety of reasons and various lease payments that depend on sales are recognised in profit or loss in the period in which the event or condition that triggers those payments occurs.

(b) A 1% increase in the aggregate sales amount of all stores with such variable lease contracts would increase total lease payments by approximately \$2,509.

I. The right-of-use assets were not pledged to others as collateral.

(12) Investment property

	2026		
	Land	Buildings and structures	Total
At January 1			
Cost	\$ 183,076	\$ 1,932,211	\$ 2,115,287
Accumulated depreciation and impairment	-	(654,712)	(654,712)
	<u>\$ 183,076</u>	<u>\$ 1,277,499</u>	<u>\$ 1,460,575</u>
Opening net book amount as at January 1	\$ 183,076	\$ 1,277,499	\$ 1,460,575
Depreciation charge	-	(22,161)	(22,161)
Net exchange differences	-	56,144	56,144
Closing net book amount as at June 30	<u>\$ 183,076</u>	<u>\$ 1,311,482</u>	<u>\$ 1,494,558</u>
At June 30			
Cost	\$ 183,076	\$ 2,013,682	\$ 2,196,758
Accumulated depreciation and impairment	-	(702,200)	(702,200)
	<u>\$ 183,076</u>	<u>\$ 1,311,482</u>	<u>\$ 1,494,558</u>
	2025		
	Land	Buildings and structures	Total
At January 1			
Cost	\$ 183,076	\$ 179,389	\$ 362,465
Accumulated depreciation and impairment	-	(126,394)	(126,394)
	<u>\$ 183,076</u>	<u>\$ 52,995</u>	<u>\$ 236,071</u>
Opening net book amount as at January 1	\$ 183,076	\$ 52,995	\$ 236,071
Depreciation charge	-	(1,435)	(1,435)
Reclassifications	-	(7,976)	(7,976)
Closing net book amount as at June 30	<u>\$ 183,076</u>	<u>\$ 43,584</u>	<u>\$ 226,660</u>
At June 30			
Cost	\$ 183,076	\$ 152,514	\$ 335,590
Accumulated depreciation and impairment	-	(108,930)	(108,930)
	<u>\$ 183,076</u>	<u>\$ 43,584</u>	<u>\$ 226,660</u>

A. Rental income from the lease of the investment property and direct operating expenses arising from the investment property are shown below:

	Three months ended June 30,	
	2026	2025
Rental income from the lease of the investment property	\$ 34,307	\$ 5,072
Direct operating expenses arising from the investment property that generated rental income in the period	\$ 11,158	\$ 718
	Six months ended June 30,	
	2026	2025
Rental income from the lease of the investment property	\$ 67,525	\$ 10,119
Direct operating expenses arising from the investment property that generated rental income in the period	\$ 22,161	\$ 1,435

B. Investment property is stated initially at its cost and is depreciated on a straight-line basis over its estimated useful life. The fair value of the investment property held by the Group as at June 30, 2026, December 31, 2025, and June 30, 2025 was \$1,975,450, \$1,940,032 and \$704,681, respectively, which was evaluated based on the market prices of similar real estate in the areas nearby, as Level 2 fair value market prices did not change significantly.

C. There was no impairment loss on investment property.

D. The investment property was not pledged to others as collateral.

(13) Intangible assets

	2026					
	Trademark rights	Patent	Goodwill	Customer relationship	Others	Total
At January 1						
Cost	\$ 55,924	\$ 624,499	\$ 3,523,329	\$ 364,315	\$ 650,472	\$ 5,218,539
Accumulated amortisation and impairment	(1,630)	(327,322)	(2,427,546)	(203,720)	(462,461)	(3,422,679)
	<u>\$ 54,294</u>	<u>\$ 297,177</u>	<u>\$ 1,095,783</u>	<u>\$ 160,595</u>	<u>\$ 188,011</u>	<u>\$ 1,795,860</u>
Opening net book amount as at January 1	\$ 54,294	\$ 297,177	\$ 1,095,783	\$ 160,595	\$ 188,011	\$ 1,795,860
Additions-acquired separately	-	-	-	-	57,139	57,139
Disposal of subsidiaries	-	-	(14,393)	-	(982)	(15,375)
Amortisation charge	(75)	(17,093)	-	(7,300)	(63,589)	(88,057)
Reclassifications	-	-	-	-	52,110	52,110
Loss on liquidation	-	-	-	-	(718)	(718)
Net exchange differences	694	-	1,469	-	3,045	5,208
Closing net book amount as at June 30	<u>\$ 54,913</u>	<u>\$ 280,084</u>	<u>\$ 1,082,859</u>	<u>\$ 153,295</u>	<u>\$ 235,016</u>	<u>\$ 1,806,167</u>
At June 30						
Cost	\$ 56,618	\$ 624,499	\$ 3,524,799	\$ 364,315	\$ 625,015	\$ 5,195,246
Accumulated amortisation and impairment	(1,705)	(344,415)	(2,441,940)	(211,020)	(389,999)	(3,389,079)
	<u>\$ 54,913</u>	<u>\$ 280,084</u>	<u>\$ 1,082,859</u>	<u>\$ 153,295</u>	<u>\$ 235,016</u>	<u>\$ 1,806,167</u>

2025						
	Trademark rights	Patent	Goodwill	Customer relationship	Others	Total
At January 1						
Cost	\$ 56,906	\$ 451,126	\$ 4,034,955	\$ 197,637	\$ 483,744	\$ 5,224,368
Accumulated amortisation and impairment	(423)	(293,754)	(3,125,786)	(133,296)	(364,896)	(3,918,155)
	<u>\$ 56,483</u>	<u>\$ 157,372</u>	<u>\$ 909,169</u>	<u>\$ 64,341</u>	<u>\$ 118,848</u>	<u>\$ 1,306,213</u>
Opening net book amount as at January 1	\$ 56,483	\$ 157,372	\$ 909,169	\$ 64,341	\$ 118,848	\$ 1,306,213
Additions-acquired separately	-	-	-	-	44,141	44,141
Additions-acquired through business combinations	-	-	4,874	-	-	4,874
Amortisation charge	(22)	(12,230)	-	(32,170)	(35,897)	(80,319)
Impairment loss	-	-	(49,878)	-	-	(49,878)
Net exchange differences	(5,762)	-	(12,194)	-	(3,402)	(21,358)
Closing net book amount as at June 30	<u>\$ 50,699</u>	<u>\$ 145,142</u>	<u>\$ 851,971</u>	<u>\$ 32,171</u>	<u>\$ 123,690</u>	<u>\$ 1,203,673</u>
At June 30						
Cost	\$ 51,144	\$ 451,126	\$ 3,279,517	\$ 197,637	\$ 481,041	\$ 4,460,465
Accumulated amortisation and impairment	(445)	(305,984)	(2,427,546)	(165,466)	(357,351)	(3,256,792)
	<u>\$ 50,699</u>	<u>\$ 145,142</u>	<u>\$ 851,971</u>	<u>\$ 32,171</u>	<u>\$ 123,690</u>	<u>\$ 1,203,673</u>

A. Goodwill is allocated to the Group's cash-generating units identified according to operating segments as follows:

June 30, 2026					
	System and peripheral products	3C product retail	Energy service management	Others	Total
Taiwan	\$ 715,197	\$ -	\$ 236,360	\$ 8,258	\$ 959,815
Hong Kong	-	111,436	-	-	111,436
All other segments	-	-	-	11,608	11,608
	<u>\$ 715,197</u>	<u>\$ 111,436</u>	<u>\$ 236,360</u>	<u>\$ 19,866</u>	<u>\$ 1,082,859</u>

December 31, 2025					
	System and peripheral products	3C product retail	Energy service management	Others	Total
Taiwan	\$ 715,197	\$ -	\$ 250,753	\$ 8,258	\$ 974,208
Hong Kong	-	109,967	-	-	109,967
All other segments	-	-	-	11,608	11,608
	<u>\$ 715,197</u>	<u>\$ 109,967</u>	<u>\$ 250,753</u>	<u>\$ 19,866</u>	<u>\$ 1,095,783</u>

	June 30, 2025				
	System and peripheral products	3C product retail	Energy service management	Others	Total
Taiwan	\$ 715,197	\$ -	\$ 14,393	\$ 8,258	\$ 737,848
Hong Kong	-	102,517	-	-	102,517
All other segments	-	-	-	11,606	11,606
	<u>\$ 715,197</u>	<u>\$ 102,517</u>	<u>\$ 14,393</u>	<u>\$ 19,864</u>	<u>\$ 851,971</u>

B. The recoverable amount of all cash-generating units has been determined based on value-in-use calculations. These calculations use pre-tax cash flow projections based on financial budgets approved by the management covering a five-year period. According to IAS 36, the impairment assessment of goodwill acquired in a business combination shall be performed at least annually. For impairment assessment of goodwill, goodwill arising from a business combination is allocated to cash-generating units that are expected to benefit from the synergies of the combination. The entity itself is an independent cash-generating unit.

C. On July 6, 2026, the Board of Directors of the Group's second-tier subsidiary, SFE, resolved to proceed with a voluntary liquidation. Due to its clear intention to cease operations, the financial statements for the second quarter of 2026 were prepared on a liquidation basis, resulting in a liquidation loss on computer software of \$718. Please refer to Note 6(14) for details.

D. Impairment information about the intangible assets is provided in Note 6(14).

(14) Impairment of non-financial assets

A. Details of the recognition of the Group's impairment loss for the three months and six months ended June 30, 2026 and 2025 was \$3,232,611, \$159,605, \$3,392,145 and \$475,400, respectively. Details of such loss are as follows:

	Three months ended June 30,			
	2026		2025	
	Recognised in profit or loss	Recognised in other comprehensive income	Recognised in profit or loss	Recognised in other comprehensive income
Impairment loss - ship equipment	\$ 1,304,408	\$ -	\$ -	\$ -
Impairment loss - construction in progress	1,074,807	-	4,585	-
Impairment loss-guarantee	706,403	-	-	-
Loss on liquidation-SFE	120,035	-	-	-
Impairment loss - prepayments	26,958	-	47,542	-
Impairment loss - goodwill	-	-	49,878	-
Impairment loss - prepayments for business facilities	-	-	57,600	-
	<u>\$ 3,232,611</u>	<u>\$ -</u>	<u>\$ 159,605</u>	<u>\$ -</u>

Six months ended June 30,				
	2026		2025	
	Recognised in profit or loss	Recognised in other comprehensive income	Recognised in profit or loss	Recognised in other comprehensive income
Impairment loss - ship equipment	\$ 1,304,408	\$ -	\$ -	\$ -
Impairment loss - construction in progress	1,234,341	-	86,923	-
Impairment loss-guarantee	706,403	-	-	-
Loss on liquidation-SFE	120,035	-	-	-
Impairment loss - prepayments	26,958	-	95,423	-
Impairment loss - goodwill			49,878	
Impairment loss - prepayments for investments	-	-	113,536	-
Impairment loss – buildings and structures	-	-	72,040	-
Impairment loss - prepayments for business facilities	-	-	57,600	-
	<u>\$ 3,392,145</u>	<u>\$ -</u>	<u>\$ 475,400</u>	<u>\$ -</u>

- B. The impairment loss (shown as “other gains and losses”) reported by operating segments is as follows:

Three months ended June 30,				
	2026		2025	
	Recognised in profit or loss	Recognised in other comprehensive income	Recognised in profit or loss	Recognised in other comprehensive income
Energy service management	<u>\$ 3,232,611</u>	<u>\$ -</u>	<u>\$ 159,605</u>	<u>\$ -</u>

Six months ended June 30,				
	2026		2025	
	Recognised in profit or loss	Recognised in other comprehensive income	Recognised in profit or loss	Recognised in other comprehensive income
Energy service management	\$ 3,392,145	\$ -	\$ 289,824	\$ -
3C component department	-	-	185,576	-
	<u>\$ 3,392,145</u>	<u>\$ -</u>	<u>\$ 475,400</u>	<u>\$ -</u>

- C. The Group’s second-tier subsidiary, Shinfox and Jiuwei Power, and the lessor of Tree Valley Park terminated the land lease agreement on February 27, 2025 due to force majeure factors. The Group assessed that the necessary expenditures originally incurred do not have economic benefits based on the future operation plan and the current situation of the gas-fired power plant. As a result, impairment loss of \$52,127 and \$182,346 was recognized for the three months and six months ended June 30, 2025.
- D. The Group’s subsidiary, FOXLINK MYANMAR COMPANY LIMITED, is located in Myanmar, where a severe earthquake occurred on March 28, 2025. The local political and economic environment is unfavourable for operations. The Group had recognized an impairment loss of \$72,040 on buildings and structures due to the existing objective evidence of loss for the six

months ended June 30, 2025.

- E. The Company's prepayments for investments amounting to \$306,280 were used to invest in JOURN TA BROTHERS LIMITED. The Company had recognized an impairment loss of \$113,536 due to the existing objective evidence of loss for the six months ended June 30, 2025.
- F. At the end of the financial reporting period, the Group's second-tier subsidiary, Shinfox, conducted an impairment assessment on the recoverable amount of goodwill arising from the acquisition of SHINFOX FAR EAST COMPANY PTE. LTD. (hereinafter referred to as "SFE"), using the value in use as the basis for calculating the recoverable amount. The calculation of the value in use adopted future cash flow projections based on financial budgets for the subsequent year. As SFE's operating performance and profit growth fell short of expectations, the assessed recoverable amount was determined to be lower than its carrying amount. Consequently, impairment losses of \$49,878 and \$49,878 were recognized for the three months and six months ended June 30, 2025, respectively.
- G. To mitigate expanding losses from idle and aging equipment and to reduce losses on idle inventory, the Group's second-tier subsidiary, Shinfox, evaluated the previously incurred necessary expenditures regarding the prepayments for solar modules at the Taitung Chishang photovoltaic station as lacking economic benefit. Consequently, impairment losses of \$13,805 and \$13,805 were recognized for the three months and six months ended June 30, 2026, respectively.
- H. Regarding the prepaid development expenditures and other costs incurred by the Group's second-tier subsidiary, Shinfox, to facilitate the development and preliminary work of the Wind Power Development Project of Youde Wind Power, the recoverable amount of the related assets was assessed to be lower than their carrying amount. Consequently, impairment losses of \$13,153 and \$13,153 were recognized for the three months and six months ended June 30, 2026, respectively.
- I. The Group's second-tier subsidiary, SFE, is primarily engaged in ocean freight forwarding. Due to the adverse impact of the external competitive environment in maritime construction and installation as well as unfavorable macroeconomic conditions, the Group conducted an impairment assessment on its vessel equipment. This assessment adopted vessel appraisal reports issued by external experts commissioned by management and price quotes obtained from external buyers, using the value in use as the basis for calculating the recoverable amount. As the assessed recoverable amount was assessed to be lower than its carrying amount, impairment losses of \$406,944 and \$566,478 were recognized for the three months and six months ended June 30, 2026, respectively.
- J. On July 6, 2026, the Board of Directors of the Group's second-tier subsidiary, SFE, resolved to petition the court for liquidation proceedings. Due to its clear intention to cease operations, the financial statements for the second quarter of 2026 were prepared on a liquidation basis. Assets on the books, including other receivables of \$52,924, prepayments of \$178, computer software of \$718, right-of-use assets of \$1,789, and refundable deposits of \$64,426, have all been evaluated based on the liquidation basis, with providing relevant liquidation losses. Consequently,

liquidation losses of \$120,035 and \$120,035 were recognized for the three months and six months ended June 30, 2026, respectively.

- K. The Group's second-tier subsidiary, SFE Hercules Company Corporation ("SFEH"), is primarily engaged in ocean freight forwarding. Due to the adverse impact of the external competitive environment in maritime construction and installation as well as unfavorable macroeconomic conditions, the Group conducted an impairment assessment on its vessel equipment. This assessment adopted vessel appraisal reports issued by external experts commissioned by management and price quotes obtained from external buyers, using the value in use as the basis for calculating the recoverable amount. As the assessed recoverable amount was assessed to be lower than its carrying amount, impairment losses of \$1,304,408 and \$1,304,408 were recognized for the three months and six months ended June 30, 2026, respectively.
- L. Regarding the administrative contract for Phase 3-2 of offshore wind power signed with the Ministry of Economic Affairs (MOEA), the Group's second-tier subsidiary, Youde Wind Power, failed to pay the second installment of performance guarantee within the prescribed deadline. On August 3, 2026, the MOEA issued Jing-Neng-Zi Letter No. 11558000730 notifying its intention to forfeit the performance guarantee and terminate the administrative contract. Although both parties have not yet formally agreed to terminate the administrative contract, the Group assessed that the recoverable amount of the related assets was lower than their carrying amount based on the likelihood of contract termination and future economic benefit considerations. Consequently, impairment losses on performance guarantee and construction in progress of \$1,374,266 and \$1,374,266 were recognized for the three months and six months ended June 30, 2026, respectively.

(15) Non-current assets held for sale

In the second quarter of 2026, the Group's second-tier subsidiary, FIT Holding, approved the decision to dispose of Glorytek Yancheng, and reclassified the related assets and liabilities as disposal group held for sale. As of June 30, 2026, the assets and liabilities of this disposal group held for sale were \$126,463 and \$115,140, respectively.

(16) Short-term borrowings

Type of borrowings	June 30, 2026	Interest rate range	Collateral
Bank borrowings			
Credit borrowings	\$ 13,988,106	1.85%~6.29%	-
Secured borrowings	1,369,358	2.3%~8.3%	Note 8
Other short-term borrowings	465,463	6.15%~7.74%	-
	<u>\$ 15,822,927</u>		

Type of borrowings	December 31, 2025	Interest rate range	Collateral
Bank borrowings			
Credit borrowings	\$ 11,130,977	1.82%~6.1%	-
Secured borrowings	3,938,320	1.73%~8.3%	Note 8
Other short-term borrowings	-	-	-
	<u>\$ 15,069,297</u>		

Type of borrowings	June 30, 2025	Interest rate range	Collateral
Bank borrowings			
Credit borrowings	\$ 8,727,025	1.86%~6.36%	-
Secured borrowings	3,160,781	1.73%~5.78%	Note 8
Other short-term borrowings	996,000	4.00%~6.43%	-
	<u>\$ 12,883,806</u>		

- A. As of November 12, 2025, the borrowing agreement between the Group's second-tier subsidiary SFE and KGI Bank amounted to US\$48,000 thousand, which was jointly guaranteed by the Group's second-tier subsidiary, Shinfox. Due to the resolution approved by the Board of Directors of the Group's second-tier subsidiary, SFE, on July 6, 2026, to proceed with dissolution and liquidation, Shinfox negotiated with KGI Bank on July 24, 2026. Shinfox assumed SFE's original credit facilities and outstanding debts with KGI Bank through a debt assumption mechanism, with a credit term of one year.
- B. As of March 12, 2026, the borrowing agreement between the Group's second-tier subsidiary, SFE, and Mega Bank amounted to US\$7,000 thousand, which was secured by vessel equipment and was jointly guaranteed by the Group's second-tier subsidiary, Shinfox. As of March 21, 2025, the borrowing agreement between the Group's second-tier subsidiary, SFE, and Bank SinoPac amounted to US\$12,000 thousand, which was jointly guaranteed by the Group's second-tier subsidiary, Shinfox. As of April 7, 2025, the borrowing agreement between the Group's second-tier subsidiary, SFE, and Shin Kong Commercial Bank amounted to US\$15,000 thousand, of which US\$7,500 thousand was jointly guaranteed by the Group's second-tier subsidiary, Shinfox. On July 6, 2026, the Board of Directors of SFE resolved to implement dissolution and liquidation. The Group has recognised relevant losses on endorsements and guarantees for the aforementioned borrowings, please refer to Note 4(3) for details.
- C. The borrowings of the Group's second-tier subsidiary, Shinfox, with Bank of Panhsin, Taishin International Bank, Hua Nan Commercial Bank, Mega International Commercial Bank, and Land Bank of Taiwan have matured and cannot be repaid. Shinfox has initiated debt negotiations with the banks through the Taiwan Small and Medium Enterprise Counseling Foundation (SMECF). As of August 14, 2026, the negotiations regarding the extension of the relevant borrowings are still in progress.
- D. During the first quarter of 2026, the Group's second-tier subsidiary, Shinfox, negotiated with Bank SinoPac to extend the period of short-term borrowings by providing equivalent time

deposit and pledging 3,422 shares of the Group's second-tier subsidiary, Foxwell Power. The borrowing amount was \$200,000 and the original maturity date of the borrowings was extended from January 31, 2026 to March 31, 2027. However, as an auditor's report with a material uncertainty related to going concern was issued for Shinfox's 2025 financial statements, the lending banks made corresponding adjustments to Shinfox's credit terms and demanded accelerated repayment based on risk control considerations. Due to its overall funding arrangements, Shinfox failed to complete the repayment by the maturity date. On July 28, 2026, Shinfox received a payment order, which was filed by Bank SinoPac with the Taiwan New Taipei District Court, demanding repayment.

- E. The Group's second-tier subsidiary, Shinfox, negotiated with First Commercial Bank to extend the period of short-term borrowings during the first quarter of 2026. Among these borrowings, a loan of \$100,000 was extended from its original maturity date of March 13, 2026 to November 12, 2026, and another loan of \$80,000, was extended from its original maturity date of April 12, 2026 to November 12, 2026.
- F. On August 4, 2026, the Group's second-tier subsidiary, Shinfox, received the civil ruling, (115)-Si-Piao-Zi Letter No. 14371, issued by the Taiwan Taipei District Court. The ruling granted the petition filed by Taishin International Bank Co., Ltd. for compulsory execution regarding a promissory note issued by Shinfox on September 14, 2025, with a face value of \$120,000. Among which, the outstanding amount of \$97,222 shall bear interest at an annual interest rate of 6% from June 30, 2026, until the date of full settlement.
- G. The Group's second-tier subsidiary, Foxwell Energy, negotiated with Bank of Panhsin to extend the period of short-term borrowings during the second quarter of 2026. The original maturity date of the borrowings was extended from July 3, 2026 to January 10, 2027.
- H. The borrowings of the Group's second-tier subsidiary, Foxwell Energy, with Mega International Commercial Bank and the Export-Import Bank of the Republic of China have matured and cannot be repaid on schedule. The Group has been actively negotiating with the banks. As of August 14, 2026, the extensions of the relevant borrowings and subsequent arrangements are still under negotiation.
- I. On July 6, 2026, the Group's second-tier subsidiary, Foxwell Energy, received a legal demand letter from Infinite Energy Solutions Co., Ltd. alleging that Foxwell Energy violated the provisions stipulated in the sales contract, resulting in a material impairment of creditworthiness that creates a clear risk of non-performance upon maturity, and demanding accelerated repayment of the borrowing.
- J. The Group's second-tier subsidiary, SFE, negotiated with Chailease International Financial Services (Singapore) to extend the period of the credit loan, extending the loan maturity date from May 28, 2026 to November 27, 2026. However, given that SFE is currently facing financial difficulties, and the vessel under the Group's second-tier subsidiary, SFEH, has been pledged as collateral for the borrowings from Chailease International Financial Services (Singapore), SFEH

has been required to appoint the first-priority creditor, Chailease International Financial Services (Singapore), or its designated person, as the sales agent for the vessel to ensure debt security and disposal efficiency, thereby facilitating subsequent asset liquidation and debt settlement.

(17) Short-term notes and bills payable

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Commercial paper	\$ 1,674,200	\$ 5,002,400	\$ 4,577,200
Discount amortisation	(9,757)	(9,974)	(9,637)
	<u>\$ 1,664,443</u>	<u>\$ 4,992,426</u>	<u>\$ 4,567,563</u>
Annual interest rate range	<u>2.05%~3.89%</u>	<u>1.94%~3.42%</u>	<u>2.08%~3.26%</u>

- A. The abovementioned payables on commercial papers were guaranteed and issued by Mega Bills Finance Co., Ltd., Taiwan Cooperative Bills Finance Corporation and Dah Chung Bills Finance Corporation.
- B. The Group's second-tier subsidiary, Foxwell Energy, signed commercial paper agreements in the year 2025 with Mega Bills Finance Co., Ltd., amounting to \$1,150,000. The guarantee agreements for these are provided by the Group's second-tier subsidiary, Shinfox, acting as a joint guarantor.
- C. The Group's second-tier subsidiary, Youde Wind Power, signed commercial paper agreements in the year 2025 with Mega Bills Finance Co., Ltd., amounting to \$585,000. The shares of the Group's second-tier subsidiary, Foxwell Power, were pledged as collateral. The agreements for these are provided by the Group's second-tier subsidiary, Shinfox, acting as a joint guarantor. As of June 30, 2026, the face value of the commercial paper totaled \$585,000, which subsequently matured on July 7, 2026, and could not be repaid. As of August 14, 2026, the negotiations between both parties were still ongoing.
- D. The notes and bills payable of the Group's second-tier subsidiary, PQI, to Mega Bills Finance Co., Ltd. amounted to \$200,000. These bills are guaranteed by the Company's subsidiary, FIT Holding, acting as a joint guarantor.

(18) Other payables

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Payables on salary and bonus	\$ 1,820,517	\$ 2,240,864	\$ 1,626,832
Payables on equipment	1,668,902	1,187,408	666,242
Payables on dividends	604,240	-	1,923,354
Payables on purchases on behalf of others	192,285	329,910	297,980
Payables on employees' compensation and directors' remuneration	661,555	321,758	598,979
Others	<u>2,594,050</u>	<u>2,523,122</u>	<u>2,032,082</u>
	<u>\$ 7,541,549</u>	<u>\$ 6,603,062</u>	<u>\$ 7,145,469</u>

(19) Bonds payable

	June 30, 2026	December 31, 2025	June 30, 2025
Secured corporate bonds payable	\$ -	\$ -	\$ 3,600,000
Secured convertible bonds payable	2,031,800	2,031,800	2,031,800
Less: Discount on bonds payable	(1,413)	(3,516)	(29,510)
	2,030,387	2,028,284	5,602,290
Less: Current portion of corporate bonds payable (shown as “ long-term liabilities, current portion”)	(2,030,387)	(2,028,284)	(3,600,000)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,002,290</u>

A. The main terms of the \$3,600,000 2nd secured corporate bonds issued by the Company on July 29, 2020 are as follows:

- (a) Total initial issue amount: \$3,600,000.
- (b) Issue price: Issue at par value, \$1,000 each.
- (c) Issue period: 5 years, from July 29, 2020 to July 29, 2025.
- (d) Coupon rate: 0.65% fixed per annum.
- (e) Interest payment method: Interest is calculated from the date of issuance at the coupon rate, is a simple interest and is paid yearly.
- (f) Principal repayment method: Pay entire amount at the maturity date.
- (g) Guarantee method:

The joint guarantor banks including CTBC Bank Co., Ltd., Taiwan Cooperative Bank Co., Ltd., Hua Nan Commercial Bank Ltd., Agricultural Bank of Taiwan Corporation and Mega International Commercial Bank Co., Ltd. provide guarantees based on a joint engagement guarantee contract and bond-fulfilling guarantee obligation contract.
- (h) Commitment:

The Company should maintain the following financial ratios during the contract duration for semi-annual consolidated and annual consolidated financial statements:

 - i. Current assets to current liabilities ratio of at least 1:1;
 - ii. Liabilities not exceeding 300% of tangible net equity
 - iii. Interest coverage of at least 400%; and
 - iv. Tangible net equity of at least NT\$15,000,000 thousand.

The Company's 2nd secured corporate bonds had been fully paid on July 29, 2025.

B. The terms of the first domestic secured convertible bonds raised and issued by the Group's second-tier subsidiary, Shinfox, as approved by the competent authority are as follows:

- (a) The bonds have a total issuance amount of \$3,000,000 and a coupon rate of 0%, covering a 3-year period of issuance and a circulation period from November 22, 2023 to November 22, 2026. The convertible bonds will be fully redeemed in cash at face value at the maturity date. The bonds were listed on the Taipei Exchange on November 22, 2023.

- (b) The bondholders have the right to ask for conversion of the bonds into common shares of Shinfox Co., Ltd. during the period from the date after three months of the bonds issue to the maturity date, except for the stop transfer period as specified in the terms of the bonds or the laws/regulations. The rights and obligations of the new shares converted from the bonds are the same as the issued and outstanding common shares.
 - (c) The conversion price of the convertible bonds was made in accordance with the pricing model as specified in the terms of conversion. The conversion price was NT\$114 per share at the issuance date of the bonds. The abovementioned conversion price had been reset to NT\$113 in terms of the regulations starting from August 26, 2024. For the year ended December 31, 2024, the amount of the bonds which the bondholders requested to exercise the conversion right amounted to \$968,200, which was converted into common shares in the amount of 8,493 thousand shares. Equity attributable to owners of the parent and non-controlling interests increased to \$214,399 and \$708,057 respectively, due to the exercise of conversion right. The abovementioned conversion price had been reset to NT\$105 in terms of the regulations starting from August 29, 2025 (the effective date of price resetting).
 - (d) Shinfox Co., Ltd. may repurchase all the bonds outstanding in cash at the bonds' face value at any time after the following events occur: (i) the closing price of Shinfox Co., Ltd.'s common shares is above the then conversion price by 30% for 30 consecutive trading days during the period from the date after three months of the bonds issue to 40 days before the maturity date, or (ii) the outstanding balance of the bonds is less than 10% of total initial issue amount during the period from the date after three months of the bonds issue to 40 days before the maturity date.
 - (e) Under the terms of the bonds, all bonds redeemed (including bonds repurchased from the Taipei Exchange), matured and converted are retired and not to be re-issued; all rights and obligations attached to the bonds are also extinguished.
- C. Regarding the issuance of convertible bonds of the Group's second-tier subsidiary, Shinfox Co., Ltd., the equity conversion options were separated from the liability component in accordance with IAS 32. The call options embedded in bonds payable were separated from their host contracts and were recognised in 'financial assets at fair value through profit or loss' in net amount of \$0 in accordance with IFRS 9 because the economic characteristics and risks of the embedded derivatives were not closely related to those of the host contracts. The effective interest rate of the bonds payable after such separation was 1.7688%.

