

Yield Microelectronics Corporation

Financial Statements for the  
Three Months Ended March 31, 2025 and 2024  
and Independent Auditors' Review Report

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## **INDEPENDENT AUDITORS' REVIEW REPORT**

The Board of Directors and Shareholders  
Yield Microelectronics Corporation

### **Introduction**

The balance sheets of Yield Microelectronics Corporation as of March 31, 2025 and 2024, and the statements of comprehensive income for the three months ended March 31, 2025 and 2024, and the statements of changes in equity and the statement of cash flows for the three months ended March 31, 2025 and 2024, as well as the notes to the financial statements (including a summary of significant accounting policies), have been reviewed by us. The preparation and fair presentation of these financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting," as endorsed and made effective by the Financial Supervisory Commission, are the responsibility of the Company's management. Our responsibility is to express a conclusion on these financial statements based on our review.

### **Scope**

We conducted our reviews in accordance with TWSRE2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. The scope of a review is substantially less than that of an audit conducted in accordance with auditing standards, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion**

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying financial statements do not present fairly, in all material respects, of the financial position of Yield Microelectronics Corporation as of March 31, 2025 and 2024, , and of its financial performance and its cash flows for the three months ended March 31, 2025, and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting," as endorsed and made effective by the Financial Supervisory Commission.

The engagement partners on the reviews resulting in this independent auditors' review report are Hsin Tung Lin and Cheng Chih Lin.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

May 7, 2025

#### Notice to Readers

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

For the convenience of readers, the independent auditors' review report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. The English version have not audited by Deloitte & Touche. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and financial statements shall prevail.

## Yield Microelectronics Corporation

## Balance Sheets

As of March 31, 2025, December 31, 2024, and March 31, 2024

(In Thousands of New Taiwan Dollars)

Code	Assets	March 31, 2025		December 31, 2024		March 31, 2024		Code	Liabilities and Equity	March 31, 2025		December 31, 2024		March 31, 2024	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
	Current Assets								Current Liabilities						
1100	Cash and cash equivalents (Notes 6 and 20)	\$ 495,039	75	\$ 502,947	78	\$ 283,437	76	2206	Compensation payable to employees and directors (Note 16)	\$ 4,427	1	\$ 8,650	1	\$ 4,374	1
1170	Accounts receivable (Notes 7 and 20)	33,283	5	17,063	3	32,759	9	2216	Dividends payable (Note 14)	29,132	4	-	-	26,810	7
1200	Other receivables (Notes 7 and 20)	9,748	1	7,745	1	4,434	1	2230	Current tax liabilities (Notes 4 and 17)	2,619	-	417	-	2,273	1
1470	Prepayments and other current assets							2280	Lease liabilities – current (Notes 9 and 20)	11,227	2	11,140	2	-	-
	(Note 11)							2300	Other current liabilities (Notes 12 and 20)	51,851	8	43,854	7	33,390	9
11XX	Total Current Assets	<u>540,566</u>	<u>81</u>	<u>531,306</u>	<u>83</u>	<u>322,426</u>	<u>86</u>	21XX	Total Current Liabilities	<u>99,256</u>	<u>15</u>	<u>64,061</u>	<u>10</u>	<u>66,847</u>	<u>18</u>
	Non-current Assets								Non-current Liabilities						
1600	Property, plant and equipment (Note 8)	48,800	7	39,231	6	7,114	2	2580	Lease liabilities – non-current	11,582	2	14,422	2	-	-
1755	Right-of-use assets (Note 9)	22,462	4	25,270	4	-	-	2670	Other non-current liabilities (Notes 12 and 20)	15,174	2	12,516	2	4,992	1
1780	Other intangible assets (Note 10)	48,064	7	43,164	7	25,081	7	25XX	Total Non-current Liabilities	<u>26,756</u>	<u>4</u>	<u>26,938</u>	<u>4</u>	<u>4,992</u>	<u>1</u>
1915	Prepayments for equipment	-	-	-	-	12,640	4								
1920	Refundable deposits (Note 20)	3,084	1	3,084	-	4,555	1	2XXX	Total Liabilities	<u>126,012</u>	<u>19</u>	<u>90,999</u>	<u>14</u>	<u>71,839</u>	<u>19</u>
1975	Net defined benefit assets (Notes 4 and 13)	1,459	-	1,459	-	1,413	-		Equity (Note 14)						
15XX	Total Non-current Assets	<u>123,869</u>	<u>19</u>	<u>112,208</u>	<u>17</u>	<u>50,803</u>	<u>14</u>	3110	Common stock	294,260	44	294,260	46	268,100	72
								3200	Additional paid-in capital	212,168	32	212,168	33	-	-
								3310	Legal reserve	13,898	2	13,898	2	10,697	3
								3350	Unappropriated earnings	18,097	3	32,189	5	22,593	6
								3XXX	Total Equity	<u>538,423</u>	<u>81</u>	<u>552,515</u>	<u>86</u>	<u>301,390</u>	<u>81</u>
1XXX	Total Assets	<u>\$ 664,435</u>	<u>100</u>	<u>\$ 643,514</u>	<u>100</u>	<u>\$ 373,229</u>	<u>100</u>		Total Liabilities and Equity	<u>\$ 664,435</u>	<u>100</u>	<u>\$ 643,514</u>	<u>100</u>	<u>\$ 373,229</u>	<u>100</u>

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

Yield Microelectronics Corporation  
Statements of Comprehensive Income  
For the Three Months Ended March 31, 2025 and 2024  
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

