

**ALL RING TECH CO., LTD. AND  
SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REVIEW REPORT  
JUNE 30, 2025 AND 2024**

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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.

## INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of All Ring Tech Co., Ltd.

### ***Introduction***

We have reviewed the accompanying consolidated balance sheets of All Ring Tech Co., Ltd. and its subsidiaries (the “Group”) as at June 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, as well as the consolidated statements of changes in equity and of cash flows for the six-month periods 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 non-significant subsidiaries and investments accounted for under equity method were consolidated based on their unreviewed financial statements as of and for the six-month periods ended June 30, 2025 and 2024. Those statements reflect total assets of the subsidiaries and the balance of investments accounted for under equity method of NT\$707,639 thousand and NT\$351,666 thousand, constituting 7.20% and 6.65% of the consolidated total assets, and total liabilities of NT\$176,535 thousand and NT\$48,674 thousand, constituting 4.83% and 3.27% of the consolidated total liabilities as at June 30, 2025 and 2024,

respectively. Total comprehensive income of the subsidiaries including share of profit of associates and joint ventures accounted for under equity method amounted to NT\$12,347 thousand, NT\$6,774 thousand, NT\$34,792 thousand and NT\$21,506 thousand, constituting 3.58%, 1.57%, 6.02% and 3.34% of the consolidated total comprehensive income for the three-month and six-month periods ended June 30, 2025 and 2024, 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 and investments accounted for under equity method 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, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three-month and six-month periods 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.

Hsu, Huei-Yu

Independent Auditors

Tien, Chung-Yu

PricewaterhouseCoopers, Taiwan

Republic of China

August 7, 2025

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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 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.

**ALL RING TECH CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
(Expressed in thousands of New Taiwan dollars)

Assets	Notes	June 30, 2025		December 31, 2024		June 30, 2024		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	
<b>Current assets</b>								
1100	Cash and cash equivalents	6(1)	\$ 4,605,153	47	\$ 3,536,438	40	\$ 1,275,828	24
1110	Financial assets at fair value	6(3)						
	through profit or loss - current		127	-	-	-	-	-
1136	Financial assets at amortised cost -	6(2)						
	current		56,380	-	62,795	1	67,182	1
1150	Notes receivable, net	6(4)	6,291	-	8,313	-	10,551	-
1170	Accounts receivable, net	6(4) and 12	844,482	9	1,543,264	17	810,391	15
1200	Other receivables		7,772	-	4,933	-	1,150	-
130X	Inventories	6(5)	1,413,595	14	948,692	11	1,026,724	20
1410	Prepayments	6(6)	162,581	2	225,323	3	138,691	3
11XX	<b>Total current assets</b>		<u>7,096,381</u>	<u>72</u>	<u>6,329,758</u>	<u>72</u>	<u>3,330,517</u>	<u>63</u>
<b>Non-current assets</b>								
1510	Financial assets at fair value	6(3)(14)						
	through profit or loss - non-current		102,833	1	130,263	2	103,982	2
1517	Financial assets at fair value	6(7)						
	through other comprehensive							
	income - non-current		718,768	7	744,134	9	616,446	12
1535	Financial assets at amortised cost -	6(2) and 8						
	non-current		6,553	-	6,553	-	6,553	-
1550	Investments accounted for under	6(8)						
	equity method		32,976	1	36,469	-	-	-
1600	Property, plant and equipment	6(9) and 8	1,662,523	17	1,297,709	15	1,003,994	19
1755	Right-of-use assets	6(10)	117,296	1	118,925	1	119,659	2
1780	Intangible assets	6(11)	23,163	-	26,182	-	24,976	-
1840	Deferred income tax assets	6(27)	62,068	1	50,033	1	36,976	1
1920	Guarantee deposits paid		4,706	-	4,764	-	4,857	-
1960	Prepayments for investments		-	-	36,540	-	30,000	1
1990	Other non-current assets		3,728	-	14,577	-	14,012	-
15XX	<b>Total non-current assets</b>		<u>2,734,614</u>	<u>28</u>	<u>2,466,149</u>	<u>28</u>	<u>1,961,455</u>	<u>37</u>
1XXX	<b>Total assets</b>		<u>\$ 9,830,995</u>	<u>100</u>	<u>\$ 8,795,907</u>	<u>100</u>	<u>\$ 5,291,972</u>	<u>100</u>

(Continued)

**ALL RING TECH CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity	Notes	June 30, 2025		December 31, 2024		June 30, 2024		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	
<b>Current liabilities</b>								
2130	Current contract liabilities	6(20)	\$ 219,101	2	\$ 20,348	-	\$ 88,317	2
2150	Notes payable		175	-	1,593	-	215	-
2170	Accounts payable	7	966,272	10	886,456	10	649,988	12
2200	Other payables	6(12)	1,670,611	17	660,399	8	471,142	9
2230	Current income tax liabilities		226,602	2	269,137	3	85,268	2
2250	Provisions for liabilities - current	6(13)	63,083	1	14,891	-	4,059	-
2280	Lease liabilities - current		5,832	-	5,371	-	4,743	-
2310	Advance receipts		-	-	-	-	6,097	-
2320	Long-term liabilities, current portion	6(15)	6,200	-	-	-	44,463	1
21XX	<b>Total current liabilities</b>		<u>3,157,876</u>	<u>32</u>	<u>1,858,195</u>	<u>21</u>	<u>1,354,292</u>	<u>26</u>
<b>Non-current liabilities</b>								
2530	Bonds payable	6(14)	230,129	2	289,849	4	-	-
2540	Long-term borrowings	6(15)	117,874	1	-	-	-	-
2570	Deferred income tax liabilities	6(27)	34,810	1	25,707	-	25,707	-
2580	Lease liabilities - non-current		84,311	1	86,786	1	87,533	2
2610	Long-term notes and accounts payable		14,400	-	-	-	-	-
2640	Net defined benefit liabilities - non-current		13,485	-	15,958	-	17,099	-
2645	Guarantee deposits received		2,220	-	2,342	-	2,910	-
25XX	<b>Total non-current liabilities</b>		<u>497,229</u>	<u>5</u>	<u>420,642</u>	<u>5</u>	<u>133,249</u>	<u>2</u>
2XXX	<b>Total liabilities</b>		<u>3,655,105</u>	<u>37</u>	<u>2,278,837</u>	<u>26</u>	<u>1,487,541</u>	<u>28</u>
<b>Equity</b>								
Share capital 6(14)(17)								
3110	Common stock		968,823	10	968,977	11	901,081	17
3130	Certificate of entitlement to new shares from convertible bonds		1,250	-	7,201	-	2,646	-
3200	Capital surplus	6(14)(18)	2,954,806	31	2,918,771	33	1,198,755	23
Retained earnings 6(19)								
3310	Legal reserve		541,823	5	405,943	5	405,943	8
3320	Special reserve		22,672	-	22,672	-	22,672	-
3350	Unappropriated retained earnings		1,576,974	16	1,918,668	22	1,037,435	20
3400	Other equity interest	6(7)	177,443	2	373,658	4	334,719	6
3500	Treasury stocks	6(17)	(67,901)	(1)	(98,820)	(1)	(98,820)	(2)
3XXX	<b>Total equity</b>		<u>6,175,890</u>	<u>63</u>	<u>6,517,070</u>	<u>74</u>	<u>3,804,431</u>	<u>72</u>
Significant contingent liabilities and unrecognised contract commitments 9								
3X2X	<b>Total liabilities and equity</b>		<u>\$ 9,830,995</u>	<u>100</u>	<u>\$ 8,795,907</u>	<u>100</u>	<u>\$ 5,291,972</u>	<u>100</u>