(20) Long-term borrowings

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	June 30, 2026
Bank's unsecured borrowings				
Cheng Uei				
- with covenants	Borrowing period is from May 2026 to May 2028; pay principal and interest based on each bank's regulations	2.34%	\$ 1,200,000	\$ 1,000,000
- without covenants	Borrowing period is from August 2025 to March 2028; pay principal and interest based on each bank's regulations	1.90%~2.06%	193,750	3,771,000
FIT Holding				
- with covenants	Borrowing period is from January 2025 to December 2027; pay entire amount of principal when due, interest is repayable monthly	2.16%~2.20%	1,132,000	400,000
- without covenants	Borrowing period is from May 2023 to September 2028; pay entire amount of principal when due, interest is repayable monthly	1.98%~2.23%	250,000	950,000
Foxlink Image				
- with covenants	Borrowing period is from December 2025 to December 2027; pay entire amount of principal when due, interest is repayable monthly	2.08%	-	300,000
- without covenants	Borrowing period is from June 2025 to August 2028; pay entire amount of principal when due, interest is repayable monthly	1.98%~2.05%	1,281,263	2,650,000
PQI				
- with covenants	Borrowing period is from January 2025 to January 2027; pay principal based on each bank's regulations, interest is repayable monthly	2.41%	250,000	250,000
- without covenants	Borrowing period is from December 2024 to November 2028; pay principal based on each bank's regulations, interest is repayable monthly	2.23~2.67%	37,500	792,500
Glory Science				
- without covenants	Borrowing period is from January, 2025 to December, 2026; pay principal and interest based on each bank's regulations	2.44%	-	50,000
Shinfox				
- without covenants	Borrowing period is from November 2024 to November 2026; pay principal based on each bank's regulations, interest is repayable monthly	2.09%~2.14%	-	879,900

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	June 30, 2026
Foxwell Energy				
- without covenants	Principal and interest are repayable in installments from December 2018 to December 2028 (Note 4)	2.41%~2.80%	\$ 11,244	\$ 1,968,742
Foxwell Power				
- with covenants	Principal and interest are repayable in installments from October 2022 to July 2029	2.99%	6,090	386,292
- without covenants	Principal and interest are repayable in installments from June 2024 to June 2029	2.67%~2.74%	-	117,500
Synergy				
- without covenants	Principal and interest are repayable in installments from November 2024 to November 2027	2.22%	-	24,792
SFET				
- without covenants	Principal and interest are repayable in installments from June 2025 to June 2030	3.75%	-	524,556
Other borrowings				
SFET	Principal and interest are repayable in installments from May 2026 to April 2029	4.53%	-	227,598
Bank's secured borrowings				
Foxwell Energy	Principal and interest are repayable in installments from May 2018 to December 2028	2.41%~2.46%	7,504	119,473
Foxwell Power	Principal and interest are repayable in installments from October 2022 to July 2029 (Note 1)	2.99%	16,770	1,090,240
Synergy	Principal and interest are repayable in installments from January 2024 to March 2029	2.36%	751,342	56,898
Kunshan Jiuwei	Principal and interest are repayable in installments from March 2025 to March 2030	3.50%~5.50%	8,852	46,919
Cheng Shin Digital	Principal and interest are repayable in installments from February 2025 to February 2030	3.10%	6,930	156,917
Medium-term and long-term syndicated loans				
Cheng Uei				
- with covenants	Borrowing period is from October 2024 to October 2029. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal with the new payment	2.26%	2,300,000	7,700,000
- with covenants	Borrowing period is from June 2024 to June 2029. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal with the new payment	2.28%	-	6,000,000
Foxwell Energy				
- with covenants	Principal and interest are repayable in installments from July 2024 to March 2027	4.05%	1,370,489	6,094,444
SFED				
- with covenants	Principal and interest are repayable in installments from April 2025 to April 2030	5.79%~6.19%	-	4,693,416
Other secured borrowings				
SFE	Principal and interest are repayable in installments from May 2024 to May 2027	5.67%~5.72%	-	2,775,728
				43,026,915
Less: Current portion			(	18,765,493)
Less: Discount			(	115,699)
			\$	<u>24,145,723</u>

Note : As an auditor's report with a material uncertainty related to going concern was issued for the 2025 financial statements of Shinfox, a second-tier subsidiary of the Group, certain financial institutions made corresponding adjustments to the Group's credit terms in accordance with the credit facility agreements based on risk control considerations. Consequently, these institutions demanded accelerated repayment of a portion of the credit facilities and suspended the use of undrawn credit facilities.

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	December 31, 2025
Bank's unsecured borrowings				
Cheng Uei				
- with covenants	Borrowing period is from October 2024 to May 2028; pay principal and interest based on each bank's regulations	2.05%~2.50%	\$ 2,800,000	\$ 2,000,000
- without covenants	Borrowing period is from December 2023 to September 2028; pay principal and interest based on each bank's regulations	1.90%~2.15%	1,328,700	7,950,000
FIT Holding				
- with covenants	Borrowing period is from January 2025 to December 2027; pay entire amount of principal when due, interest is repayable monthly	2.16%~2.20%	1,132,000	500,000
- without covenants	Borrowing period is from May 2023 to September 2028; pay entire amount of principal when due, interest is repayable monthly	1.98%~2.23%	150,000	950,000
Foxlink Image				
- with covenants	Borrowing period is from January 2025 to December 2027; pay entire amount of principal when due, interest is repayable monthly	2.08%~2.18%	1,000,000	1,350,000
- without covenants	Borrowing period is from March 2025 to August 2028; pay entire amount of principal when due, interest is repayable monthly	1.95%~2.05%	860,000	2,640,000
PQI				
- with covenants	Borrowing period is from January 2025 to January 2027; pay principal based on each bank's regulations, interest is repayable monthly	2.41%	200,000	300,000
- without covenants	Borrowing period is from December 2024 to November 2028; pay principal based on each bank's regulations, interest is repayable monthly	2.23~2.67%	-	860,000
Glory Science				
- without covenants	Borrowing period is from January 14, 2025 to December 23, 2026; pay principal and interest based on each bank's regulations	2.44%	-	55,000
Shinfox				
- without covenants	Borrowing period is from November 2024 to June 2032; pay principal based on each bank's regulations, interest is repayable monthly	2.09%~2.14%	480,000	880,000

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	December 31, 2025
Foxwell Energy				
- without covenants	Principal and interest are repayable in installments from December 2018 to December 2028 (Note 1)	2.41%~2.80%	\$ 308,319	\$ 2,220,035
Foxwell Power				
- with covenants	Principal and interest are repayable in installments from October 2022 to July 2029	2.73%	-	410,112
- without covenants	Principal and interest are repayable in installments from June 2024 to June 2029	2.67%~2.74%	46,250	123,750
Synergy				
- without covenants	Principal and interest are repayable in installments from November 2024 to November 2027	0.5%~2.22%	1,458	33,542
SFET				
- without covenants	Principal and interest are repayable in installments from June 2025 to June 2030	3.75%	-	561,113
Other borrowings				
SFET	Principal and interest are repayable in installments from July 2025 to July 2028	4.32%	-	259,367
Bank's secured borrowings				
Foxwell Energy	Principal and interest are repayable in installments from May 2018 to February 2035	2.41%~2.46%	205,776	143,699
Foxwell Power	Principal and interest are repayable in installments from October 2022 to July 2029 (Note 2)	2.73%	-	1,162,778
Synergy	Principal and interest are repayable in installments from January 2024 to March 2039	2.36%	751,342	59,134
Kunshan Jiuwei	Principal and interest are repayable in installments from March 2025 to March 2030	3.50%~5.50%	8,465	50,207
Medium-term and long-term syndicated loans				
Cheng Uei				
- with covenants	Borrowing period is from October 2024 to October 2029. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal with the new payment	2.19%~2.22%	4,800,000	5,200,000
- with covenants	Borrowing period is from June 2024 to June 2029. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal with the new payment	2.17%~2.21%	500,000	5,500,000
Foxwell Energy				
- with covenants	Principal and interest are repayable in installments from July 2024 to March 2026	4.05%	6,910,067 (Note 3)	7,464,933

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	December 31, 2025
SFED				
- with covenants	Principal and interest are repayable in installments from April 2025 to April 2030	6.19%~6.50%	\$ -	\$ 4,714,500
Other secured borrowings				
SFE	Principal and interest are repayable in installments from May 2024 to May 2026	5.72%~6.36%	-	2,842,942
				48,231,112
Less: Current portion			(	30,023,535)
Less: Discount			(	121,024)
			\$	18,086,553

Note 1: The Group's second-tier subsidiary, Foxwell Energy, negotiated with the King's Town Bank to extend the borrowing period of secured borrowings during the second quarter of 2025.

Note 2: The Group's second-tier subsidiary, Foxwell Power, negotiated with the bank to extend the borrowing period of secured borrowings during the first quarter of 2025

Note 3: As of December 31, 2025, the Group's second-tier subsidiary, Foxwell Energy, violated the financial commitment terms specified in the syndicated borrowing contract. Consequently, the banking group suspended the use of the undrawn credit line.

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	June 30, 2025
Bank's unsecured borrowings				
Cheng Uei				
- with covenants	Borrowing period is from May 2024 to January 2028; pay principal and interest based on each bank's regulations	1.98%~2.00%	\$ 1,579,000	\$ 3,600,000
- without covenants	Borrowing period is from April 2023 to October 2027; pay principal and interest based on each bank's regulations	1.90%~2.05%	3,147,500	6,000,000
FIT Holding				
- with covenants	Borrowing period is from October 2024 to November 2026; pay entire amount of principal when due, interest is repayable monthly	2.08%~2.17%	843,000	500,000
- without covenants	Borrowing period is from May 2023 to September 2027 ; pay entire amount of principal when due, interest is repayable monthly	2.20%~2.23%	500,000	900,000
Foxlink Image				
- with covenants	Borrowing period is from November 2024 to November 2026; pay entire amount of principal when due, interest is repayable monthly	2.08%	1,380,000	300,000
- without covenants	Borrowing period is from April 2024 to April 2027; pay entire amount of principal when due, interest is repayable monthly	1.95%~2.10%	810,000	2,040,000
PQI				
- with covenants	Borrowing period is from November 2024 to January 2027; pay principal based on each bank's regulations, interest is repayable monthly	2.41%~2.67%	-	500,000
- without covenants	Borrowing period is from July 2023 to February 2028; pay principal based on each bank's regulations, interest is repayable monthly	2.23%~2.67%	100,000	780,000

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	June 30, 2025
Shinfox				
- without covenants	Interest is repayable monthly from November 2024 to June 2032; pay entire amount of principal when due	2.09%~2.14%	\$ 480,000	\$ 880,000
Glory Science				
- without covenants	Borrowing period is from December 23, 2024 to December 23, 2026; pay principal and interest based on each bank's regulations	2.44%	-	60,000
Foxwell Energy				
- without covenants	Principal and interest are repayable in installments from January 2019 to December 2035	2.23%~2.80%	281,526	2,327,617
Foxwell Power				
- with covenants	Principal and interest are repayable in installments from October 2022 to July 2029	2.99%	-	433,933
- without covenants	Principal and interest are repayable in installments from June 2024 to June 2029	2.67%	-	50,000
Synergy				
- without covenants	Principal and interest are repayable in installments from November 2024 to November 2027	0.50%	-	35,000
Bank's secured borrowings				
Foxwell Energy	Principal and interest are repayable in installments from May 2018 to December 2036	2.36%~2.84%	224,568	181,506
Foxwell Power	Principal and interest are repayable in installments from October 2022 to July 2029 (Note 1)	2.99%	-	1,235,314
Synergy	Principal and interest are repayable in installments from January 2024 to March 2039	2.36%	751,342	61,371
Kunshan Jiuwei	Principal and interest are repayable in installments from March 2024 to March 2030	3.50%~3.60%	18,637	42,757
SFE	Principal and interest are repayable in installments from June 2025 to June 2030	3.75%	-	617,797
Glory Science	Borrowing period is from January 17, 2025 to January 17, 2030; pay principal and interest based on each bank's regulations	2.10%	-	114,000
Medium-term and long-term syndicated loans				
Cheng Uei				
- with covenants	Borrowing period is from October 2024 to October 2029. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal with the new payment	2.17%	6,000,000	4,000,000
- with covenants	Borrowing period is from June 2024 to June 2029. The Company may issue a drawing application before the maturity date of borrowing to repay the loan principal with the new payment	2.16%	2,400,000	3,600,000
Foxwell Energy				
- with covenants	Principal and interest are repayable in installments from July 2024 to March 2026 (Note2)	4.05%	117,586	14,257,414

Type of borrowings	Borrowing period and repayment term	Interest rate range	Unused credit line	June 30, 2025
SFED				
- with covenants	Principal and interest are repayable in installments from April 2025 to April 2031	6.25%	\$ -	\$ 4,395,000
Other secured borrowings				
SFE	Principal and interest are repayable in installments from June 2025 to May 2026	6.31%~6.36%	-	2,803,332
				49,715,041
Less: Current portion			(	29,510,127)
Less: Discount			(	185,534)
			\$	<u>20,019,380</u>

Note 1: The Group's second-tier subsidiary, Foxwell Energy, negotiated with the bank to extend the borrowing period of secured borrowings during the first quarter of 2025.

Note 2: This represents the performance guarantee paid by the Group's second-tier subsidiary, Foxwell Energy, during the engineering construction period. As of June 30, 2025, the performance guarantee provided by banks amounted to \$6,531,540.

A. The Company entered into the borrowing contracts with Bank SinoPac, Taipei Fubon, Far Eastern International Bank and HSBC Bank, and the total credit line is \$2,200,000. As of June 30, 2026, the borrowings that have been used amounted to \$1,000,000. In the duration period of these contracts, the financial ratios in the semi-annual consolidated and annual consolidated financial statements shall be as follows:

- Current assets to current liabilities ratio of at least 1:1;
- Liabilities not exceeding 200% of tangible net equity;
- Interest coverage of at least 400%; and
- Tangible net equity of at least NT\$15,000,000 thousand.

As of June 30, 2026, the Company had not violated any covenant requirements stipulated in the loan agreements with the aforementioned banks. Although the Company's audited consolidated financial statements for the year ended December 31, 2025 indicated non-compliance with the required financial covenant ratios, the Company obtained waivers from the lending banks. Accordingly, the existing credit facilities continue to be available under the original terms and conditions, and the outstanding borrowings are not subject to immediate repayment.

B. In October 2024, the Group signed a medium-term syndicated revolving NTD credit facility agreement with the Bank of Taiwan as the lead bank. As of June 30, 2026, the borrowings that have been used amounted to \$7,700,000. The terms of agreement are summarised below:

- Duration of loan: The loan period of the agreement was 5 years from the agreement signing date.
- Credit line and draw-down: The credit line was NT\$10,000,000, which can be drawn down in installments of at least NT\$100,000 thousand per draw-down.
- Principal repayment: The duration of each loan drawn down is either 90 days or 180 days at

the Company's option. The Company, if without any default, may submit an application to the banks to draw down a new loan with principal equal to the original loan before its maturity, and the new loan is directly used to repay the original loan. The banks and the Company are not required to make remittances for such draw-down and repayment, which is viewed that the Company has received the new loan on the maturity of original loan.

- (d) Commitment: The Company should maintain the following financial ratios during the contract duration for semi-annual consolidated and annual consolidated financial statements:
- i. Current assets to current liabilities ratio of at least 1:1;
 - ii. Liabilities not exceeding 300% of tangible net equity;
 - iii. Interest coverage of at least 400%; and
 - iv. Tangible equity, net of non-controlling interests, of at least NT\$15,000,000 thousand.

- (e) The loan period is decided by the borrower. The borrower may choose to early repay the loans during the contract period according to the syndicated loan contract.

As of June 30, 2026, the Group's second-tier subsidiary, Shinfox, was not in violation of any terms of the agreements signed with the abovementioned banks. The Company's consolidated financial statements for the year ended December 31, 2025, which were audited and attested by independent auditors, failed to meet the abovementioned financial covenant ratios. The syndicated banking group agreed that an additional interest rate would be charged based on the contracts until the review date of financial ratios and exempted the Company from the existing default. As a result, the Company could continue to draw down borrowings under the original credit terms without the need for immediate repayment.

- C. In June 2024, the Group signed a medium-term syndicated revolving NTD credit facility agreement with the Mega Bank as the lead bank. As of June 30, 2026, the borrowings that have been used amounted to \$6,000,000. The terms of agreement are summarised below:

- (a) Duration of loan: The loan period of the agreement was 5 years from the agreement signing date.
- (b) Credit line and draw-down: The credit line was NT\$6,000,000, which can be drawn down in installments of at least NT\$50,000 thousand per draw-down.
- (c) Principal repayment: The borrower shall settle each borrowing before its maturity date. However, the borrower can use the new drawn amount to directly repay the original matured borrowing. For those equal amount, the borrower and the syndicated bank did not need to remit the capital in or out, and the amount was regarded as the drawn borrowing which had been received by the borrower.
- (d) Commitment: The Company should maintain the following financial ratios during the contract duration for semi-annual consolidated and annual consolidated financial statements:
- i. Current assets to current liabilities ratio of at least 1:1;
 - ii. Liabilities not exceeding 300% of tangible net equity;

- iii. Interest coverage of at least 400%; and
 - iv. Total equity of at least NT\$15,000,000 thousand.
- (e) The loan period is decided by the borrower. The borrower may choose to early repay the loans during the contract period according to the syndicated loan contract.
- As of June 30, 2026, the Group's second-tier subsidiary, Shinfox, was not in violation of any terms of the agreements signed with the abovementioned banks. The Company's consolidated financial statements for the year ended December 31, 2025, which were audited and attested by independent auditors, failed to meet the abovementioned financial covenant ratios. The syndicated banking group agreed that an additional interest rate would be charged based on the contracts until the review date of financial ratios and exempted the Company from the existing default. As a result, the Company could continue to draw down borrowings under the original credit terms without the need for immediate repayment.
- D. The Group's second-tier subsidiaries, FIT Holding, Foxlink Image and PQI, entered into the borrowing contracts with Bank SinoPac, Entie Commercial Bank, Far Eastern International Bank, Taishin International Bank and Yuanta Commercial Bank, and the total credit line is NT\$2,850,000. As of June 30, 2026, the borrowings that have been used amounted to NT\$1,718,000. In the duration period of these contracts, the financial ratios in the semi-annual consolidated and annual consolidated financial statements shall be as follows:
- (a) Current assets to current liabilities ratio of at 80% to 100%;
 - (b) Liabilities not exceeding 110% to 200% of tangible net equity;
 - (c) Interest coverage of at 3 to 4 times or above;
 - (d) Financial gearing ratio should be below 75%;
 - (e) Tangible net equity of at least NT\$2,000,000 thousand to NT\$8,000,000 thousand; and
 - (f) Net equity of at least NT\$1,800,000 thousand to NT\$2,000,000 thousand.
- As of June 30, 2026 and December 31, 2025, the Group's second-tier subsidiaries, FIT holding, Foxlink Image and PQI, failed to meet the net worth and net debt-to-equity ratios required by the abovementioned agreements; therefore, the borrowing amounts have been reclassified to current liabilities. As of August 14, 2026, the banks have not demanded accelerated repayment of the loans. As of June 30, 2025, since the interest coverage ratio of the Group's second-tier subsidiaries, FIT holding, Foxlink Image and PQI, failed to meet the agreed ratio, an additional interest rate of 0.125% was required.
- E. The Group's second-tier subsidiary, Shinfox, entered into a medium and long-term loan agreement for a credit line of \$400,000 with The Export-Import Bank of the Republic of China on October 28, 2024. The main contents are as follows:
- (a) Purpose of borrowing: Provided the working capital for Foxwell Power to contract the development, construction and operation and maintenance of the domestic renewable energy power plants.

- (b) Borrowing period: From October 28, 2024 to November 9, 2026. The financing period is 2 years from the drawing date.
 - (c) Repayment:
 - i. Principal: Paid in full amount at the maturity date of tenure of borrowing.
 - ii. Interest: The first interest collection date would be on the 21st of the month following the first drawing date, and thereafter interest collection date would be on the 21st of each month. The interest rate would be adjusted every three months from the first interest collection date.
 - (d) As the banks had determined that there is a concern regarding the borrower's ability to service its debts, the borrowings were deemed fully matured with repayment demanded. Shinfox has initiated debt negotiations with the banks through the Small and Medium Enterprise Counseling Foundation. As of August 14, 2026, the negotiations regarding the extension of the relevant borrowings were still ongoing.
- F. The Group's second-tier subsidiary, Shinfox, entered into a medium and long-term loan agreement for a credit line of \$960,000 with The Export-Import Bank of the Republic of China on March 11, 2024. The main contents are as follows:
- (a) Purpose of borrowing: Provided the capital for Shinfox to invest in the equity interest of the renewable energy companies in Vietnam.
 - (b) Borrowing period: 7 years from the first drawing date.
 - (c) Repayment:
 - i. Principal: The first installment is 60 months after the first disbursement date, and after that, the principal is repayable every 6 months in 5 installments.
 - ii. Interest: Interest is collected every three months and the interest rate may be adjusted every six months.
 - (d) In the first quarter of 2026, the Group's second-tier subsidiary, Shinfox, violated the terms specified in the agreement as it resolved to dispose the equity interests in FOX NAM ENERGY CO., LTD. and DAKPSI INVESTMENT AND DEVELOP HYDROELECTRIC JOINT STOCK COMPANY. As of August 14, 2026, the negotiations regarding the extension were still ongoing with the Export-Import Bank of the Republic of China.
- G. The long-term borrowing contract entered into by the Group's second-tier subsidiary, Foxwell Power, with Taishin International Bank on March 7, 2022 stipulates that the Group shall annually review the financial ratios to maintain a current assets to current liabilities ratio not less than 150%, liabilities not higher than 200% of tangible net equity and a net asset value not less than \$800,000 before every July 31 during the loan period. Additionally, the Group is required to review the shareholding ratio of the ultimate parent company and the parent company on a semi-annual basis. Additionally, on February 29, 2024, Foxwell Power Co., Ltd. obtained a credit line approval letter from Taishin Bank. The Group entered

into a long-term borrowing contract amounting to \$1,845,000 with Taishin Bank on June 5, 2024, which stipulates that the Group shall semi-annually review the financial ratios based on the consolidated financial statements issued by an independent auditor to maintain a current ratio not less than 100%, a net debt-to-equity ratio not higher than 250%, a net asset value not less than \$900,000 and DSCR (Debt Service Coverage Ratio) not less than 1.05 times. Additionally, the Group is required to review the shareholding ratio of the ultimate parent company and the parent company on a semi-annual basis, if the financial ratios do not meet the aforementioned financial ratios, a 0.15% interest rate will be added. Additionally, the cash flows that Taiwan Power Company remitted to the reserve account shall be reviewed every three months to ensure it is not less than \$75,500. If the aforementioned covenants are not met, a 0.25% interest rate will be added. As of June 30, 2026, the borrowing rate would be adjusted based on the contracts on the review date since certain financial ratios did not meet the required level.

H. The Group's second-tier subsidiary, Foxwell Energy, entered into a syndicated credit contract for a credit line of \$20,906,540 with sixteen syndicated banks including CTBC Bank, KGI Bank and Bank of Taiwan etc., in July 2024, and the credit line is divided into item A and item B. The main contents are as follows:

(a) Purpose of borrowing:

- i. Item A: Provide the required performance guarantees or prepayment guarantees for Foxwell Energy Co., Ltd. in order to apply for the issuance of the project contracts.
- ii. Item B: Provide the required working capital for the construction projects of Foxwell Energy Co., Ltd.

(b) Tenure of borrowing: From the first drawing date to March 31, 2026. However, there is no default or no expected default occurred, and the related conditions are met during the contract periods, the application of extension can be submitted in six months before the tenure of the borrowing.

(c) Duration of credit utilisation:

- i. Credit item A: The original credit line was \$7,100,000, which must be drawn in installments or in full on the first drawing date, and the credit line was non-revolving. The undrawn portion on the first drawing date shall be automatically cancelled. In August 2024, Foxwell Energy Co., Ltd. cancelled the undrawn credit line of credit item A amounting to \$568,460 in the case. The performance security deposit is provided by the bank, which is regarded as the used credit line amounting to \$6,531,540 and as of June 30, 2026, all amounts have been fully utilized.
- ii. Credit item B: The credit line is \$14,375,000 and it can be revolving as stipulated in the contract. However, the cumulative drawn amount shall not exceed \$28,500,000. As of June 30, 2026, the unused credit line amounted to \$1,370,489.

(d) Repayment:

- i. Item A: The guarantee liabilities of the syndicated banking group under the construction guarantee letters will be terminated upon the completion and acceptance of each construction and being notified by the owners, or upon the reduction or expiration of each construction guarantee. For the payments on behalf of others of the syndicated banking group under the construction guarantee letters, Foxwell Energy Co., Ltd. shall immediately repay the amounts within 5 days.
 - ii. Item B: Each drawn borrowing shall be repaid according to the borrowing term and maturity date specified in the drawing application. Provided no event of default has occurred, Foxwell Energy may issue the drawing application to use the new drawn amount to directly settle the principal of the original matured borrowings before the maturity date.
- (e) The Group's second-tier subsidiary, Foxwell Energy, commits to test its financial statements that are audited or reviewed by independent auditors at least every half year starting from the financial statements for the year ended December 31, 2024. If the financial ratios or restrictions do not meet the following rules, the syndicated banking group may suspend lending the related amounts and suspend the borrower's right to draw any credit line during the period in which the syndicated banking group determine that an event of default has occurred.

Covenants: During the contract period, debt ratio shall not be more than 200% and net tangible assets shall not be less than \$9,000,000 on the semi-annual and annual parent company only financial statements of Foxwell Energy. For the semi-annual and annual consolidated financial statements of Shinfox, current ratio shall not be less than 100%, net debt-to-equity ratio shall not be more than 300% and net tangible assets shall not be less than \$9,500,000. For the Company's semi-annual and annual consolidated financial statements, current ratio shall not be less than 100%, net debt-to-equity ratio shall not be more than 300%, interest coverage ratio shall not be less than four times and net tangible assets shall not be less than \$15,000,000. As of June 30, 2026, the debt ratio and net tangible assets of the Group's second-tier subsidiary, Foxwell Energy, the current ratio, net debt-to-equity ratio and net tangible assets of the Group's second-tier subsidiary, Shinfox did not meet the regulations.

- (f) On March 31, 2026, Foxwell Energy entered into an extension agreement of borrowings with the syndicated banking group to extend the credit line from March 31, 2026 to March 31, 2027 and exempted Foxwell Energy from the existing default. However, no additional credit line can be drawn until the covenants meet the agreed standards based on the regulations specified in the original borrowing contracts. On July 20, 2026, Foxwell Energy received a letter from the syndicated banks stating that because a material uncertainty related to the going concern of the Group's second-tier subsidiary, Shinfox, still exists, the banks have determined that an event of default has occurred, whereby the borrowings were deemed fully matured with repayment demanded. Shinfox has initiated debt negotiations with the banks

- through the Small and Medium Enterprise Counseling Foundation. As of August 14, 2026, the negotiations regarding the extension of the relevant borrowings were still ongoing.
- (g) The abovementioned syndicated borrowings were jointly guaranteed by Shinfox.
- I. The Group's second-tier subsidiary, Foxwell Energy, entered into the borrowing contract with King's Town Bank on July 8, 2024. The borrowing was non-revolving. In the second quarter of 2025, Foxwell Energy negotiated with the bank to extend the period of the unsecured borrowing, and the maturity date was extended from February 26, 2026 to February 26, 2027. As of June 30, 2026, the credit line had been used amounting to \$1,950,000 and there was no unused credit line. The borrowing contract was jointly guaranteed by the Group's second-tier subsidiary, Shinfox.
- J. In April 2024, the Group's second-tier subsidiary, SFE, entered into a syndicated loan agreement for a credit line of US\$105,000 thousand with Chailease International Financial Services (Singapore) Pte. Ltd., Taishin International Bank, O-Bank and King's Town Bank. The main contents are as follows:
- (a) Purpose of borrowing: Including but not limited to cost of purchasing ships.
 - (b) Borrowing period: From May 29, 2024 to May 28, 2026.
 - (c) Repayment: The principal is repayable monthly in the amount of US\$1,050 thousand starting from December 2024 and the remaining balance is fully repayable in the final instalment, as well as the interest is repayable monthly.
 - (d) In April 2026, SFE negotiated with Chailease International Financial Services (Singapore) Pte. Ltd. to extend the borrowings by providing ships as collateral. The original maturity date of the borrowings was extended from May 28, 2026 to November 27, 2026. Accordingly, the Group recognized a loss relating to the endorsement and guarantee provided on behalf of SFE. Please refer to Note 4(3) for further details.
 - (e) Ship equipment was pledged as collateral for the abovementioned syndicated loan agreement and the Group's second-tier subsidiary, Shinfox, was the joint guarantor.
- K. The Group's second-tier subsidiary, Synergy Energy, entered into a medium-term loan agreement for a credit line of \$35,000 with Shin Kong Commercial Bank in September 2024. The main contents are as follows:
- (a) Purpose of borrowing: Revolving funds.
 - (b) Borrowing period: From November 4, 2024 to November 3, 2027.
 - (c) Repayment: The first year is the grace period. After the grace period, the principal is repayable in 24 equal installments; the interest is repayable monthly at a preferential interest rate provided under a government program of the Small and Medium Enterprise and Startup Administration, Ministry of Economic Affairs.
- L. The Group's subsidiary, Synergy Energy, entered into a medium-term secured loan agreement for a credit line of \$818,000 with Bank SinoPac in March 2022. The main contents are as follows:
- (a) Purpose of borrowing: For the acquisition of movable properties only.
 - (b) Borrowing period: From January 22, 2024 to March 29, 2039.