Code		For the Three Months Ended March 31, 2025		For the Three Months Ended March 31, 2024	
		Amount	%	Amount	%
4000	Operating revenue (Notes 15)	\$ 69,643	100	\$ 59,889	100
5000	Operating cost (Note 16)	<u>289</u>	<u>-</u>	<u>214</u>	<u>-</u>
5900	Gross profit	<u>69,354</u>	<u>100</u>	<u>59,675</u>	<u>100</u>
	Operating expenses (Note 16)				
6100	Selling and marketing	4,333	6	3,283	6
6200	General and administrative	12,241	18	9,136	15
6300	Research and development	<u>36,439</u>	<u>52</u>	<u>31,159</u>	<u>52</u>
6000	Total operating expenses	<u>53,013</u>	<u>76</u>	<u>43,578</u>	<u>73</u>
6900	Operating income	<u>16,341</u>	<u>24</u>	<u>16,097</u>	<u>27</u>
	Non-operating income and expense (Notes 16)				
7100	Interest income	1,401	2	705	1
7020	Other gains and losses	151	-	694	1
7050	Finance costs	( <u>185</u> )	<u>-</u>	( <u>1</u> )	<u>-</u>
7000	Total non-operating income and expenses	<u>1,367</u>	<u>2</u>	<u>1,398</u>	<u>2</u>
7900	Net income before tax	17,708	26	17,495	29
7950	Tax expense (Notes 4 and 17)	<u>2,668</u>	<u>4</u>	<u>2,549</u>	<u>4</u>
8200	Net income	15,040	22	14,946	25
8300	Other comprehensive income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
8500	Total comprehensive income	<u>\$ 15,040</u>	<u>22</u>	<u>\$ 14,946</u>	<u>25</u>
	Earnings per share (Note 18)				
9750	Basic earnings per share	<u>\$ 0.51</u>		<u>\$ 0.56</u>	
9850	Diluted earnings per share	<u>\$ 0.51</u>		<u>\$ 0.56</u>	

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

Yield Microelectronics Corporation  
Statements of Changes in Equity  
For the Three Months Ended March 31, 2025 and 2024

(In Thousands of New Taiwan Dollars, unless otherwise specified)

Code		Common shares		Capital surplus	Retained Earnings		Total equity
		Number of shares (in thousands)	Amount		Legal reserve	Unappropriated earnings	
A1	Balance on January 1, 2024	26,810	\$ 268,100	\$ -	\$ 10,697	\$ 34,457	\$ 313,254
B5	2023 Distribution of Earnings The company's cash dividends for shareholders – NT\$1.00 per share	-	-	-	-	( 26,810)	( 26,810)
D1	Net income for the three months ended March 31, 2024	-	-	-	-	14,946	14,946
D3	Other comprehensive income after tax for the three months ended March 31, 2024	-	-	-	-	-	-
D5	Total comprehensive income for the three months ended March 31, 2024	-	-	-	-	14,946	14,946
Z1	Balance on March 31, 2024	<u>26,810</u>	<u>\$ 268,100</u>	<u>\$ -</u>	<u>\$ 10,697</u>	<u>\$ 22,593</u>	<u>\$ 301,390</u>
A1	Balance on January 1, 2025	29,426	\$ 294,260	\$ 212,168	\$ 13,898	\$ 32,189	\$ 552,515
B5	2024 Distribution of Earnings The company's cash dividends for shareholders – NT\$0.99 per share	-	-	-	-	( 29,132)	( 29,132)
D1	Net income for the three months ended March 31, 2025	-	-	-	-	15,040	15,040
D3	Other comprehensive income after tax for the three months ended March 31, 2025	-	-	-	-	-	-
D5	Total comprehensive income for the three months ended March 31, 2025	-	-	-	-	15,040	15,040
Z1	Balance on March 31, 2025	<u>29,426</u>	<u>\$ 294,260</u>	<u>\$ 212,168</u>	<u>\$ 13,898</u>	<u>\$ 18,097</u>	<u>\$ 538,423</u>

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

Yield Microelectronics Corporation  
Statements of Cash Flows  
For the Three Months Ended March 31, 2025 and 2024  
(In Thousands of New Taiwan Dollars)

Code		For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
	Cash flow from operating activities		
A10000	Profit before income tax	\$ 17,708	\$ 17,495
A20010	Adjustments for:		
A20100	Depreciation expense	6,373	1,640
A20200	Amortization expense	6,449	5,167
A20900	Finance costs	185	1
A21200	Interest income	( 1,401 )	( 705 )
A24100	Foreign exchange losses (gains)	( 896 )	( 1,685 )
A30000	Net changes in operating assets and liabilities		
A31150	Accounts receivable	( 15,938 )	( 15,355 )
A31180	Other receivables	( 1,906 )	( 39 )
A31240	Prepayments and other current assets	1,055	577
A32180	Compensation payable to employees and directors	( 4,223 )	( 1,855 )
A32230	Other current liabilities	( 2,475 )	( 2,346 )
A33000	Net cash generated from operations	4,931	2,895
A33100	Interest received	1,401	705
A33300	Interest paid	( 185 )	( 1 )
A33500	Income tax paid	( 563 )	( 1,061 )
AAAA	Net cash inflow from operating activities	<u>5,584</u>	<u>2,538</u>
	Cash flows from investing activities		
B02700	Purchase of property, plant and equipment	( 6,631 )	( 12,715 )
B04500	Acquisition of intangible assets	( 4,293 )	( 1,336 )
BBBB	Net cash used in investing activities	<u>( 10,924 )</u>	<u>( 14,051 )</u>
	Cash flows from financing activities		
C04020	Repayment of the principal portion of lease liabilities	( 2,753 )	( 209 )
CCCC	Net cash used in financing activities	<u>( 2,753 )</u>	<u>( 209 )</u>
DDDD	Effect of exchange rate changes on cash and cash equivalents	<u>185</u>	<u>338</u>
EEEE	Net decrease in cash and cash equivalents	( 7,908 )	( 11,384 )
E00100	Cash and cash equivalents at the beginning of the period	<u>502,947</u>	<u>294,821</u>
E00200	Cash and cash equivalents at end of period	<u>\$ 495,039</u>	<u>\$ 283,437</u>

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



Yield Microelectronics Corporation  
Notes to Financial Statements  
For the Three Months Ended March 31, 2025 and 2024  
(In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

1. General

Yield Microelectronics Corporation (hereinafter referred to as “the Company”) was established on September 4, 2001, with approval from the Ministry of Economic Affairs. The Company primarily engages in the design, research and development, manufacturing, wholesale and retail, international trade, and intellectual property rights of electronic products.