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

**ALL RING TECH CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
(Expressed in thousands of New Taiwan dollars, except for earnings per share amounts)

Items	Notes	Three months ended June 30				Six months ended June 30				
		2025		2024		2025		2024		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
4000	Operating revenue	6(20)	\$ 1,523,685	100	\$ 1,271,522	100	\$ 2,770,607	100	\$ 1,994,676	100
5000	Operating costs	6(5)(11)(16)(25)(26) and 7	( 732,182)	( 48)	( 719,548)	( 56)	( 1,225,459)	( 44)	( 1,068,869)	( 54)
5900	Net operating margin		<u>791,503</u>	<u>52</u>	<u>551,974</u>	<u>44</u>	<u>1,545,148</u>	<u>56</u>	<u>925,807</u>	<u>46</u>
	Operating expenses	6(11)(16)(25)(26), 7 and 12								
6100	Selling expenses		( 68,058)	( 5)	( 66,465)	( 5)	( 147,781)	( 5)	( 103,563)	( 5)
6200	General and administrative expenses		( 64,287)	( 4)	( 75,825)	( 6)	( 136,800)	( 5)	( 128,217)	( 7)
6300	Research and development expenses		( 195,518)	( 13)	( 144,427)	( 12)	( 379,018)	( 14)	( 245,276)	( 12)
6450	Expected credit gains (losses)		122	-	( 609)	-	2,980	-	( 1,372)	-
6000	Total operating expenses		( 327,741)	( 22)	( 287,326)	( 23)	( 660,619)	( 24)	( 478,428)	( 24)
6900	Operating profit		<u>463,762</u>	<u>30</u>	<u>264,648</u>	<u>21</u>	<u>884,529</u>	<u>32</u>	<u>447,379</u>	<u>22</u>
	Non-operating income and expenses									
7100	Interest income	6(21)	15,169	1	4,429	-	24,103	1	8,711	-
7010	Other income	6(7)(22)	23,014	1	21,288	1	49,776	2	29,396	2
7020	Other gains and losses	6(3)(23) and 12	9,148	1	10,081	1	( 20,616)	( 1)	26,310	1
7050	Finance costs	6(24)	( 3,272)	-	( 797)	-	( 6,991)	-	( 2,976)	-
7060	Share of loss of associates and joint ventures accounted for under equity method		( 1,622)	-	-	-	( 3,493)	-	-	-
7000	Total non-operating income and expenses		<u>42,437</u>	<u>3</u>	<u>35,001</u>	<u>2</u>	<u>42,779</u>	<u>2</u>	<u>61,441</u>	<u>3</u>
7900	Profit before income tax		506,199	33	299,649	23	927,308	34	508,820	25
7950	Income tax expense	6(27)	( 106,798)	( 7)	( 28,025)	( 2)	( 185,096)	( 7)	( 66,336)	( 3)
8200	Profit for the period		<u>\$ 399,401</u>	<u>26</u>	<u>\$ 271,624</u>	<u>21</u>	<u>\$ 742,212</u>	<u>27</u>	<u>\$ 442,484</u>	<u>22</u>
	Other comprehensive income (loss)									
	Components of other comprehensive income (loss) that will not be reclassified to profit or loss									
8316	Unrealised gain (loss) on valuation of financial assets at fair value through other comprehensive income	6(7)	\$ 53,298	4	\$ 151,900	12	( \$ 68,678)	( 3)	\$ 169,808	8
	Components of other comprehensive income (loss) that will be reclassified to profit or loss									
8361	Financial statements translation differences of foreign operations		( 107,438)	( 7)	7,201	1	( 95,563)	( 3)	32,204	2
8300	Total other comprehensive income (loss) for the period		( \$ 54,140)	( 3)	\$ 159,101	13	( \$ 164,241)	( 6)	\$ 202,012	10
8500	Total comprehensive income for the period		<u>\$ 345,261</u>	<u>23</u>	<u>\$ 430,725</u>	<u>34</u>	<u>\$ 577,971</u>	<u>21</u>	<u>\$ 644,496</u>	<u>32</u>
	Profit attributable to:									
8610	Owners of the parent		<u>\$ 399,401</u>	<u>26</u>	<u>\$ 271,624</u>	<u>21</u>	<u>\$ 742,212</u>	<u>27</u>	<u>\$ 442,484</u>	<u>22</u>
	Comprehensive income attributable to:									
8710	Owners of the parent		<u>\$ 345,261</u>	<u>23</u>	<u>\$ 430,725</u>	<u>34</u>	<u>\$ 577,971</u>	<u>21</u>	<u>\$ 644,496</u>	<u>32</u>
	Earnings per share (in dollars)	6(28)								
9750	Basic		<u>\$ 4.16</u>		<u>\$ 3.23</u>		<u>\$ 7.74</u>		<u>\$ 5.24</u>	
9850	Diluted		<u>\$ 4.10</u>		<u>\$ 3.10</u>		<u>\$ 7.70</u>		<u>\$ 5.15</u>	