- (c) Repayment: The principal is repayable in equal installments; the interest is repayable monthly.
 - (d) Machinery and equipment of Synergy Energy were pledged as collateral for the abovementioned loan agreement.
- M. The Group's second-tier subsidiary, Kunshan Jiuwei, entered into a medium-term secured loan agreement for a credit line of RMB 15,000 thousand with Bank SinoPac (China) Ltd. in December 2024. The main contents are as follows:
- (a) Purpose of borrowing: To pay capital expenditure such as relevant construction of power plants or equipment purchases.
 - (b) Borrowing period: From March 24, 2025 to March 22, 2030.
 - (c) Repayment: The interest is repayable monthly; the principal is repayable in equal installments of RMB 100,000 every six months. Upon the loan maturity, the remaining principal and interest are settled together.
 - (d) The abovementioned loan agreement was secured by machinery and equipment as collateral, with the Group's second-tier subsidiary, Shinfox serving as a joint guarantor.
- N. In April 2025, the Group's second-tier subsidiary, SFED, entered into a syndicated loan agreement for a credit line of US\$150,000 thousand with KGI Bank, Shin Kong Bank and Land Bank of Taiwan. The main contents are as follows:
- (a) Purpose of borrowing: Cost of purchasing ships and equipment.
 - (b) Tenure of borrowing: The credit line shall be drawn in full within 3 months from the date of contract and the undrawn credit line will be automatically cancelled by then. The tenure of borrowing is 5 years from the first drawing date. Additionally, the application of extending the tenure of borrowing can be submitted by notifying the administering bank via the written notice from nine months to six months before the maturity date of the first tenure of the borrowing.
 - (c) Repayment: The first installment is 12 months after the first drawing date, and after that, the principal is repayable every 3 months in 17 installments. 1.76% of the credit line is repayable from the first installment to the sixteenth installment and 71.84% of the credit line is repayable in the seventeenth installment.
 - (d) SFED commits to test its financial statements that are audited or reviewed by independent auditors at least every half year starting from the financial statements for the year ended December 31, 2025. If the financial ratios or restrictions do not meet the following rules, a 0.25% interest rate will be added in the improvement period during the period in which the syndicated banking group determines that an event of default has occurred.
- Covenants: During the contract period, interest coverage ratio shall not be less than 1.2 times on the semi-annual and annual parent company only financial statements of SFED. For the Company's semi-annual and annual consolidated financial statements, current ratio shall not be less than 100%, net debt-to-equity ratio shall not be more than 300% and net tangible

- assets shall not be less than \$9,500,000. As of June 30, 2026, Shinfox's current ratio, debt ratio, and tangible net worth ratio do not meet the abovementioned ratios.
- (e) SFED has been regularly paying the related interest based on the terms specified in the loan agreement and received notification from the syndicated banking group on January 26, 2026, indicating that the syndicated banking group intends to exempt SFED from the restrictions on the covenants specified in the loan agreement. As of August 14, 2026, although the amendments to the formal agreement have not yet been completed, the banks have not imposed any default penalty interest for the breach of financial covenants currently.
 - (f) Ship equipment was pledged as collateral for the abovementioned syndicated loan agreement and the Group's second-tier subsidiary, Shinfox, was the joint guarantor.
- O. The Group's second-tier subsidiary, SFET, entered into a medium-term loan agreement for a credit line of \$620,000 with First Commercial Bank in April 2025. The main contents are as follows:
- (a) Purpose of borrowing: Including but not limited to cost of purchasing ships.
 - (b) Borrowing period: From June 27, 2025 to June 27, 2030.
 - (c) Repayment: Principal is repayable in installments during the borrowing period.
 - (d) The abovementioned syndicated borrowings were jointly guaranteed by the Group's second-tier subsidiary, Shinfox.
 - (e) The borrowings of SFET with First Commercial Bank were not performed in accordance with the agreement, with outstanding principal of \$524,556 as well as related interest and default penalties remaining unpaid. Pursuant to the agreement signed by both parties, the borrower has forfeited the benefit of time, and all borrowings were deemed fully matured.
 - (f) As Shinfox is the joint guarantor for this borrowing, Shinfox and SFET received the payment order, (115)-Si-Cu-Zi Letter No. No. 15573, issued by the Taiwan New Taipei District Court on July 13, 2026, demanding to joint repayment for the aforementioned amount. Furthermore, on August 4, 2026, they received the civil ruling, (115)-Si-Piao-Zi Letter No. 5520, issued by the Taiwan New Taipei District Court, which granted compulsory execution regarding a promissory note issued by Shinfox with a face value of \$620,000, among which \$524,556 and the interest calculated at an annual interest rate of 6% from June 10, 2026, until the date of full settlement, may be enforceable. Shinfox has initiated debt negotiations with the banks through the Small and Medium Enterprise Counseling Foundation. As of August 14, 2026, the negotiations regarding the extension of the relevant borrowings were still ongoing.
 - (g) On June 30, 2026, the Group's second-tier subsidiary, Shinfox, was served a civil execution order resulting from a petition for provisional attachment filed by First Commercial Bank with the District Court. The order enforced compulsory execution against the shares of Foxwell Power held by Shinfox, prohibiting Shinfox from transferring, creating other rights, or making any other dispositions regarding such shares.
- P. In July 2025, the Group's sub-subsubsidiary, SFET, entered into a medium-term loan agreement for

a credit line of \$300,000 with HE JING Co Ltd. The main contents are as follows:

- (a) Purpose of borrowing: Revolving funds.
 - (b) Borrowing period: From July 18, 2025 to July 17, 2028.
 - (c) Repayment: The principal is repayable in installments; the interest is repayable monthly.
 - (d) The abovementioned loan agreement was jointly guaranteed by the Group's second-tier subsidiary, Shinfox.
 - (e) In the second quarter of 2026, SFET reached an agreement with HOTAI FINANCE to modify the repayment terms and extend the borrowing period, whereby the original borrowing maturity date was extended from July 17, 2028 to April 21, 2029.
- Q. The Group's second-tier subsidiary, Foxwell Energy, received a notice from Mega International Commercial Bank on July 17, 2026. The notice stated that due to the company's outstanding construction payments, an event of default under the syndicated loan had occurred in accordance with the terms of the loan agreement between both parties. Consequently, the loan was deemed immediately due and payable. As of August 14, 2026, the Group is actively engaged in negotiations with the banking syndicate.
- R. The Group's second-tier subsidiary, Cheng Shin Digital Co., Ltd., entered into a long-term borrowing agreement with O-Bank on November 5, 2024. The agreement stipulates that during the operating period under the credit facility, the minimum Debt Service Coverage Ratio (DSCR) must be greater than 1.1 times. Upon annual reporting or renewal, the DSCR shall be re-examined based on the actual ancillary services and other revenues for the most recent 12 months (If the actual ancillary services and other revenues are less than 12 months, such revenues shall be annualized in proportion to the actual months) and the principal and interest amounts. If the DSCR falls below 1.1 times, the principal must be repaid until the DSCR is greater than or equal to 1.1 times. As of June 30, 2026, due to the failure to meet the agreed ratio, the un-extinguished portion of the loan was reclassified to long-term borrowings due within one year or one operating cycle.
- S. Information about the collateral that was pledged for the long-term borrowings is provided in Note 8.

(21) Pensions

- A.(a) The Company and its domestic subsidiaries have a defined benefit pension plan in accordance with the Labour Standards Act, covering all regular employees' service years prior to the enforcement of the Labour Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labour standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 2% of the employees'

monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labour pension reserve account by the end of December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method, to the employees expected to be qualified for retirement next year, the Company and its domestic subsidiaries will make contributions to cover the deficit by next March.

- (b) The pension benefits and costs under the abovementioned defined contribution plan for the three months and six months ended June 30, 2026 and 2025 were \$809, \$531, \$794 and \$1,063, respectively.
 - (c) Expected contributions to the defined benefit pension plans of the Group for the year ending December 31, 2027 amount to \$131,359.
- B.(a) Effective July 1, 2005, the Company and its domestic subsidiaries have established a funded defined contribution pension plan (the “New Plan”) under the Labour Pension Act (the “Act”), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contributes monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labour Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.
- (b) The Company’s Mainland China subsidiaries and other foreign subsidiaries have a funded defined contribution plan. Monthly contributions are based on the employees’ monthly salaries (the contribution ratio for the three months and six months ended June 30, 2026 and 2025 is between 8%~14%) and wages to an independent fund administered by the government in accordance with the pension regulations. Other than the monthly contributions, the Group has no further obligations.
 - (c) The pension costs under the abovementioned defined contribution pension plan for the three months and six months ended June 30, 2026 and 2025 were \$149,086, \$223,243, \$332,377 and \$448,905, respectively.

(22) Provisions

	2026				
	Onerous contracts	Provision for warranty	Default losses	Decommissioning provisions	Total
At January 1	\$ 639,861	\$ 126,959	\$ 131,248	\$ 3,083	\$ 901,151
Additional (reversed) provisions	(338,472)	1,391	-	(290)	(337,371)
Proceeds from disposal of subsidiaries	(41,183)	-	-	-	(41,183)
Unwinding of discount	-	-	-	21	21
At June 30	<u>\$ 260,206</u>	<u>\$ 128,350</u>	<u>\$ 131,248</u>	<u>\$ 2,814</u>	<u>\$ 522,618</u>

	2025				
	Onerous contracts	Provision for warranty	Default losses	Decommissioning provisions	Total
At January 1	\$ 34,462	\$ 127,990	\$ -	\$ 3,020	\$ 165,472
Additional (reversed) provisions	4,875,453	(539)	141,313	-	5,016,227
Unwinding of discount	-	-	-	31	31
At June 30	<u>\$ 4,909,915</u>	<u>\$ 127,451</u>	<u>\$ 141,313</u>	<u>\$ 3,051</u>	<u>\$ 5,181,730</u>

	June 30, 2026	December 31, 2025	June 30, 2025
Current provisions	<u>\$ 517,579</u>	<u>\$ 896,296</u>	<u>\$ 5,176,929</u>
Non-current provisions (shown as ‘other non-current liabilities’)	<u>\$ 5,039</u>	<u>\$ 4,855</u>	<u>\$ 4,801</u>

A. Onerous contracts

- (a) On June 5, 2026, the Group’s second-tier subsidiary, Shinfox, disposed of all its equity interest in Eastern Rainbow Green Energy and its subsidiaries, which decreased the provisions for onerous contracts by \$41,183. For the six months ended June 30, 2026 and 2025, due to the adjustment of construction costs that resulted in the estimated total costs of the agreement being less than the original estimated amount and the continuous increase in actual input costs, the additions to (reversals of) provisions for onerous contracts were \$8,621 and (\$1,642), respectively.
- (b) The Group’s second-tier subsidiary, Foxwell Energy, undertook Taiwan Power Company’s Phase II of Taipower’s Offshore Wind Power Project and the Wind Farm Property Procurement and Installation Project (“The Project”), with the maritime engineering part executed by SFE. During the execution of the construction in the second quarter of 2025, as the sling accident occurred during the lifting of wind turbines, and the manufacturer of cable laying vessel delayed the delivery of the thrusters, resulting in the delay of construction, so that the Group’s subsidiary, SFE, adjusted the vessel dispatch plan to ensure smooth progress of the construction. As the Group assessed that the estimated total costs had risen significantly and determined that the construction project constituted an onerous contract, the Group recognized a provision for onerous contracts of NT\$4,877,095 in the second quarter of 2025. In the third quarter of 2025, as the delivery progress of the thrusters was still not as expected, resulting in the Group’s own vessels being unavailable for construction, along with the adverse weather conditions in the third quarter, the marine engineering work schedule was further delayed. In order to expedite the construction, SFE had to urgently lease additional vessels from third parties to catch up with the overall construction progress. However, because each construction vessel required corresponding equipment to operate, the lease term was extended and related costs increased significantly, resulting in a substantial increase in the actual input costs in the third quarter of 2025. In the fourth quarter of 2025, considering

the overall operation and performance risk control of the project, Foxwell Energy suspended the maritime engineering which was originally executed by SFE and took over the subsequent construction matters, re-subcontracting the maritime engineering to external suppliers. As the original plan for maritime engineering, which primarily used SFE's own vessels for construction, changed to leasing vessels from external entities, along with the disputes between Foxwell Energy and the wind turbine subcontractors regarding the agreed conditions, Foxwell Energy estimated a significant increase in the input costs. As the related construction of the project continued to be implemented and the performance costs were input successively, the previously recognised provisions for onerous contracts were gradually reversed based on the progress of contract fulfillment. In addition, due to the estimated variable consideration of construction adjusted by Foxwell Energy in the first quarter of 2026, the overall budgeted contract losses were also reduced. In summary, the reversed amount of provisions for onerous contracts for the six months ended June 30, 2026 was \$347,157.

- (c) From January 1 to June 30, 2026, due to the adjustment of construction costs that resulted in the estimated total costs of the agreement being higher than the original estimated amount, the Group's sub-subsidiary, Smart Power System, recognized the provisions for onerous contracts amounting to \$64.

B. Default losses

- (a) The 2026 power purchases and sales contract for commercial operation of gas-fired system signed between the Group's second-tier subsidiary, Jiuwei Power, and Taiwan Power Company (Taipower) stipulates that if the work permit is not obtained by the extended deadline, 1% of the performance security deposit before operation shall be deducted, with successive deductions for delaying every 30 days. The progress of the abovementioned construction was affected by various and successive difficulties in activation of modifying the business plan of Tree Valley Park and the factors such as environmental impact difference since the end of 2024. As a result, Jiuwei Power and the lessor of Tree Valley Park terminated the land lease agreement in February 2025. The Group determined that the probability of fulfilling the contract was remote based on the Group's comprehensive assessment of the current situation and future operational feasibility. Therefore, the Group accrued the possible losses amounting to \$23,485 on liquidated damages based on the contract. The overdue penalty has been fully paid for the year ended December 31, 2025.
- (b) The equipment procurement and installation requirement document for the "Phase II of Taipower's Offshore Wind Power Project and the Wind Farm Property Procurement and Installation Project" signed between the Group's second-tier subsidiary, Foxwell Energy, and Taiwan Power Company stipulates that overdue default penalty for the installation of foundation construction for wind turbine generator system and offshore substation will incur, which Foxwell Energy will be fined in the amount of \$1,050 thousand per calendar day. After contracting the construction, Foxwell Energy could not carry out the construction as

scheduled due to the force majeure or uncontrollable events. As a result, the stages of construction had been slightly delayed. On March 19, 2026, Foxwell Energy obtained a letter from Taiwan Power Company regarding its application for an extension of the construction period due to the adverse marine conditions influenced by the northeast monsoon, which affected the laying work of submarine cables. The letter stated that since the period mentioned has exceeded the original plan for the construction period incorporating meteorological conditions and construction environment impacts in the performance area, the standards for a reasonable extension of the construction period for the year ended December 31, 2026 are still under discussion. The application will be reviewed once the standards are determined. The Group continues to assert its related rights regarding certain matters of the extension of the construction period against Taiwan Power Company. As of August 14, 2026, Foxwell Energy had gradually received confirmation letters from Taiwan Power Company. According to the approved content, the total extension days were 96.5 days. Based on the performance dispute mediation resolution with Taiwan Power Company, the historical offshore wind power construction and the experience of applying for the extension of construction period and with reference to the climate assessment report issued by an external independent third-party institution, the potential overdue default losses have been evaluated. The Group's management had made the necessary adjustments in the way the Group's management considered appropriate and accrued the most likely reserves of default losses amounting to \$131,248. However, the relevant construction extensions and rights assertions are still ongoing, and the Group will adjust its assessments based on subsequent changes in circumstances.

C. The Group provides warranties on image scanners and multifunction printers sold and construction contracts.

- (a) Provision for warranty related to the image scanners and multifunction printers sold is estimated based on historical warranty data of the products.
- (b) Provision for warranty related to the construction contracts is estimated based on historical warranty data. The Group expected the provision for warranty will usually occur during the period regulated in the contracts after the acceptance of the construction.

D. Decommissioning liabilities

In accordance with the applicable agreements or the law/regulation requirement, the Group bears dismantling, removing the asset and restoring the site obligations for certain property, plant and equipment in the future. Decommissioning provision is recognised for the present value of costs to be incurred for dismantling, removing the asset and restoring the site. It is expected that the decommissioning provision will occur.

E. Details of disposal of subsidiaries are provided in Note 6(37).

(23) Share capital

A. As of June 30, 2026, the Company's authorised common stock was \$7,000,000 (including

50,000,000 shares reserved for the issuance of employees' warrants), and the issued and outstanding shares were 462,823,940 shares (net of treasury shares).

B. Treasury shares

Before becoming a subsidiary, Foxlink Image Technology Co., Ltd. held the parent's capital stock amounting to 27,503 thousand shares with a book value of \$272,066 for general investment purpose. For the year ended December 31, 2023, Foxlink Image Technology Co., Ltd. acquired 22,000 thousand shares with an accumulated book value of \$622,774 after the Company acquired control over Foxlink Image on October 1, 2018.

As of June 30, 2026, December 31, 2025, and June 30, 2025, the detailed information of Foxlink Image's parent equity shares is as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Thousand shares	49,503	49,503	49,503
Book value	\$ 622,774	\$ 622,774	\$ 622,774

(24) Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital reserve to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. Capital reserve should not be used to cover accumulated deficit unless the legal reserve is insufficient.

	2026					
	Share premium	Treasury share transactions	Difference between proceeds from acquisition or disposal of subsidiary and book value	Changes in ownership interests in subsidiaries	Change in net equity of associates accounted for using equity method	Total
At January 1	\$ 9,337,850	\$ 205,382	\$ 689,556	\$ 530,126	\$ 616,568	\$ 11,379,482
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	-	96,521	-	-	96,521
Recognition of change in equity of associates in portion to the Group's ownership	-	-	-	-	(164,342)	(164,342)
Changes in ownership interest in subsidiaries	-	-	-	23,589	-	23,589
At June 30	\$ 9,337,850	\$ 205,382	\$ 786,077	\$ 553,715	\$ 452,226	\$ 11,335,250

	Share premium	Treasury share transactions	Difference between proceeds from acquisition or disposal of subsidiary and book value	Changes in ownership interests in subsidiaries	Change in net equity of associates accounted for using equity method	Total
At January 1	\$ 9,337,850	\$ 158,119	\$ 709,960	\$ 209,481	\$ 399,249	\$ 10,814,659
Non-subscription in the capital increase of subsidiaries proportionately by the Group	-	-	- (	117,666)	- (	117,666)
Recognition of change in equity of associates in portion to the Group's ownership	-	-	-	-	2,225	2,225
Changes in ownership interest in subsidiaries	-	-	-	288,949	-	288,949
Compensation costs of employee stock options	-	-	-	14,695	-	14,695
At June 30	<u>\$ 9,337,850</u>	<u>\$ 158,119</u>	<u>\$ 709,960</u>	<u>\$ 395,459</u>	<u>\$ 401,474</u>	<u>\$ 11,002,862</u>

(25) Retained earnings

A. Based on the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve. The appropriation of remainder shall be proposed by the Board of Directors and be resolved by the shareholders.

The Board of Directors may, upon resolution adopted by a majority vote at a meeting of the Board of Directors attended by at least two-thirds of the total number of directors, distribute dividends and bonus, capital surplus or legal reserve, in whole or in part, in the form of cash. The above distribution is not subject to approval by the shareholders.

B. According to the Company's Articles of Incorporation, no more than 90% of the distributable retained earnings shall be distributed as stockholders' bonus and cash dividend distributed in any calendar year shall be at least 20% of the total distributable earnings in that year based on future capital expenditures budget and capital requirements.

C. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the balance of the reserve exceeds 25% of the Company's paid-in capital.

D. (a) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.

(b) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1090150022,

dated March 31, 2021, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently.

(c) The amounts previously set aside by the Company as special reserve for the initial application of IFRSs amounted to \$665,206. Furthermore, the Company did not reverse special reserve to retained earnings for the three months and six months ended June 30, 2026 and 2025 as a result of the use, disposal or reclassification of related assets. As of June 30, 2026, December 31, 2025, and June 30, 2025, the amount of special reserve set aside for the initial application of IFRSs all amounted to \$665,206.

E. Details of the appropriation of 2025's and 2024's net income which was resolved at the stockholders' meeting on June 24, 2026 and May 29, 2025, respectively, are as follows:

	Year ended December 31, 2025		Year ended December 31, 2024	
	Amount	Dividend per share (in dollars)	Amount	Dividend per share (in dollars)
Legal reserve appropriated	\$ -	\$ -	\$ 170,651	\$ -
(Reversal of) special reserve appropriated	440,095	-	(1,289,406)	-
Cash dividends	512,327	1.0	1,280,817	2.5

Information about earnings distribution of the Company as approved and proposed by the Board of Directors and resolved by the shareholders' will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(26) Operating revenue

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods over time and at a point in time in the following major product lines and generates related revenue in each reportable segment:

	Three months ended June 30,	
	2026	2025
Systems and peripheral products	\$ 7,331,467	\$ 7,295,652
3C component	5,636,300	5,130,994
3C product retail	2,728,974	2,131,819
Energy service management	1,944,095	6,811,709
Total	<u>\$ 17,640,836</u>	<u>\$ 21,370,174</u>
	Six months ended June 30,	
	2026	2025
Systems and peripheral products	\$ 14,504,387	\$ 14,790,547
3C component	10,943,647	10,704,535
3C product retail	6,348,782	4,755,187
Energy service management	6,128,365	12,503,322
Total	<u>\$ 37,925,181</u>	<u>\$ 42,753,591</u>

B. Unfulfilled construction contracts

Aggregate amount of the transaction price allocated to and the year expected to recognise revenue for the unsatisfied performance obligations in relation to the contracted significant construction contracts as of June 30, 2026, December 31, 2025, and June 30, 2025 are as follows:

Year	Total contract consideration	Amount of unfulfilled obligation	Year expected to recognise revenue
June 30, 2026	\$ 69,278,192 (Note 1)	\$ 10,448,501	2026~2027
December 31, 2025	68,111,049 (Note 2)	12,747,665	2026~2027
June 30, 2025	61,264,508	18,222,953	2025~2027

Note 1: For the Group's "Phase II Offshore Wind Power Project - the Wind Farm Property Procurement and Installation Project" with Taiwan Power Company, the amount of variable consideration of \$8,050,197 has been estimated using the expected value method, which is based on the mediation agreement made by the Public Construction Commission, Executive Yuan, past negotiation experiences and contract terms. Of the abovementioned amount, \$5,556,934 was agreed by the owner on April 16, 2026.

Note 2: Regarding the mediation between the Group and Taiwan Power Company, the Group has included the variable consideration of \$5,556,934, which is likely to be collected, in the aggregate contracted amount based on the recommendations provided by the mediation committee.

C. Contract assets and contract liabilities

(a) The Group has recognised the following revenue-related contract assets and liabilities:

	June 30, 2026	December 31, 2025	June 30, 2025
Contract assets:			
Contract assets-construction contracts	\$ 8,841,876	\$ 10,889,106	\$ 16,600,284
Contract assets- service contracts	-	3,455	4,422
	<u>\$ 8,841,876</u>	<u>\$ 10,892,561</u>	<u>\$ 16,604,706</u>
Contract liabilities-current:			
Contract liabilities-advance sales receipts	\$ 852,662	\$ 576,411	\$ 635,803
Contract liabilities-construction contracts	205,070	66,119	202,931
Contract liabilities-service contracts	764	330	2,596
Contract liabilities-warranty with an extra fee	24,743	69,936	82,484
Contract liabilities-education training courses	8,836	17,867	18,611
	<u>\$ 1,092,075</u>	<u>\$ 730,663</u>	<u>\$ 942,425</u>

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Contract liabilities-non-current:			
Contract liabilities-warranty with an extra fee	\$ 3,864	\$ 4,600	\$ 30,987
Contract liabilities-education training courses	<u>8,201</u>	<u>10,258</u>	<u>5,058</u>
Total	<u>\$ 12,065</u>	<u>\$ 14,858</u>	<u>\$ 36,045</u>

(b) Contract assets and liabilities recognised for the aforementioned construction contracts as at June 30, 2026, December 31, 2025, and June 30, 2025 are as follows:

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Aggregate costs incurred plus recognised profits	\$ 56,884,142	\$ 55,716,210	\$ 56,451,831
Less: Progress billings	(48,247,336)	(44,893,223)	(40,054,478)
Net balance sheet position for construction in progress	<u>\$ 8,636,806</u>	<u>\$ 10,822,987</u>	<u>\$ 16,397,353</u>
Presented as:			
Current contract assets	\$ 8,841,876	\$ 10,889,106	\$ 16,600,284
Current contract liabilities	(205,070)	(66,119)	(202,931)
Total	<u>\$ 8,636,806</u>	<u>\$ 10,822,987</u>	<u>\$ 16,397,353</u>

(c) Revenue recognised that was included in the contract liability balance at the beginning of the period:

	<u>Three months ended June 30,</u>	
	<u>2026</u>	<u>2025</u>
Revenue recognised that was included in the contract liability balance at the beginning of the period	<u>\$ 57,633</u>	<u>\$ 97,048</u>
	<u>Six months ended June 30,</u>	
	<u>2026</u>	<u>2025</u>
Revenue recognised that was included in the contract liability balance at the beginning of the period	<u>\$ 338,242</u>	<u>\$ 338,062</u>

(d) Information relating to credit risk of contract assets is provided in Note 12(2).

D. Please refer to Note 9 for the information of significant construction contracts of the Group.

(27) Interest income

	Three months ended June 30,	
	2026	2025
Interest income from bank deposits	\$ 87,590	\$ 87,388
Interest income from financial assets measured at amortised cost	20,648	47,563
	<u>\$ 108,238</u>	<u>\$ 134,951</u>
	Six months ended June 30,	
	2026	2025
Interest income from bank deposits	\$ 140,682	\$ 162,201
Interest income from financial assets measured at amortised cost	57,344	79,881
	<u>\$ 198,026</u>	<u>\$ 242,082</u>

(28) Other income

	Three months ended June 30,	
	2026	2025
Rental revenue	\$ 45,998	\$ 16,111
Government grants revenue	9,696	11,225
Other revenue-other	57,800	12,810
	<u>\$ 113,494</u>	<u>\$ 40,146</u>
	Six months ended June 30,	
	2026	2025
Rental revenue	\$ 91,126	\$ 31,893
Government grants revenue	12,274	14,885
Other revenue-other	95,492	63,577
	<u>\$ 198,892</u>	<u>\$ 110,355</u>

(29) Other gains and losses

	Three months ended June 30,	
	2026	2025
Gain on disposal of investments (loss)	\$ 10,359,332	(\$ 17,195)
Impairment loss	(3,232,611)	(159,605)
Net currency exchange gain (loss)	11,114	(374,524)
Depreciation charge on investment property	(11,158)	(718)
Loss on disposal of property, plant and equipment	(3,755)	(27,028)
Gain on lease modification	6	-
Loss on financial assets at fair value through profit	-	(346)
Loss from default	-	(131,248)
Other gains and losses	229,385	(16,247)
	<u>\$ 7,352,313</u>	<u>(\$ 726,911)</u>

	Six months ended June 30,	
	2026	2025
Gain on disposal of investments (loss)	\$ 10,359,332	(\$ 13,921)
Impairment loss	(3,392,145)	(475,400)
Net currency exchange gain (loss)	(74,130)	(284,211)
Depreciation charge on investment property	(22,161)	(1,435)
Loss on disposal of property, plant and equipment	(1,465)	(32,960)
Gain on lease modification	14	7,041
Loss on financial assets at fair value through profit	8	(1,950)
Loss from default	-	(154,733)
Other gains and losses	225,140	(13,853)
	<u>\$ 7,094,593</u>	<u>(\$ 971,422)</u>

(30) Finance costs

	Three months ended June 30,	
	2026	2025
Bank borrowings	\$ 417,540	\$ 394,626
Lease liabilities	11,499	13,272
Corporate bonds	1,054	25,220
Other interest expenses	597	16
Less: Capitalisation of interest on bank borrowings	(2,316)	(2,987)
Less: Capitalisation of interest on lease liabilities	(2,353)	(3,060)
	<u>\$ 426,021</u>	<u>\$ 427,087</u>

	Six months ended June 30,	
	2026	2025
Bank borrowings	\$ 897,606	\$ 671,456
Lease liabilities	23,081	29,295
Corporate bonds	2,103	50,382
Other interest expenses	613	32
Less: Capitalisation of interest on bank borrowings	(6,222)	(8,076)
Less: Capitalisation of interest on lease liabilities	(6,302)	(8,192)
	<u>\$ 910,879</u>	<u>\$ 734,897</u>

(31) Expenses by nature

	Three months ended June 30,	
	2026	2025
Employee benefit expense	\$ 2,947,741	\$ 2,771,260
Depreciation expense	1,165,536	1,131,015
Interest expenses (shown as operating costs)	112,622	10,983
Amortisation charges on intangible assets	44,100	40,545
Transportation expense	162,656	155,208
Advertising costs	66,949	96,163
Operating lease payments	841,267	212,471
	<u>\$ 5,340,871</u>	<u>\$ 4,417,645</u>
	Six months ended June 30,	
	2026	2025
Employee benefit expense	\$ 5,508,393	\$ 5,773,559
Depreciation expense	2,256,960	2,340,472
Interest expenses (shown as operating costs)	258,500	206,876
Amortisation charges on intangible assets	88,057	80,319
Transportation expense	292,728	293,549
Advertising costs	133,574	122,400
Operating lease payments	1,071,130	432,158
	<u>\$ 9,609,342</u>	<u>\$ 9,249,333</u>

(32) Employee benefit expense

	Three months ended June 30,	
	2026	2025
Wages and salaries	\$ 2,483,886	\$ 2,313,534
Pension costs	149,895	223,774
Labour and health insurance fees	190,365	125,465
Other personnel expenses	123,595	108,487
	<u>\$ 2,947,741</u>	<u>\$ 2,771,260</u>
	Six months ended June 30,	
	2026	2025
Wages and salaries	\$ 4,604,214	\$ 4,810,527
Pension costs	333,171	449,968
Labour and health insurance fees	328,887	277,897
Other personnel expenses	242,121	235,167
	<u>\$ 5,508,393</u>	<u>\$ 5,773,559</u>

- A. According to the Articles of Incorporation of the Company, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as employees' compensation and directors' and supervisors' remuneration. The ratio shall not be lower than 6% for employees' compensation and shall not be higher than 3% for directors' and supervisors' remuneration. At least 2% of the profit shall be allocated as profit sharing for entry-level

employees.

- B. For the three months and six months ended June 30, 2026 and 2025, employees' compensation was accrued at \$300,539, \$0, \$300,539 and \$10,162, respectively; directors' remuneration was accrued at \$0, \$0, \$0 and \$1,694, respectively. The aforementioned amounts were recognised in salary expenses.
- C. Employees' compensation and directors' and supervisors' remuneration of 2025 as resolved at the Board of Directors were in agreement with those amounts recognised in the 2025 financial statements.
- D. Information about employees' compensation and directors' and supervisors' remuneration of the Company as approved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(33) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Three months ended June 30,	
	2026	2025
Current tax:		
Tax payable incurred in current period	\$ 2,291,765	\$ 31,295
Tax on undistributed surplus earnings	11,927	38,415
Prior year income tax (over) under estimation	9,936	67,242
Total current tax	2,313,628	136,952
Deferred tax:		
Origination and reversal of temporary differences	(213,687)	(711,936)
Total deferred tax	(213,687)	(711,936)
Income tax expense	\$ 2,099,941	(\$ 574,984)
	Six months ended June 30,	
	2026	2025
Current tax:		
Tax payable incurred in current period	\$ 2,033,278	\$ 387,854
Tax on undistributed surplus earnings	11,927	38,415
Prior year income tax (over) under estimation	19,729	66,889
Total current tax	2,064,934	493,158
Deferred tax:		
Origination and reversal of temporary differences	287,118	(734,227)
Total deferred tax	287,118	(734,227)
Income tax expense	\$ 2,352,052	(\$ 241,069)

- (b) The income tax relating to components of other comprehensive income is as follows:

	Three months ended June 30,	
	2026	2025
Currency translation differences	\$ 77,714	(\$ 843,884)
	Six months ended June 30,	
	2026	2025
Currency translation differences	\$ 302,973	(\$ 697,100)

B. The latest year of the Company's and its domestic subsidiaries' income tax returns that have been assessed and approved by the Tax Authority is as follows:

	Status of Assessment
FII, FUII, Darts, Zhi De Investment, FAT, WCT, Suntain, DU Precision, MICROLINK, SYNCROBOTIC, Synergy, Straight A, Studio A, Jing Jing, Shinfox, Shinfox Natural Gas, Yuanshan Forest, SFET, Shih Fong Power, Elegent Power, Guanwei Power, Jun Wei, Foxwell Power, Jiuwei Power, Xinwei Power, Foxwell Certification, Smart Power System, Zhixin Energy, Sun Energy Storage, Huijie Energy, VA, Foxwell Energy	Assessed and approved up to 2024
The Company	Assessed and approved up to 2023
Foxlink Image, PQI, Glory Science, FIT Holding	Assessed and approved up to 2022
(34) <u>(Loss) earnings per share</u>	Assessed and approved up to 2021

	Three months ended June 30, 2026		
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 6,024,454	462,824	\$ 13.02
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 6,024,454	462,824	
Employees' compensation	-	7,909	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 6,024,454	470,733	\$ 12.80

Three months ended June 30, 2025			
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Loss per share (in dollars)
<u>Basic/diluted loss per share</u>			
Loss attributable to ordinary shareholders of the parent	(\$ 971,386)	462,824	(\$ 2.10)

Six months ended June 30, 2026			
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 5,813,692	462,824	\$ 12.56
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 5,813,692	462,824	
Employees' compensation	-	7,909	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 5,813,692	470,733	\$ 12.35

Six months ended June 30, 2025			
	Amount after tax	Weighted average number of ordinary shares outstanding (share in thousands)	Loss per share (in dollars)
<u>Basic/diluted loss per share</u>			
Loss attributable to ordinary shareholders of the parent	(\$ 845,659)	462,824	(\$ 1.83)

(35) Transactions with non-controlling interest

- A. During the six months ended June 30, 2026, and in December 2025 and January 2025, the Group's second-tier subsidiary, Shinfox, disposed of 20.42%, 14% and 0.03% equity interest in another second-tier subsidiary, Foxwell Power, for the consideration of \$954,957, \$819,075 and \$8,099, respectively. The transactions resulted in an increase in non-controlling interests of \$841,146, \$692,623 and \$6,497, respectively, and an increase in equity attributable to owners of the parent of \$113,811, \$126,452 and \$1,602, respectively.
- B. The Group's second-tier subsidiary, Foxwell Power, distributed cash dividends as resolved by the Board of Directors during their meeting on March 3, 2026, and the transaction resulted in a decrease in the non-controlling interest by \$165,147 and an increase in capital surplus by \$280.
- C. The Group's second-tier subsidiary, Foxwell Power, increased its capital by issuing new shares.