The Company’s shares have been listed and traded on the Taiwan Stock Exchange’s Innovation Board since May 15, 2024.

This financial report is presented in New Taiwan Dollars, which is the functional currency of the Company.

2. The Authorization of Financial Statements

This financial report was approved by the Board of Directors on May 7, 2025.

3. Application of New and Revised International Financial Reporting Standards

- (1) Initial application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), International Financial Reporting Interpretations Committee (IFRIC), and Standing Interpretations Committee (SIC) (hereinafter referred to as “IFRSs”) approved and issued by the Financial Supervisory Commission (hereinafter referred to as “FSC”) to be effective.

1. Amendments to IAS 21: Lack of Exchangeability

The application of the amendments to IAS 21, Lack of Exchangeability, did not result in any material changes to the Company’s accounting policies.

2. Amendments to IFRS 9 and IFRS 7: Amendments to the Classification and Measurement of Financial Instruments – revised guidance relating to the classification of financial assets.

- (2) The International Financial Reporting Standards (IFRS) approved by the FSC which will be applied in 2026

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB
Amendments to IFRS 9 and IFRS 7: Amendments to the Classification and Measurement of Financial Instruments – revised guidance relating to the classification of financial assets.	January 1, 2026 (Note 1)

Note 1: These amendments are applicable to annual reporting periods beginning on or after January 1, 2026. Early adoption is permitted starting January 1, 2025.

- (3) New IFRSs in issue but not yet endorsed and issued into effect by the FSC

New, Revised or Amended Standards and Interpretations	Effective Date Issued by IASB (Note 1)
Annual Improvements to IFRS Accounting Standards – Volume 11	January 1, 2026
Amendments to IFRS 9 and IFRS 7: “Amendments to the Classification and Measurement of Financial Instruments” – revised guidance relating to the derecognition of financial liabilities	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Amendments to IFRS 10 and IAS 28 - “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 - “Initial Application of IFRS 17 and IFRS 9 “Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries Without Public Accountability: Disclosures”	January 1, 2027

Note 1: Unless otherwise stated, the newly issued/amended/revised standards or interpretations become effective for annual reporting periods beginning after their respective dates.

By the approval date of this financial report, the Company is still evaluating other impacts of the amendments to various standards and interpretations on its financial position and performance. The relevant impact will be disclosed upon completion of the assessment.

#### 4. Summary of Significant Accounting Policies

##### (1) Statement of Compliance

These financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting,” as endorsed and issued into effect by the Financial Supervisory Commission. These financial statements do not include all the disclosures required by the full set of IFRS accounting standards for annual financial reports.

##### (2) Basis of Preparation

Except for financial instruments measured at fair value and net defined benefit assets measured as the present value of defined benefit obligations less the fair value of plan assets, this financial report is prepared on a historical cost basis.

Fair value measurements are categorized into Level 1 to Level 3 based on the observability and significance of the inputs used.

1. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
2. Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
3. Level 3 inputs are unobservable inputs for the asset or liability.

##### (3) Other Significant Accounting Policies

Except as described below, please refer to the summary of significant accounting policies in the 2024 annual financial report.

###### 1. Carbon Fee Liabilities

Provisions for carbon fees, as recognized in accordance with the relevant domestic regulations such as the Regulations Governing the Collection of Carbon Fees, are measured based on the best estimate of the expenditures required to settle the obligation for the year. Recognition and measurement are based on the proportion of actual emissions relative to the total estimated annual emissions.

###### 2. Defined Benefit and Post-Retirement Benefits

Pension costs for the interim period are calculated on a year-to-date basis using the actuarially determined pension cost rate at the end of the previous year. Adjustments are made for significant market fluctuations, significant plan

amendments, settlements, or other significant one-time events during the period.

### 3. Income Tax Expense

Income tax expense is the sum of current income tax and deferred income tax. Income tax for the interim period is assessed on an annual basis, using the tax rate that is expected to apply to the total annual earnings, and is calculated based on pre-tax profit for the interim period.

### 5. Critical Accounting Judgments and Key Sources of Estimation and Uncertainty

Please refer to the description of significant accounting judgments, estimates, and key sources of uncertainty in the 2024 annual financial report.

### 6. Cash and Cash Equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	\$ 59	\$ 51	\$ 45
Demand deposits	70,780	78,696	62,992
Cash equivalents			
Time deposits with the original maturity dates of less than 3 months	424,200	424,200	220,400
	<u>\$ 495,039</u>	<u>\$ 502,947</u>	<u>\$ 283,437</u>

The interest rates for bank deposits as of the balance sheet date range as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Bank deposits	0%~1.62%	0%~1.62%	0.050%~1.450%

### 7. Accounts Receivable

	March 31, 2025	December 31, 2024	March 31, 2024
Accounts receivable measured at amortized cost			
Total carrying amount	\$ 33,283	\$ 17,063	\$ 32,759
Less: allowance for loss	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 33,283</u>	<u>\$ 17,063</u>	<u>\$ 32,759</u>
Other receivables			
Tax refunds receivable	<u>\$ 9,748</u>	<u>\$ 7,745</u>	<u>\$ 4,434</u>

The Company has an average credit period of 30 to 60 days for service income and does not charge interest on accounts receivable. To mitigate credit risk, the Company

has established credit and accounts receivable management policies to ensure that appropriate actions are taken for the recovery of overdue receivables. Furthermore, on the balance sheet date, the Company reviews the recoverable amount of each receivable to ensure that an appropriate allowance for impairment losses has been made for irrecoverable amounts. Accordingly, the Company's management believes that the Company's credit risk has been significantly reduced.