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

**ALL RING TECH CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
(Expressed in thousands of New Taiwan dollars)

	Equity attributable to owners of the parent												
	Capital		Capital Surplus				Retained Earnings			Other Equity Interest			
	Notes	Share capital - common stock	Certificate of entitlement to new shares from convertible bonds	Additional paid-in capital	Treasury share transactions	Stock options	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gains (losses) on Valuation of financial assets at fair value through other comprehensive income	Treasury stocks	Total equity
<b>For the six-month period ended June 30, 2024</b>													
Balance at January 1, 2024		\$ 833,239	\$ 9	\$ 310,909	\$ 52,206	\$ 140,535	\$ 391,450	\$ 22,672	\$ 661,356	(\$ 30,932)	\$ 198,727	(\$ 98,820)	\$ 2,481,351
Net income for the six-month period ended June 30, 2024		-	-	-	-	-	-	-	442,484	-	-	-	442,484
Other comprehensive income for the six-month period ended June 30, 6(7) 2024		-	-	-	-	-	-	-	-	32,204	169,808	-	202,012
Total comprehensive income (loss) for the six-month period ended June 30, 2024		-	-	-	-	-	-	-	442,484	32,204	169,808	-	644,496
Distribution of 2023 net income													
Legal reserve		-	-	-	-	14,493	-	( 14,493)	-	-	-	-	-
Cash dividends		-	-	-	-	-	-	( 87,000)	-	-	-	( 87,000)	-
Cash dividends from capital surplus to shareholders		-	-	( 43,500)	-	-	-	-	-	-	-	( 43,500)	-
Disposal of financial assets at fair value through other comprehensive 6(7) income-transferred from equity instruments		-	-	-	-	-	-	35,088	-	( 35,088)	-	-	-
Convertible bonds transferred to common stock	6(14)(30)	67,842	2,637	871,863	-	( 133,258)	-	-	-	-	-	-	809,084
Balance at June 30, 2024		<u>\$ 901,081</u>	<u>\$ 2,646</u>	<u>\$ 1,139,272</u>	<u>\$ 52,206</u>	<u>\$ 7,277</u>	<u>\$ 405,943</u>	<u>\$ 22,672</u>	<u>\$ 1,037,435</u>	<u>\$ 1,272</u>	<u>\$ 333,447</u>	<u>(\$ 98,820)</u>	<u>\$ 3,804,431</u>
<b>For the six-month period ended June 30, 2025</b>													
Balance at January 1, 2025		\$ 968,977	\$ 7,201	\$ 2,737,474	\$ 52,206	\$ 129,091	\$ 405,943	\$ 22,672	\$ 1,918,668	\$ 6,247	\$ 367,411	(\$ 98,820)	\$ 6,517,070
Net income for the six-month period ended June 30, 2025		-	-	-	-	-	-	-	742,212	-	-	-	742,212
Other comprehensive income for the six-month period ended June 30, 6(7) 2025		-	-	-	-	-	-	-	-	( 95,563)	( 68,678)	-	( 164,241)
Total comprehensive income for the six-month period ended June 30, 2025		-	-	-	-	-	-	-	742,212	( 95,563)	( 68,678)	-	577,971
Distribution of 2024 net income													
Legal reserve		-	-	-	-	135,880	-	( 135,880)	-	-	-	-	-
Cash dividends		-	-	-	-	-	-	( 980,000)	-	-	-	( 980,000)	-
Disposal of financial assets at fair value through other comprehensive 6(7) income-transferred from equity instruments		-	-	-	-	-	-	31,974	-	( 31,974)	-	-	-
Convertible bonds transferred to common stock	6(14)(30)	8,546	( 5,951)	87,269	-	( 29,015)	-	-	-	-	-	-	60,849
Retirement of treasury shares	6(17)	( 8,700)	-	( 22,219)	-	-	-	-	-	-	30,919	-	-
Balance at June 30, 2025		<u>\$ 968,823</u>	<u>\$ 1,250</u>	<u>\$ 2,802,524</u>	<u>\$ 52,206</u>	<u>\$ 100,076</u>	<u>\$ 541,823</u>	<u>\$ 22,672</u>	<u>\$ 1,576,974</u>	<u>(\$ 89,316)</u>	<u>\$ 266,759</u>	<u>(\$ 67,901)</u>	<u>\$ 6,175,890</u>

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

ALL RING TECH CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
(Expressed in thousands of New Taiwan dollars)

	Notes	For the six-month periods ended June 30	
		2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		\$ 927,308	\$ 508,820
Adjustments			
Adjustments to reconcile profit (loss)			
Loss (gain) on financial assets at fair value through profit or loss	6(3)(23)	22,402	( 11,579 )
Expected credit (gains) losses	12	( 2,980 )	1,372
Provision for inventory market price decline	6(5)	10,434	14,743
Share of loss of associates and joint ventures accounted for under equity method	6(8)	3,493	-
Gain recognised in bargain purchase transaction	6(22)(29)	( 13,759 )	-
Depreciation	6(9)(10)(23)(25)	28,719	22,725
Loss (gain) on disposal of property, plant and equipment	6(23)	112	( 148 )
Amortisation	6(11)(25)	4,044	4,263
Interest income	6(21)	( 24,103 )	( 8,711 )
Dividend income	6(7)(22)	( 24,998 )	( 15,260 )
Interest expense	6(24)	6,991	2,976
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		( 115 )	-
Notes receivable		2,064	( 853 )
Accounts receivable		711,615	( 275,695 )
Other receivables		( 2,839 )	16,363
Inventories		( 470,954 )	38,255
Prepayments		62,863	( 106,857 )
Changes in operating liabilities			
Current contract liabilities		198,141	13,288
Notes payable		( 1,674 )	( 1,510 )
Accounts payable		77,238	( 63,586 )
Other payables		16,950	115,073
Provisions for liabilities - current		48,192	2,221
Advance receipts		-	( 1,197 )
Net defined benefit liabilities - non-current		( 2,473 )	( 396 )
Cash inflow generated from operations		1,576,671	254,307
Interest received		24,103	8,711
Dividends received		24,998	15,260
Interest paid		( 847 )	( 724 )
Income tax paid		( 239,901 )	( 33,531 )
Net cash flows from operating activities		<u>1,385,024</u>	<u>244,023</u>

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ALL RING TECH CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
(Expressed in thousands of New Taiwan dollars)

	Notes	For the six-month periods ended June 30	
		2025	2024
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Increase in financial assets at amortised cost		\$ -	(\$ 2,165 )
Decrease in financial assets at amortised cost		6,415	139,498
Acquisition of financial assets at fair value through other comprehensive income		( 254,762 )	( 14,109 )
Proceeds from disposal of financial assets at fair value through other comprehensive income	6(7)	211,450	87,228
Cash paid for acquisition of property, plant and equipment	6(30)	( 240,729 )	( 87,351 )
Proceeds from disposal of property, plant and equipment		516	1,224
Acquisition of intangible assets	6(11)	( 1,043 )	( 2,336 )
Decrease (increase) in guarantee deposits paid		85	( 110 )
Increase in prepayments for investments	6(7)	-	( 45,000 )
Decrease (increase) in other non-current assets		10,849	( 3,234 )
Cash paid for business combination	6(29)	( 87,834 )	-
Net cash flows (used in) from investing activities		( 355,053 )	73,645
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Repayment of lease principal	6(31)	( 5,017 )	( 2,668 )
Increase in long-term borrowings	6(31)	124,074	-
Decrease in guarantee deposits received	6(31)	( 775 )	-
Net cash flows from (used in) financing activities		118,282	( 2,668 )
Effect of foreign exchange rate changes on cash and cash equivalents		( 79,538 )	25,259
Net increase in cash and cash equivalents		1,068,715	340,259
Cash and cash equivalents at beginning of period	6(1)	3,536,438	935,569
Cash and cash equivalents at end of period	6(1)	\$ 4,605,153	\$ 1,275,828

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

ALL RING TECH CO., LTD. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2025 AND 2024

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

1. HISTORY AND ORGANISATION

(1) All Ring Tech 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 May 24, 1996. Its primary business includes the design, manufacture, and assembly of automation machines, the research, development, and design of computer software, and the manufacture of optical instruments.

(2) The common shares of the Company have been listed on the Taipei Exchange since September 2002.

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

These consolidated financial statements were authorised for issuance by the Board of Directors on August 7, 2025.

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<sup>®</sup>”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC and became effective from 2025 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board (“IASB”)</u>
Amendments to IAS 21, ‘Lack of exchangeability’	January 1, 2025

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

(2) Effect of new issuances of or amendments to IFRS 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 2026 are as follows:

New Standards, Interpretations and Amendments	Effective date by IASB
Specific provisions of 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

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

(3) IFRS Accounting Standards issued by 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 IASB
Amendments to IFRS 10 and IAS 28, ‘Sale or contribution of assets between an investor and its associate or joint venture’	To be determined by IASB
IFRS 18, ‘Presentation and disclosure in financial statements’	January 1, 2027
IFRS 19, ‘Subsidiaries without public accountability: disclosures’	January 1, 2027

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 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.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

Except for the compliance statement, basis of preparation, basis of consolidation, additional policies and applicable to interim financial statements as set out below, the other principal accounting policies are in agreement with Note 4 of the consolidated financial statements for the year ended December 31, 2024. 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 IAS 34, ‘Interim Financial Reporting’ that came into effect as endorsed by the FSC.

B. The consolidated financial statements should be read together with the consolidated financial statements for the year ended December 31, 2024.