- on January 13, 2025. The Group did not acquire shares proportionally to its interest. As a result, the Group decreased its share interest by 11.67%. The transaction amount was \$898,021. This transaction resulted in an increase in the non-controlling interest and the equity attributable to owners of the parent by \$799,061 and \$100,733, respectively.
- D. The Group's second-tier subsidiary, Shinfox, acquired 50% equity interest in Synergy Co., Ltd. through capital increase by cash of \$800,100 on January 17, 2025. The transaction resulted in an increase in the non-controlling interest by \$758,302.
 - E. The Group's second-tier subsidiary, Shinfox, increased its capital by issuing new shares in March 2025. The Group did not acquire shares proportionally to its interest. As a result, the Group decreased its share interest by 0.94%. This transaction resulted in an increase in the non-controlling and the equity attributable to owners of the parent by \$2,257,988 and \$66,454, respectively.
 - F. The Group's second-tier subsidiary, Foxwell Power, acquired 51% equity interest in Smart Power System by cash and issuance of ordinary shares in July 2025. The transaction resulted in an increase in the non-controlling interest by \$441,780. The Group did not acquire shares proportionally to its interest. During the issuance of ordinary shares by Foxwell Power, the Group's second-tier subsidiary, Shinfox did not subscribe proportionally to its shareholding, resulting in a decrease in its equity interest by 2.97%. Consequently, the non-controlling interest and the equity attributable to owners of the parent increased by \$116,946 and \$10,376, respectively.
 - G. The Group's second-tier subsidiary, Billion Sun Energy Storage, increased its capital by issuing new shares on September 12, 2025. The Group did not acquire shares proportionally to its interest. As a result, the Group decreased its share interest by 30%. The transaction amounted to \$392,400. This transaction resulted in an increase in the non-controlling interest and the equity attributable to owners of the parent by \$389,539 and \$5,280, respectively. The Group's second-tier subsidiary, Foxwell Power, did not acquire shares proportionally to its interest. As a result, Foxwell Power lost control over Billion Sun Energy Storage, and Foxwell Power's equity interest in the company was decreased from 100% to 30%. The Group's second-tier subsidiary, Synergy Co., Ltd., acquired 40% equity interest in Billion Sun Energy Storage Technologies Inc. The Group collectively held 70% equity interest in Billion Sun Energy Storage. Therefore, the transaction was considered as a reorganisation.
 - H. The Group's second-tier subsidiary, Foxwell Power, distributed cash dividends as resolved by the shareholders during their meeting on May 21, 2025 and May 15, 2024, and the transaction resulted in a decrease in the non-controlling interest by \$24,433 and \$6,731, respectively.
 - I. The Group's second-tier subsidiary, FIT Holding, distributed cash dividends as resolved by the shareholders during their meeting on May 28, 2025, and the transaction resulted in a decrease in the non-controlling interest by \$456,213.
 - J. The Group's second-tier subsidiary, Shinfox, distributed cash dividends as resolved by the shareholders during their meeting on May 27, 2025, and the transaction resulted in a decrease in

the non-controlling interest by \$188,161.

(36) Business combinations

A. Synergy Co., Ltd

- (a) On January 17, 2025, the Group's second-tier subsidiary, Shinfox subscribed to the newly issued common shares of Synergy Co., Ltd. in cash amounting to \$800,010. The Group held 52.3% equity interests in Synergy and had control over Synergy after the subscription.
- (b) The allocation of the acquisition price of Synergy was completed for the year ended December 31, 2025. The fair value of the goodwill amounted to \$4,874.
- (c) The operating revenue included in the consolidated statement of comprehensive income since January 17, 2025 contributed by Synergy was \$42,183. Synergy also contributed loss before income tax of (\$10,984) over the same period. Had Synergy been consolidated from January 1, 2025, the consolidated statement of comprehensive income would show operating revenue of \$43,193 and loss before income tax of (\$9,583), respectively, for the year ended December 31, 2025.
- (d) In April 2026, the Company acquired the entire 50% equity interest in Synergy from the Group's second-tier subsidiary, Shinfox, and this transaction was deemed an organizational reorganization.

B. Smart Power System

- (a) The Group's second-tier subsidiary, Foxwell Power, issued 3,328,571 ordinary shares on July 1, 2025 for the acquisition of shares of Smart Power System. The swap ratio was 1:1.4, in exchange for 35.85% of Smart Power System's issued and newly issued ordinary shares, totaling 4,660 thousand shares. Furthermore, on July 22, 2025, Foxwell Power acquired 3,000 thousand newly issued ordinary shares and 500 thousand issued ordinary shares of Smart Power System at a price of NT\$100 (in dollars) per share. Both aforementioned transactions resulted in a total acquisition of 51% of Smart Power System's shares. In addition, Foxwell Power obtained the control over Smart Power System. The company has been extensively developing the power and energy industry for a long time, including power system analysis, microgrid construction and power equipment monitoring, etc. As a result of the acquisition, the Group is expected to increase its presence in the power market. It also expects to accelerate power integration in the Asian market and expand economic benefits through the development of related power system software.
- (b) The fair value totaling NT\$104 (in dollars) of the 3,328,571 ordinary shares issued as part of the consideration paid for Smart Power System was based on the published share price on July 1, 2025. The cost of issuing shares was a deduction item to capital surplus. Other acquisition costs totaling \$160 were recognised in operating expenses under the statements of comprehensive income.
- (c) The allocation of the acquisition price of Smart Power System was completed during the

period from July 22, 2025 to December 31, 2025, and the fair value of the identifiable intangible assets (including computer software, customer relationships and patents) and goodwill acquired amounted to \$344,550 and \$236,360, respectively.

- (d) The operating revenue included in the consolidated statement of comprehensive income since July 22, 2025 contributed by Smart Power System was \$316,404. Smart Power System also contributed profit before income tax of \$28,166 over the same period. Had Smart Power System been consolidated from January 1, 2025, the Group's operating revenue and profit before income tax for the year ended December 31, 2025 would increase by \$416,267 and \$43,139, respectively.

C. The following table summarises the consideration paid for Synergy and the fair values of the assets acquired and liabilities assumed at the acquisition date:

	Smart Power System	Synergy
Purchase consideration		
Cash paid	\$ 350,000	\$ 800,010
Market price of new shares issued	346,171	-
	<u>696,171</u>	<u>800,010</u>
The fair value of the equity previously held as of the acquisition date	-	36,815
The non-controlling interest's proportionate share of the recognised amounts of acquirer's identifiable net assets	441,780	758,302
	<u>1,137,951</u>	<u>1,595,127</u>
Fair value of the identifiable assets acquired and liabilities		
Cash and bank deposits	385,563	1,543,472
Contract assets	57,371	431
Accounts receivable	49,490	14,691
Prepayments	41,636	2,558
Other current assets	7,903	-
Financial assets at fair value through other comprehensive income	187,497	-
Investments accounted for using equity method	26,304	-
Other receivables	51	29
Property, plant and equipment	3,011	136,496
Right-of-use assets	1,877	3,752
Intangible assets-computer software	10,095	-
Intangible assets-customer relationships	166,678	-
Intangible assets-patents	167,777	-
Guarantee deposits paid	33,104	3,633
Current income tax assets	-	31
Notes payable	- (	375)
Accounts payable	- (	8,730)
Other payables	- (	2,431)
Contract liabilities	- (	756)
Other current liabilities	(156,801) (	11)
Lease liabilities	(1,937) (	3,993)
Deffered income tax liabilities	(66,891)	-
Security deposit paid	(11,137)	-
Long-term borrowings	- (	98,544)
Total identifiable net assets	<u>901,591</u>	<u>1,590,253</u>
Goodwill	<u>\$ 236,360</u>	<u>\$ 4,874</u>

(37) Supplemental cash flow information

A. Investment activities with partial cash payments:

	Six months ended June 30,	
	2026	2025
Purchase of property, plant and equipment	\$ 2,203,049	\$ 6,761,842
Add: Opening balance of payable on equipment	1,187,408	949,080
Less: Ending balance of payable on equipment	(1,668,902)	(666,242)
Less: Capitalisation of depreciation expense	(18,075)	(19,876)
Cash paid during the period	<u>\$ 1,703,480</u>	<u>\$ 7,024,804</u>

B. Financing activities with no cash flow effects:

	Six months ended June 30,	
	2026	2025
Cash dividends declared but yet to be distributed	<u>\$ 604,240</u>	<u>\$ 1,923,354</u>

C. The following table summarises the consideration paid by the Group's second-tier subsidiary for Billion Sun Energy Storage and Huijie Energy in April 2025 and May 2025, and the fair values of the assets acquired and liabilities assumed at the acquisition date:

	Billion Sun	
	Energy Storage	Huijie Energy
Purchase consideration		
Cash paid	\$ 46,815	\$ 500
Fair value of the identifiable assets acquired and liabilities assumed		
Cash and bank deposits	3,819	130
Prepayments	1,031	1,162
Other current assets, others	15	358
Property, plant and equipment	-	27,417
Right-of-use assets	386,597	239,895
Prepayments for business facilities	1,662	-
Guarantee deposits paid	44,096	38,305
Other payables	(360)	(66,872)
Lease liabilities	(386,597)	(239,895)
Other current liabilities, others	(3,448)	-
Total identifiable net assets	<u>\$ 46,815</u>	<u>\$ 500</u>

D. The Group's second-tier subsidiary, Foxwell Power, acquired a 51% equity interest in Cheng Shin Digital Co., Ltd. in April 2026. However, this acquisition did not meet the definition of a business combination under IFRS 3. In accordance with the IFRS 3.2, the following table summarises the consideration paid for Cheng Shin Digital Co., Ltd. and the fair values of the assets acquired and liabilities assumed at the acquisition date:

	<u>Cheng Shin Digital</u>
Consideration transferred in the acquisition	\$ 13,057
Fair value of the previously held equity interest	<u>34,510</u>
	<u>\$ 47,567</u>
Cash and bank deposits	\$ 25,841
Accounts receivable	6,962
Other receivables	343
Prepayments	13,615
Property, plant and equipment	193,780
Right-of-use assets	55,033
Deffered income tax assets	6,022
Other non-current assets	1,663
Accounts payable	(29,533)
Other payables	(1,050)
Other current liabilities	(313)
Long-term borrowings	(162,801)
Lease liabilities	<u>(61,995)</u>
Total net assets	<u>\$ 47,567</u>

E. On May 25, 2026, the Board of Directors of the Group's second-tier subsidiary, Shinfox, resolved to dispose its entire equity interest in Eastern Rainbow Green Energy. This transaction resulted in the Group's loss of control over Eastern Rainbow Green Energy and its subsidiaries (Eastern Rainbow Environmental and KunShan Eastern Rainbow). The information regarding the consideration received from the transaction (including cash and cash equivalents) and the related assets and liabilities of the subsidiaries is as follows:

	<u>Eastern Rainbow Green Energy (including other subsidiaries)</u>
Purchase consideration	
Cash paid	<u>\$ 198,200</u>
Cash	20,577
Current financial assets at amortised cost	52,289
Current contract assets	209,377

	Eastern Rainbow Green Energy (including other subsidiaries)
Accounts receivable	\$ 14,387
Other receivables	660
Current tax assets	20
Current inventories	645
Prepayments	11,422
Non-current financial assets at fair value through through other comprehensive income	690
Non-current financial assets at amortised cost	1,850
Property, plant and equipment	36,608
Right-of-use assets	2,518
Intangible assets	982
Deferred tax assets	47,437
Other non-current assets-others	482
Current borrowings	(74,328)
Contract liabilities	(29,787)
Notes payable	(1,883)
Accounts payable	(58,894)
Other payables	(7,218)
Current provisions	(41,183)
Current lease liabilities	(2,182)
Other current liabilities	(358)
Non-current lease liabilities	(388)
Total net assets	<u>\$ 183,723</u>

(38) Changes in liabilities from financing activities

	2026						Liabilities from
	Short-term borrowings	Short-term notes and bills payable	Corporate bonds payable	Long-term borrowings	Lease liabilities		financing activities - gross
At January 1	\$ 15,069,297	\$ 4,992,426	\$ 2,028,284	\$ 48,110,088	\$ 1,987,503	\$	72,187,598
Changes in cash flow from financing activities	1,268,426	(3,327,983)	-	(6,083,337)	(149,187)	(	8,292,081)
Impact of changes in foreign exchange rate	-	-	-	-	41,943		41,943
Interest expense	-	-	-	-	23,081		23,081
Changes in other non-cash items	(514,796)	-	2,103	884,465	210,490		582,262
At June 30	<u>\$ 15,822,927</u>	<u>\$ 1,664,443</u>	<u>\$ 2,030,387</u>	<u>\$ 42,911,216</u>	<u>\$ 2,113,830</u>	\$	<u>64,542,803</u>

	Short-term borrowings	Short-term notes and bills payable	Corporate bonds payable	Long-term borrowings	Lease liabilities	Liabilities from financing activities - gross
At January 1	\$ 6,944,505	\$ 4,516,472	\$ 5,569,564	\$ 42,759,603	\$ 3,651,770	\$ 63,441,914
Changes in cash flow from financing activities	6,335,863	51,091	-	7,436,383	(257,722)	13,565,615
Impact of changes in foreign exchange rate	(55,315)	-	-	-	(73,614)	(128,929)
Interest expense	-	-	-	-	21,103	21,103
Changes in other non-cash items	(341,247)	-	32,726	(666,479)	(939,410)	(1,914,410)
At June 30	<u>\$ 12,883,806</u>	<u>\$ 4,567,563</u>	<u>\$ 5,602,290</u>	<u>\$ 49,529,507</u>	<u>\$ 2,402,127</u>	<u>\$ 74,985,293</u>

7. RELATED PARTY TRANSACTIONS

(1) Names of related parties and relationship

Names of related parties	Relationship with the Group
Well Shin Technology Co., Ltd. (Well Shin)	Associate
Xunqiang Communication Technology CO., LTD. (Xunqiang)	Associate
Central Motion Picture Corporation (Central Motion Picture)	Associate
Dongguan Banrin Robot Technology Co., Ltd. (Banrin)	Associate
Synergy Co., Ltd. (Synergy)	Previous associate (Note 1)
Cheng Shin Digital Co., Ltd. (Cheng Shin Digital)	Previous associate (Note 2)
Sharetronic Data Technology Co., Ltd. (Sharetronic)	Associate
LUMINYS SYSTEMS CORPORATION (LUMINYS)	Associate
LUMINYS SYSTEMS CANADA CORPORATION (LUMINYS CANADA)	Associate
FOXLINK SYSTEMS CORPORATION	Associate
FOXLINK SYSTEMS CANADA CORPORATION	Associate
Deepwaters Digital Support Inc. (Deepwaters)	Associate
Sharetronic Data Technology (Hong Kong) Limited	Associate
Terabitcom Technology Co., Ltd. (Terabitcom)	Associate
Hongju Energy Co., Ltd. (Hongju)	Associate
BL ANAKIE SOLAR PTY LTD (BL ANAKIE)	Associate (Note 3)
Smart Grid System Technologies INC (Smart Grid System)	Associate
Changpin Wind Power Ltd. (Changpin)	Joint venture
Shin Hon International Investment Co., Ltd. (SHIN HON)	Other related party
Hon Hai Precision Industry Co., Ltd. (Hon Hai)	Other related party
Foxlink Taiwan Industry Co., Ltd. (Foxlink Taiwan)	Other related party
Xingwei Electric Power Co., Ltd.	Other related party (Note 4)
Beiyuan Wind Power Ltd.	Other related party (Note 4)
Changyuan Wind Power Ltd.	Other related party (Note 4)
LI, CHIU-HUI	Other related party

Note 1: As the Group acquired 50% equity interest in Synergy, Synergy was changed to the Group's subsidiary from an associate since January 17, 2025.

Note 2: The Group's second-tier subsidiary, Foxwell Power, previously held a 49% equity interest in

Cheng Shin Digital Co., Ltd. Since acquiring the remaining 51% equity interest in Cheng Shin Digital Co., Ltd. on April 2, 2026, Cheng Shin Digital Co., Ltd. has changed from an associate into a subsidiary.

Note 3: Since management of the Group's second-tier subsidiary, Smart Power System, served as members on the Board of Directors of BL ANAKIE, the Group was assessed to have significant influence over the entity.

Note 4: Since the Group's second-tier subsidiary, Foxwell Power, reassigned its corporate representative on June 17, 2026, and the chairman of the entity serves as a director of Foxwell Power, the entity was determined to be an other related party.

(2) Significant related party transactions

A. Operating revenue

	Three months ended June 30,	
	2026	2025
- Associates	\$ 10,212	\$ 5,288
- Joint ventures	66,440	132,246
- Other related parties	44,239	67,847
- Previous associate	-	1,000
	<u>\$ 120,891</u>	<u>\$ 206,381</u>
	Six months ended June 30,	
	2026	2025
- Associates	\$ 10,233	\$ 5,351
- Joint ventures	84,708	324,528
- Other related parties	106,197	138,053
- Previous associate	1,000	1,533
	<u>\$ 202,138</u>	<u>\$ 469,465</u>

(a) The sales price in relation to the transaction made with related parties is based on mutual agreement. All the credit terms on sales to related parties were receivable within 4 to 6 months after sales. The credit terms on sales to third parties were 30 to 120 days after monthly billing or by telegraphic transfer upon shipment of goods, except for receivables arising from the sales of tooling that are collectible upon acceptance by customers.

(b) The Group entered into contracted construction agreements with related parties and charged construction revenue and revenue from electricity sold, and the transaction price and credit terms are the same with the market situation or the general customers.

(c) Unfulfilled construction contracts

Total contract consideration, aggregate amount of the transaction price allocated to and the year expected to recognise revenue for the unsatisfied performance obligations in relation to the contracted significant construction contracts as of June 30, 2026, December 31, 2025, and June 30, 2025 are as follows:

Year	Total contract consideration	Amount of unfulfilled obligation	Year expected to recognise revenue
June 30, 2026	\$ 3,297,150	\$ 1,931,470	2026~2027
December 31, 2025	3,297,150	2,005,720	2026~2027
June 30, 2025	3,295,960	2,342,611	2025~2027

B. Operating costs

(a) Purchases

	Three months ended June 30,	
	2026	2025
Purchases of goods:		
- Associates	\$ 13,325	\$ 31,018
- Other related parties	183,662	198,901
	<u>\$ 196,987</u>	<u>\$ 229,919</u>
	Six months ended June 30,	
	2026	2025
Purchases of goods:		
- Associates	\$ 20,195	\$ 65,232
- Previous associate	-	400
- Other related parties	370,736	343,424
	<u>\$ 390,931</u>	<u>\$ 409,056</u>

The purchase price in relation to the transaction made with related parties is based on mutual agreement. All purchases from related parties are at arm's-length. Payment period was 60 to 120 days after receipt of goods from suppliers.

(b) Construction cost

	Three months ended June 30,	
	2026	2025
Construction cost		
- Associates	\$ -	\$ 292
- Joint ventures	8,121	-
- Other related parties	20,865	-
	<u>\$ 28,986</u>	<u>\$ 292</u>
	Six months ended June 30,	
	2026	2025
Construction cost		
- Associates	\$ 399	\$ 712
- Joint ventures	18,703	-
- Other related parties	20,865	-
	<u>\$ 39,967</u>	<u>\$ 712</u>

Except for construction cost which is calculated based on the construction contract entered

into using market quotes, other payments of the transactions between the Group and the abovementioned related parties are calculated based on mutual agreement and paid monthly.

(c) Other operating costs

		Three months ended June 30,	
		2026	2025
Other operating costs			
- Associates	\$	-	\$ 17,000
- Other related parties		-	-
	\$	-	\$ 17,000
		Six months ended June 30,	
		2026	2025
Other operating costs			
- Associates	\$	-	\$ 11
- Other related parties		-	34,000
	\$	-	\$ 34,011

Payments of the transactions between the Group and the abovementioned related parties are calculated based on mutual agreement and paid monthly.

C. Rental revenue

		Three months ended June 30,	
		2026	2025
Associates	\$	12,535	\$ 12,378
		Six months ended June 30,	
		2026	2025
Associates	\$	24,754	\$ 24,428

The Group entered into rental contracts based on normal conditions with related parties and collects rents monthly based on the contracts.

D. Receivables from related parties

	June 30, 2026	December 31, 2025	June 30, 2025
Accounts receivable:			
- Associates	\$ 4,958	\$ 5,243	\$ 72,564
- Joint ventures	28,995	2,415	-
- Other related parties	102,753	112,035	119,808
- Previous associate	-	28,433	28,433
	\$ 136,706	\$ 148,126	\$ 220,805

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Other receivables (Purchase on behalf of others):			
- Associates			
LUMINYS	\$ 787,556	\$ 424,323	\$ 420,020
Others	174,282	98,487	67,295
Other receivables (Others):			
- Associates	6,795	6,313	6,045
	<u>\$ 968,633</u>	<u>\$ 529,123</u>	<u>\$ 493,360</u>

(a) Other receivables (Others) mainly refer to the rental income received from related parties, and the collection terms are based on mutual agreement.

(b) For the six months ended June 30, 2026 and 2025, the Company's purchase on behalf of associates amounted to \$693,502 and \$370,316, respectively, which was not included in the Company's purchase and sales, and the transaction terms are 180 days after weekly billings or 180 days from invoice date.

E. Prepayments

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Prepayments:			
- Associates	<u>\$ 21,666</u>	<u>\$ 21,666</u>	<u>\$ -</u>

The prepayments mainly refer to the service expenses paid to related parties and the payment terms were determined based on mutual agreements.

F. Payables to related parties:

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Accounts payable:			
- Associates	\$ 13,422	\$ 26,077	\$ 29,007
- Joint ventures	34,641	15,938	-
- Other related parties	165,866	34,501	92,218
	<u>\$ 213,929</u>	<u>\$ 76,516</u>	<u>\$ 121,225</u>
Other payables (Purchase on behalf of others):			
- Associates	\$ 487,959	\$ 127,647	\$ 83,022
- Other related parties	650	506	513
Other payables (Others):			
- Associates	817	644	86
- Other related parties	60	60	60
	<u>\$ 489,486</u>	<u>\$ 128,857</u>	<u>\$ 83,681</u>

G. Property transactions

(a) Acquisition of property, plant and equipment

	Three months ended June 30,	
	2026	2025
- Associates	\$ -	\$ -
	Six months ended June 30,	
	2026	2025
- Associates	\$ -	\$ 183

The Group purchased equipment from the associates and the payment terms were determined based on mutual agreements.

(b) Acquisition of property, plant and equipment (shown as “prepayments for business facilities”)

	June 30, 2026	December 31, 2025	June 30, 2025
- Subsidiaries			
Shin Hon	\$ 98,475	\$ 98,475	\$ 98,475

On August 12, 2024, the Company acquired land and plants in Tucheng Industrial Park from Shin Hon International Investment Co., Ltd. Total price of the contracts amounted to \$984,750 which was purchased based on normal conditions. As of June 30, 2026, December 31, 2025 and June 30, 2025, the Company has prepaid \$98,475 cumulatively (shown as prepayments for business facilities). The Board of Directors approved a resolution on August 13, 2026 to cancel the project, terminate the agreement in accordance with the law, and recover the prepaid amount in full.

(c) Acquisition of financial assets

	Accounts	No. of shares	Objects	Six months ended June 30, 2026 Consideration
Associates				
-TeraBitCom Technology	Investments accounted for using equity method	4,550	Shares of TeraBitCom Technology	\$ 160,171
	Accounts	No. of shares	Objects	Six months ended June 30, 2025 Consideration
Joint venture				
- Changpin	Investments accounted for using equity method	10,000	Shares of Changpin	\$ 100,000
Associates				
- LUMINYS	Investments accounted for using equity method	0.23	Shares of LUMINYS	197,010
- Deepwaters	Subsidiary included in the consolidated financial statements	6,500	Shares of SYNCROBOTIC	57,475

				Six months ended June 30, 2025
	Accounts	No. of shares	Objects	Consideration
Other related parties-				
- Zheng Fa	Subsidiary included in the consolidated financial statements	850	Shares of MICROLINK	\$ 8,500
Directors				
- LI, CHENG	Subsidiary included in the consolidated financial statements	150	Shares of MICROLINK	1,500
				<u>\$ 364,485</u>

- i. In order to diversify the business and enhance the Group's competitiveness, the Group acquired 100% equity interest in MICROLINK in the amount of \$10,000 in March 2025. Additionally, the Group acquired 84.62% equity interest in SYNCROBOTIC in the amount of \$57,475 in February 2025. With the Group's previously held equity interest of 15.38%, the Group's equity interest increased to 100%.
- ii. The following table summarises the Group's assets acquired and liabilities assumed arising from MICROLINK COMMUNICATIONS INC.:

	March 2025
Cash and bank deposits	<u>\$ 3,889</u>
Prepayments	<u>\$ 40</u>
Intangible assets	<u>\$ 6,855</u>

- iii. The following table summarises the Group's assets acquired and liabilities assumed arising from SYNCROBOTIC Co., Ltd.:

	February 2025
Cash and bank deposits	<u>\$ 67,964</u>
Prepayments	<u>\$ 45</u>
Accrued expenses	<u>\$ 45</u>
Other current liabilities	<u>\$ 25</u>

H. Lease transactions - lessee

- (a) The Group leases buildings from related parties. Rental contracts are typically made for periods of 3 years. Rents are paid at the end of the month.
- (b) Acquisition of right-of-use assets:

	Three months ended June 30,	
	2026	2025
Associates	\$ -	\$ -
Other related parties	2,866	-
	<u>\$ 2,866</u>	<u>\$ -</u>

	Six months ended June 30,	
	2026	2025
Associates	\$ 4,289	\$ -
Other related parties	2,866	-
	<u>\$ 7,155</u>	<u>\$ -</u>

(c) Lease liability

i. Outstanding balance:

	June 30, 2026	December 31, 2025	June 30, 2025
Associates	\$ 10,235	\$ 12,010	\$ 17,736
Other related parties	12,051	11,065	-
	<u>\$ 22,286</u>	<u>\$ 23,075</u>	<u>\$ 17,736</u>

ii. Interest expense

	Three months ended June 30,	
	2026	2025
Associates	\$ 62	\$ 103
Other related parties	55	-
	<u>\$ 117</u>	<u>\$ 103</u>

	Six months ended June 30,	
	2026	2025
Associates	\$ 139	\$ 221
Other related parties	109	-
	<u>\$ 248</u>	<u>\$ 221</u>

I. Endorsements and guarantees provided to related parties: Refer to Note 13(1) B.

(3) Key management compensation

	Three months ended June 30,	
	2026	2025
Short-term employee benefits	\$ 83,853	\$ 33,090
Post-employment benefits	776	1,098
Total	<u>\$ 84,629</u>	<u>\$ 34,188</u>

	Six months ended June 30,	
	2026	2025
Short-term employee benefits	\$ 112,153	\$ 79,699
Post-employment benefits	1,614	2,228
Total	<u>\$ 113,767</u>	<u>\$ 81,927</u>

8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

Pledged asset	Book value			Purpose
	June 30, 2026	December 31, 2025	June 30, 2025	
Property, plant and equipment	\$ 11,388,230	\$ 12,973,602	\$ 13,941,275	Short-term notes and bills, short-term borrowings, long-term borrowings and debt mortgage guarantee
Restricted deposits and time deposits-current (shown as “Financial assets at amortised cost-current”)	2,672,596	4,950,637	7,810,791	Customs deposit, guarantee for L/C issued for purchases of materials, government grants, coupon trust, construction performance security deposit, long-term borrowings, short-term borrowings and guaranteed bill
Refundable deposits (shown as “Other current assets”)	223,754	109,770	1,064,733	Construction performance security deposit and performance security deposit
Restricted deposits and time deposits-non-current (shown as “Financial assets at amortised cost-non-current”)	186,127	1,157,876	179,512	Reserve account, performance security deposit and guarantee for land lease and bonds
Refundable deposits (shown as “Other non-current assets”)	723,587	916,834	909,769	Customs deposit, plant deposit, rental performance security deposit, security deposit and electrical energy performance security deposit
Joint Venture -shares of Changpin Wind Power (shown as “Investments Accounted for Using the Equity Method”)	274,121	-	-	- Long-term borrowing
Second-tier subsidiary - shares of Foxwell Power Co., Ltd.	982,535	46,488	-	- Current borrowings · Short-term notes and bills payable
Second-tier subsidiary- shares of Shinfox Natural Gas	248,035	-	-	- Borrowings from Related Parties
Second-tier subsidiary- shares of Cheng Shin Digital	34,950	-	-	- Borrowings from Related Parties
Second-tier subsidiary- shares of Smart Power System	218,485	-	-	- Borrowings from Related Parties
	<u>\$ 16,952,420</u>	<u>\$ 20,155,207</u>	<u>\$ 23,906,080</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

(1) Contingencies

A. The Group’s second-tier subsidiary, Shih Fong Power Co., Ltd. (“Shih Fong”), carried out the “Shih Fong Power’s FongPing River and Its Tributary Hydroelectric Project” (the “Project”) in Hualien County and planned to build a weir in FongPing River for hydropower plants to generate electricity. Since 2000, the Company has successively obtained the permit to build the infrastructure as an electricity enterprise and the work permit to operate power generation equipment as an electricity enterprise (the “Work Permit”). As the construction was unable to be completed on time, an extension was applied for according to the law year by year and the Work Permit was obtained as approved and issued by the Ministry of Economic Affairs. Certain litigations that ensued during the period of application for the renewal of the Work Permit were as follows:

(a) Administrative appeal

The local indigenous people (the “Petitioners”) filed a petition on May 14, 2021 with the Administrative Appeals Committee of the Executive Yuan (AAC), requesting “the suspension of the Project” and “the revocation of work permit in 2021 issued by the Ministry of Economic

Affairs”. Regarding the dispute with the former, the administrative appeal was dismissed from the AAC on May 31, 2021; and regarding the dispute with the latter, the decision of administrative appeal was rendered by the AAC on March 3, 2022 and the original administrative action was revoked.