The Company recognizes an allowance for impairment losses on accounts receivable based on the expected credit losses over the lifetime of the receivables. The lifetime expected credit losses are calculated using a provision matrix that considers the customer's past default history, current financial condition, the economic conditions of the industry, and also takes into account the industry outlook. Since the Company's historical experience of credit losses shows that the loss patterns across different customer groups are not significantly different, the provision matrix does not further differentiate between customer groups and is based solely on the days past due for determining the expected credit loss rates.

If there is evidence that the counterparty is in severe financial difficulty and the Company cannot reasonably expect to recover the amount, the Company writes off the related receivable directly, but continues with the collection efforts, and amounts recovered subsequently are recognized in profit or loss.

The Company measures the allowance for impairment losses on accounts receivable as follows:

March 31, 2025

	Not past due	1-30 days past due	31-60 days past due	61-90 days past due	Over 90 days past due	Total
Total carrying amount	\$ 11,912	\$ 966	\$ 20,073	\$ -	\$ 332	\$ 33,283
Allowance for loss (lifetime expected credit losses)	-	-	-	-	-	-
Amortized cost	<u>\$ 11,912</u>	<u>\$ 966</u>	<u>\$ 20,073</u>	<u>\$ -</u>	<u>\$ 332</u>	<u>\$ 33,283</u>

December 31, 2024

	Not past due	1-30 days past due	31-60 days past due	61-90 days past due	Over 90 days past due	Total
Total carrying amount	\$ 14,823	\$ 1,912	\$ -	\$ -	\$ 328	\$ 17,063
Allowance for loss (lifetime expected credit losses)	-	-	-	-	-	-
Amortized cost	<u>\$ 14,823</u>	<u>\$ 1,912</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 328</u>	<u>\$ 17,063</u>

March 31, 2024

Not past due	1-30 days	31-60 days	61-90 days	Over 90 days	Total
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Total carrying amount	<u>\$ 19,152</u>	<u>past due</u> <u>\$ 13,607</u>	<u>past due</u> <u>\$ -</u>	<u>past due</u> <u>\$ -</u>	<u>past due</u> <u>\$ -</u>	<u>\$ 32,759</u>
Allowance for loss (lifetime expected credit losses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Amortized cost	<u>\$ 19,152</u>	<u>\$ 13,607</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,759</u>

## 8. Property, Plant and Equipment

### For self-use

	<u>Equipment for R&amp;D</u>	<u>Leasehold improvement</u>	<u>Office equipment</u>	<u>Total</u>
<u>Cost</u>				
Balance on January 1, 2025	\$ 67,858	\$ 19,784	\$ 12,600	\$ 100,242
Addition	<u>12,077</u>	<u>158</u>	<u>899</u>	<u>13,134</u>
Balance on March 31, 2025	<u>\$ 79,935</u>	<u>\$ 19,942</u>	<u>\$ 13,499</u>	<u>\$ 113,376</u>
<u>Accumulated depreciation</u>				
Balance on January 1, 2025	\$ 50,634	\$ 4,397	\$ 5,980	\$ 61,011
Depreciation expense	<u>1,377</u>	<u>1,649</u>	<u>539</u>	<u>3,565</u>
Balance on March 31, 2025	<u>\$ 52,011</u>	<u>\$ 6,046</u>	<u>\$ 6,519</u>	<u>\$ 64,576</u>
March 31, 2025 - net	<u>\$ 27,924</u>	<u>\$ 13,896</u>	<u>\$ 6,980</u>	<u>\$ 48,800</u>
December 31, 2024 and January 1, 2025 - net	<u>\$ 17,224</u>	<u>\$ 15,387</u>	<u>\$ 6,620</u>	<u>\$ 39,231</u>
<u>Cost</u>				
Balance on January 1, 2024	\$ 51,725	\$ 740	\$ 8,702	\$ 61,167
Addition	<u>-</u>	<u>-</u>	<u>465</u>	<u>465</u>
Balance on March 31, 2024	<u>\$ 51,725</u>	<u>\$ 740</u>	<u>\$ 9,167</u>	<u>\$ 61,632</u>
<u>Accumulated depreciation</u>				
Balance on January 1, 2024	\$ 47,419	\$ 482	\$ 5,184	\$ 53,085
Depreciation expense	<u>1,028</u>	<u>51</u>	<u>354</u>	<u>1,433</u>
Balance on March 31, 2024	<u>\$ 48,447</u>	<u>\$ 533</u>	<u>\$ 5,538</u>	<u>\$ 54,518</u>
March 31, 2024 - net	<u>\$ 3,278</u>	<u>\$ 207</u>	<u>\$ 3,629</u>	<u>\$ 7,114</u>

Depreciation expense is provided on a straight-line basis over the following useful lives:

Equipment for R&D	5 years
Leasehold improvement	3 years
Office equipment	5 years

9. Lease Agreements

(1) Right-of-use assets

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Right-of-use assets			
Carrying amount			
Buildings	<u>\$ 22,462</u>	<u>\$ 25,270</u>	<u>\$ -</u>
	<u>For the Three Months Ended March 31, 2025</u>	<u>For the Three Months Ended March 31, 2024</u>	
Right-of-use assets added	<u>\$ -</u>	<u>\$ -</u>	
Depreciation expense of right-of-use assets	<u>\$ 2,808</u>	<u>\$ 207</u>	

(2) Lease liabilities

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Lease liabilities			
Carrying amount			
Current	<u>\$ 11,227</u>	<u>\$ 11,140</u>	<u>\$ -</u>
Non-current	<u>\$ 11,582</u>	<u>\$ 14,422</u>	<u>\$ -</u>

The discount rate range for the lease liabilities is as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Buildings	3.12%	3.12%	-

(3) Significant leasing activities and terms

The Company leases buildings for office and parking space use, with lease terms of 1 to 2 years. At the end of the lease term, the Company has no option to purchase the leased buildings and has agreed not to sublease or transfer any part of the leased property without the lessor's consent.