(2) Basis of preparation

- A. Except for the following items, these consolidated financial statements have been prepared under the historical cost convention:
- (a) Financial assets 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 obligation.
- B. The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment 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:

The basis for preparation of these consolidated financial statements is consistent with those for the preparation of consolidated financial statements for the year ended December 31, 2024.

- B. The consolidated subsidiaries and changes of the current period are as follows:

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2025	December 31, 2024	June 30, 2024	
All Ring Tech Co., Ltd.	PAI FU INTERNATIONAL LIMITED	Mechanical engineering automation, and research, development and design of software	100.00	100.00	100.00	Note 1
	Uni-Ring Tech Co., Ltd.	Other machine manufacture industry, electrical appliances, audio visual electronics and international trading industry	100.00	100.00	100.00	Note 1
	All Ring Tech USA LLC	Other machine manufacture industry	100.00	100.00	100.00	Note 1

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2025	December 31, 2024	June 30, 2024	
All Ring Tech Co., Ltd.	All Ring Tech Japan Co., Ltd.	Mechanical engineering automation, and research, development and design of software and other machine manufacture industry	100.00	100.00	100.00	Note 1
	IMAGINE GROUP LIMITED	Investment business	71.60	71.60	71.60	Note 1 Note 3
	San Hsiung Precision Industry Co., Ltd.	Manufacturing, processing, and trading of various mechanical parts and precision molds	100.00	-	-	Note 1 Note 2
PAI FU INTERNATIONAL LIMITED	Kunshan All Ring Tech Co., Ltd.	Research, development, and manufacture of specialized electronic equipment used for cutting capacitance and inductance; sales of self-manufactured products and provision of corresponding technology testing services	100.00	100.00	100.00	Note 1
	IMAGINE GROUP LIMITED	Investment business	28.40	28.40	28.40	Note 1 Note 3
IMAGINE GROUP LIMITED	All Ring Tech (Kunshan) Co., Ltd.	Research, development, and manufacture of specialized electronic equipment, testing of instruments and accessories; sales of self-manufactured products and provision of corresponding technology testing services	100.00	100.00	100.00	Note 1

Note 1: The financial statements and related information disclosed in Note 13 of insignificant consolidated subsidiaries as of and for the six-month periods ended June 30, 2025 and 2024 were not reviewed by independent auditors.

Note 2: The Group acquired a new subsidiary during the period. For more details, refer to Note 6(29) 'Business combination'.

Note 3: The Company and its subsidiaries own, directly or indirectly, more than 50% of the shares of these companies.

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

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group: None.

(4) Employee benefits

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. Also, the related information is disclosed accordingly.

(5) Income tax

The interim period income tax expense is recognised based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

(6) Business combinations

A. The Group uses the acquisition method to account for business combinations. The consideration transferred for an acquisition is measured as the fair value of the assets transferred, liabilities incurred or assumed and equity instruments issued at the acquisition date, plus the fair value of any assets and liabilities resulting from a contingent consideration arrangement. All acquisition related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date.

B. If the total of consideration transferred is less than the fair value of the identifiable assets acquired and the liabilities assumed, the difference is recognized directly in profit or loss on the acquisition date.

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

There have been no significant changes during the period. Refer to Note 5 of the consolidated financial statements for the year ended December 31, 2024.

## 6. DETAILS OF SIGNIFICANT ACCOUNTS

### (1) Cash and cash equivalents

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Cash:			
Cash on hand	\$ 5,553	\$ 6,165	\$ 6,273
Checking accounts and demand deposits	<u>2,706,365</u>	<u>1,575,633</u>	<u>963,470</u>
	<u>2,711,918</u>	<u>1,581,798</u>	<u>969,743</u>
Cash equivalents:			
Time deposits	1,800,000	1,800,000	153,245
Treasury bills	<u>93,235</u>	<u>154,640</u>	<u>152,840</u>
	<u>\$ 4,605,153</u>	<u>\$ 3,536,438</u>	<u>\$ 1,275,828</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. Refer to Note 8 ‘Pledged Assets’ for information on the Group’s cash and cash equivalents that were pledged as collateral (shown as, ‘Financial assets at amortised cost - non-current’) as at June 30, 2025, December 31, 2024, and June 30, 2024.

### (2) Financial assets at amortised cost

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Current items:			
Time deposits maturing over three months	<u>\$ 56,380</u>	<u>\$ 62,795</u>	<u>\$ 67,182</u>
Non-current items:			
Pledged time deposits	<u>\$ 6,553</u>	<u>\$ 6,553</u>	<u>\$ 6,553</u>

- A. As at June 30, 2025, December 31, 2024, and June 30, 2024, 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 the book value.
- B. Refer to Note 8, ‘Pledged Assets’ for information on the Group’s financial assets at amortised cost that were pledged as collateral as at June 30, 2025, December 31, 2024, and June 30, 2024.
- C. The counterparties of the Group's investment in certificates of deposits are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

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

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed stocks	\$ 115	\$ -	\$ -
Valuation adjustment	<u>12</u>	<u>-</u>	<u>-</u>
	<u>\$ 127</u>	<u>\$ -</u>	<u>\$ -</u>
Non-current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Unlisted stocks	\$ 21,184	\$ 21,184	\$ 21,184
Call options of bonds	20,997	27,086	1,255
Convertible bonds	<u>80,800</u>	<u>80,800</u>	<u>80,800</u>
	122,981	129,070	103,239
Valuation adjustment	( <u>20,148</u> )	<u>1,193</u>	<u>743</u>
	<u>\$ 102,833</u>	<u>\$ 130,263</u>	<u>\$ 103,982</u>

- A. The Group recognised net gain (loss) on financial assets at fair value through profit or loss amounting to \$5,755, \$6,322, (\$22,402) and \$11,579 (listed as "Other gains and losses") for the three-month and six-month periods ended June 30, 2025 and 2024, respectively.
- B. The Group has no financial assets at fair value through profit or loss pledged to others as collateral as at June 30, 2025, December 31, 2024, and June 30, 2024.
- C. Information relating to financial assets mandatorily measured at fair value through profit or loss - call options of bonds is provided in Note 6(14).
- D. Information relating to credit risk of financial assets at fair value through profit or loss is provided in Note 12(2).

(4) Notes and accounts receivable

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Notes receivable	\$ 6,291	\$ 8,313	\$ 10,551
Accounts receivable	\$ 868,495	\$ 1,570,516	\$ 844,692
Less: Allowance for uncollectible accounts	( <u>24,013</u> )	( <u>27,252</u> )	( <u>34,301</u> )
	<u>\$ 844,482</u>	<u>\$ 1,543,264</u>	<u>\$ 810,391</u>

- A. The ageing analysis of accounts and notes receivable that were past due is as follows:

	<u>June 30, 2025</u>		<u>December 31, 2024</u>	
	<u>Accounts receivable</u>	<u>Notes receivable</u>	<u>Accounts receivable</u>	<u>Notes receivable</u>
Less than 30 days	\$ 110,936	\$ –	\$ 455,539	\$ 4,614
31~90 days	208,291	2,754	751,939	1,941
91~180 days	363,606	2,284	229,017	344
181~360 days	145,782	1,253	70,673	1,414
Over 360 days	39,880	–	63,348	–
	<u>\$ 868,495</u>	<u>\$ 6,291</u>	<u>\$ 1,570,516</u>	<u>\$ 8,313</u>

  

	<u>June 30, 2024</u>	
	<u>Accounts receivable</u>	<u>Notes receivable</u>
Less than 30 days	\$ 176,775	\$ 956
31~90 days	215,925	7,350
91~180 days	254,494	1,215
181~360 days	106,965	1,030
Over 360 days	90,533	–
	<u>\$ 844,692</u>	<u>\$ 10,551</u>

The above ageing analysis was based on invoice date.