In accordance with the decision of the AAC, the Ministry of Economic Affairs sent a letter to Shih Fong on March 10, 2022, ordering it to consult and obtain consent and participation from the indigenous peoples or tribes. Shih Fong disagreed with the judgement and filed an administrative litigation according to the law on April 29, 2022, requesting the Executive Yuan to revoke the decision of administrative appeal of Shih Fong’s Work Permit in 2021. The case trial had been initiated by the court on November 9, 2022, and the case was dismissed by the Taipei High Administrative Court on March 14, 2024.

(b) Administrative litigation

The Petitioners disagreed with the decision of dismiss on May 31, 2021 by the AAC and filed an administrative litigation with the Taipei High Administrative Court (THAC). On December 3, 2021, the THAC rendered a judgement that the Project is suspended until the administrative litigation is finalised. The Ministry of Economic Affairs and Shih Fong disagreed with the abovementioned judgement and filed a counter-appeal with the Supreme Administrative Court (SAC). On March 31, 2022, the SAC revoked the original verdict, excluding certain final judgements.

However, in order to conduct the construction smoothly in the future and respect the will of local people, Shih Fong sent a letter to the Zhuoxi Township Office on April 7, 2022, requesting it to consult and obtain consent from the tribes. Shih Fong completed relevant tribal consultation and obtained a majority of consent in December 2022 and sent a letter to the Bureau of Energy to report the results of the tribal consultation. Shih Fong had obtained the renewal Work Permit in 2021 and 2022 in December 2022 and the Work Permit in 2023 was renewed by the Ministry of Economic Affairs in February 2023 which will be valid until December 31, 2023. However, the Petitioners disagreed with the issuance of the Work Permit in 2023 by the Ministry of Economic Affairs and requested for a suspension until the administrative litigation is finalised. On August 11, 2023, the THAC issued a ruling that "stay of execution pending the final and binding conclusion of the administrative proceedings". Shih Fong was dissatisfied with such ruling and filed an interlocutory appeal with the Supreme Administrative Court. On September 28, 2023, the Supreme Court issued a ruling that “the execution shall be stayed until the administrative litigation is concluded and the certain litigation expenses shall all be abandoned.” The Petitioners disagreed with the decision of dismiss on February 6, 2024 by the AAC and filed an administrative litigation with the THAC. Since the THAC dismissed the case on April 2, 2026, the Petitioners disagreed with the decision of dismissal and filed an administrative litigation with the SAC. The court’s verdict is still pending as of August 14, 2026.

Shih Fong had obtained the renewal Work Permit between 2024 and 2026 in February 2024 which

will be valid until December 31, 2026. However, the Petitioners disagreed with the issuance of the Work Permit in 2024 by the Ministry of Economic Affairs and requested for a suspension and revocation of the issuance of the Work Permit in 2024 until the administrative litigation is finalised. The Petitioners of the aforementioned case disagreed with the decision to dismiss on August 5, 2024 by the AAC and filed an administrative litigation with the THAC, which was dismissed by the THAC on April 23, 2025. The Petitioners of the latter case disagreed with the decision of dismiss on March 14, 2025 by the AAC and filed an administrative litigation with the THAC. The court's verdict is still pending as of August 14, 2026.

- B. The Group's second-tier subsidiary, Foxwell Energy Corporation Ltd. ("Foxwell Energy"), entered into a 'Transportation and Installment Contract of Wind Turbines in Wind Farm Site No. 26' with a Singapore contractor, Teras Offshore Pte. Ltd. As the contractor failed to submit the essential documents within the time frame prescribed in the contract, Foxwell Energy has the right to revoke the contract and has notified the contractor in writing of the termination of the contract. After receiving the written notice from Foxwell Energy, the contractor entrusted a lawyer on December 11, 2021, to request for compensation from Foxwell Energy, and state that it will refer the matter to arbitration if the compensation is not paid. On December 24, 2021, Foxwell Energy also appointed a lawyer to send a letter stating that it was a lawful termination of the contract and it reserves the right to claim compensation from the contractor. As of August 14, 2026, Foxwell Energy has not yet received the notice of arbitration submitted by the contractor to the arbitration institution, and the termination of the contract has no impact on the original construction contract and subsequent performance obligations.
- C. On August 13, 2020, the Group's second-tier subsidiary, Foxwell Energy, entered into an equipment procurement contract and an operation and maintenance contract with Taiwan Power Company ("Taiwan Power") for the Phase II of Taipower's Offshore Wind Power Project and the "Wind Farm Property Procurement and Installation Project" amounting to \$56,588,000 and \$6,300,000, respectively. The terms of the equipment procurement contract specifies that Foxwell Energy shall complete the foundation construction for wind turbine generator system and offshore substation as of September 30, 2024, shall complete all wind turbine generator system which shall be under the security constrained dispatch process as of December 31, 2025, shall complete the whole construction as of December 31, 2025 and shall provide 2-year warranties from the date of completion and acceptance of the whole construction. In addition, the equipment shall provide guaranteed generating capacity. The performance term of this project is divided into stages progress and the final completion deadline. The default penalty shall be computed until the termination date of the contract according to each stage of the project. The operation and maintenance contract specifies the terms such as the guaranteed annual availability and default penalty of all wind turbine generator system as well as the relevant rights and obligations of both parties. The contract period is 5 years from the time when all wind turbine generator systems are under the security constrained dispatch process. However, Foxwell Energy began construction in

June 2024 with the completion of the heavy lift vessels, the project encountered consecutive typhoons and sudden strong winds that damaged the crane of the heavy lift vessels, necessitating repairs back at Taichung Port. This affected the installation schedule of the substructures for wind turbine. Since Foxwell Energy took on the contract, global inflation, rate hike, wars and other force majeure or uncontrollable events have led to increase international offshore wind power costs and a shortage of the large construction vessels. Therefore, Foxwell Energy Co., Ltd. had applied for an extension of the completion deadline to Taiwan Power in accordance with the contract terms and legal provisions in September 2024. Foxwell Energy obtained a letter from Taiwan Power, stating that catching up to the construction work is the priority goal and the applied matters are pending for further evidence. In June 2025, Foxwell Energy submitted the project to the Public Construction Commission (“PCC”) for mediation in accordance with the contract for the Phase II of Taipower’s Offshore Wind Power Project and the “Wind Farm Property Procurement and Installation Project”. As of August 14, 2026, Foxwell Energy has successively received written replies from Taiwan Power confirming the approval of a total of 96.5 days for construction extensions. In addition, as stated in the mediation settlement agreement between both parties, although Foxwell Energy agreed to waive its other disputed rights arising from this procurement project prior to December 31, 2025, matters eligible for construction extension applications under the contract are excluded from this limitation. Based on this, Foxwell Energy, in accordance with the original grounds specified in the contract, still retains its legal rights and interests to continuously appeal to and apply with Taiwan Power for subsequent construction extension days. Please refer to Note 6(22) for details. The Group has recorded a provision for potential losses.

- D. The subcontractor (Xincheng Co., Ltd.) of the Group’s second-tier subsidiary, Shinfox, requested compensation from Shinfox as it had objections to the payment of the construction. In May 2022, the court’s first instance judgement was rendered. According to the judgement, Shinfox shall pay \$1,257 and its penalty interest to Xincheng Co., Ltd., and Shinfox’s other litigations were dismissed. Shinfox and Xincheng Co., Ltd. both disagreed with the judgement and filed an appeal. As of August 14, 2026, the case is still under trial with the court of second instance. Shinfox will actively defend the aforementioned litigation. However, due to the nature of unpredictability of legal cases, the exact amount of possible compensation cannot be estimated currently. The Group assessed that the loss amount was immaterial to its financial statements.
- E. The Group’s subsidiary, SFE, had a performance dispute with the subcontractors, Bernhard Weyres GmbH, Success Overseas International Corporation, Utec Survey Asia Pte Ltd and Shanghai Jiayi Marine Technology, et al, during the execution of the construction. Bernhard Weyres GmbH sent a letter claiming that certain parts were lost during the equipment return process, and requested compensation for equipment operating costs, spare equipment and decommissioning costs. Success Overseas International Corporation sent a letter stating that it is requesting SFE to pay rental fees for relevant equipment and construction costs due to the adjustments in the construction

progress, including the estimated rental fees and construction costs for the period during which the equipment was not actually put into use. Although these subcontractors have made claims for the aforementioned amounts, they have not yet provided specific evidence or a reasonable basis to support their calculations of losses, and the related responsibility attribution stills needs further clarification. Shanghai Jiayi Marine Technology Co., Ltd. engaged an attorney to issue a letter on July 8, 2026, demanding the payment of overdue accounts totaling USD 105,000 thousand. However, the counterparty has not yet provided concrete evidence or a sufficient basis to reasonably support its calculation of losses. As of August 14, 2026, these subcontractors have not formally appointed lawyers to file a lawsuit or make specific legal claims against SFE. Therefore, the Group did not estimate related provisions for the dispute.

- F. The Group's second-tier subsidiary, SFE, received a judgment issued by the Singapore court on April 2, 2026 in relation to a dispute with IQIP Singapore Pte. Ltd. Pursuant to the judgment, SFE is required to reach an agreement with the creditor within the timeframe specified by the court; failing which, the creditor may file an application with the court for the compulsory liquidation of SFE in accordance with applicable laws and regulations. As of June 30, 2026, the Group has recognized related payables arising from the dispute in the amount of EUR 952 thousand. The variance between the recognized amount and the court-awarded amount of EUR 999 thousand is primarily attributable to interest accrued up to the date of the judgment. As of August 14, 2026, the parties had not yet reached a final agreement on the settlement terms.
- G. The Group's second-tier subsidiary, Youde Wind Power Co., Ltd. (hereinafter referred to as Youde Wind Power), was selected for the capacity allocation of the Phase II of offshore wind zonal development by the Ministry of Economic Affairs (MOEA) and entered into an administrative contract for offshore wind zonal development with the MOEA on May 19, 2025. According to the contract, Youde Wind Power was required to pay the remaining 50% performance guarantee, totaling \$700,000, before May 18, 2026. Youde Wind Power had previously submitted a correction in the form of a check; however, on August 3, 2026, it received an official letter from the MOEA stating that such payment form did not comply with the relevant regulations. The letter gave advance notice that the signed administrative contract would be terminated in accordance with the regulations, the paid 50% performance guarantee would not be refunded, and notified Youde Wind Power to submit its statement of opinion within 7 days, after which the matter would be handled directly pursuant to the regulations. Since the Group has evaluated its performance capability based on the current operational status and the future economic benefits of the project's invested assets, the related impairment losses have been recognised. Please refer to Note 6 (14) for details.
- H. Since the Group's second-tier subsidiary, SFE, failed to settle certain overdue debts, the creditors, AQUA-TERRA SOLUTIONS PTE. LTD., ORANGE DELTA PTE. LTD., and RIGGING & MARINE SERVICES PTE LTD, filed lawsuits with the Singapore Court, demanding the payment of relevant accounts payable totaling USD 391 thousand. As of August 14, 2026, SFE has settled USD 342 thousand of the total amount. However, since the litigation proceedings are still ongoing,

the final amounts claimed by the creditors may differ from the amounts recorded in SFE's books due to subsequent interest, default penalty, or other additional claims, and the final outcome remains subject to court judgements or subsequent negotiations.

(2) Commitments

A. Please refer to Note 7(2) G (b) for the details of commitments between the Company and related parties.

B. Capital expenditure contracted for at the balance sheet date but not yet incurred is as follows:

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Equipment purchase contract			
Contract price	<u>\$ 5,725,065</u>	<u>\$ 5,804,976</u>	<u>\$ 2,633,282</u>
Outstanding amount	<u>\$ 3,044,468</u>	<u>\$ 3,102,851</u>	<u>\$ 1,612,527</u>
	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Construction contract			
Contract price	<u>\$ 52,553,049</u>	<u>\$ 53,072,490</u>	<u>\$ 53,255,738</u>
Outstanding amount	<u>\$ 9,876,442</u>	<u>\$ 11,576,427</u>	<u>\$ 12,932,050</u>

C. As of June 30, 2026, December 31, 2025, and June 30, 2025, as required for the contract of the Phase II of Taipower's Offshore Wind Power Project, the "Wind Farm Property Procurement and Installation Project", the amounts of bank deposits and time deposits pledged by the Group to the banks (shown "as financial assets at amortised cost") were \$1,654,127, \$1,644,520 and \$2,714,547, respectively.

D. As of June 30, 2026, December 31, 2025, and June 30, 2025, the endorsement/guarantee amounts of credit line guaranteed by using the letters of guarantee issued by the subcontractor were \$821,860, \$853,060 and \$2,236,770, respectively.

E. Except as described in Notes 9(2) C and D, the Group provided performance guarantee on the subcontracted construction and the credit line on the guaranteed amount to the Group's second-tier subsidiary, Foxwell Energy Corporation Ltd., amounting to \$20,860,795, \$24,035,547 and \$34,233,550 as of June 30, 2026, December 31, 2025, and June 30, 2025, respectively.

F. As of June 30, 2026, December 31, 2025, and June 30, 2025, apart from the significant construction contracts in Note 6(26), the letters of guarantee to be issued by the bank, which are required for contracted construction, agreements of purchasing renewable energy, group guarantees and operations of land lease for commercial port facilities amounted to \$431,222, \$533,333 and \$324,898, respectively.

G. The Group entered into an operation and maintenance contract with Changyuan, Beiyuan and Shinfox Power for wind turbine generator system and solar energy equipment. The contract specifies the terms such as the bonus and penalty of operation and maintenance which are calculated based on ceiling and floor guaranteed generating capacity as well as the relevant rights and obligations of both parties. The contract period is for 20 years from the parallel connection date.

- H. The Group's second-tier subsidiary, Foxwell Power Co., Ltd., entered into a renewable energy purchase contract with the electricity enterprise. The yearly minimum purchase quantity and price were agreed in the contract. If the Group did not purchase the agreed quantity of electricity according to the contract, the Group had default obligations. As of June 30, 2026, the Group has no default arising from this contract.
- I. The Group's second-tier subsidiary, Foxwell Power Co., Ltd., entered into renewable energy sales contracts with power customers. The performance period of power sales and the committed yearly minimum power sales were agreed in the contract. If the Group did not provide the agreed quantity of electricity according to the contract, the Group had default obligations. As of June 30, 2026, the Group has no default arising from this contract.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT SUBSEQUENT EVENTS

- A. The Board of Directors approved a resolution on August 13, 2026 to cancel the acquisition of land and buildings in Tucheng Industrial Park from the related party, Shin Hon International Investment Co., Ltd. Please refer to Note 7 (2) G. for details.
- B. To fulfil working capital, on July 23, 2026, the Board of Directors of the Group's second-tier subsidiary, Foxwell Power, resolved to dispose of 1,700,000 common shares of Smart Power System at a price of NTD 75 per share, with a total transaction amount of \$127,500 thousand. The aforementioned transaction stipulates in the stock purchase agreement that, starting from the day following the expiration of one year from the settlement date, the buyer has the right to require Foxwell Power to repurchase all or part of the shares at the original transaction price prior to the registration of Smart Power System on the Emerging Stock Market.
- C. The Group's second-tier subsidiary, Shinfox, previously served as a corporate director of Foxwell Power. Upon election, it held 30,244 thousand shares of Foxwell Power. Subsequently, on July 3, 2026, Shinfox transferred more than one-half of the shares it held at the time of its election. In accordance with Article 197 of the Company Act, Shinfox's position as a corporate director was automatically dismissed. To hold a by-election for the director, on July 13, 2026, the Board of Directors of Foxwell Power resolved to convene the first special meeting of shareholders of 2026 on August 28, 2026.
- D. Since the current assets of the Group's second-tier subsidiary, SFE, are far from sufficient to settle its debts and the company is facing claims from creditors, the Group's second-tier subsidiary, Shinfox, considering that the overall financial structure has suffered a massive impact and that it is unable to support SFE's continued operations. On July 6, 2026, the Board of Directors of SFE approved a resolution to apply to the court for a declaration of bankruptcy. Subsequently, a special meeting of shareholders and a creditors' meeting were convened on August 4, 2026, which approved the liquidation plan and the appointment of liquidators. The relevant proceedings are currently being processed in accordance with the law.

- E. After an auditor's report with a material uncertainty related to going concern was issued for the Group's second-tier subsidiary, Shinfox, certain corresponding financial institutions, based on risk management considerations and in accordance with the credit facility agreement terms, have made corresponding adjustments to Shinfox's credit terms and requested early repayment of a portion of the credit line. To safeguard operations and shareholders' equity, the Group has initiated debt negotiations with the banks through the SMECF. As of August 14, 2026, the relevant loan extension plans are currently being reviewed and negotiated by each bank.
- F. As of August 14, 2026, the Group's second-tier subsidiary, Shinfox, has successively disposed of its equity interest in Foxwell Power through the centralised securities exchange market, and its shareholding ratio decreased to 17.32% after the disposals.
- G. On July 28, 2026, the Group's second-tier subsidiary, Shinfox, received an execution order from the Taiwan Taipei District Court, with First Bank serving as the creditor. In accordance with the execution order, the court placed a provisional attachment on Shinfox's capital contribution, right to request profit distribution, right to request distribution of residual assets, right to request return of capital contribution, and other relevant rights in Blue Magpie Ventures Fund I, L.P., within the scope of \$524,556 thousand and the execution fee of \$4,196 thousand.
- H. The Group's second-tier subsidiary, Shinfox, entered into a short-term loan agreement with Bank SinoPac for an amount of \$200,000 thousand. Due to the Group's overall fund scheduling arrangements, Shinfox failed to complete the repayment on the maturity date, with an outstanding principal of \$119,173 thousand as well as relevant interest and default penalty. On July 28, 2026, Shinfox received a payment order, (115)-Si-Cu-Zi Letter No. 17314, issued by the Taiwan New Taipei District Court.
- I. On August 4, 2026, the Group's second-tier subsidiary, Shinfox, received a civil ruling, (115)-Si-Piao-Zi Letter No. 14371, issued by the Taiwan Taipei District Court. The ruling granted the application filed by Taishin Bank for the compulsory execution of a promissory note issued by Shinfox on September 14, 2025, with a face value of \$120,000 thousand. Out of the total face value, the outstanding amount is \$97,222 thousand, which shall bear interest at an annual interest rate of 6% from June 30, 2026 until the date of full settlement.
- J. On July 3, 2026, the Board of Directors of the Group's second-tier subsidiary, SFE, resolved to dispose of a cable laying vessel, with a total transaction amount of USD 37,500 thousand.
- K. Since the Group's second-tier subsidiary, Youde Wind Power, failed to pay the second installment of performance guarantee within the prescribed time limit under the Phase 3-2 offshore wind administrative contract entered into with the MOEA, the MOEA issued an official letter, Ching-Neng-Zi Letter No. 11558000730, dated on August 3, 2026, notifying its intention to confiscate the performance guarantee and terminate the administrative contract. Please refer to Note 6 (14) for details.

12. OTHERS

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt. The Group monitors capital on the basis of the actual financial condition.

(2) Financial instruments

A. Financial instruments by category

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss	\$ -	\$ 739	\$ 1,432
Financial assets at fair value through other comprehensive income			
Designation of equity instrument	\$ 1,404,262	\$ 1,456,815	\$ 1,381,116
Financial assets at amortised cost/loans and receivables			
Cash and cash equivalents	\$ 28,213,049	\$ 19,799,074	\$ 18,306,627
Financial assets at amortised cost	4,229,306	8,371,402	9,413,061
Notes receivable	99,422	52,378	55,155
Accounts receivable	11,746,424	12,896,809	11,056,167
Other receivables	1,789,561	1,530,769	751,954
Guarantee deposits paid	947,341	1,026,604	1,974,502
	<u>\$ 47,025,103</u>	<u>\$ 43,677,036</u>	<u>\$ 41,557,466</u>
	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial liabilities</u>			
Financial liabilities at amortised cost			
Short-term borrowings	\$ 15,822,927	\$ 15,069,297	\$ 12,883,806
Short-term notes and bills payable	1,664,443	4,992,426	4,567,563
Notes payable	761	138	2,330
Accounts payable	13,574,577	13,742,218	12,764,607
Other accounts payable	7,541,549	6,603,062	7,145,469
Corporate bonds payables (including current portion)	2,030,387	2,028,284	5,602,290
Long-term borrowings (including current portion)	42,911,216	48,110,088	49,529,507
Guarantee deposits received	140,474	83,035	48,895
	<u>\$ 83,686,334</u>	<u>\$ 90,628,548</u>	<u>\$ 92,544,467</u>
Lease liability	<u>\$ 2,113,830</u>	<u>\$ 1,987,503</u>	<u>\$ 2,402,127</u>

B. Risk management policies

- (a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's

overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial position and financial performance.

- (b) Risk management is carried out by a central treasury department (Group treasury) under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close co-operation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, and credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- i. The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Company and its subsidiaries used in various functional currency, primarily with respect to the USD and RMB. Exchange rate risk arises from future commercial transactions and recognised assets and liabilities.
- ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the Group treasury. Exchange rate risk is measured through a forecast of highly probable USD and RMB expenditures. Forward foreign exchange contracts are adopted to minimise the volatility of the exchange rate affecting cost of forecast inventory purchases.
- iii. The Group hedges foreign exchange rate by using forward exchange contracts. However, the Group does not adopt hedging accounting. Details of financial assets or liabilities at fair value through profit or loss are provided in Note 6(2).
- iv. The Group's businesses involve some non-functional currency operations (the Company's and certain subsidiaries' functional currency: NTD; other certain subsidiaries' functional currency: RMB and HKD). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	June 30, 2026		
	Foreign currency		
	amount		Book value
	(In thousands)	Exchange rate	(NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 358,583	31.85	\$ 11,420,869
RMB:NTD	63,242	4.68	295,739
HKD:NTD	36,992	4.06	150,225
EUR:NTD	1,658	36.29	60,169
JPY:NTD	33,087	0.20	6,495
USD:RMB	21,353	6.81	680,093
HKD:RMB	3,080	0.87	12,508
USD:HKD	15,457	7.84	492,305
SGD:USD	70	0.77	1,731
USD:VND	217	26,663.00	6,904
<u>Non-monetary items</u>			
USD:NTD	9,289	31.85	295,839
RMB:HKD	808,238	1.15	3,779,563
INR:USD	115,762	0.01	38,977
HKD:NTD	47,470	4.06	192,774
VND:NTD	570,240,000	0.0012	684,288
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 232,817	31.85	\$ 7,415,221
RMB:NTD	8,302	4.68	38,824
HKD:NTD	1,204	4.06	4,889
EUR:NTD	18	36.29	653
JPY:NTD	28,166	0.20	5,529
USD:RMB	14,453	6.81	460,328
USD:HKD	1,297	7.84	41,309
SGD:USD	1,004	0.77	24,719
EUR:USD	8,380	1.14	304,093

	December 31, 2025		
	Foreign currency		
	amount		Book value
	(In thousands)	Exchange rate	(NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 458,258	31.43	\$ 14,403,049
RMB:NTD	400,119	4.47	1,789,172
HKD:NTD	54,124	4.04	218,553
EUR:NTD	1,555	36.90	57,380
JPY:NTD	34,818	0.20	6,991
USD:RMB	8,955	7.03	281,456
HKD:RMB	3,081	0.90	12,441
USD:HKD	13,906	7.78	437,066
SGD:USD	54	0.78	1,288
USD:VND	1,413	26,192.00	44,425
<u>Non-monetary items</u>			
USD:NTD	8,410	31.43	264,329
RMB:HKD	726,824	1.11	3,261,222
INR:USD	106,564	0.01	37,244
HKD:NTD	28,117	4.04	113,536
VND:NTD	562,871,667	0.0012	675,446
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 204,315	31.43	\$ 6,422,155
RMB:NTD	15,091	4.47	67,482
HKD:NTD	1,670	4.04	6,743
EUR:NTD	467	36.90	17,232
JPY:NTD	33,023	0.20	6,631
USD:RMB	8,417	7.03	264,546
USD:HKD	2,005	7.78	63,017
SGD:USD	592	0.78	14,124
EUR:USD	5,700	1.17	210,337

June 30, 2025			
Foreign currency			
amount			Book value
(In thousands)		Exchange rate	(NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 288,203	29.30	\$ 8,444,348
RMB:NTD	43,400	4.09	177,636
HKD:NTD	58,765	3.73	219,311
EUR:NTD	706	34.35	24,251
JPY:NTD	41,952	0.20	8,533
USD:RMB	17,368	7.16	508,875
HKD:RMB	3,080	0.91	11,495
USD:HKD	11,062	7.85	324,129
RMB:HKD	5	1.10	20
SGD:USD	1,462	0.79	33,617
EUR:USD	21,150	1.17	726,515
USD:VND	3,089	26,636.36	90,514
<u>Non-monetary items</u>			
USD:NTD	6,843	29.30	200,495
RMB:USD	26,636	0.14	109,021
RMB:HKD	600,119	1.10	2,456,287
INR:USD	106,966	0.01	36,636
HKD:NTD	30,422	3.73	113,536
VND:NTD	583,749,091	0.0011	642,124
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	\$ 233,568	29.30	\$ 6,843,542
RMB:NTD	2,436	4.09	9,971
HKD:NTD	2,752	3.73	10,270
EUR:NTD	145	34.35	4,981
JPY:NTD	38,169	0.20	7,764
USD:RMB	28,176	7.16	825,557
USD:HKD	188	7.85	5,508
SGD:USD	584	0.79	13,438
EUR:USD	1,351	1.17	46,423

- v. The total exchange gain (loss), including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Group for the three months and six months ended June 30, 2026 and 2025 amounted to \$11,114, (\$374,524), (\$74,130) and (\$284,211), respectively.

vi. Analysis of foreign currency market risk arising from significant foreign exchange variation:

Six months ended June 30, 2026				
Sensitivity Analysis				
	Degree of variation		Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$	114,209	\$ -
RMB : NTD	1%		2,957	-
HKD : NTD	1%		1,502	-
EUR : NTD	1%		602	-
JPY : NTD	1%		65	-
USD : RMB	1%		6,801	-
HKD : RMB	1%		125	-
USD : HKD	1%		4,923	-
SGD : USD	1%		17	-
USD : VND	1%		69	-
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$	74,152	\$ -
RMB : NTD	1%		388	-
HKD : NTD	1%		49	-
EUR : NTD	1%		7	-
JPY : NTD	1%		55	-
USD : RMB	1%		4,603	-
USD : HKD	1%		413	-
SGD : USD	1%		247	-
EUR : USD	1%		3,041	-

Six months ended June 30, 2025				
Sensitivity Analysis				
	Degree of variation		Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)				
<u>Financial assets</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$	84,443	\$ -
RMB : NTD	1%		1,776	-
HKD : NTD	1%		2,193	-
EUR : NTD	1%		243	-
JPY : NTD	1%		85	-
USD : RMB	1%		5,089	-
HKD : RMB	1%		115	-
USD : HKD	1%		3,241	-
SGD:USD	1%		336	-
EUR:USD	1%		7,265	-
USD:VND	1%		905	-
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD : NTD	1%	\$	68,435	\$ -
RMB : NTD	1%		100	-
HKD : NTD	1%		103	-
EUR : NTD	1%		50	-
JPY : NTD	1%		78	-
USD : RMB	1%		8,256	-
USD : HKD	1%		55	-
SGD:USD	1%		134	-
EUR:USD	1%		464	-

Price risk

- i. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- ii. The Group's investments in equity securities comprise domestic or foreign listed and unlisted stocks. The prices of equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant. Other components of equity for the six months ended June 30, 2026 and 2025 would have increased by \$11,234 and \$11,049, respectively, as a result of gains/losses on equity securities other comprehensive income classified as equity investment at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

- i. The Group's main interest rate risk arises from short-term and long-term borrowings with variable rates, which expose the Group to cash flow interest rate risk. The Group's interest rates of borrowings are fixed and floating rate. For the six months ended June 30, 2026 and 2025, the Group's borrowings issued by floating rate are priced in New Taiwan dollars and US dollar.
- ii. As of June 30, 2026, December 31, 2025, and June 30, 2025, if interest rates on borrowings at that date had been 1% higher with all other variables held constant, post-tax profit for the six months ended June 30, 2026 and 2025 would have been \$241,594 and \$267,924 lower/higher, respectively, mainly as a result of higher interest expense on floating rate borrowings.

(b) Credit risk

- i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.
- ii. According to the Group's credit policy, each local entity in the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored.
- iii. Group treasury manages credit risk of cash in banks and other financial instruments based on the Group's credit policy. Because the Group's counterparties are determined based on the Group's internal control, only rated banks with an optimal rating and financial institutions with investment grade are accepted.
- iv. The Group adopts following assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk on that instrument since initial recognition. If the contract payments were past due over 30 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.

The Group adopts the assumptions under IFRS 9 and considers the industry characteristics, the default occurs when the contract payments are past due over 120 days.

- v. The following indicators are used to determine whether the credit impairment of debt instruments has occurred:
 - (i) It becomes probable that the issuer will enter bankruptcy or other financial reorganisation due to their financial difficulties;
 - (ii) Default or delinquency in interest or principal repayments;

- (iii) Adverse changes in national or regional economic conditions that are expected to cause a default.
- vi. The Group classifies customers' accounts receivable and contract assets in accordance with customer types. The Group applies the simplified approach using provision matrix to estimate expected credit loss under the provision matrix basis.
- vii. The Group used the forecast ability of Taiwan Institute of Economic Research boom observation report to adjust historical and timely information to assess the default possibility of accounts receivable. As of June 30, 2026, December 31, 2025, and June 30, 2025, the provision matrix is as follows:

(a) General clients

	Not past due	Up to 30 days past due	31~120 days past due	Over 120 days	Total
<u>June 30, 2026</u>					
Expected loss rate	0.05%~20.07%	0.05%~49.15%	0.03%~100%	100%	
Total book value	\$ 10,896,057	\$ 706,357	\$ 60,666	\$ 21,879	\$ 11,684,959
Loss allowance	\$ 12,400	\$ 34,570	\$ 6,392	\$ 21,879	\$ 75,241
	Not past due	Up to 30 days past due	31~120 days past due	Over 120 days	Total
<u>December 31, 2025</u>					
Expected loss rate	0.02%~20.46%	0.02%~42.81%	0.02%~100%	100%	
Total book value	\$ 12,190,919	\$ 569,334	\$ 31,996	\$ 19,892	\$ 12,812,141
Loss allowance	\$ 21,451	\$ 19,730	\$ 2,385	\$ 19,892	\$ 63,458
	Not past due	Up to 30 days past due	31~120 days past due	Over 120 days	Total
<u>June 30, 2025</u>					
Expected loss rate	0.03%~1.36%	0.03%~28.47%	0.03%~72.17%	100%	
Total book value	\$ 10,355,224	\$ 398,712	\$ 122,960	\$ 25,125	\$ 10,902,021
Loss allowance	\$ 6,869	\$ 26,230	\$ 8,435	\$ 25,125	\$ 66,659

(b) Other receivables - individual provision (with individual objective evidence showing that other receivables were impaired)

	June 30, 2026	December 31, 2025	June 30, 2025
Expected loss rate	100%	100%	100%
Total book value	\$ 463,042	\$ 436,965	\$ 359,508
Loss allowance	463,042	436,965	359,508

- viii. Movements in relation to the Group applying the modified approach to provide loss allowance for accounts receivable and other receivables (including related parties) are as follows:

	2026			2025	
	Accounts receivable	Accounts receivable related party	Other receivables (including related parties)	Accounts receivable	Other receivables (including related parties)
	Collectively assessed impairment loss	Individually assessed impairment loss	Individually assessed impairment loss	Collectively assessed impairment loss	Individually assessed impairment loss
At January 1	\$ 63,458	\$ 75,955	\$ 361,010	\$ 74,034	\$ 360,306
Provision for impairment loss	18,152	15,504	-	3,842	-
Write-offs	(2,626)	-	-	(9,370)	-
Effect of foreign exchange	(3,743)	2,241	8,332	(1,847)	(798)
At June 30	<u>\$ 75,241</u>	<u>\$ 93,700</u>	<u>\$ 369,342</u>	<u>\$ 66,659</u>	<u>\$ 359,508</u>

- ix. The Group's financial assets at amortised cost are pledged time deposits and restricted bank deposits with low credit risk. Thus, the Group measured the loss allowance for the period in accordance with 12 months expected credit losses and the Group did not recognise significant loss allowance.