(4) Other leasing information

	<u>For the Three Months Ended March 31, 2025</u>	<u>For the Three Months Ended March 31, 2024</u>
Short-term lease expenses	<u>\$ -</u>	<u>\$ 1,253</u>
Total amount of cash outflow from lease	<u>\$ 2,938</u>	<u>\$ 1,463</u>

All lease commitments starting after the balance sheet date are as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Lease commitment	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,742</u>

10. Other Intangible Assets

	Computer software	Patents	Total
<u>Cost</u>			
Balance on January 1, 2025	\$ 78,972	\$ 2,857	\$ 81,829
Addition	11,349	-	11,349
Disposal	( 6,988 )	-	( 6,988 )
Balance on March 31, 2025	<u>\$ 83,333</u>	<u>\$ 2,857</u>	<u>\$ 86,190</u>
<u>Accumulated amortization</u>			
Balance on January 1, 2025	\$ 35,808	\$ 2,857	\$ 38,665
Amortization expense	6,449	-	6,449
Disposal	( 6,988 )	-	( 6,988 )
Balance on March 31, 2025	<u>\$ 35,269</u>	<u>\$ 2,857</u>	<u>\$ 38,126</u>
March 31, 2025 - net	<u>\$ 48,064</u>	<u>\$ -</u>	<u>\$ 48,064</u>
December 31, 2024 and January 1, 2025 - net	<u>\$ 43,164</u>	<u>\$ -</u>	<u>\$ 43,164</u>
<u>Cost</u>			
Balance on January 1 and March 31, 2024	<u>\$ 72,924</u>	<u>\$ 2,857</u>	<u>\$ 75,781</u>
<u>Accumulated amortization</u>			
Balance on January 1, 2024	\$ 42,819	\$ 2,714	\$ 45,533
Amortization expense	5,024	143	5,167
Balance on March 31, 2024	<u>\$ 47,843</u>	<u>\$ 2,857</u>	<u>\$ 50,700</u>
March 31, 2024 - net	<u>\$ 25,081</u>	<u>\$ -</u>	<u>\$ 25,081</u>

Amortization expense is provided on a straight-line basis over the following useful lives:

Computer software	3 years
Patents	5 years



Amortization expenses classified by function:

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Administrative expense	\$ 43	\$ 23
R&D expense	<u>6,406</u>	<u>5,144</u>
	<u>\$ 6,449</u>	<u>\$ 5,167</u>

11. Other Assets

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Current</u>			
Offset against business tax payable	\$ 1,373	\$ 2,555	\$ 658
Prepayment for software	718	320	397
Prepayment for insurance premium	156	223	139
Prepayment for test materials	91	376	161
Others	<u>158</u>	<u>77</u>	<u>441</u>
	<u>\$ 2,496</u>	<u>\$ 3,551</u>	<u>\$ 1,796</u>

12. Other Liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Current</u>			
Software fees payable	\$ 20,354	\$ 16,385	\$ 10,810
Salary and bonuses payable	10,650	13,360	8,889
Payables for equipment	7,493	990	557
Unused annual leave bonuses payable	5,856	6,666	5,291
Insurance premiums payable	1,647	1,413	1,392
Technical service fees payable	1,386	1,636	1,838
Service fees payable	1,156	1,181	1,214
Others	<u>3,309</u>	<u>2,223</u>	<u>3,399</u>
	<u>\$ 51,851</u>	<u>\$ 43,854</u>	<u>\$ 33,390</u>
<u>Non-current</u>			
Software fees payable	<u>\$ 15,174</u>	<u>\$ 12,516</u>	<u>\$ 4,992</u>

13. Post-Employment Benefit Plans

For the three months ended March 31, 2025 and 2024, the retirement pension expenses recognized for the defined benefit plans were calculated based on the actuarially determined pension cost rate as of December 31, 2024 and 2023, respectively. The amounts were NT\$11,000, and NT\$28,000, respectively.

14. Equity

(1) Capital Stock - Common Stock

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Number of shares (1,000 shares)	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>
Authorized share capital	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 300,000</u>
Number of issued and fully paid shares (1,000 shares)	<u>29,426</u>	<u>29,426</u>	<u>26,810</u>
Share capital of issued shares	<u>\$ 294,260</u>	<u>\$ 294,260</u>	<u>\$ 268,100</u>

On February 27, 2024, the Company's board of directors resolved to issue 2,616,000 new shares in a cash capital increase before the initial public offering, with the par value of NT\$10 per share and the issue price of NT\$75 per share, resulting in a paid-in capital of NT\$294,260,000 after the increase. The Taiwan Stock Exchange approved the registration of this cash capital increase on March 26, 2024, and the board of directors authorized the chairman to set May 13, 2024, as the base date for the capital increase, of which the registration of change was completed on May 27, 2024.

(2) Additional Paid-in Capital

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>It may be used to offset losses, to make cash payments or to increase the capital of the Company</u>			
Share premium	<u>\$ 212,168</u>	<u>\$ 212,168</u>	<u>\$ -</u>

This type of additional paid-in capital can be used to offset losses and, when the Company has no losses, it may be distributed as cash or converted into share capital. However, when converting into share capital, it is limited to a certain percentage of the paid-in capital each year.

(3) Retained Earnings and Dividend Policy

The Company, following the amendment to its articles of incorporation approved at the shareholders' meeting on June 6, 2023, adheres to the revised earnings distribution policy. If there are net profits after tax for the period, prior losses must be covered first (including the amount of adjusted unappropriated

earnings), followed by a mandatory allocation of 10% to the legal reserve; however, this is not required if the legal reserve has already reached the total capital amount of the Company. Subsequently, special reserves are allocated or reversed according to laws or regulations. The remaining profits, along with the beginning unappropriated earnings (including the amount of adjusted unappropriated earnings), are proposed by the board of directors for shareholders' dividend distribution. If the Company decides to distribute dividends and bonuses or to allocate or partially distribute the legal reserve and capital reserve in cash, such decisions are authorized by a two-thirds majority of directors present at the board meeting, with more than half in agreement, and subsequently reported to the shareholders' meeting.