- B. As at June 30, 2025, December 31, 2024, and June 30, 2024, accounts and notes receivable were all from contracts with customers. As at January 1, 2024, the balance of receivables from contracts with customers amounted to \$578,695.
- C. The Group has no notes and accounts receivable pledged to others as collateral as at June 30, 2025, December 31, 2024, and June 30, 2024.
- D. As at June 30, 2025, December 31, 2024, and June 30, 2024, 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 Group's notes and accounts receivable was the book value.
- E. Information relating to credit risk of notes and accounts receivable is provided in Note 12(2).

(5) Inventories

	June 30, 2025		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 278,742	(\$ 45,809)	\$ 232,933
Work in process	697,210	( 60,914)	636,296
Finished goods	568,812	( 24,446)	544,366
	<u>\$ 1,544,764</u>	<u>(\$ 131,169)</u>	<u>\$ 1,413,595</u>

  

	December 31, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 257,754	(\$ 37,386)	\$ 220,368
Work in process	432,402	( 41,801)	390,601
Finished goods	379,635	( 41,912)	337,723
	<u>\$ 1,069,791</u>	<u>(\$ 121,099)</u>	<u>\$ 948,692</u>

  

	June 30, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	\$ 231,699	(\$ 27,220)	\$ 204,479
Work in process	447,486	( 41,226)	406,260
Finished goods	441,241	( 25,256)	415,985
	<u>\$ 1,120,426</u>	<u>(\$ 93,702)</u>	<u>\$ 1,026,724</u>

The cost of inventories recognised as expense for the period:

	For the three-month periods ended June 30,	
	2025	2024
Cost of goods sold	\$ 719,829	\$ 705,690
Underapplied fixed manufacturing overhead	1,479	2,429
Provision for inventory market price decline	10,874	11,429
	<u>\$ 732,182</u>	<u>\$ 719,548</u>

  

	For the six-month periods ended June 30,	
	2025	2024
Cost of goods sold	\$ 1,213,468	\$ 1,047,869
Underapplied fixed manufacturing overhead	1,557	6,257
Provision for inventory market price decline	10,434	14,743
	<u>\$ 1,225,459</u>	<u>\$ 1,068,869</u>

(6) Prepayments

	June 30, 2025	December 31, 2024	June 30, 2024
Prepayments for material purchase	\$ 140,242	\$ 201,003	\$ 122,503
Prepaid expenses	2,888	3,321	9,697
Tax credit	17,513	12,689	–
Other prepayments	1,938	8,310	6,491
	<u>\$ 162,581</u>	<u>\$ 225,323</u>	<u>\$ 138,691</u>

(7) Financial assets at fair value through other comprehensive income - non-current

Items	June 30, 2025	December 31, 2024	June 30, 2024
Equity instruments			
Listed stocks	\$ 136,100	\$ 171,737	\$ 185,560
Emerging stocks	169,953	74,030	3,439
Unlisted stocks	145,956	130,956	94,000
	452,009	376,723	282,999
Valuation adjustment	266,759	367,411	333,447
	<u>\$ 718,768</u>	<u>\$ 744,134</u>	<u>\$ 616,446</u>

- A. The Group has elected to classify equity investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. The fair value of such investments was the book value as at June 30, 2025, December 31, 2024, and June 30, 2024.
- B. Considering the strategic investment, the Group sold \$93,063, \$84,382, \$211,450 and \$87,228 of equity instruments investments at fair value which resulted in cumulative gain on disposal of \$15,615, \$34,969, \$31,974 and \$35,088 during the three-month and six-month periods ended June 30, 2025 and 2024, respectively, and was reclassified to retained earnings.
- C. Amounts recognised in profit or loss and other comprehensive income in relation to financial assets at fair value through other comprehensive income are listed below:

	For the three-month periods ended June 30,	
	2025	2024
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	<u>\$ 53,298</u>	<u>\$ 151,900</u>
Cumulative gains reclassified to retained earnings due to derecognition	<u>\$ 15,615</u>	<u>\$ 34,969</u>
Dividend income recognised in profit or loss held at end of period	<u>\$ 17,232</u>	<u>\$ 13,025</u>

	For the six-month periods ended June 30,	
	2025	2024
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognised in other comprehensive income	(\$ 68,678)	\$ 169,808
Cumulative gains reclassified to retained earnings due to derecognition	\$ 31,974	\$ 35,088
Dividend income recognised in profit or loss held at end of period	\$ 24,998	\$ 15,260

- D. As at June 30, 2025, December 31, 2024, and June 30, 2024, 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 fair value through other comprehensive income held by the Group was the book value.
- E. The Group has no financial assets at fair value through other comprehensive income pledged to others as collateral.
- F. In May 2024, the Group participated in the establishment of Phoenix VI Innovation Investment Co., Ltd. as of December 31, 2024, for an investment of \$30,000. The capital increase procedures had been completed as of June 13, 2024, and the amount invested was classified to this account.
- G. In August 2024, the Group participated in a private placement of shares of Eternal Precision Mechanics Co., Ltd. as of December 31, 2024, for an investment of \$36,000. The stock transfer procedures had been completed as of October 14, 2024, and the amount invested was classified to this account.

(8) Investments accounted for under equity method

- A. Movements of investments accounted for under equity method:

	For the six-month period ended June 30, 2025
At January 1	\$ 36,469
Share of profit or loss of investments accounted for under equity method	( 3,493)
At June 30	\$ 32,976

There was no such transaction for the six-month period ended June 30, 2024.

- B. Movements in investments accounted for under equity method:

	June 30, 2025	December 31, 2024
Associate company :		
Sunengine Co. (Note)	\$ 32,976	\$ 36,469

(Note) In September 2024, the Group participated in the cash capital increase of Sunengine Co., Ltd., acquiring 25% of common stock, totaling 3,000 thousand shares, at a price of NT\$12 per share, for a total amount of \$36,000.

There was no such transaction as of June 30, 2024.

- C. As of June 30, 2025 and December 31, 2024, the Group has no investments accounted for under equity method pledged to others as collateral. There was no such transaction for the six-month period ended June 30, 2024.