(c) Liquidity risk

- i. Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs.
- ii. The table below analyses the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities and to the expected maturity date for derivative financial liabilities. Except that the carrying amounts of notes payable, accounts payable and other payables are approximate to the amounts of contractual undiscounted cash flows and those accounts will expire within a year, the amounts of financial liabilities disclosed in the table are the contractual undiscounted cash flows:

Non-derivative financial liabilities:

	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	Between 3 and 5 years	Over 5 years
June 30, 2026					
Short-term borrowings	\$ 15,907,451	\$ -	\$ -	\$ -	\$ -
Short-term notes and bills payable	1,674,200	-	-	-	-
Lease liabilities	519,140	365,513	268,563	415,888	639,154
Long-term borrowings (including current portion)	20,163,468	12,032,471	6,305,615	7,751,043	9,972
Corporate bonds payable (including current portion)	2,031,800	-	-	-	-

Non-derivative financial liabilities:

December 31, 2025	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	Between 3 and 5 years	Over 5 years
Short-term borrowings	\$ 15,167,691	\$ -	\$ -	\$ -	\$ -
Short-term notes and bills payable	5,002,400	-	-	-	-
Lease liabilities	387,860	329,976	244,629	470,036	740,791
Long-term borrowings (including current portion)	18,500,431	18,390,515	2,248,199	10,846,137	346,605
Corporate bonds payable (including current portion)	2,031,800	-	-	-	-

Non-derivative financial liabilities:

June 30, 2025	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	Between 3 and 5 years	Over 5 years
Short-term borrowings	\$ 13,295,307	\$ -	\$ -	\$ -	\$ -
Short-term notes and bills payable	4,577,200	-	-	-	-
Lease liabilities	437,873	418,186	294,473	550,478	1,022,871
Long-term borrowings (including current portion)	31,061,327	13,191,654	1,063,835	5,201,664	452,812
Corporate bonds payable (including current portion)	3,600,000	2,031,800	-	-	-

- iii. The Group does not expect the timing of occurrence of the cash flows estimated through the maturity date analysis will be significantly earlier, nor expect the actual cash flow amount will be significantly different.

(3) Fair value information

- A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's convertible bonds is included in Level 2.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's investment in non-hedging derivatives is included in Level 3.

- B. Fair value information of investment property at cost is provided in Note 6(11).

- C. Financial instruments not measured at fair value

Except for those listed in the table below, the carrying amounts of cash and cash equivalents, notes receivable, accounts receivable, other receivables, short-term borrowings, short-term notes

and bills payable, notes payable, accounts payable, other payables and long-term borrowings are approximate to their fair values.

		June 30, 2026			
		Fair value			
	Book value	Level 1	Level 2	Level 3	
Financial liabilities:					
Bonds payable	\$ 2,030,387	\$ -	\$ 2,011,685	\$ -	
		December 31, 2025			
		Fair value			
	Book value	Level 1	Level 2	Level 3	
Financial liabilities:					
Bonds payable	\$ 2,028,284	\$ -	\$ 2,003,761	\$ -	
		June 30, 2025			
		Fair value			
	Book value	Level 1	Level 2	Level 3	
Financial liabilities:					
Bonds payable	\$ 5,602,290	\$ -	\$ 5,584,053	\$ -	

D. The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

June 30, 2026	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through other comprehensive income				
Equity securities	\$ 379,907	\$ -	\$ 1,024,355	\$ 1,404,262
December 31, 2025	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 739	\$ -	\$ -	\$ 739
Financial assets at fair value through other comprehensive income				
Equity securities	353,823	-	1,102,992	1,456,815
	\$ 354,562	\$ -	\$ 1,102,992	\$ 1,457,554
June 30, 2025	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 1,026	\$ -	\$ -	\$ 1,026
Financial assets at fair value through other comprehensive income				
Equity securities	375,015	-	1,006,101	1,381,116
Embedded derivatives				
Put options of convertible bonds	-	406	-	406
	\$ 376,041	\$ 406	\$ 1,006,101	\$ 1,382,548

E. The methods and assumptions the Group used to measure fair value are as follows:

- (a) The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	<u>Listed shares</u>
Market quoted price	Closing price

- (b) Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes.
- (c) When assessing non-standard and low-complexity financial instruments, for example, debt instruments without active market, interest rate swap contracts, foreign exchange swap contracts and options, the Group adopts valuation technique that is widely used by market participants. The inputs used in the valuation method to measure these financial instruments are normally observable in the market.
- (d) The valuation of derivative financial instruments is based on valuation model widely accepted by market participants, such as present value techniques and option pricing models. Forward exchange contracts are usually valued based on the current forward exchange rate.
- (e) The output of valuation model is an estimated value and the valuation technique may not be able to capture all relevant factors of the Group's financial and non-financial instruments. Therefore, the estimated value derived using valuation model is adjusted accordingly with additional inputs. In accordance with the Group's management policies and relevant control procedures relating to the valuation models used for fair value measurement, management believes adjustment to valuation is necessary in order to reasonably represent the fair value of financial and non-financial instruments at the consolidated balance sheet. The inputs and pricing information used during valuation are carefully assessed and adjusted based on current market conditions.
- (f) The Group takes into account adjustments for credit risks to measure the fair value of financial and non-financial instruments to reflect credit risk of the counterparty and the Group's credit quality.
- F. For the six months ended June 30, 2026 and 2025, there was no transfer between Level 1 and Level 2.
- G. The following chart is the movement of Level 3 for the t six months ended June 30, 2026 and 2025:

	2026	2025
	Equity securities	Equity securities
At January 1	\$ 1,102,992	\$ 1,005,198
Recorded as unrealised losses on valuation of investments in equity instruments measured at fair value through other comprehensive income	22,062	-
Acquired in the period	-	63,720
Sold in the period	(130,375)	-
Effect of exchange rate changes	29,676	(62,817)
At June 30	\$ 1,024,355	\$ 1,006,101

- H. For the six months ended June 30, 2026 and 2025, there was no transfer into or out from Level 3.
- I. Group treasury is in charge of valuation procedures for fair value measurements being categorised within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the resource of information is independent, reliable and in line with other resources and represented as the exercisable price, and frequently calibrating valuation model, performing back-testing, updating inputs used to the valuation model and making any other necessary adjustments to the fair value.
- J. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair value at June 30, 2026	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 135,000	Market comparable companies	Discount for lack of marketability and volatility	15.27%~50%	The higher the discount for lack of marketability, the lower the fair value. An increase in volatility leads to a higher fair value measurement.
	889,355	Net asset method	N/A	-	N/A
	Fair value at December 31, 2025	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 135,671	Market comparable companies	Discount for lack of marketability and volatility	20%~50%	The higher the discount for lack of marketability, the lower the fair value. An increase in volatility leads to a higher fair value measurement.
	967,321	Net asset method	N/A	-	N/A

	Fair value at June 30, 2025	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 110,114	Market comparable companies	Discount for lack of marketability	21.27%~50%	The higher the discount for lack of marketability, the lower the fair value
	895,987	Net asset method	N/A	-	N/A

K. The Group has carefully assessed the valuation models and assumptions used to measure fair value. However, use of different valuation models or assumptions may result in different measurement. The following is the effect of profit or loss or of other comprehensive income from financial assets and liabilities categorised within Level 3 if the inputs used to valuation models have changed:

		June 30, 2026				
		<u>Recognised in profit or loss</u>		<u>Recognised in other comprehensive income</u>		
		Favourable change	Unfavourable change	Favourable change	Unfavourable change	
<u>Input</u>	<u>Change</u>					
Financial assets						
Equity instruments	Discount for lack of marketability ±5%	\$ -	\$ -	\$ 6,750	(\$ 6,750)	
		December 31, 2025				
		<u>Recognised in profit or loss</u>		<u>Recognised in other comprehensive income</u>		
		Favourable change	Unfavourable change	Favourable change	Unfavourable change	
<u>Input</u>	<u>Change</u>					
Financial assets						
Equity instruments	Discount for lack of marketability ±5%	\$ -	\$ -	\$ 6,784	(\$ 6,784)	
		June 30, 2025				
		<u>Recognised in profit or loss</u>		<u>Recognised in other comprehensive income</u>		
		Favourable change	Unfavourable change	Favourable change	Unfavourable change	
<u>Input</u>	<u>Change</u>					
Financial assets						
Equity instruments	Discount for lack of marketability ±5%	\$ -	\$ -	\$ 5,506	(\$ 5,506)	

13. SUPPLEMENTARY DISCLOSURES

(1) Significant transactions information

The financial information of the investees listed below, except for CU, Foxlink International Investment, Fu Uei International Investment, Zhi De Investment, Fugang Electronic (Dongguan), Fugang Electronic (Kunshan), Dongguan Fuqiang Electronics, Fugang Electric (Xuzhou), FII, FIT Holding, PQI, Foxlink Image Technology, Glory Science, Shih Fong Power, APIX, AITL, Shinfox, Foxwell Energy, Foxwell Power, SFE, SFED, SFEH, Smart Power System, Sinocity Industries Limited, Power Quotient International (Yancheng), Dongguan Fu Wei, Wei Hai Fu Kang Electric, GLORY TEK, GLORY OPTICS, GLORY TEK (SAMOA), GLORYTEK SCIENCE INDIA, Glorytek (Suzhou), Glory Optics Yancheng, Glorytek Yancheng, Yaowei Technology, Zhixin Energy, and SMART POWER, which have been reviewed by independent auditors, the remaining financial statements have not been reviewed by independent auditors. Additionally, the transactions with subsidiaries have been eliminated when preparing consolidated financial statements. The disclosure information listed below is for reference.

A. Loans to others: Please refer to table 1.

B. Provision of endorsements and guarantees to others: Please refer to table 2.

C. Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to table 3.

D. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 4.

E. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to table 5.

F. Significant inter-company transactions during the reporting periods: Please refer to table 6.

(2) Information on investees

A. For the information on investees, except for current profit (loss) for the six months ended June 30, 2026 that is translated using the monthly average exchange rate in 2026, others are translated using the spot rate at June 30, 2026.

B. Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to table 7.

(3) Information on investments in Mainland China

A. Processing on order plant invested in Mainland China:

In 1997, the Company rented plants located in Shenzhen and Dongguan, Guangdong Province, Mainland China, respectively, through the investee, CU International Ltd. and operated the plants through processing on order. The plants were primarily engaged in the manufacture of electronic telecommunication components and electric wire, under Cu International Ltd. without their own corporate entity for the operating period ended December 2017. As of June 30, 2026, the plants are still under the cancellation process.

B. Investee in Mainland China, main business activities, paid-in capital, investment method, amount

remitted from Taiwan to Mainland China / amount remitted back to Taiwan, ownership, investment income (loss), investments in Mainland China as of June 30, 2026, book value, investment income remitted back and ceiling on investments in Mainland China: Please refer to table 8.

C. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland China, and price, payment terms, unreleased income/loss and other related information relating to investments in Mainland China:

(a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period:

Company name	General ledger account	Six months ended June 30, 2026	
		Amount	Percentage of total amount
Dongguan Fuqiang Electronics Co., Ltd.	Purchases of goods	\$ 7,558,569	42%
Fugang Electric (Dongguan) Co., Ltd.	Purchases of goods	\$ 1,605,638	9%
Fugang Electronic (Xuzhou) Co., Ltd.	Purchases of goods	\$ 1,599,126	9%
Fushineng Electronics (Kunshan) Co., Ltd.	Purchases of goods	\$ 997,886	5%
Fugang Electric (Kunshan) Co., Ltd.	Purchases of goods	\$ 551,323	3%
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Purchases of goods	\$ 109,650	1%

Company name	General ledger account	June 30, 2026	
		Amount	Percentage of total amount
Fugang Electric (Dongguan) Co., Ltd.	Accounts payable	\$ 3,095,909	23%
Fugang Electronic (Xuzhou) Co., Ltd.	Accounts payable	\$ 2,961,601	22%
Dongguan Fuqiang Electronics Co., Ltd.	Accounts payable	\$ 747,934	6%
Fushineng Electronics (Kunshan) Co., Ltd.	Accounts payable	\$ 366,486	3%
Fugang Electric (Kunshan) Co., Ltd.	Accounts payable	\$ 238,174	2%
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Accounts payable	\$ 89,187	1%

(b) Balance and purpose of provision of endorsements/guarantees or collateral at the end of the year: Please refer to table 2.

(c) Maximum balance, ending balance, interest rate range and interest for financing during the

six months ended June 30, 2026: Please refer to table 1.

- (d) Other transactions that have a significant impact on the profit/loss of current period or on the financial condition, such as the rendering or receiving of service:

		Six months ended June 30, 2026	
Company name	General ledger account	Amount	Percentage of total amount
Dongguan Fuqiang Electronics Co., Ltd.	Raw materials purchased on behalf of others	\$ 3,380,982	30%
Fugang Electric (Xuzhou) Co., Ltd.	Raw materials purchased on behalf of others	\$ 1,019,731	9%
Fugang Electronic (Dongguan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 670,675	6%
Fushineng Electronics (Kunshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 433,674	4%
Fugang Electric (Kunshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 204,553	2%
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Raw materials purchased on behalf of others	\$ 75,505	1%
		Six months ended June 30, 2026	
Company name	General ledger account	Amount	Percentage of total amount
Dongguan Fuqiang Electronics Co., Ltd.	Fixtures and equipment purchased on behalf of others	\$ 1,365	37%
Fugang Electronic (Dongguan) Co., Ltd.	Fixtures and equipment purchased on behalf of others	\$ 229	6%
Fushineng Electronics (Kunshan) Co., Ltd.	Fixtures and equipment purchased on behalf of others	\$ 87	2%
		June 30, 2026	
Company name	General ledger account	Amount	Percentage of total amount
Dongguan Fuqiang Electronics Co., Ltd.	Other receivables	\$ 1,860,915	25%
Fugang Electric (Maanshan) Co., Ltd.	Other receivables	\$ 155,731	2%
Fu Gang Electronic (Nan Chang) Co., Ltd.	Other receivables	\$ 3,703	-
Fugang Electric (Xuzhou) Co., Ltd.	Other receivables	\$ 2,062	-

14. SEGMENT INFORMATION

(1) General information

The Group has classified the reportable operating segments based on product types. The Company's operations and segmentation are both developed according to the product types. The current main product types are: 3C component, systems and peripheral products, 3C product retail, energy service management and others.

(2) Measurement of segment information

The Board of Directors of the Company uses operating profit to measure the operating segments and as evaluation basis of the segments' performance.

(3) Segment information

The financial information of reportable segments provided to Chief Operating Decision-Maker is as follows:

Six months ended June 30, 2026

	Systems and peripheral products department	3C component department	3C product retail department	Energy service management	Adjustments	Total
External Revenue	\$ 14,504,387	\$ 10,943,647	\$ 6,348,782	\$ 6,128,365	\$ -	\$ 37,925,181
Revenue from Internal Customers	29,157	160,074	-	150	(189,381)	-
Segment Revenue	<u>\$ 14,533,544</u>	<u>\$ 11,103,721</u>	<u>\$ 6,348,782</u>	<u>\$ 6,128,515</u>	<u>(\$ 189,381)</u>	<u>\$ 37,925,181</u>
Segment Profit	<u>\$ 751,706</u>	<u>(\$ 635,885)</u>	<u>\$ 121,101</u>	<u>\$ 550,321</u>	<u>(\$ 113,277)</u>	<u>\$ 673,966</u>

Six months ended June 30, 2025

	Systems and peripheral products department	3C component department	3C product retail department	Energy service management	Adjustments	Total
External Revenue	\$ 14,790,547	\$ 10,704,535	\$ 4,755,187	\$ 12,503,322	\$ -	\$ 42,753,591
Revenue from Internal Customers	749,308	597,120	-	3,637	(1,350,065)	-
Segment Revenue	<u>\$ 15,539,855</u>	<u>\$ 11,301,655</u>	<u>\$ 4,755,187</u>	<u>\$ 12,506,959</u>	<u>(\$ 1,350,065)</u>	<u>\$ 42,753,591</u>
Segment Profit	<u>\$ 979,285</u>	<u>(\$ 315,019)</u>	<u>(\$ 19,560)</u>	<u>(\$ 5,656,369)</u>	<u>(\$ 40,249)</u>	<u>(\$ 5,051,912)</u>

(4) Reconciliation for segment profit (loss)

The external revenue and segment profit reported to the chief operating decision-maker are measured in manner consistent with revenue and profit before tax in the financial statements. Therefore, no reconciliation was needed.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries

Loans to others

Six months ended June 30, 2026

Table 1

Expressed in thousands of NTD
(Except as otherwise indicated)

Number	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2026	Balance at June 30, 2026	Actual amount drawn down	Interest rate	Nature of loan (Note 1)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 2)	Ceiling on total loans granted (Note 3)	Footnote
													Item	Value			
1	Fugang Electric (Kunshan) Co., Ltd.	Fujixang Electronics (Kunshan) CO., LTD.(Fu Shi Xiang Research &Development Center(Kunshan)Co., Ltd. (Fu Shi Xiang Kunshan))	Other receivables-related parties	Yes	\$ 28,058	\$ 28,058	\$ 28,058	-	2	\$ -	Operations	\$ -	None	\$ -	\$ 2,447,453	\$ 2,447,453	
1	Fugang Electric (Kunshan) Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	Other receivables-related parties	Yes	23,382	23,382	-	3%	2	-	Operations	-	None	-	978,981	978,981	
2	World Circuit Technology Co., Ltd.	Suntain Co., Ltd.	Other receivables	Yes	100,000	100,000	100,000	-	2	-	Operations	-	None	-	101,169	101,169	
3	Foxlink International Investment Ltd.	SYNROBOTIC CO., LTD.	Other receivables	Yes	20,000	-	-	-	2	-	Operations	-	None	-	2,698,259	2,698,259	
3	Foxlink International Investment Ltd.	Cheng Uei Precision Industry Co., Ltd.	Other receivables	Yes	135,000	-	-	-	2	-	Operations	-	None	-	2,698,259	2,698,259	
4	Fu Uei International Investment Ltd.	Xunqiang Communication Technology Co., Ltd.	Other receivables	Yes	38,000	38,000	38,000	-	2	-	Operations	38,000	None	-	263,634	263,634	
4	Fu Uei International Investment Ltd.	Cheng Uei Precision Industry Co., Ltd.	Other receivables	Yes	50,000	30,000	30,000	-	2	-	Operations	-	None	-	263,634	263,634	
4	Fu Uei International Investment Ltd.	Suntain Co., Ltd.	Other receivables	Yes	20,000	20,000	20,000	-	2	-	Operations	-	None	-	263,634	263,634	
5	Foxlink Technology Limited	Cu International Ltd.	Other receivables	Yes	550,116	547,623	547,623	-	2	-	Operations	-	None	-	859,207	859,207	
5	Foxlink Technology Limited	Cheng Uei Precision Industry Co., Ltd.	Other receivables	Yes	255,960	254,800	254,800	-	2	-	Operations	-	None	-	343,683	343,683	
6	Zhi De Investment Co., Ltd.	Cheng Uei Precision Industry Co., Ltd.	Other receivables	Yes	100,000	90,000	90,000	-	2	-	Operations	-	None	-	133,062	133,062	
7	Fushineng Electronics (Kunshan) Co., Ltd.	CUFUJIXANG ELECTRONICS(KUNSHAN) CO., LTD.	Other receivables	Yes	4,676	4,676	4,676	-	2	-	Operations	-	None	-	1,742,389	1,742,389	
8	FOXLINK VIETNAM CO., LTD.	MICROLINK DA NANG COMMUNICATIONS CO., LTD	Other receivables	Yes	48,000	48,000	30,000	3%	2	-	Operations	-	None	-	2,279,646	2,279,646	
9	Studio A Inc.	Ashop Co., Ltd.	Other receivables	Yes	159,975	159,250	10,192	3%	2	-	Operations	-	None	-	328,343	328,343	
10	Studio A Technology Limited	Ashop Co., Ltd.	Other receivables	Yes	159,975	159,250	159,250	2%	2	-	Operations	-	None	-	176,295	176,295	

Number	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2026	Balance at June 30, 2026	Actual amount drawn down	Interest rate	Nature of loan (Note 1)	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party (Note 2)	Ceiling on total loans granted (Note 3)	Footnote
													Item	Value			
11	Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Yes	\$ 187,052	\$ 187,052	\$ 187,052	3%	2	\$ -	Operations	\$ -	None	\$ -	\$ 2,179,614	\$ 2,179,614	
11	Foxlink Image Technology Co., Ltd.	Foxwell Energy Corporation Ltd.	Other receivables	Yes	154,000	154,000	154,000	2.10%	2	-	Operations	-	None	-	2,179,614	2,179,614	
11	Foxlink Image Technology Co., Ltd.	Shinfox Energy Co., Ltd.	Other receivables	Yes	280,000	100,000	100,000	2.20%	2	-	Operations	-	Stock	100,000	2,179,614	2,179,614	
12	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables-related parties	Yes	233,815	233,815	166,476	3%	2	-	Operations	-	None	-	486,967	486,967	
13	Power Quotient Technology (Yancheng) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Yes	233,815	233,815	233,815	3%	2	-	Group's capital management	-	None	-	792,069	792,069	
13	Power Quotient Technology (Yancheng) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Other receivables	Yes	360,075	360,075	360,075	3%	2	-	Group's capital management	-	None	-	792,069	792,069	
14	Dong Guan HanYang Computer Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Other receivables	Yes	23,382	23,382	-	3.45%	2	-	Operations	-	None	-	435,050	435,050	
15	Shinfox Energy Co., Ltd.	SHINFOX FAR EAST COMPANY PTE. LTD.	Other receivables-related parties	Yes	2,000,000	2,000,000	2,000,000	1.98%	2	-	Group's capital management	1,698,332	None	-	-	-	Note 4, Note 5
15	Shinfox Energy Co., Ltd.	Shinfox Far East (Taiwan) Company Pty Ltd.	Other receivables-related parties	Yes	450,000	450,000	450,000	2.97%	2	-	Group's capital management	369,298	None	-	-	-	Note 4, Note 5
16	Foxwell Energy Corporation Ltd.	SHINFOX FAR EAST COMPANY PTE. LTD.	Other receivables-related parties	Yes	9,661,882	9,661,882	9,661,882	-	2	-	Group's capital management	7,796,069	None	-	809,127	809,127	Note 4
17	Shinfox Natural Gas Co., Ltd.	SHINFOX FAR EAST COMPANY PTE. LTD.	Other receivables-related parties	Yes	48,119	-	-	2.97%	2	-	Group's capital management	-	None	-	124,017	124,017	
17	Shinfox Natural Gas Co., Ltd.	Foxwell Energy Corporation Ltd.	Other receivables-related parties	Yes	105,000	-	-	3%	2	-	Group's capital management	-	None	-	124,017	124,017	
17	Shinfox Natural Gas Co., Ltd.	FOXWELL POWER CO., LTD	Other receivables-related parties	Yes	100,000	100,000	100,000	3%	2	-	Group's capital management	-	Stock	218,485	124,017	124,017	

Note 1: The numbers as follows represent the nature of loan:

- (1) Business transaction is labelled as “1”.
- (2) Short-term financing is labelled as “2”.

Note 2: (1) Limit on loans granted to a single party is 20% of the Company's net asset value.

(2) Limit on loans granted to the domestic unlisted subsidiaries of the Company and FIT Holding Co., Ltd. is 40% of their net asset value.

(3) Limit on loans granted to direct or indirect holding foreign subsidiaries is 40% of their net asset value.

(4) Limit on loans granted between foreign companies whose voting shares are 100% held by the Company directly or indirectly, or on loans granted to the Company by such foreign companies is 100% of their net asset value.

(5) Limit on loans granted by FIT Holding Co., Ltd. to its direct or indirect holding foreign subsidiaries is 30% of FIT Holding Co., Ltd.'s net asset value on recent financial report.

Note 3: (1) Ceiling on total loans granted to the company is 40% of the Company's net asset value.

(2) Ceiling on total loans granted to the domestic unlisted subsidiaries of the Company and FIT Holding is 40% of their net asset value.

(3) Ceiling on total loans granted to the direct or indirect holding subsidiaries is 40% of their net asset value.

(4) Ceiling on total loans granted between foreign companies whose voting shares are 100% held by the Company directly or indirectly, or on loans granted to the Company by such foreign companies is 100% of their net asset value.

(5) Ceiling on total loans granted by FIT Holding Co., Ltd. to its direct or indirect holding foreign subsidiaries is 40% of their net asset value on recent financial report.

Note 4: The limit has been exceeded. The Company's subsidiaries, Shinfox, and Foxwell Energy, have established improvement plans in accordance with the Procedures for Provision of Loans and intend to submit the plans to the Board of Directors.

Note 5: As the net asset value of the creditor for the period was below zero, limit and ceiling on loans granted to a single party were both \$0.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Provision of endorsements and guarantees to others
Six months ended June 30, 2026

Table 2

Expressed in thousands of NTD
(Except as otherwise indicated)

Number	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party (Note 1)	Maximum outstanding endorsement/ guarantee amount as of June 30, 2026	Outstanding endorsement/ guarantee amount at June 30, 2026	Actual amount drawn down	Amount of endorsements /guarantees secured with collateral	Ratio of accumulated endorsement/guarantee amount to net asset value of the endorser/guarantor company	Ceiling on total amount of endorsements /guarantees provided (Note 2)	Provision of endorsements /guarantees by parent company to subsidiary	Provision of endorsements /guarantees by subsidiary to parent company	Provision of endorsements /guarantees to the party in Mainland China	Footnote
		Company name	Relationship with the endorser/guarantor											
0	Cheng Uei Precision Industry Co., Ltd.	Foxlink International Incorporation	The Company's third-tier subsidiary	\$ 42,753,075	\$ 225,277	\$ 224,256	\$ -	\$ -	0.79	\$ 85,506,150	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Studio A Inc.	The Company's second-tier subsidiary	42,753,075	1,279,800	1,274,000	-	-	4.47	85,506,150	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Studio A Technology Limited	The Company's third-tier subsidiary	42,753,075	1,279,800	1,274,000	5,096	-	4.47	85,506,150	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	The Company's third-tier subsidiary	42,753,075	863,865	859,950	83,447	-	3.02	85,506,150	Y	N	Y	
0	Cheng Uei Precision Industry Co., Ltd.	Ashop Co., Ltd.	The Company's third-tier subsidiary	42,753,075	895,860	891,800	-	-	3.13	85,506,150	Y	N	N	
0	Cheng Uei Precision Industry Co., Ltd.	Straight A Inc.	The Company's third-tier subsidiary	42,753,075	479,925	477,750	-	-	1.68	85,506,150	Y	N	N	
1	Fugang Electric (Kunshan) Co., Ltd.	Kunshan Fugang Electric Trading Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.'s sibling company	42,753,075	233,815	233,815	154,318	-	0.82	85,506,150	N	N	Y	
2	Studio A Inc.	Straight A Inc.	Studio A Inc.'s subsidiary	42,753,075	100,000	100,000	-	-	0.35	85,506,150	N	N	N	
2	Studio A Inc.	Studio A Technology Limited	Studio A Inc.'s subsidiary	42,753,075	479,925	238,875	47,775	-	0.84	85,506,150	N	N	N	
3	Foxlink International Incorporation	Foxlink Arizona Inc.	Foxlink International Incorporation's sibling company	42,753,075	551,082	548,584	548,584	-	1.92	85,506,150	N	N	N	
4	FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	FIT Holding Co., Ltd.'s subsidiary	26,230,482	2,760,000	2,760,000	1,932,500	-	9.68	26,230,482	N	N	N	Note 3
4	FIT Holding Co., Ltd.	Glory Science Co., Ltd.	FIT Holding Co., Ltd.'s subsidiary	26,230,482	1,310,000	1,230,000	500,000	-	4.32	26,230,482	N	N	N	Note 3
5	Foxlink Image Technology Co., Ltd.	Power Quotient International Co., Ltd.	Foxlink Image Technology Co., Ltd.'s sibling company	32,694,222	200,000	200,000	-	-	0.70	32,694,222	N	N	N	
6	Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Shinfox Energy Co., Ltd.'s subsidiary	-	19,974,345	11,638,555	9,268,066	-	40.83	-	N	N	N	Note 3, Note 4

Number	Endorser/ guarantor	Party being endorsed/guaranteed		Limit on endorsements/ guarantees provided for a single party (Note 1)	Maximum outstanding endorsement/ guarantee amount as of June 30, 2026	Outstanding endorsement/ guarantee amount at June 30, 2026	Actual amount drawn down	Amount of endorsements /guarantees secured with collateral	Ratio of accumulated endorsement/guarantee amount to net asset value of the endorser/guarantor company	Ceiling on total amount of endorsements /guarantees provided (Note 2)	Provision of endorsements /guarantees by parent company to subsidiary	Provision of endorsements /guarantees by subsidiary to parent company	Provision of endorsements /guarantees to the party in Mainland China	Footnote
		Company name	Relationship with the endorser/guarantor											
6	Shinfox Energy Co., Ltd.	Kunshan Jiuwei Info Tech Co., Ltd.	Shinfox Energy Co., Ltd.'s subsidiary	-	\$ 70,145	\$ 70,145	\$ 46,919	\$ -	0.25	\$ -	N	N	Y	Note 3, Note 4
6	Shinfox Energy Co., Ltd.	Youde Wind Power Co., Ltd.	Shinfox Energy Co., Ltd.'s subsidiary	-	700,000	700,000	585,000	421,276	2.46	-	N	N	N	Note 3, Note 4
6	Shinfox Energy Co., Ltd.	Shinfox Far East (Taiwan) Co., Ltd.	Shinfox Energy Co., Ltd.'s second-tier subsidiary	-	4,799,250	4,777,500	4,693,416	-	16.76	-	N	N	N	Note 3, Note 4, Note 5
6	Shinfox Energy Co., Ltd.	SFE DEVELOPER COMPANY CORPORATION	Shinfox Energy Co., Ltd.'s second-tier subsidiary	-	5,870,122	5,717,075	5,147,232	-	20.06	-	N	N	N	Note 3, Note 4, Note 5
6	Shinfox Energy Co., Ltd.	SHINFOX FAR EAST COMPANY PTE. LTD.	Shinfox Energy Co., Ltd.'s subsidiary	-	1,420,000	1,420,000	750,162	-	4.98	-	N	N	N	Note 3, Note 4
6	Shinfox Energy Co., Ltd.	Changpin Wind Power Ltd.	Shinfox Energy Co., Ltd.'s joint venture	-	370,000	370,000	370,000	274,121	1.30	-	N	N	N	Note 3, Note 4
7	Smart Power System Ltd.	BL ANAKIE SOLAR LTD	Smart Power System Ltd.'s investee	275,590	43,590	42,258	42,258	44,000	0.15	551,180	N	N	N	

Note 1: Calculation for limit on endorsements/guarantees provided for a single party is as follows:

- (1) For subsidiaries whose shares are 90% or above held by the Company, ceiling on total amount of endorsements and guarantees provided by the Company is 150% of the Company's net asset value; limit on endorsements and guarantees provided by the Company for a single party
- (2) For FIT Holding Co.,Ltd., limit on endorsements and guarantees for a single party is 600% of FIT Holding Co.,Ltd.'s current net asset value and for subsidiary whose equity is no less than 90% held by FIT Holding Co.,Ltd., is 600% of FIT Holding Co.,Ltd.'s net asset value.
- (3) Endorsements and guarantees are available between companies whose voting shares are more than 90% held by FIT Holding Co., Ltd. directly or indirectly. And the limit on endorsements and guarantees is 10% of FIT Holding Co., Ltd.'s net asset value except that endorsements and guarantees are between companies whose voting shares are 100% held by FIT Holding Co., Ltd. directly or indirectly.