According to the Company's previous Articles of Incorporation on the distribution of earnings, if there is net income after tax for the year-end final accounts, it should first be used to offset past losses (including adjustments to the undistributed earnings amount), and then 10% should be allocated as a legal reserve. However, when the legal reserve accumulates to the total capital of the Company, this limitation no longer applies. Following that, any amounts should be allocated or reversed for special reserves as required by law or regulations by the competent authority. The remaining earnings, along with the undistributed earnings from the beginning of the period (including adjustments to the undistributed earnings amount), shall be proposed for distribution by the Board of Directors and submitted to the shareholders' meeting for approval to distribute dividends to shareholders.

The employee and director compensation distribution policy outlined in the Company's articles of incorporation can be found in Note 16(6) on "Compensation to Employees and Directors".

The board is authorized to propose distributions ranging from 0% to 100% of available profits, taking into account factors such as the prevailing and prospective investment landscape, funding requirements, domestic and international competition, and capital budgeting, all while striking a balance between shareholder interests and long-term financial planning. Furthermore, the cash dividend percentage should not fall below 10% of the total cash and stock dividends distributed for the year.

The legal reserve must be allocated until it reaches the total paid-in capital amount. It can be used to cover losses. If there are no losses, the part of the legal reserve exceeding 25% of the total paid-in capital can be allocated to increase capital or distributed in cash.

The Company's earnings distribution plans for 2024 and 2023 are as follows:

	2024	2023
Legal reserve	<u>\$ 2,774</u>	<u>\$ 3,201</u>
Cash dividends	<u>\$ 29,132</u>	<u>\$ 26,810</u>
Cash dividends per share (NT\$)	\$ 0.99	\$ 1.00

The aforementioned cash dividends were respectively resolved by the board of directors on February 25, 2025 and February 27, 2024, while the remaining items in the 2023 earnings distribution plan were approved by the shareholders at the general meeting on May 21, 2024.

The remaining distribution items for 2024 are pending approval at the shareholders' meeting scheduled for May 13, 2025.

In addition, on February 25, 2025, the Board of Directors resolved to increase capital by NT\$5,885 thousand through the capitalization of capital surplus.

15. Revenue

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Revenue from Customer Contracts		
Income from technical services	\$ 13,926	\$ 16,075
Income from royalties	<u>55,717</u>	<u>43,814</u>
	<u>\$ 69,643</u>	<u>\$ 59,889</u>

(1) Description of Customer Contracts

1. Income from Technical Services

Income from technical services is recognized for providing customers with silicon intellectual property (IP) design services for integrated circuits upon the delivery of services or silicon IP to the customers.

2. Income from Royalties

Income from royalties arises from licensing standardized silicon IP for integrated circuits to customers. Royalties are collected based on the contract terms after the customer commences mass production using the licensed silicon IP.

(2) Contract Balances

	March 31, 2025	December 31, 2024	March 31, 2024	January 1, 2024
Accounts receivable (Note 7)	<u>\$ 33,283</u>	<u>\$ 17,063</u>	<u>\$ 32,759</u>	<u>\$ 16,486</u>

(3) Breakdown of Customer Contract Revenue

Main Markets	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Mainland China (including Hong Kong)	\$ 30,492	\$ 33,332
Korea	12,861	5,643
Taiwan	11,684	9,032
Singapore	11,591	7,891
USA	2,635	1,570
Others	380	2,421
	<u>\$ 69,643</u>	<u>\$ 59,889</u>

16. Net Income from Continuing Operations

(1) Income from interests

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Bank deposits	<u>\$ 1,401</u>	<u>\$ 705</u>

(2) Other profits and losses

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Net foreign currency exchange gain (loss)	<u>\$ 151</u>	<u>\$ 694</u>

(3) Finance costs

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Interest in lease liabilities	<u>\$ 185</u>	<u>\$ 1</u>

(4) Depreciation and amortization

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Depreciation expense classified by function		
Operating expenses	<u>\$ 6,373</u>	<u>\$ 1,640</u>
Amortization expense classified by function		
Operating expenses	<u>\$ 6,449</u>	<u>\$ 5,167</u>

Amortization expense of intangible assets is allocated to the respective line items in the financial statements, as detailed in Note 10.

(5) Employee benefits expenses

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Short-term employee benefits	\$ 31,504	\$ 27,201
Benefits after retirement		
Defined contribution plan	1,124	959
Defined benefit plan (Note 13)	<u>11</u>	<u>28</u>
Total of employee benefit expenses	<u>\$ 32,639</u>	<u>\$ 28,188</u>
Classified by function		
Operating cost	\$ 148	\$ 204
Operating expenses	<u>32,491</u>	<u>27,984</u>
	<u>\$ 32,639</u>	<u>\$ 28,188</u>

(6) Compensation to Employees and Directors

The Company allocates 5% to 15% and no more than 5% of its earnings before tax (before distributing employee and director compensation) respectively to its employees and directors in accordance with its Articles of Incorporation. Pursuant to the amendments to the Securities and Exchange Act in August 2024, the Company plans to amend its Articles of Incorporation at the 2025 Annual General Meeting to specify that 0.1% of the annual employee compensation shall be allocated to grassroots employees. The estimated amounts of employee compensation (including non-executive employee compensation) and director compensation for the periods from January 1 to March 31, 2025 and 2024 are as follows:

Estimated Proportion

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Compensation to employees	15%	15%
Compensation to directors	5%	5%

Amount

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Compensation to employees	\$ 3,320	\$ 3,280
Compensation to directors	1,107	1,094

If the amounts change after the date the financial statements are authorized for issue, they will be treated as changes in accounting estimates and adjusted in the subsequent year.