(9) Property, plant and equipment

	Land	Buildings and structures	Machinery and equipment	Transportation equipment	Office equipment	Assets leased to others	Other facilities	Construction in progress and equipment under acceptance	Total
<u>January 1, 2025</u>									
Cost	\$ 705,965	\$ 749,319	\$ 36,546	\$ 20,188	\$ 27,896	\$ 15,783	\$ 68,335	\$ 380	\$ 1,624,412
Accumulated depreciation	-	(220,302)	(14,617)	(10,355)	(19,587)	(13,576)	(48,266)	-	(326,703)
	<u>\$ 705,965</u>	<u>\$ 529,017</u>	<u>\$ 21,929</u>	<u>\$ 9,833</u>	<u>\$ 8,309</u>	<u>\$ 2,207</u>	<u>\$ 20,069</u>	<u>\$ 380</u>	<u>\$ 1,297,709</u>
<u>For the six-month period ended June 30, 2025</u>									
At January 1	\$ 705,965	\$ 529,017	\$ 21,929	\$ 9,833	\$ 8,309	\$ 2,207	\$ 20,069	\$ 380	\$ 1,297,709
Additions	-	59,132	110	76	521	-	7,095	173,881	240,815
Transferred from inventories	-	-	-	-	-	3,112	-	-	3,112
Acquired from business combinations (Note)	100,443	54,999	3,508	33	160	-	-	-	159,143
Depreciation	-	(14,534)	(2,289)	(1,137)	(1,673)	(1,738)	(3,849)	-	(25,220)
Disposals—Cost	-	-	(969)	-	(2,199)	-	(431)	-	(3,599)
— Accumulated depreciation	-	-	789	-	1,937	-	245	-	2,971
Net currency exchange differences	-	(9,851)	(1,654)	(587)	(87)	-	(229)	-	(12,408)
At June 30	<u>\$ 806,408</u>	<u>\$ 618,763</u>	<u>\$ 21,424</u>	<u>\$ 8,218</u>	<u>\$ 6,968</u>	<u>\$ 3,581</u>	<u>\$ 22,900</u>	<u>\$ 174,261</u>	<u>\$ 1,662,523</u>
<u>June 30, 2025</u>									
Cost	\$ 806,408	\$ 866,018	\$ 120,504	\$ 19,624	\$ 26,197	\$ 18,894	\$ 77,055	\$ 174,261	\$ 2,108,961
Accumulated depreciation	-	(247,255)	(99,080)	(11,406)	(19,229)	(15,313)	(54,155)	-	(446,438)
	<u>\$ 806,408</u>	<u>\$ 618,763</u>	<u>\$ 21,424</u>	<u>\$ 8,218</u>	<u>\$ 6,968</u>	<u>\$ 3,581</u>	<u>\$ 22,900</u>	<u>\$ 174,261</u>	<u>\$ 1,662,523</u>

(Note) Refer to Note 6(29) 'Business combinations'.

	Land	Buildings and structures	Machinery and equipment	Transportation equipment	Office equipment	Assets leased to others	Other facilities	Construction in progress and equipment under acceptance	Total
<u>January 1, 2024</u>									
Cost	\$ 393,846	\$ 658,255	\$ 31,290	\$ 23,672	\$ 25,154	\$ 13,241	\$ 58,560	\$ 9,353	\$ 1,213,371
Accumulated depreciation	-	(193,605)	(11,254)	(12,948)	(18,398)	(10,668)	(41,131)	-	(288,004)
	<u>\$ 393,846</u>	<u>\$ 464,650</u>	<u>\$ 20,036</u>	<u>\$ 10,724</u>	<u>\$ 6,756</u>	<u>\$ 2,573</u>	<u>\$ 17,429</u>	<u>\$ 9,353</u>	<u>\$ 925,367</u>
<u>For the six-month period ended June 30, 2024</u>									
At January 1	\$ 393,846	\$ 464,650	\$ 20,036	\$ 10,724	\$ 6,756	\$ 2,573	\$ 17,429	\$ 9,353	\$ 925,367
Additions	16,512	12,867	2,360	965	3,268	-	2,520	51,930	90,422
Transferred from inventories	-	-	-	-	-	2,255	-	-	2,255
Depreciation	-	(11,050)	(1,562)	(1,044)	(1,425)	(1,473)	(2,768)	-	(19,322)
Disposals—Cost	-	-	(1,141)	(2,253)	(170)	-	-	-	(3,564)
— Accumulated depreciation	-	-	292	2,026	170	-	-	-	2,488
Net currency exchange differences	-	5,020	958	226	114	-	30	-	6,348
At June 30	<u>\$ 410,358</u>	<u>\$ 471,487</u>	<u>\$ 20,943</u>	<u>\$ 10,644</u>	<u>\$ 8,713</u>	<u>\$ 3,355</u>	<u>\$ 17,211</u>	<u>\$ 61,283</u>	<u>\$ 1,003,994</u>
<u>June 30, 2024</u>									
Cost	\$ 410,358	\$ 679,612	\$ 33,827	\$ 22,879	\$ 28,584	\$ 15,496	\$ 61,200	\$ 61,283	\$ 1,313,239
Accumulated depreciation	-	(208,125)	(12,884)	(12,235)	(19,871)	(12,141)	(43,989)	-	(309,245)
	<u>\$ 410,358</u>	<u>\$ 471,487</u>	<u>\$ 20,943</u>	<u>\$ 10,644</u>	<u>\$ 8,713</u>	<u>\$ 3,355</u>	<u>\$ 17,211</u>	<u>\$ 61,283</u>	<u>\$ 1,003,994</u>

A. The carrying amounts of some buildings and structures and assets leased to others of the Group for the use of business lease as of June 30, 2025, December 31, 2024, and June 30, 2024 are as follows:

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Buildings and structures	\$ 67,958	\$ 77,613	\$ 85,930
Assets leased to others	\$ 3,581	\$ 2,207	\$ 3,355

B. The Group has not capitalised any interest for the six-month periods ended June 30, 2025 and 2024.

C. Refer to Note 8, 'Pledged assets' for information on the Group's property, plant and equipment that were pledged as collateral as of June 30, 2025, December 31, 2024, and June 30, 2024.

(10) Leasing arrangements – lessee

A. The Group leased parcels of land located in the Luzhu Science Park from the Southern Taiwan Science Park Bureau and signed a contract with the government of the People's Republic of China to lease a designated parcel of land in Kunshan City of Jiangsu Province. Rental contracts are typically made for periods of 2 to 45 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.

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

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
	<u>Carrying amount</u>	<u>Carrying amount</u>	<u>Carrying amount</u>
Land	\$ 117,296	\$ 118,925	\$ 119,659
		<u>For the three-month periods ended June 30,</u>	
		<u>2025</u>	<u>2024</u>
		<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land		\$ 1,832	\$ 1,720
		<u>For the six-month periods ended June 30,</u>	
		<u>2025</u>	<u>2024</u>
		<u>Depreciation charge</u>	<u>Depreciation charge</u>
Land		\$ 3,499	\$ 3,403

C. For the three-month and six-month periods ended June 30, 2025 and 2024, the Group's additions to right-of-use assets were \$3,391, \$—, \$3,391 and \$58,607, respectively; remeasurements of right-of-use assets were \$—, \$—, (\$388) and \$1,622, respectively.

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

	For the three-month periods ended June 30,	
	2025	2024
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 286	\$ 288
Expense on short-term lease contracts	1,174	1,012
Expense on leases of low-value assets	103	86
	For the six-month periods ended June 30,	
	2025	2024
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 572	\$ 582
Expense on short-term lease contracts	2,355	2,096
Expense on leases of low-value assets	195	157

E. For the six-month periods ended June 30, 2025 and 2024, the Group's total cash outflow for leases were \$8,139 and \$5,503, respectively.