Note 2: Calculation for limit on endorsements/guarantees provided is as follows:

- (1) The Company's and subsidiaries' endorsements and guarantees to others should not exceed 300% of the Company's net asset value.
- (2) FIT Holding Co.,Ltd.'s endorsements and guarantees to others and subsidiaries should not exceed 600% of FIT Holding Co., Ltd.'s net asset value in the latest financial statements.
- (3) Endorsements and guarantees are available between companies whose voting shares are more than 90% held by FIT Holding Co., Ltd. directly or indirectly. And the limit on endorsements and guarantees is 10% of FIT Holding Co., Ltd.'s net asset value
- (4)The total amount of endorsements and guarantees extended by Smart Power System and its subsidiaries to external parties shall not exceed 100% of the net assets of Smart Power System as stated in its most recent financial statements. except that endorsements and guarantees are between companies whose voting shares are 100% held by FIT Holding Co., Ltd. directly or indirectly.

Note 3: The total actual drawdown amount of endorsements and guarantees provided by the Company's subsidiary, FIT Holding Co., Ltd, and its subsidiaries has exceeded the limit. An improvement plan has been formulated in accordance with the Procedures for Provision of Endorsements and Guarantees, and the Company intends to submit the plan to the Board of Directors.

Note 4: Due to the negative net value of the company providing the endorsement and guarantee during the current period, the endorsement and guarantee limit for a single enterprise and the maximum endorsement and guarantee limit are both \$0.

Note 5: Shinfox Energy recognized losses on financial guarantee amounting to \$2,650,524 after assessing the relevant credit risk and the creditworthiness of its subsidiary in accordance with the provisions of IFRS 9 since it provided endorsements and guarantees for its subsidiary's borrowings from the financial institutions.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)
June 30, 2026

Table 3

Expressed in thousands of NTD
(Except as otherwise indicated)

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of June 30, 2026				Footnote
				Number of shares (in thousand shares)	Book value	Ownership (%)	Fair value	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	TBB Power (Xiamen) Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	2,149	\$ 233,815	4.35	\$ 233,815	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	Shaha Technology (Shanghai) Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	163	130,936	14.00	130,936	
FIT Holding Co., Ltd.	Leadsun Wind & Solar Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	23,843	210,529	12.00	210,529	
Foxlink Image Technology Co., Ltd.	Taiwan Mobile Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	1,631	189,953	0.04	189,953	
Power Quotient International Co., Ltd.	Taiwan Mobile Co., Ltd.	N/A	Financial assets at fair value through other comprehensive income - non-current	1,631	189,953	0.04	189,953	
Shinfox Energy Co., Ltd.	Feiyue Development Limited Partnership	N/A	Financial assets at fair value through other comprehensive income - non-current	-	135,000	20.07	135,000	Note 2

Note 1: The above disclosure standard is the carrying amount that reaches \$100,000.

Note 2: The relevant rights of Shinfox in Blue Magpie Ventures Fund I, L.P. were placed under a provisional attachment by an execution order issued by the Taiwan Taipei District Court on July 28, 2026. Please refer to Note 11 for details.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more
Six months ended June 30, 2026

Table 4

Expressed in thousands of NTD
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
The Company	Foxlink International Incorporation	The Company's third-tier subsidiary	Sales	(\$ 2,915,553)	(16)	Note 1	Note 1	Note 1	\$ 1,422,231	17	Note 3
The Company	Dongguan Fuqiang Electronics Co., Ltd.	The Company's second-tier subsidiary	Purchases	7,558,569	42	Note 2	Note 2	Note 2	(747,934)	(6)	Note 3
The Company	Fugang Electronic (Dongguan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	1,605,638	9	Note 2	Note 2	Note 2	(3,095,909)	(23)	Note 3
The Company	Fugang Electric (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	551,323	3	Note 2	Note 2	Note 2	(238,174)	(2)	Note 3
The Company	Fushineng Electronics (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	997,886	5	Note 2	Note 2	Note 2	(366,486)	(3)	Note 3
The Company	Fugang Electric (Xuzhou) Co., Ltd.	The Company's second-tier subsidiary	Purchases	1,599,126	9	Note 2	Note 2	Note 2	(2,961,601)	(22)	Note 3
The Company	Foxlink Automotive Technology (Kunshan) Co., Ltd.	The Company's second-tier subsidiary	Purchases	109,650	1	Note 2	Note 2	Note 2	(89,187)	(1)	Note 3
The Company	Foxlink (Vietnam) Co., Ltd.	The Company's second-tier subsidiary	Purchases	1,161,563	6	Note 2	Note 2	Note 2	(1,631,032)	(23)	Note 3
The Company	Foxlink Da Nang Electronics Co., Ltd.	The Company's second-tier subsidiary	Purchases	1,887,641	10	Note 2	Note 2	Note 2	(585,601)	(4)	Note 3
The Company	MICROLINK COMMUNICATIONS INC.	The Company's subsidiary	Purchases	1,472,297	8	Note 2	Note 2	Note 2	(1,315,831)	(10)	Note 3
The Company	CU INTERNATIONAL LTD.	The Company's subsidiary	Purchases	990,476	5	Note 2	Note 2	Note 2	(574,372)	(4)	Note 3
Suntain Co., Ltd.	Hon Hai Precision Industry Co., Ltd.	Other related party	Purchases	289,414	82	Note 2	Note 2	Note 2	(19,627)	-	Note 3
MICROLINK COMMUNICATIONS INC.	Foxlink Da Nang Electronics Co., Ltd.	Affiliated company	Purchases	1,007,139	74	Note 2	Note 2	Note 2	(931,592)	(7)	Note 3

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of total notes/accounts receivable (payable)	
MICROLINK COMMUNICATIONS INC.	Foxlink (Vietnam) Co., Ltd.	Affiliated company	Purchases	\$ 316,738	23	Note 2	Note 2	Note 2	(\$ 256,360)	(2)	Note 3
CU INTERNATIONAL LTD.	Dongguan Fuqiang Electronics Co., Ltd.	Affiliated company	Purchases	998,022	100	Note 2	Note 2	Note 2	(684,395)	(5)	Note 3
Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	Affiliated company	Purchases	446,014	4	Note 2	Note 2	Note 2	(14,121)	-	Note 3
Foxlink Image Technology Co., Ltd.	Wei Hai Fu Kang Electric Co., Ltd.	Affiliated company	Purchases	387,176	21	The flexible collection based on the financial situation	Prices are based on the mutual	None	(389,035)	(36)	Note 3
FOXWELL POWER CO., LTD	Billion Sun Energy Storage Technologies Inc.	Affiliated company	Sales	(296,327)	(22)	Note 1	Note 1	Note 1	521,500	56	Note 3
FOXWELL POWER CO., LTD	Huijie Energy Co., Ltd.	Affiliated company	Sales	(108,844)	(8)	Note 1	Note 1	Note 1	-	-	Note 3

Note 1: Please refer to Note 7(2) A. for the details.

Note 2: Please refer to Note 7(2) B. for the details.

Note 3: The relative related party in the same transaction will not be disclosed separately.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more
June 30, 2026

Table 5

Expressed in thousands of NTD
(Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2026	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
The Company	Foxlink International Incorporation	The Company's third-tier subsidiary	\$ 1,422,231	2.05	None	N/A	\$ 399,670	None
The Company	Fuqiang Electric (Maanshan) Co., Ltd.	The Company's second-tier subsidiary	155,731	Note 1	"	"	-	"
The Company	Dongguan Fuqiang Electronics Co., Ltd.	The Company's second-tier subsidiary	1,860,915	Note 1	"	"	160,945	"
The Company	Foxlink India Electric Private Limited	The Company's second-tier subsidiary	1,896,166	Note 1	"	"	193,258	"
The Company	FOXLINK VIETNAM CO., LTD.	The Company's second-tier subsidiary	113,719	Note 1	"	"	41,545	"
The Company	FOXLINK DA NANG ELECTRONICS CO.,LTD.	The Company's second-tier subsidiary	1,909,995	Note 1	"	"	176,079	"
The Company	UBILINK AI CO., LTD.	The Company's subsidiary	275,139	Note 1	"	"	31,259	"
The Company	LUMINYS SYSTEMS CORPORATION	Associate	787,556	Note 1	"	"	150,920	"
The Company	LUMINYS SYSTEMS CANADA CORPORATION	Associate	128,602	Note 1	"	"	-	"
CU INTERNATIONAL LTD.	The Company	The Company's subsidiary	574,372	1.72	"	"	-	"
Fugang Electric (Kunshan) Co., Ltd.	The Company	The company is the Company's ultimate parent company.	238,174	2.31	"	"	-	"
Fushineng Electronics (Kunshan) Co., Ltd.	The Company	The company is the Company's ultimate parent company.	366,486	2.72	"	"	-	"
Fugang Electric (Dongguan) Co., Ltd.	The Company	The company is the Company's ultimate parent company.	3,095,909	0.52	"	"	-	"
Dongguan Fuqiang Electronics Co., Ltd.	The Company	The company is the Company's ultimate parent company.	747,934	10.11	"	"	-	"
Fugang Electric (Xuzhou) Co., Ltd.	The Company	The company is the Company's ultimate parent company.	2,961,601	0.54	"	"	-	"
FOXLINK VIETNAM CO., LTD.	The Company	The company is the Company's ultimate parent company.	1,631,032	0.71	"	"	-	"

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2026	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
FOXLINK DA NANG ELECTRONICS CO., LTD.	The Company	The company is the Company's ultimate parent company.	\$ 585,601	3.22	None	N/A	\$ -	None
FOXLINK TECHNOLOGY LIMITED	The Company	The Company's second-tier subsidiary	254,800	Note 1	"	"	-	"
MICROLINK COMMUNICATIONS INC.	The Company	The Company's subsidiary	1,315,831	1.12	"	"	-	"
MICROLINK COMMUNICATIONS INC.	The Company	The Company's subsidiary	244,517	Note 1	"	"	-	"
Sharetronic Data Technology Co., Ltd.	The Company	Associate	467,209	Note 1	"	"	-	"
FOXLINK TECHNOLOGY LIMITED	CU INTERNATIONAL LTD.	Affiliated company	547,623	Note 1	"	"	-	"
FOXLINK VIETNAM CO., LTD.	MICROLINK COMMUNICATIONS INC.	Affiliated company	256,360	1.24	"	"	-	"
FOXLINK DA NANG ELECTRONICS CO., LTD.	MICROLINK COMMUNICATIONS INC.	Affiliated company	931,592	1.08	"	"	-	"
Dongguan Fuqiang Electronics Co., Ltd.	CU INTERNATIONAL LTD.	Affiliated company	684,395	1.46	"	"	-	"
Dongguan Fuqiang Electronics Co., Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD.	Affiliated company	100,650	Note 1	"	"	-	"
Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	Affiliated company	1,947,423	Note 1	"	"	-	"
Fugang Electric (Xuzhou) Co., Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD.	Affiliated company	249,040	Note 1	"	"	-	"
World Circuit Technology Co., Ltd.	Suntain Co., Ltd.	Affiliated company	100,000	Note 1	"	"	-	"
FIT Holding Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliated company	1,472,401	Note 1	"	"	-	"
Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliated company	187,052	Note 1	"	"	-	"
Foxlink Image Technology Co., Ltd.	Foxwell Energy Corporation Ltd.	Affiliated company	154,000	Note 1	"	"	-	"
Foxlink Image Technology Co., Ltd.	Shinfox Energy Co., Ltd.	Affiliated company	100,000	Note 1	"	"	-	"
Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliated company	186,806	Note 1	"	"	-	"

Table 5 Page 2

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2026	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
					Amount	Action taken		
Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliated company	\$ 643,598	0.82	None	N/A	\$ -	None
Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	Affiliated company	389,035	1.84	"	"	-	"
Power Quotient Technology (Yancheng) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	Affiliated company	360,075	Note 1	"	"	-	"
Power Quotient Technology (Yancheng) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	Affiliated company	233,815	Note 1	"	"	-	"
Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd.	Affiliated company	2,125,991	Note 1	"	Expected to be recovered during 2026. (Note 2)	-	1,698,332
Shinfox Energy Co., Ltd.	Shinfox Far East (Taiwan) Company Pty Ltd.	Affiliated company	462,836	Note 1	"	"	-	369,298
Foxwell Energy Corporation Ltd.	Shinfox Far East Company Pte Ltd.	Affiliated company	9,661,882	Note 1	"	"	-	7,796,069
Shinfox Natural Gas Corporation Co., Ltd.	Foxwell Power Co., Ltd.	Affiliated company	100,288	Note 1	"	Expected to be recovered during 2026.	-	None
Shinfox Far East (Taiwan) Company Pty Ltd.	Shinfox Far East Company Pte Ltd.	Affiliated company	176,816	Note 1	"	"	-	"
SFE HERCULES COMPANY CORPARATION	Shinfox Far East Company Pte Ltd.	Affiliated company	478,415	Note 1	"	"	-	"
SFE DEVELOPER COMPANY CORPORATION LTD.	Shinfox Far East Company Pte Ltd.	Affiliated company	719,332	Note 1	"	"	-	"
Foxwell Power Co., Ltd.	Billion Sun Energy Storage Technologies Inc.	Affiliated company	521,500	0.14	"	N/A (Note 2)	-	2,086

Note 1: The turnover rate was not applicable as the receivables were recorded as other receivables.

Note 2: After assessing the relevant credit risk and the repayment abilities of the subsidiaries in accordance with IFRS 9, the expected credit impairment loss would be recognised.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Significant inter-company transactions during the reporting periods
Six months ended June 30, 2026

Table 6

Expressed in thousands of NTD
(Except as otherwise indicated)

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
1	Cheng Uei Precision Industry Co., Ltd.	Foxlink International Incorporation	1	Sales	\$ 2,915,553	Sales prices are based on the mutual agreement	8
1	Cheng Uei Precision Industry Co., Ltd.	Foxlink International Incorporation	1	Accounts receivable	1,422,231	The collections depend on the financial situation after offsetting the receivables against the payables	1
1	Cheng Uei Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	1	Purchases	7,558,569	Purchase prices are based on the mutual agreement	20
1	Cheng Uei Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	1	Accounts payable	747,934	The collections depend on the financial situation after offsetting the receivables against the payables	1
1	Cheng Uei Precision Industry Co., Ltd.	Dongguan Fuqiang Electronics Co., Ltd.	1	Other receivables	1,860,915	The collections depend on the financial situation after offsetting the receivables against the payables	2
1	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	1	Purchases	551,323	Purchase prices are based on the mutual agreement	1
1	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	1	Accounts payable	238,174	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	Cheng Uei Precision Industry Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	1	Purchases	997,886	Purchase prices are based on the mutual agreement	3
1	Cheng Uei Precision Industry Co., Ltd.	Fushineng Electronics (Kunshan) Co., Ltd.	1	Accounts payable	366,486	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	Cheng Uei Precision Industry Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	1	Purchases	1,605,638	Purchase prices are based on the mutual agreement	4
1	Cheng Uei Precision Industry Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	1	Accounts payable	3,095,909	The collections depend on the financial situation after offsetting the receivables against the payables	3
1	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Maanshan) Co., Ltd.	1	Other receivables	155,731	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Xuzhou) Co., Ltd.	1	Purchases	1,599,126	Purchase prices are based on the mutual agreement	4
1	Cheng Uei Precision Industry Co., Ltd.	Fugang Electric (Xuzhou) Co., Ltd.	1	Accounts payable	2,961,601	The collections depend on the financial situation after offsetting the receivables against the payables	2
1	Cheng Uei Precision Industry Co., Ltd.	Foxlink Automotive Technology (Kunshan) Co., Ltd.	1	Purchases	109,650	Purchase prices are based on the mutual agreement	-
1	Cheng Uei Precision Industry Co., Ltd.	Foxlink India Electric Private Limited	1	Other receivables	1,896,166	The collections depend on the financial situation after offsetting the receivables against the payables	2

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
1	Cheng Uei Precision Industry Co., Ltd.	FOXLINK VIETNAM CO.LTD.	1	Purchases	\$ 1,161,563	Purchase prices are based on the mutual agreement	3
1	Cheng Uei Precision Industry Co., Ltd.	FOXLINK VIETNAM CO.LTD.	1	Other receivables	113,719	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	Cheng Uei Precision Industry Co., Ltd.	FOXLINK VIETNAM CO.LTD.	1	Accounts payable	1,631,032	The collections depend on the financial situation after offsetting the receivables against the payables	1
1	Cheng Uei Precision Industry Co., Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD	1	Purchases	1,887,641	Purchase prices are based on the mutual agreement	5
1	Cheng Uei Precision Industry Co., Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD	1	Other receivables	1,909,995	The collections depend on the financial situation after offsetting the receivables against the payables	2
1	Cheng Uei Precision Industry Co., Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD	1	Accounts payable	585,601	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	Cheng Uei Precision Industry Co., Ltd.	FOXLINK TECHNOLOGY LIMITED	1	Other payables	254,800	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	Cheng Uei Precision Industry Co., Ltd.	MICROLINK COMMUNICATIONS INC.	1	Purchases	1,472,297	Purchase prices are based on the mutual agreement	4
1	Cheng Uei Precision Industry Co., Ltd.	MICROLINK COMMUNICATIONS INC.	1	Accounts payable	1,315,831	The collections depend on the financial situation after offsetting the receivables against the payables	1
1	Cheng Uei Precision Industry Co., Ltd.	MICROLINK COMMUNICATIONS INC.	1	Other payables	244,517	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	Cheng Uei Precision Industry Co., Ltd.	CU INTERNATIONAL LTD.	1	Purchases	990,476	Purchase prices are based on the mutual agreement	3
1	Cheng Uei Precision Industry Co., Ltd.	CU INTERNATIONAL LTD.	1	Accounts payable	574,372	The collections depend on the financial situation after offsetting the receivables against the payables	-
1	Cheng Uei Precision Industry Co., Ltd.	UBILINK AI CO., LTD.	1	Other receivables	275,139	Transaction terms are based on the mutual agreement	-
2	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electronic (Dongguan) Co., Ltd.	3	Purchases	446,014	Purchase prices are based on the mutual agreement	1
2	Dongguan Fuqiang Electronics Co., Ltd.	Fugang Electric (Kunshan) Co., Ltd.	3	Other receivables	1,947,423	The collections depend on the financial situation after offsetting the receivables against the payables	2
3	CU INTERNATIONAL LTD.	FOXLINK TECHNOLOGY LIMITED	3	Other payables	547,623	The collections depend on the financial situation after offsetting the receivables against the payables	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
3	CU INTERNATIONAL LTD.	Dongguan Fuqiang Electronics Co., Ltd.	3	Purchases	\$ 998,022	Purchase prices are based on the mutual agreement	3
3	CU INTERNATIONAL LTD.	Dongguan Fuqiang Electronics Co., Ltd.	3	Accounts payable	684,395	The collections depend on the financial situation after offsetting the receivables against the payables	1
4	MICROLINK COMMUNICATIONS INC.	FOXLINK VIETNAM CO.LTD.	3	Purchases	316,738	Purchase prices are based on the mutual agreement	1
4	MICROLINK COMMUNICATIONS INC.	FOXLINK (VIETNAM) CO., LTD.	3	Accounts payable	256,360	The collections depend on the financial situation after offsetting the receivables against the payables	-
4	MICROLINK COMMUNICATIONS INC.	FOXLINK DA NANG ELECTRONICS CO., LTD	3	Purchases	1,007,139	Purchase prices are based on the mutual agreement	3
4	MICROLINK COMMUNICATIONS INC.	FOXLINK DA NANG ELECTRONICS CO., LTD	3	Accounts payable	931,592	The collections depend on the financial situation after offsetting the receivables against the payables	1
5	FOXLINK DA NANG ELECTRONICS CO., LTD	Dongguan Fuqiang Electronics Co., Ltd.	3	Other payables	100,650	The collections depend on the financial situation after offsetting the receivables against the payables	-
5	FOXLINK DA NANG ELECTRONICS CO., LTD	Fugang Electric (Xuzhou) Co., Ltd.	3	Other payables	249,040	The collections depend on the financial situation after offsetting the receivables against the payables	-
6	Suntain Co., Ltd.	World Circuit Technology Co., Ltd.	3	Other payables	100,000	The collections depend on the financial situation after offsetting the receivables against the payables	-
7	FIT Holding Co., Ltd.	Foxlink Image Technology Co., Ltd.	1	Other receivables	1,472,401	Based on the company's policy	1
8	Foxlink Image Technology Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	187,052	Based on the company's policy	-
8	Foxlink Image Technology Co., Ltd.	Foxwell Energy Corporation Ltd.	3	Other receivables	154,000	Based on the company's policy	-
8	Foxlink Image Technology Co., Ltd.	Shinfox Energy Co., Ltd.	3	Accounts receivable	100,000	Based on the company's policy	-
9	Glorytek (Suzhou) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	186,806	Based on the company's policy	-
10	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	643,598	The flexible collection based on the financial situation	1
10	Dongguan Fu Wei Electronics Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Processing income	259,810	The flexible collection based on the financial situation	1

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
11	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Accounts receivable	\$ 389,035	The flexible collection based on the financial situation	-
11	Wei Hai Fu Kang Electric Co., Ltd.	Foxlink Image Technology Co., Ltd.	3	Sales	387,176	The flexible collection based on the financial situation	1
12	Power Quotient Technology (Yancheng) Co., Ltd.	Glory Optics (Yancheng) Co., Ltd.	3	Other receivables	360,075	Based on the company's policy	-
12	Power Quotient Technology (Yancheng) Co., Ltd.	Glorytek (Yancheng) Co., Ltd.	3	Other receivables	233,815	Based on the company's policy	-
13	Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd.	3	Other receivables	2,125,991	Transaction terms are based on the mutual agreement	2
13	Shinfox Energy Co., Ltd.	Shinfox Far East (Taiwan) Company Pty Ltd.	3	Other receivables	462,836	Transaction terms are based on the mutual agreement	-
14	Foxwell Energy Corporation Ltd.	Shinfox Far East Company Pte Ltd.	3	Other receivables	9,661,882	Transaction terms are based on the mutual agreement	8
15	Shinfox Far East Company Pte Ltd.	SFE Hercules Company Corporation	3	Accounts payable	478,415	Transaction terms are based on the mutual agreement	-
15	Shinfox Far East Company Pte Ltd.	SFE DEVELOPER COMPANY CORPORATION LTD.	3	Accounts payable	719,332	Transaction terms are based on the mutual agreement	1
15	Shinfox Far East Company Pte Ltd.	Shinfox Far East (Taiwan) Company Pty Ltd.	3	Other payables	176,816	Transaction terms are based on the mutual agreement	-
16	Foxwell Power Co., Ltd.	Billion Sun Energy Storage Technologies Inc	3	Construction revenue	296,327	The transaction price is calculated based on the actual amount incurred.	1
16	Foxwell Power Co., Ltd.	Billion Sun Energy Storage Technologies Inc	3	Accounts receivable	521,500	The collections depend on the financial situation after offsetting the receivables against the payables	-

Number (Note 1)	Company name	Counterparty	Relationship (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets (Note 3)
16	Foxwell Power Co., Ltd.	Shinfox Natural Gas Corporation Co., Ltd.	3	Other payables	\$ 100,288	Transaction terms are based on the mutual agreement	-
16	Foxwell Power Co., Ltd.	Huijie Energy Co., Ltd.	3	Construction revenue	108,844	The transaction price is calculated based on the actual amount incurred.	-

Note 1: The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1)Parent company is '1'.

(2)The subsidiaries are numbered in order starting from '2'.

Note 2: Relationship between transaction company and counterparty is classified into the following three categories; fill in the number of category each case belongs to (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose the transaction.):

(1)Parent company to subsidiary.

(2)Subsidiary to parent company.

(3)Subsidiary to subsidiary.

Note 3: Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

Note 4: Disclosure of the transactions of related party over \$100 million only and the related party transactions for counterparty are not disclosed.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Information on investees
Six months ended June 30, 2026

Table 7

Expressed in thousands of NTD
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2026			Net income (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
				Balance as at June 30, 2026	Balance as at December 31, 2025	Number of shares (in thousand shares)	Ownership (%)	Book value			
The Company	Cu International Ltd	British Virgin IS.	Manufacture of electronic telecommunication components, holdong and reinvestment business	\$ 15,719,568	\$ 15,719,568	493,550	100	\$ 27,168,639	(\$ 177,667)	(\$ 74,511)	
The Company	Culink International Ltd.	British Virgin IS.	Holding and Investee Companies	1,067,867	1,067,867	33,528	100	2,111,987	(135,784)	(135,784)	
The Company	Foxlink International Investment Ltd.	Taiwan	Holding and Investee Companies	4,220,000	4,220,000	582,365	100	6,122,874	643,642	643,642	
The Company	Fu Uei International Investment Ltd.	Taiwan	Holding and Investee Companies	4,450,000	4,450,000	445,000	100	645,107	(422,221)	(421,902)	
The Company	Well Shin Technology Co., Ltd.	Taiwan	Manufacture and sales of wire and cable and electronic telecommunication components	270,065	270,065	22,282	18.84	1,406,352	85,332	16,078	
The Company	Darts Technologies Corporation	Taiwan	Manufacture and sales of wired and wireless communication devices	762,566	762,566	125,176	97	8,017,950	6,210,489	6,024,175	
The Company	DU Precision Industry Co., Ltd.	Taiwan	Manufacture and sales of electronic telecommunication components	10,000	10,000	1,000	100	(995)	(4,209)	(4,209)	
The Company	FOXLINK TECHNOLOGY LIMITED.	Hong Kong	Holding and Investee Companies	352,089	352,089	86,700	100	870,815	2,565	2,565	
The Company	Suntain Co., Ltd.	Taiwan	Electroplating processing services	190,810	190,810	32,966	100	445,466	91,074	91,074	
The Company	Foxlink Arizona Inc.	USA	Energy service management	952,315	929,065	29,900	100	7,190	147,933	147,933	
The Company	Sinobest Brothers Limited	Hong Kong	Holding and Investee Companies	659,422	659,422	20,704	85.19	173,225	(24,668)	(21,014)	
The Company	Ubilink AI Co., Ltd.	Taiwan	Computer software services	107,500	107,500	10,750	53.75	(99,042)	(15,050)	(8,089)	
The Company	MICROLINK COMMUNICATIONS INC.	Taiwan	Trading and manufacturing business	300,000	300,000	30,000	100	429,105	52,503	52,503	
The Company	AYSEN GROUP, INC.	USA	Holding and Investee Companies	267,540	267,540	-	31	295,839	117,517	30,037	Note 1
The Company	FOXLINK TEXAS INC.	USA	Manufacture and sales of electronic telecommunication components	977,795	637,000	30,700	100	910,613	(66,383)	(66,383)	
The Company	Synergy Co., Ltd.	Taiwan	Energy service management	800,010	-	80,001	50	802,942	6,702	2,932	Note 4

(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2026			Net income (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
				Balance as at June 30, 2026	Balance as at December 31, 2025	Number of shares (in thousand shares)	Ownership (%)	Book value			
FOXLINK TECHNOLOGY LIMITED.	Sinobest Brothers Limited	Hong Kong	Holding and Investee Companies	\$ 78,828	\$ 78,828	2,000	14.81	\$ 30,120	(\$ 24,668)	(\$ 3,654)	
Sinobest Brothers Limited	Foxlink Myanmar Company Limited	Myanmar	Manufacture and sales of electronic telecommunication components	723,122	723,122	22,704	100	235,656	(29,247)	(29,247)	
DU Precision Industry Co., Ltd.	CELINK INTERNATIONAL LTD.	British Virgin IS.	Manufacture and sales of electronic telecommunication components	526,672	526,672	16,536	100	-	-	-	
Darts Technologies Corporation	Benefit Right Ltd.	British Virgin IS.	Holding and Investee Companies	313,595	313,595	9,846	100.00	8,898,455	6,761,678	6,761,678	
Benefit Right Ltd.	Power Channel Limited	Hong Kong	General investments holdings	245,564	245,564	6	64.25	8,840,574	10,523,099	6,761,164	
Cu International Ltd	New Start Industries Ltd.	British Virgin IS.	Holding and Investee Companies	273,910	273,910	8,600	100.00	2,031,180	(97,884)	(97,884)	
Cu International Ltd	Foxlink Technical India Private Ltd.	India	Manufacture and sales of electronic telecommunication components	125,107	125,107	26,596	34.45	54,805	(7,196)	(2,480)	
Cu International Ltd	Solteras Limited	British Virgin IS.	General investments holdings	63,700	63,700	1,960	100.00	-	-	-	
Fugang Electronic (Dongguan) Co., Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD.	Vietnam	Manufacture and sales of electronic telecommunication components	318,500	318,500	10,000	18.18	376,965	322,684	58,664	
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Foxlink Automotive Technology Co., Ltd.	Taiwan	Manufacture and sales of electronic telecommunication components	41,087	41,087	5,000	100	48,617	267	267	
Culink International Ltd.	Pacific Wealth Limited	Cayman Islands	Holding and Investee Companies	31,850	31,850	1,000	100	(119,886)	(1,566)	(1,566)	
Culink International Ltd.	Foxlink Technical India Private Ltd.	India	Manufacture and sales of electronic telecommunication components	214,469	214,469	21,546	65.55	98,423	(7,196)	(4,716)	
Culink International Ltd.	Foxlink Powerbank International Technology Private Ltd.	India	Manufacture and sales of electronic telecommunication components	539	539	160	0.73	543	849	6	
Culink International Ltd.	Glorytek Science India Private Limited	India	Manufacture and Sale of Telecommunications and Consumer Electronics Components	539	539	160	0.73	543	860	6	
Pacific Wealth Limited	Foxlink International Incorporation	USA	Engaged in Trading Business	15,925	15,925	500	100	(119,886)	(1,566)	(1,566)	
Foxlink Technical India Private Ltd.	Tegna Electronics Private Limited	India	Trading and manufacturing business	10,106	10,106	3,001	10	12,993	10,408	1,041	
Foxlink International Investment Ltd.	FIT Holding Co., Ltd.	Taiwan	Holding and Investee Companies	1,241,017	1,241,017	58,303	23.67	884,826	519,172	144,026	