The employee and director compensation for 2024 and 2023 were approved by the Board of Directors on February 25, 2025 and February 27, 2024, respectively, as follows:

	2024	2023
Compensation to employees	\$ 6,488	\$ 4,672
Compensation to directors	2,162	1,557

The amounts of employee compensation and director compensation approved by the Board of Directors for 2024 and 2023 are consistent with the amounts recognized in the financial reports for 2024 and 2023.

For information on the resolutions of employee and director compensation by the Company's board, please refer to the Market Observation Post System of the Taiwan Stock Exchange.

(7) Foreign currency exchange gains (losses)

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Total foreign currency exchange gains	\$ 650	\$ 922
Total foreign currency exchange losses	( 499 )	( 228 )
Net foreign currency exchange gain	<u>\$ 151</u>	<u>\$ 694</u>

17. Income Tax

(1) The main components of the income tax expense recognized in profit or loss are:

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Income tax		
Currently Generated	<u>\$ 2,668</u>	<u>\$ 2,549</u>
Income tax expense recognized in profit or loss	<u>\$ 2,668</u>	<u>\$ 2,549</u>

(2) Income Tax Assessments

The Company's income tax filings up to 2023 have been approved by the tax authorities.

18. Earnings Per Share

Unit: NT\$ per share

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Basic earnings per share	<u>\$ 0.51</u>	<u>\$ 0.56</u>
Diluted earnings per share	<u>\$ 0.51</u>	<u>\$ 0.56</u>

The net income for the period and the weighted average number of ordinary shares used in the calculation of earnings per share are as follows:

Net Income for the Period

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Net income	<u>\$ 15,040</u>	<u>\$ 14,946</u>
Net income for the calculation of basic and diluted earnings per share	<u>\$ 15,040</u>	<u>\$ 14,946</u>

Number of shares

Unit: Thousands of shares

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Weighted average number of common shares for the calculation of basic earnings per share	29,426	26,810
Influence of potential common shares with dilutive effect:		
Employee compensation	<u>78</u>	<u>51</u>
Weighted average number of common shares for the calculation of diluted earnings per share	<u>29,504</u>	<u>26,861</u>

If the Company opts to distribute employee compensation in the form of stocks or cash, the diluted earnings per share are calculated assuming the employee compensation is issued in stocks and included in the weighted average number of shares outstanding for the dilution effect when such potential ordinary shares have a diluting effect. This consideration of the dilution effect of such potential ordinary shares continues until the number of shares to be issued for employee compensation is determined in the following year.



19. Capital Risk Management

The company conducts capital management to ensure that, under the premise of continuing operations, the debt and equity amounts are optimized to maximize shareholder equity. The overall strategy of the Company has not changed.

The capital structure of the Company consists of equity (i.e. share capital, additional paid-in capital and retained earnings).

The Company is not subject to any external capital requirements.

The Company's senior management regularly reviews the capital structure, including the cost and associated risks of various forms of capital. Based on the recommendations of senior management, the Company aims to balance its overall capital structure through dividend payments, issuing new shares, repurchasing shares, and issuing new debt or repaying existing debt.

20. Financial Instruments

(1) Fair value of financial instruments that are not at fair value

The Company's management believes that the carrying amounts of financial assets and liabilities not measured at fair value approximate their fair values.

(2) Categories of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets</u>			
At amortized cost (Note 1)	\$ 541,154	\$ 530,839	\$ 325,185
<u>Financial liability</u>			
At amortized cost (Note 2)	50,519	36,344	24,202

Note 1: The balance includes financial assets measured at amortized cost such as cash and cash equivalents, accounts receivable, other receivables, and refundable deposits.

Note 2: The balance consists of other liabilities, excluding financial liabilities measured at amortized cost such as salaries and bonuses payable, and unpaid leave bonuses.

(3) Financial Risk Management Objectives and Policies

The Company's primary financial instruments include equity investments and accounts receivable. The financial management department of the Company provides services to business units, coordinating access to domestic and international financial markets, and managing the Company's financial risks related to its operations

through internal risk reports that analyze exposures by level and breadth of risk. These risks include market risk (including exchange rate risk and interest rate risk), credit risk, and liquidity risk.

#### 1. Market Risk

The Company's operating activities expose it to the primary financial risks of changes in foreign exchange rates (see below (1)) and interest rates (see below (2)).

There has been no change in the company's exposure to market risks related to financial instruments and the ways in which it manages and measures such exposures.

##### (1) Exchange Rate Risk

The Company engages in transactions denominated in foreign currencies, thus exposing it to exchange rate fluctuations.

The Company's monetary assets and liabilities denominated in non-functional currencies as of the balance sheet date are detailed in Note 22.

##### Sensitivity Analysis

The company is mainly affected by fluctuations in the US dollar exchange rate.

The following table illustrates the sensitivity analysis when the New Taiwan Dollar (functional currency) appreciates or depreciates by 1% against the relevant foreign currencies. The 1% sensitivity rate is used internally by the Company to report exchange rate risks to senior management and represents management's assessment of the reasonably possible range of changes in foreign exchange rates. The sensitivity analysis only includes foreign currency monetary items outstanding and adjusts their period-end conversion by a 1% change in exchange rates. Positive figures in the table indicate an increase in pre-tax profit when the New Taiwan Dollar depreciates by 1% relative to the relevant currencies; a 1% appreciation of the New Taiwan Dollar against these currencies would have the opposite effect on pre-tax profit by the same amount.

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USD Impact

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Gain and loss	<u>\$ 135</u>	<u>\$ 210</u>

The Company's decreased sensitivity to exchange rates during the period is mainly due to an decrease in net assets denominated in US dollars.

## (2) Interest Rate Risk

The carrying amounts of the Company's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value interest rate risk			
Financial assets	\$ 424,200	\$ 424,200	\$ 135,400
Financial liability	22,809	25,562	-
Cash flow rate risk			
Financial assets	70,780	78,696	147,992

## Sensitivity Analysis

The following sensitivity analysis is determined based on the interest rate exposure of non-derivative financial instruments at the balance sheet date. For floating-rate assets, the analysis assumes that the amount of assets outstanding at the balance sheet date was outstanding for the entire reporting period.