(11) Intangible assets

	For the six-month periods ended June 30,	
	2025	2024
	Software	Software
<u>January 1</u>		
Cost	\$ 58,296	\$ 50,129
Accumulated amortisation	( 32,114)	( 23,249)
	<u>\$ 26,182</u>	<u>\$ 26,880</u>
At January 1	\$ 26,182	\$ 26,880
Additions	1,043	2,336
Amortisation	( 4,044)	( 4,263)
Net currency exchange differences	( 18)	23
At June 30	<u>\$ 23,163</u>	<u>\$ 24,976</u>
<u>June 30</u>		
Cost	\$ 59,082	\$ 52,583
Accumulated amortisation	( 35,919)	( 27,607)
	<u>\$ 23,163</u>	<u>\$ 24,976</u>

A. No interest was capitalised as part of intangible assets for the six-month periods ended June 30, 2025 and 2024.

B. Details of amortisation on intangible assets for the six-month periods ended June 30, 2025 and 2024 are as follows:

	For the three-month periods ended June 30,	
	2025	2024
Operating costs	\$ 396	\$ 395
Selling expenses	100	101
General and administrative expenses	249	284
Research and development expenses	1,290	1,316
	<u>\$ 2,035</u>	<u>\$ 2,096</u>

	For the six-month periods ended June 30,	
	2025	2024
Operating costs	\$ 771	\$ 802
Selling expenses	198	206
General and administrative expenses	499	575
Research and development expenses	2,576	2,680
	<u>\$ 4,044</u>	<u>\$ 4,263</u>

(12) Other payables

	June 30, 2025	December 31, 2024	June 30, 2024
Accrued salaries and bonuses	\$ 476,336	\$ 479,701	\$ 228,329
Compensation payable			
to employees and directors	99,533	61,822	31,808
Provision for employee benefits	11,651	10,617	15,462
Dividend payable	980,000	–	87,000
Others	103,091	108,259	108,543
	<u>\$ 1,670,611</u>	<u>\$ 660,399</u>	<u>\$ 471,142</u>

(13) Provisions for liabilities

	For the six-month periods ended June 30,	
	2025	2024
Balance at beginning of period	\$ 14,891	\$ 1,838
Additional provisions	77,340	18,317
Used during the period	(29,148)	(16,096)
Balance at end of period	<u>\$ 63,083</u>	<u>\$ 4,059</u>

The Group's warranty provision is primarily related to the sales of semiconductor equipment, passive component equipment, and light-emitting diode equipment. The amount of the provision is estimated according to historical warranty data. The Group expects the costs related to the provision to be realised in the next two years.

(14) Bonds payable

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Bonds payable	\$ 254,200	\$ 327,900	\$ 44,800
Less: Discount on bonds payable (	24,071) (	38,051) (	337)
Current portion	–	–	(44,463)
	<u>\$ 230,129</u>	<u>\$ 289,849</u>	<u>\$ –</u>

A. In February 2022, the Company issued the fourth domestic unsecured convertible bonds, which was listed on the Taipei Exchange on February 22, 2022. The terms of the domestic unsecured convertible bonds issuance are as follows:

- (a) The Company was approved by the competent authority to raise and issue the fourth domestic unsecured convertible bonds with a total amount of \$1,000,000 (related issuance cost was \$5,091), with a coupon rate of 0% and a maturity period of 3 years from February 22, 2022 to February 22, 2025. The convertible bonds will be redeemed in cash at the face value of the bonds upon maturity.
- (b) The bondholders have the right to ask for conversion of the bonds into common shares of the Company during the period from the date after three months of the bonds issue (May 23, 2022) to the maturity date (February 22, 2025), 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 bonds is set up based on the pricing model in the terms of the bonds, and the conversion price at the time of issuance is set at \$127 (in dollars) per share. The conversion price of the bonds is subject to adjustments if the condition of the anti-dilution provisions occurs subsequently. The conversion price will be reset based on the pricing model in the terms of the bonds on each effective date regulated by the terms. If the reset conversion price is higher than the conversion price before the reset, the conversion price will not be adjusted. Since August 14, 2024, the conversion price has been adjusted to \$114.8 (in dollars).
- (d) The Company 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 the Company'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 (May 23, 2022) to 40 days before the maturity date (January 13, 2025), 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 (May 23, 2022) to 40 days before the maturity date (January 13, 2025).
- (e) The bonds totaling \$13,100 (face value) which had been converted into 114 thousand shares of common stock but has not yet been registered as of December 31, 2024. The effective date for the capital increase was set on March 24, 2025, and the registration for the change was completed (shown as 'Common stock' of \$1,141 and written off 'Certificate of entitlement to new shares from convertible bonds' of \$1,141.)

- (f) 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.
  - (g) As of December 31, 2024, the bonds have been fully repaid and converted.
- B. In July 2024, the Company issued the fifth domestic unsecured convertible bonds, which was listed on the Taipei Exchange on July 10, 2024. The terms of the domestic unsecured convertible bonds issuance are as follows:
- (a) The Company was approved by the competent authority to raise and issue the fifth domestic unsecured convertible bonds with a total amount of \$500,000 (related issuance cost was \$4,885), with a coupon rate of 0% and a maturity period of 3 years from July 10, 2024 to July 10, 2027. The convertible bonds will be redeemed in cash at the face value of the bonds upon maturity.
  - (b) The bondholders have the right to ask for conversion of the bonds into common shares of the Company during the period from the date after three months of the bonds issue (October 11, 2024) to the maturity date (July 10, 2027), 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 bonds is set up based on the pricing model in the terms of the bonds, and the conversion price at the time of issuance is set at \$288 (in dollars) per share. The conversion price of the bonds is subject to adjustments if the condition of the anti-dilution provisions occurs subsequently. The conversion price will be reset based on the pricing model in the terms of the bonds on each effective date regulated by the terms. If the reset conversion price is higher than the conversion price before the reset, the conversion price will not be adjusted. Since July 28, 2025, the conversion price has been adjusted to \$276.8 (in dollars).
  - (d) The Company 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 the Company'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 (October 11, 2024) to 40 days before the maturity date (May 31, 2027), 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 (October 11, 2024) to 40 days before the maturity date (May 31, 2027).
  - (e) For the six-month period ended June 30, 2025, bonds totaling \$38,200 (face value) had been converted into 134 thousand shares of common stock, along with the bonds totaling \$172,100 (face value) which had been converted into 606 thousand shares of common stock but has not yet been registered as of December 31, 2024, totaling 740 thousand shares. The effective dates for the capital increase were set on March 24, 2025, and June 3, 2025 and the registration for the change was completed (shown as 'Common stock' of \$7,405, 'Capital surplus - conversion premium of convertible corporate bonds' of \$43,299, write-off of

‘Certificate of entitlement to new shares from convertible bonds’ of \$6,060 and ‘Capital surplus - stock options’ of \$15,039).

- (f) For the six-month period ended June 30, 2025, bonds totaling \$35,500 (face value) had been converted into 125 thousand shares of common stock. However, the registration for the change has not yet been completed (shown as ‘Certificate of entitlement to new shares from convertible bonds’ of \$1,250 and ‘Capital surplus - conversion premium of convertible corporate bonds’ of \$43,970 and write-off of ‘Capital surplus - stock options’ of \$13,976).
- (g) 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, the equity conversion options amounting to \$359,943 were separated from the liability component and were recognised in ‘Capital surplus - stock options’ in accordance with IAS 32. As at June 30, 2025, the balance of the aforementioned ‘Capital surplus - stock options’ after writing off the bonds repurchased by the Company and conversion options exercised by creditors in accordance with the terms of the bonds was \$100,076. 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 accordance with IFRS 9 because the economic characteristics and risks of the embedded derivatives were not closely related to those of the host contracts.
- D. Refer to Note 6(24), ‘Finance costs’ for information on the Group’s interest expense recognised in profit or loss for the six-month periods ended June 30, 2025 and 2024.