(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2026			Net income (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
				Balance as at June 30, 2026	Balance as at December 31, 2025	Number of shares (in thousand shares)	Ownership (%)	Book value			
Foxlink International Investment Ltd.	Xunqiang Communication Technology Co., Ltd.	Taiwan	Manufacture and sales of telecommunication equipment and apparatus	\$ 80,000	\$ 80,000	6,857	21.43	\$ 504	(\$ 1,011)	(\$ 217)	
Foxlink International Investment Ltd.	World Circuit Technology Co., Ltd.	Taiwan	Manufacture and sales of electronic telecommunication components and flexible printed circuit	469,500	469,500	15,650	69.56	175,921	1,550	1,078	
Foxlink International Investment Ltd.	Central Motion Picture Corporation	Taiwan	Motion picture production	874,500	874,500	15,000	13.60	1,557,909	68,614	7,937	
Foxlink International Investment Ltd.	Foxlink India Electric Private Limited	India	Manufacture and sales of electronic telecommunication components	160,662	160,662	41,646	11.60	(45,123)	(29,715)	(3,448)	
Foxlink International Investment Ltd.	Synerbotic Co., Ltd.	Taiwan	Sales of electronic telecommunication components	200,475	67,475	20,000	100	115,670	(29,897)	(29,897)	
Foxlink International Investment Ltd.	Foxlink (Vietnam) Co., Ltd.	Vietnam	Manufacture and sales of electronic telecommunication components	185,058	185,058	6,452	100	2,279,646	267,809	267,809	
Foxlink International Investment Ltd.	FOXLINK DA NANG ELECTRONICS CO., LTD.	Vietnam	Manufacture and sales of electronic telecommunication components	1,450,821	1,450,821	45,000	81.82	1,696,549	322,684	264,020	
Foxlink International Investment Ltd.	FOXLINK DA NANG TECHNOLOGY COMPANY LIMITED	Vietnam	Manufacture and sales of electronic telecommunication components	88,468	63,140	2,800	100	80,260	(7,790)	(7,790)	
Foxlink Image Technology Co., Ltd.	Central Motion Picture Corporation	Taiwan	Motion picture production	257,656	257,656	4,294	3.89	192,430	68,614	2,272	
World Circuit Technology Co., Ltd.	Value Success Ltd	British Virgin IS.	Holding and Investee Companies	203,840	203,840	5,000	100	3,328	-	-	
Value Success Ltd	Capital Guardian Limited	Hong Kong	Holding and Investee Companies	203,840	203,840	3,005	100	3,257	-	-	
Capital Guardian Limited	World Circuit Technology (Hong Kong) Limited	Hong Kong	Holding and Investee Companies	35,388	35,388	-	100	-	-	-	
Fu Uei International Investment Ltd.	FIT Holding Co., Ltd.	Taiwan	Holding and Investee Companies	426,860	426,860	14,690	5.97	178,067	519,172	36,271	
Fu Uei International Investment Ltd.	Studio A Inc.	Taiwan	Sales of electronic products	96,200	96,200	13,196	51	429,285	69,984	35,692	
Fu Uei International Investment Ltd.	VA Product Inc.	Taiwan	Sales of electronic telecommunication components	16,642	16,642	2,400	100	32,288	525	525	
Fu Uei International Investment Ltd.	Zhi De Investment Co., Ltd.	Taiwan	Holding and Investee Companies	2,184,388	2,184,388	170,918	100	332,655	53,654	53,654	
Fu Uei International Investment Ltd.	CMPC Cultural & Creative Co., Ltd.	Taiwan	Venture capital	150,000	150,000	15,000	42.86	144,335	9,583	4,107	
Fu Uei International Investment Ltd.	Shinfox Energy Co., Ltd.	Taiwan	Energy service management	960,164	960,164	21,998	8.01	(363,610)	(6,552,238)	(507,481)	

(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2026			Net income (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
				Balance as at June 30, 2026	Balance as at December 31, 2025	Number of shares (in thousand shares)	Ownership (%)	Book value			
Fu Uei International Investment Ltd.	Foxlink India Electric Private Limited	India	Manufacture and sales of electronic telecommunication components	\$ 1,010,999	\$ 1,010,999	317,247	88.40	(\$ 343,735)	(\$ 29,715)	(\$ 26,267)	
Fu Uei International Investment Ltd.	X2 CLOUD INC.	USA	Security software service	191,100	191,100	6,000	60	144,456	(30,736)	(18,442)	
Zhi De Investment Co., Ltd.	FIT Holding Co., Ltd.	Taiwan	Holding and Investee Companies	1,486,096	1,486,096	21,056	8.55	23,832	519,172	52,331	
Studio A Inc.	Straight A Inc.	Taiwan	Sales of electronic telecommunication components	84,543	84,543	12,527	100	212,548	35,274	35,274	
Studio A Inc.	Studio A Technology Limited	Hong Kong	Sales of electronic products	10,356	10,356	2,550	51	224,776	4,729	2,412	
Studio A Inc.	Jing Jing Technology Co., Ltd.	Taiwan	Sales of electronic telecommunication components	3,700	3,700	370	100	8,162	48	48	
Studio A Technology Limited	Ashop Co., Ltd.	South Korea	Sales of electronic telecommunication components	4,778	4,778	10	100	21,896	(16,929)	(16,929)	
Studio A Technology Limited	Straight A (Hong Kong) Inc.	Hong Kong	Sales of electronic telecommunication components	8,122	8,122	200	100	4,225	(3,688)	(3,688)	
MICROLINK COMMUNICATIONS INC.	MICROLINK DA NANG COMMUNICATION COMPANY LIMITED	Vietnam	Manufacture and sales of electronic telecommunication components	255,960	127,400	4,000	100	142,414	(103,649)	(103,649)	
FIT Holding Co., Ltd.	Glory Science Co., Ltd.	Taiwan	Manufacture and sales of optical instruments	2,814,868	2,814,868	35,000	100	225,115	(248,385)	(248,385)	
FIT Holding Co., Ltd.	Foxlink Image Technology Co., Ltd.	Taiwan	Manufacture and sales of image scanners and multifunction printers	3,011,140	3,011,140	164,994	100	5,851,206	2,983,587	2,980,490	
FIT Holding Co., Ltd.	Power Quotient International Co., Ltd.	Taiwan	Manufacture and sales of electronic telecommunication components	3,372,180	3,372,180	444,691	100	(1,362,861)	(2,423,932)	(2,423,908)	
FIT Holding Co., Ltd.	Shih Fong Power Co., Ltd.	Taiwan	Hydroelectric power	300,000	300,000	37,500	16.30	389,988	(4,142)	(675)	
FIT Holding Co., Ltd.	Synergy Co., Ltd.	Taiwan	Energy service management	36,760	36,760	3,676	2.30	36,760	6,702	154	
Foxlink Image Technology Co., Ltd.	ACCU-Image Technology Limited	British Virgin IS.	Manufacture and sales of image scanners and multifunction printers	1,375,184	1,375,184	20,241	100	7,458,730	3,858,395	3,663,308	
Foxlink Image Technology Co., Ltd.	Shih Fong Power Co., Ltd.	Taiwan	Hydroelectric power	957,600	957,600	79,800	34.70	961,375	(4,142)	(1,437)	
Foxlink Image Technology Co., Ltd.	Shinfox Energy Co., Ltd.	Taiwan	Energy service management	1,466,522	1,466,522	18,332	6.67	25,484	(6,552,238)	(437,034)	
ACCU-Image Technology Limited	Power Channel Limited	Hong Kong	Holding company and reinvestment business	136,637	136,637	4	35.75	5,021,552	10,524,924	3,567,574	

(Except as otherwise indicated)

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				Balance as at June 30, 2026	Balance as at December 31, 2025	Number of shares (in thousand shares)	Ownership (%)	Book value			
Glory Science Co., Ltd.	GLORY TEK (BVI) CO., LTD.	British Virgin IS.	General investments holdings	\$ 1,512,869	\$ 1,512,869	47,500	100	\$ 475,022	(\$ 142,119)	(\$ 99,680)	
GLORY TEK (BVI) CO., LTD.	GLORY TEK (SAMOA) CO., LTD.	Samoa	General investments holdings	1,014,442	1,014,442	31,851	100	772,010	74,350	(84,208)	
GLORY TEK (BVI) CO., LTD.	GLORY OPTICS (BVI) CO., LTD.	British Virgin IS.	Sales agent	509,600	509,600	16,000	100	(361,387)	(217,324)	(16,327)	
GLORY TEK (BVI) CO., LTD.	Glorytek Science India Private Limited	India	Trading and manufacturing business	107,203	107,203	21,773	99.27	73,609	860	854	
Glorytek Science India Private Limited	Tegna Electronics Private Limited	India	Trading and manufacturing business	10,104	10,104	3,001	10	12,992	10,408	1,041	
Power Quotient International Co., Ltd.	Power Quotient International (H.K.) Co., Ltd.	Hong Kong	Sales of electronic telecommunication components	430,872	430,872	106,100	100	792,249	5,761	5,761	
Power Quotient International Co., Ltd.	PQI Japan Co., Ltd.	Japan	Sales of electronic telecommunication components	1,963	1,963	24	100	2,106	-	-	
Power Quotient International Co., Ltd.	Syscom Development Co., Ltd.	British Virgin IS.	Specialized investments holding	345,986	345,986	10,863	100	76,412	849	849	
Power Quotient International Co., Ltd.	Apix Limited	British Virgin IS.	Specialized investments holding	3,295,494	3,295,494	13	100	952,776	35,217	35,217	
Power Quotient International Co., Ltd.	Shinfox Energy Co., Ltd.	Taiwan	Energy service management	3,646,600	3,646,600	102,951	37.49	(1,596,236)	(6,552,238)	(437,034)	
Shinfox Energy Co., Ltd.	Foxwell Energy Corporation Ltd.	Taiwan	Energy service management	12,833,000	11,533,000	1,504,500	100	2,343,071	(6,227,313)	(6,596,410)	
Shinfox Energy Co., Ltd.	Shinfox Natural Gas Co., Ltd.	Taiwan	Energy service management	360,000	360,000	36,000	80	248,035	(12,746)	(10,197)	
Shinfox Energy Co., Ltd.	Foxwell Power Co., Ltd.	Taiwan	Energy service management	321,855	546,585	21,457	28.93	982,535	(6,359)	(58,209)	
Shinfox Energy Co., Ltd.	Jiuwei Power Co., Ltd.	Taiwan	Natural gas power generation business	150,000	200,000	15,000	100	11,201	11,063	11,063	
Shinfox Energy Co., Ltd.	Yuanshan Forest Natural Resources Co., Ltd.	Taiwan	Afforestation	100,000	100,000	10,000	100	58,290	(8,174)	(8,174)	
Shinfox Energy Co., Ltd.	Elegant Energy Tech Co., Ltd.	Taiwan	Energy technical services	200,000	200,000	500	100	219	-	-	
Shinfox Energy Co., Ltd.	Changpin Wind Power Ltd.	Taiwan	Electric Power Generation	370,000	370,000	37,000	50	274,121	(14,103)	(7,051)	
Shinfox Energy Co., Ltd.	Guanwei Power Co., Ltd	Taiwan	Electric Power Generation	35,700	35,700	3,570	51	34,879	(169)	(86)	

(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2026			Net income (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
				Balance as at June 30, 2026	Balance as at December 31, 2025	Number of shares (in thousand shares)	Ownership (%)	Book value			
Shinfox Energy Co., Ltd.	Shinfox Far East Company Pte Ltd	Singapore	Marine engineering business	\$ 1,707,160	\$ 1,707,160	53,600	67	(\$ 1,656,075)	(\$ 3,160,207)	\$ 6,306,462	Note 2
Shinfox Energy Co., Ltd.	Jun Wei Technology Co.,Ltd	Taiwan	Electric Power Generation	22,000	22,000	2,200	100	17,911	(195)	(195)	
Shinfox Energy Co., Ltd.	Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Taiwan	Energy technical services	-	218,020	-	-	-	(36,585)	(21,252)	Note 3
Shinfox Energy Co., Ltd.	Ubilink AI Co., Ltd.	Taiwan	Computer software services	-	26,400	-	-	-	(16,963)	22,336	Note 3
Shinfox Energy Co., Ltd.	Youde Wind Power Co., Ltd.,	Taiwan	Electric Power Generation	531,000	491,000	53,100	71.66	(475,211)	(1,379,562)	(989,019)	
Shinfox Energy Co., Ltd.	FOX NAM ENERGY CO., LTD.	Vietnam	Electric Power Generation	111,475	111,475	-	100	104,192	(2,798)	(2,798)	
Shinfox Energy Co., Ltd.	DAKPSI INVESTMENT AND DEVELOP HYDROELECTIC JOINT STOCK COMPANY	Vietnam	Electric Power Generation	639,561	639,561	14,645	35	684,288	25,261	8,840	
Shinfox Energy Co., Ltd.	Synergy Co., Ltd.	Taiwan	Energy service management	-	800,010	-	-	-	(838)	419	Note 4
Foxwell Energy Corporation Ltd.	Youde Wind Power Co., Ltd.,	Taiwan	Electric Power Generation	210,000	210,000	21,000	28.34	(187,936)	(1,379,562)	(391,143)	
Foxwell Power Co., Ltd.	Foxwell Certification Co., Ltd.	Taiwan	Energy technical services	-	28,650	-	-	-	(1,131)	(1,964)	
Foxwell Power Co., Ltd.	Cheng Shin Digital Co., Ltd.	Taiwan	Energy technical services	61,493	48,436	9,885	100	34,950	(5,532)	(13,304)	
Foxwell Power Co., Ltd.	Billion Sun Energy Storage Technologies Inc.	Taiwan	Energy technical services	369,215	369,215	39,240	30	101,309	(1,311)	(393)	
Foxwell Power Co., Ltd.	Huijie Energy Co., Ltd.	Taiwan	Energy technical services	500	500	50	100	(18,607)	4	(19,107)	
Foxwell Power Co., Ltd.	Smart Power System Ltd.	Taiwan	Energy technical services	696,171	696,171	8,160	51	594,279	8,037	(4,086)	
Smart Power System Ltd.	Hongju Energy Co., Ltd.	Taiwan	Energy storage site development industry	3,900	3,900	679	30	6,866	(487)	(333)	
Smart Power System Ltd.	Shinfox Far East (Taiwan) Co., Ltd.	Taiwan	Overseas energy storage market development	12,500	12,500	1,250	40	3,274	(2,165)	(870)	
Smart Power System Ltd.	Zhixin Energy Co., Ltd.	Taiwan	Energy storage equipment services and operation services	10,000	6,010	1,000	100	10,885	647	647	
Smart Power System Ltd.	SMART POWER SYSTEM AUSTRALIA PTY LTD	Australia	Energy technical services	26,758	13,390	1,300	100	27,623	(373)	(398)	

(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2026			Net income (loss) of the investee for the six months ended June 30, 2026	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Footnote
				Balance as at June 30, 2026	Balance as at December 31, 2025	Number of shares (in thousand shares)	Ownership (%)	Book value			
SMART POWER SYSTEM AUSTRALIA PTY LTD	BL ANALIE SOLAR PTY LTD	Australia	Overseas energy storage market development	\$ 13,514	\$ 13,514	643	19.24	\$ 13,427	(\$ 3,480)	(\$ 668)	
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	Eastern Rainbow Environmental Resource Co., Ltd. (Eastern Rainbow Environmental)	Taiwan	Energy technical services	-	2,500	-	-	-	(6)	(6)	Note 3
Synergy Co., Ltd.	Xinwei Power Co., Ltd.	Taiwan	Electric Power Generation	44,151	44,151	3,730	100	47,280	3,529	3,529	
Synergy Co., Ltd.	Billion Sun Energy Storage Technologies Inc.	Taiwan	Energy technical services	523,200	523,200	52,320	40	513,411	(1,311)	(524)	
Shinfox Far East Company Pte Ltd	SFE HERCULES COMPANY CORPORATION	Panama	Marine engineering business	5,352,077	5,352,077	-	100	3,805,960	(1,575,284)	(1,575,284)	
Shinfox Far East Company Pte Ltd	Shinfox Far East (Taiwan) Co., Ltd.	Taiwan	Marine engineering business	30,000	30,000	3,000	100	121,460	145,329	145,329	
Shinfox Far East Company Pte Ltd	SFE DEVELOPER COMPANY CORPORATION	Panama	Marine engineering business	1,699,859	1,699,859	-	100	1,023,230	(339,943)	(339,943)	
Syscom Development Co., Ltd.	FOXLINK POWERBANK INTERNATIONAL TECHNOLOGY PRIVATE LIMITED	India	Sales of electronic telecommunication components	107,111	107,111	21,790	99.27	73,596	849	843	
Apix Limited	Sinocity Industries Limited	Hong Kong	Sales of electronic products	2,741,175	2,741,175	6,000	100	656,532	33,204	33,204	
Apix Limited	PERENNIAL ACE LIMITED	British Virgin IS.	Specialized investments holding	678,405	678,405	未發行股份	100	249,645	1,159	1,159	
PERENNIAL ACE LIMITED	Studio A Technology Limited	Hong Kong	Sales of electronic products	4,998	4,998	1,225	24.50	107,981	4,729	1,159	
Foxlink Powerbank International Technology Private Ltd.	Tegna Electronics Private Limited	India	Trading and manufacturing business	10,104	10,104	3,001	10	12,992	10,408	1,041	

Note 1: Information on reorganization of the investee is provided in Note 6 (9) for details.

Note 2: As described in Note 4 (3), since Shinfox has been unable to support the continued operations of Shinfox Far East Company Pte. Ltd. (hereinafter referred to as SFE) due to its operational strategies, and SFE is also unable to repay its debts, Shinfox and Foxwell Power recognised relevant losses on their endorsements /guarantees for SFE and fund lending to SFE, totaling \$12,572,837 thousand. However, according to Paragraph 86, Appendix B of IFRS 10, the assets and liabilities, equity, income, expenses and cash flows within the Group relating to transactions of the entities in the Group in the consolidated financial statements should be fully eliminated, and Article 21 of the Regulations Governing the Preparation of Financial Reports by Securities Issuers, Shinfox adjusted and increased its investment income from SFE by \$8,423,801 thousand in proportion to its shareholding ratio. Due to the aforementioned matters, the Company recognised a net loss attributable to owners of the parent of \$1,031,865 thousand in its financial report for the second quarter of 2026 based on its indirect ultimate shareholding ratio of 24.87% in Shinfox.

Cheng Uei Precision Industry Co., Ltd. and subsidiaries
Information on investments in Mainland China
Six months ended June 30, 2026

Table 8

Expressed in thousands of NTD
(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2026	Amount remitted from Taiwan to Mainland China/Amount remitted monthsback to Taiwan for the six months ended June 30, 2026		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2026	Net income (loss) of investee as of June 30, 2026	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Book value of investments in Mainland China as of June 30, 2026	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2026	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Fugang Electronic (Dongguan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	\$ 1,848,658	Investment through an existing company in the third area	\$ 1,848,658	\$ -	\$ -	\$ 1,848,658	\$ 168,774	100	\$ 168,774	\$ 8,275,713	\$ -	
Culink Tianjin Co., Ltd.	Manufacture and sales of electronic telecommunication components	127,400	Investment through an existing company in the third area	31,850	-	-	31,850	(32)	100	(32)	185,100	-	
Fugang Electric (Kunshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	3,869,775	Investment through an existing company in the third area	3,869,775	-	-	3,869,775	(61,859)	100	(61,859)	2,298,294	-	
Dong Guan Fu Shi Chang Co., Ltd.	Manufacture and sales of electronic telecommunication components	3,801	Investment through an existing company in the third area	3,801	-	-	3,801	-	100	-	2,622	-	
Dongguan Fuqiang Electronics Co., Ltd.	Manufacture and sales of electronic telecommunication components	4,739,599	Investment through an existing company in the third area and the investee company in Mainland China	3,677,178	-	-	3,677,178	(81,854)	100	(81,854)	11,494,693	-	
Foxlink Automotive Technology (Kunshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	208,609	Investment through an existing company in the third area and the investee company in Mainland China	95,550	-	-	95,550	(18,594)	100	(18,594)	227,541	-	
Foxlink Energy (Tianjin) Ltd.	Manufacture and sales of electronic telecommunication components	127,400	Investment through an existing company in the third area	127,400	-	-	127,400	2,387	100	2,387	141,799	-	
Fushineng Electronics (Kunshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	382,200	Investment through an existing company in the third area	382,200	-	-	382,200	66,702	100	66,702	1,691,424	-	
FUJIXANG ELECTRONICS(KUNSHAN) CO., LTD.	Manufacture and sales of electronic telecommunication components	143,325	Investment through an existing company in the third area	143,325	-	-	143,325	(8,000)	100	(8,000)	56,608	-	
Fu Gang Electronic (Nan Chang) Co., Ltd.	Manufacture and sales of electronic telecommunication components	1,592,500	Investment through an existing company in the third area and the investee company in Mainland China	1,592,500	-	-	1,592,500	(105)	100	(105)	24,743	-	
Foxlink Tianjin Co., Ltd.	Manufacture and sales of electronic telecommunication components	573,300	Investment through an existing company in the third area	165,620	-	-	165,620	(23,932)	100	(23,932)	409,868	1,026,857	
Kunshan Fugang Investment Co., Ltd.	Holding and Investee Companies	955,500	Investment through the investee company in Mainland China	955,500	-	-	955,500	(17,688)	100	(17,688)	2,065,377	-	
Fugang Electric (Maanshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	969,227	Investment through an existing company in the third area	318,500	-	-	318,500	4,823	100	4,823	(149,270)	-	

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2026	Amount remitted from Taiwan to Mainland China/Amount remitted monthsback to Taiwan for the six months ended June 30, 2026		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2026	Net income (loss) of investee as of June 30, 2026	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Book value of investments in Mainland China as of June 30, 2026	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2026	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Kunshan Fugang Electric Trading Co., Ltd.	Sales of electronic telecommunication components	\$ 398,125	Investment through the investee company in Mainland China	\$ 207,605	\$ -	\$ -	\$ 207,605	\$ 2,921	51	\$ 1,490	\$ 116,301	\$ -	
Kunshan Fu Shi You Trading Co., Ltd.	Sales of electronic telecommunication components	65,468	Investment through the investee company in Mainland China	-	-	-	-	(23)	51	(12)	6,326	-	
Shanghai Fugang Electric Trading Co., Ltd.	Sales of electronic telecommunication components	9,353	Investment through the investee company in Mainland China	-	-	-	-	(1,939)	51	(989)	(43,268)	-	
Shanghai Standard Information Technology Co., Ltd.	Sales of electronic telecommunication components	46,763	Investment through the investee company in Mainland China	-	-	-	-	(1,590)	51	(811)	2,878	-	
Changzhou Fugang Digital Technology Co., Ltd	Sales of electronic telecommunication components	-	Investment through the investee company in Mainland China	-	-	-	-	3,681	51	1,877	2,797	-	Note 1
Hefei Jingshi Digital Technology Co., Ltd	Sales of electronic telecommunication components	-	Investment through the investee company in Mainland China	-	-	-	-	3,942	51	2,010	4,781	-	Note 1
Yangzhou Biaogan Digital Technology Co., Ltd	Sales of electronic telecommunication components	-	Investment through the investee company in Mainland China	-	-	-	-	1,345	51	686	1,970	-	Note 1
Nanjing Jing Shi Digital Technology Co., Ltd.	Sales of electronic telecommunication components	2,338	Investment through the investee company in Mainland China	-	-	-	-	(604)	51	(308)	878	-	
Sharetronic Data Technology Co., Ltd.	Manufacture and sales of electronic telecommunication components	1,618,565	Investment through an existing company in the third area and the investee company in Mainland China	383,318	-	-	383,318	8,063,301	13.52	1,253,326	3,779,563	-	
Fuqiang Electric (Maanshan) Co., Ltd.	Manufacture and sales of electronic telecommunication components	159,250	Investment through the investee company in Mainland China	-	-	-	-	(1,741)	100	(1,741)	147,714	-	
Fugang Electric (Xuzhou) Co., Ltd.	Manufacture and sales of electronic telecommunication components	1,974,700	Investment through an existing company in the third area	1,974,700	-	-	1,974,700	(274,342)	100	(274,342)	4,326,667	-	
Dongguan Banrin Robot Technology Co., Ltd.	Manufacture and sales of automated equipment	140,289	Investment through the investee company in Mainland China	-	-	-	-	(9,950)	31.03	(6,019)	96,367	-	
Terabitcom Technology Co., Ltd.	Research, manufacture and sales of communication equipment and accessories	397,486	Investment through the investee company in Mainland China	-	-	-	-	(65,286)	20.92	(10,847)	351,816	-	
Changzhou Xinwei Vehicle Energy Venture Capital Co., Ltd.	General investments holding	444,249	Investment through an existing company in the third area	-	-	-	-	(6,899)	50	(3,450)	388,210	-	
Hangzhou Huantan Power Technology Development Services Co., Ltd.	Manufacture and sales of electronic telecommunication components	140,289	Investment through the investee company in Mainland China	-	-	-	-	(2,815)	43.71	(1,231)	123,157	-	
Dong Guan HanYang Computer Co., Ltd.	Manufacture of image scanners and multifunction printers and investment of real estate	193,296	Investment through an existing company in the third area	193,296	-	-	193,296	12,065	100	12,065	435,050	-	
Dong Guan Fu Zhang Precision Industry Co., Ltd.	Mold development and plastic components business	258,375	Investment through an existing company in the third area	190,001	-	-	190,001	28,235	100	448,064	190,169	-	

Table 8 Page 2

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2026	Amount remitted from Taiwan to Mainland China/Amount remitted monthsback to Taiwan for the six months ended June 30, 2026		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2026	Net income (loss) of investee as of June 30, 2026	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2026	Book value of investments in Mainland China as of June 30, 2026	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2026	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Wei Hai Fu Kang Electric Co., Ltd.	Manufacture and sales of parts and moulds of photocopiers and scanners	\$ 796,250	Investment through an existing company in the third area	\$ 382,200	-	-	\$ 382,200	\$ 17,104	100	\$ 17,104	\$ 1,112,952	\$ -	
Dongguan Fu Wei Electronics Co., Ltd.	Manufacture of image scanners, multifunction printers, and related accessories	191,100	Investment through an existing company in the third area	169,070	-	-	169,070	39,050	100	39,050	746,171	-	
Glorytek (Suzhou) Co., Ltd.	Trading and manufacture	445,900	Investment through an existing company in the third area	434,760	-	-	434,760	74,589	100	74,589	486,967	-	
Glorytek (Yancheng) Co., Ltd.	Trading and manufacture	286,650	Investment through an existing company in the third area	286,650	-	-	286,650	(226,402)	100	(226,402)	(606,196)	-	
Yancheng Yaowei Technology Co., Ltd.	Trading and manufacture	-	Investment through the investee company in Mainland China	-	-	-	-	(85,618)	-	(85,618)	-	-	Note 2
Glory Optics (Yancheng) Co., Ltd.	Trading and manufacture	1,235,548	Investment through an existing company in the third area and the investee company in Mainland China	566,930	-	-	566,930	(510)	100	(510)	608,805	-	
Power Quotient Technology (Yancheng) Co., Ltd.	Manufacture and sales of electronic telecommunication components	637,000	Investment through an existing company in the third area	Note 4	-	-	-	5,801	100	5,801	792,069	-	
Kunshan Jiuwei Info Tech Co., Ltd.	Supply chain finance energy service management	31,850	Direct investment	31,850	-	-	31,850	12,837	100	153	39,191	-	
KunShan Eastern Rainbow Environmental Equipment Co., Ltd.	Energy technical services	23,382	Direct investment	23,382	-	-	23,382	(1,981)	-	(1,981)	-	-	Note 3
Chengdu Xinfuwei Energy Co., Ltd.	Electric Power Generation	127,400	Direct investment	127,400	-	-	127,400	2,031	100	2,031	133,807	-	

Note 1: Changzhou Fugang Digital Technology Co., Ltd, Hefei Jingshi Digital Technology Co., Ltd and Yangzhou Biaogan Digital Technology Co., Ltd has completed the registration in the first quarter of 2025. However, there was no capital injection as of June 30, 2026.

Note 2: The liquidation of YYWT was completed in the second quarter of 2026.

Note 3: It was disposed in the current period, please refer to Note 4(3) for details

Note 4: The financing amount remitted to PQI's indirect investment of POWER QUOTIET TECHNOLOGY (YANCHENG) Co., Ltd. was through an existing company in the third area.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2026	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
Cheng Uei Precision Industry Co., Ltd.	\$ 15,640,843	\$ 16,259,921	The Company's investment in Mainland China is not subject to an upper limit as the Company obtained the certificate of scope of operations issued by Industrial Development Bureau, MOEA in accordance with the Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China amended on August 29, 2008.
Foxlink Image Technology Co., Ltd.	1,084,032	1,571,670	3,269,422
Glory Science Co., Ltd.	1,288,340	1,288,340	135,393
Power Quotient International Co., Ltd.	-	694,171	-
Shinfox Energy Co., Ltd.	159,250	159,250	-
Eastern Rainbow Green Energy Environmental Technology Co., Ltd.	-	-	-

Note 1: The investment was approved by the Investment Commission of MOEA.

Note 2: Recognition of Investment income (loss), except for Fugang Electronic (Dongguan) Co., Ltd., Dongguan Fuqiang Electronics Co., Ltd., Fugang Electric (Kunshan) Co., Ltd., Fugang Electric (Xuzhou) Co., Ltd., Dongguan Fu Wei Electronics Co., Ltd., Glorytek (Suzhou) Co., Ltd., Glory Optics (Yancheng) Co., Ltd., Glorytek (Yancheng) Co., Ltd., Yancheng Yaowei Technology Co., Ltd., Wei Hai Fu Kang Electric Co., Ltd. for the three months ended March 31, 2026 were recognised based on the financial statements that were reviewed by independent auditors, remaining subsidiaries were recognised based on the self-compiled financial statements that were not reviewed by independent auditors during the same period.

Note 3: The Company's investment in Mainland China is not subject to an upper limit as the Company obtained the scope of operations certificate of being qualified for operating headquarters issued by Industrial Development Bureau, MOEA in accordance with the Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China amended on August 29, 2008.

Note 4: The investments through the investee company in Mainland China of the Company including: Dongguan Fuqiang Electronics Co., Ltd., Fugang Electric (Maanshan) Co., Ltd., Fu Gang Electronic (Nan Chang) Co., Ltd., Foxlink Automotive Technology (Kunshan) Co., Ltd., Kunshan Fugang Electric Trading Co., Ltd., Kunshan Fu Shi You Trading Co., Ltd., Shanghai Fugang Electric Trading Co., Ltd., Fuqiang Electric (Maanshan) Co., Ltd., Dongguan Banrin Robot Technology Co., Ltd. and Terabitcom Technology Co., Ltd. Except for the investment via the holding companies in Mainland China, other investments shall not be approved by Investment Commission of MOEA.