If the annual interest rate increased by 1%, with all other variables held constant, the Company's pre-tax net income for the three months ended March 31, 2025, and 2024, would increase by NT\$177 thousand and NT\$370 thousand, respectively.

The Company's decreased sensitivity to interest rates during the period is mainly due to a reduction in variable-rate financial assets.

## 2. Credit Risk

Credit risk refers to the risk of financial loss to the Company if a counterparty to a financial instrument fails to meet its contractual obligations. As of the balance sheet date, the maximum exposure to credit risk resulting from the non-performance of its counterparts is primarily from the carrying amounts of financial assets recognized on the balance sheet.

The Company's accounts receivable are diversified across numerous clients, industries, and geographical regions. The Company continually assesses the financial condition of its clients with accounts receivable.

The Company's credit risk is primarily concentrated on the top 5 customers. As of March 31, 2025, December 31, 2024, and March 31, 2024, the accounts receivable from these customers accounted for 93%, 60%, and 82% of the total accounts receivable, respectively.

## 3. Liquidity Risk

The Company manages and mitigates the impact of fluctuations in cash flow by maintaining sufficient levels of cash and cash equivalents to support its operations.

The analysis of the maturity of non-derivative financial liabilities is prepared based on the contractual repayment dates and is presented using the undiscounted cash flows of the financial liabilities.

### March 31, 2025

	Request pay-as-you-go or less than 1 month	1 to 3 months	3 months to 1 year	More than 1 year	Total
Non-derivative financial liability					
No interest-bearing liabilities	\$ 38,859	\$ 3,914	\$ 21,704	\$ 15,174	\$ 79,651
Lease liabilities	979	1,958	8,811	11,749	23,497
	<u>\$ 39,838</u>	<u>\$ 5,872</u>	<u>\$ 30,515</u>	<u>\$ 26,923</u>	<u>\$ 103,148</u>

## December 31, 2024

	Request pay-as-you-go or less than 1 month	1 to 3 months	3 months to 1 year	More than 1 year	Total
Non-derivative financial liability					
No interest-bearing liabilities	\$ 5,374	\$ 2,946	\$ 15,508	\$ 12,516	\$ 36,344
Lease liabilities	<u>979</u>	<u>1,958</u>	<u>8,811</u>	<u>14,686</u>	<u>26,434</u>
	<u>\$ 6,353</u>	<u>\$ 4,904</u>	<u>\$ 24,319</u>	<u>\$ 27,202</u>	<u>\$ 62,778</u>

## March 31, 2024

	Request pay-as-you-go or less than 1 month	1 to 3 months	3 months to 1 year	More than 1 year	Total
Non-derivative financial liability					
No interest-bearing liabilities	\$ 5,296	\$ 29,531	\$ 11,193	\$ 4,992	\$ 51,012

## 21. Related Party Transactions

### Compensation to executive management

	For the Three Months Ended March 31, 2025	For the Three Months Ended March 31, 2024
Short-term employee benefits	<u>\$ 3,563</u>	<u>\$ 4,103</u>

Compensation for directors and other key management personnel is determined by the compensation committee based on individual performance and market trends.

## 22. Information on Foreign Currency Assets with Significant Effects

The information below is expressed in a foreign currency other than the company's functional currency, and the disclosed exchange rate refers to the exchange rate at which the foreign currency is converted into the functional currency. Significant foreign currency assets are as follows:

Unit: In thousands of different foreign currencies						
	March 31, 2025		December 31, 2024		March 31, 2024	
	Foreign Currency	Exchange Rate	Foreign Currency	Exchange Rate	Foreign Currency	Exchange Rate
Foreign Currency Assets						
<u>Monetary items</u>						
USD	<u>\$ 1,479</u>	33.205	<u>\$ 932</u>	32.785	<u>\$ 1,152</u>	32.000
Foreign Currency Liabilities						
<u>Monetary items</u>						
USD	<u>\$ 1,071</u>	33.205	<u>\$ 887</u>	32.785	<u>\$ 495</u>	32.000

Significant realized and unrealized foreign exchange gains and losses are as follows:

Foreign Currency	For the Three Months Ended March 31, 2025	Net Exchange	For the Three Months Ended March 31, 2024	Net Exchange
	Exchange Rate	Profit (Loss)	Exchange Rate	Profit (Loss)
USD	32.895 (USD:NTD)	\$ <u>151</u>	31.448 (USD:NTD)	\$ <u>694</u>

23. Additional Disclosures

Other than the items listed below, the Company has no other significant transactions, re-investments, or investment information in Mainland China that need to be disclosed.

Marketable securities held:

Held Company Name	Marketa ble Securitie s Type	Marketable Securities Name	Relationship with the Company	Financial Statement Account	At the End of Period				Note
					Shares (thousand)	Carrying Value	Percentage of Ownership (%)	Net Value of Equity/Market Price/Book Value	
The Company	Stock	Favepc Inc.	The chairman of the company is a director of that company	Financial assets mandatorily measured at the fair value through profit or loss - non-current	2,350	\$ -	13	\$ -	Note

Note: As of the end of March 2025, the listed securities did not provide any guarantees, collateral for loans, or other restrictions as per agreements

24. Operating Segments Information

The operating decision-makers of the Company allocate resources and assess the performance of segments based on different regulatory environments. All operating segments that meet the definition have similar economic characteristics; therefore, the Company is reported as a single operating segment. Furthermore, the segment information provided for review by the operating decision-makers is measured on the same basis as the financial statements. Therefore, the segment revenues and operating results to be reported for the three months ended March 31, 2025, and 2024, can be referenced from the statements of comprehensive income for the same periods. The segment assets to be reported as of March 31, 2025, and December 31, 2024, and March 31, 2024, can be referenced from the balance sheets as of those dates.