(15) Long-term borrowings

<u>Nature of loans</u>	<u>Expiration date</u>	<u>Interest rate</u>	<u>Collateral</u>	<u>June 30, 2025</u>
Long-term bank loans				
Secured bank borrowings	June 28, 2030	1.05%	Refer to Note 8	\$ 124,074
Less: Current portion				( 6,200)
				<u>\$ 117,874</u>

- A. There was no such transaction as of December 31, 2024 and June 30, 2024.
- B. Refer to Note 6(24), ‘Finance costs’ for information about interest expense recognised in profit or loss for the six-month periods ended June 30, 2025 and 2024.

(16) Pensions

- A. The Company has a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees’ service years prior to the enforcement of the Labor 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 Law. 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 contributes monthly an amount equal to 4% 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 would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contributions for the deficit by next March. Related information on the defined benefit pension plan disclosed above is as follows:

- (a) The pension cost under the aforementioned defined benefit pension plan of the Company for the three-month and six-month periods ended June 30, 2025 and 2024 were \$114, \$102, \$227 and \$204, respectively.
  - (b) The Company's expected contributions under the defined benefit pension plan for the next year is \$1,200.
- B. Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment. The pension costs under the defined contribution pension plan of the Company and its domestic subsidiaries for the three-month and six-month periods ended June 30, 2025 and 2024 were \$4,676, \$3,714, \$9,433 and \$7,167, respectively.
- C. In accordance with the pension and insurance laws of the People's Republic of China, Kunshan All Ring Tech Co., Ltd. and All Ring Tech (Kunshan) Co., Ltd., contribute 19% of each employee's salary every month to a pension account managed by the government. Aside from the monthly contributions, the companies have no further obligations. In accordance with the U.S. 401(K) retirement plan, All Ring Tech USA LLC monthly contributes 3%~10% of the total salary of the local employees as pension. Aside from the monthly contributions, the company has no further obligations. The pension costs under the defined contribution pension plans of the Group for the three-month and six-month periods ended June 30, 2025 and 2024 were \$1,394, \$974, \$2,980 and \$1,823, respectively.

(17) Share capital

- A. Movements in the number of the Company's ordinary shares outstanding are as follows (in thousands of shares):

	For the six-month periods ended June 30,	
	2025	2024
At January 1	95, 850	81, 556
Conversion of convertible bonds	259	7, 049
At June 30	<u>96, 109</u>	<u>88, 605</u>

B. Treasury shares

- (a) Reason for share reacquisition and movements in the number of the Company's treasury shares are as follows (in thousands of shares):

For the six-month period ended June 30, 2025				
Reason for reacquisition	Opening balance	Addition	Deduction	Ending balance
To be reissued to employees	<u>1,768</u>	-	( <u>870</u> )	<u>898</u>
			For the six-month period ended June 30, 2024	
Reason for reacquisition			Opening and ending balance	
To be reissued to employees				<u>1,768</u>

- (b) Pursuant to the R.O.C. Securities and Exchange Act, the number of shares bought back as treasury share should not exceed 10% of the number of the Company's issued and outstanding shares and the amount bought back should not exceed the sum of retained earnings, paid-in capital in excess of par value and realised capital surplus.
- (c) Pursuant to the R.O.C. Securities and Exchange Act, treasury shares should not be pledged as collateral and is not entitled to dividends before it is reissued.
- (d) Pursuant to the R.O.C. Securities and Exchange Act, treasury shares should be reissued to the employees within five years from the reacquisition date and shares not reissued within the five-year period are to be retired. Treasury shares to enhance the Company's credit rating and the stockholders' equity should be retired within six months of acquisition.
- (e) The Company canceled \$30,919(870 thousand shares) of treasury stocks for the six-month period ended June 30, 2025.
- (f) As of June 30, 2025, December 31, 2024, and June 30, 2024, the balance after the Company reacquired and transferred treasury shares was \$67,901, \$98,820 and \$98,820, respectively.
- C. Information about the requests for conversion of the bonds for the six-month periods ended June 30, 2025 and 2024 is provided in Note 6(14).
- D. On May 8, 2025, the Board of Directors resolved to cancel 870 thousand shares of treasury stocks. The capital reduction amounted to \$8,700 with May 14, 2025, as the base date; change of registration was completed on June 3, 2025.
- E. As of June 30, 2025, the Company's authorised capital was \$1,500,000 (including \$80,000 reserved for employee stock options), and the paid-in capital was \$970,073 with a par value of \$10 per share. The 97,007 thousand shares were issued over several installments. All proceeds

from shares issued have been collected, however, the change in registration of certificate of bond conversion amounting to \$1,250 has not yet been completed.

(18) Capital surplus

- A. 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 surplus to be capitalised mentioned above should not exceed 10% of the paid-in capital each year. However, capital reserves should not be used to cover accumulated deficit unless the legal reserve is insufficient.
- B. Information relating to Capital surplus - stock options is provided in Note 6(14).
- C. On February 26, 2024, the Board of Directors proposed for the distribution of dividends from the capital reserve in the amount of \$43,500, which was resolved by the Company's stockholders on June 18, 2024.

(19) Retained earnings

- A. Pursuant to the R.O.C. Company Act, the Company shall set aside 10% of its after-tax profits as legal reserve until the balance is equal to the paid-in capital. 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 is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.
- B. Under the Company's Articles of Incorporation, considering the Company is operating in a volatile environment and in the stable growth stage of its life cycle, the Board of Directors shall determine earnings appropriation based on the Company's future capital expenditures and demand for capital, as well as the necessity of using retained earnings to meet capital needs, and set the amount of dividends to be distributed to stockholders and the portion of dividends to be paid in cash. The Company's current year's earnings 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. Then, either a portion of the remaining amount is set aside as special reserve or an amount is reversed from the special reserve account and added to the remaining amount in accordance with applicable laws and regulations. The final remaining amount of current year earnings is added to the unappropriated earnings from the prior year and the total is the accumulated distributable earnings. At least 30% of the accumulated distributable earnings shall be appropriated as dividends, and cash dividends shall account for at least 10% of total dividends distributed. The Board of Directors shall propose the earnings appropriation according to future operational and investment needs which shall be submitted to the stockholders during their meeting for approval. The Board of Directors is authorised by the Company to resolve the distribution of dividends and bonuses, in whole or in part, in the form of cash by the resolution adopted by the majority vote at their meeting attended by two-thirds of the total number of

directors, and then reported it to the shareholders. The requirement for approval by the shareholders is not applicable for the above distribution.

C. Special reserve

(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 in the amount of \$22,672 on initial application of IFRSs in accordance with Jin-Guan-Zheng-Fa-Zi Letter No. 1090150022, dated March 31, 2021, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently.

D. The Company recognised dividends distributed to owners amounting to \$87,000 (\$1.1 (in dollars) per share) for the year ended December 31, 2024. On June 20, 2025, the Company's stockholders resolved the distribution of dividends from 2024 earnings in the amount of \$980,000 (\$10.2 (in dollars) per share). As of June 30, 2025 and 2024, dividends have not yet been distributed (shown as 'Other payables').

(20) Operating revenue

	<u>For the three-month periods ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
Revenue from contracts with customers	<u>\$ 1, 523, 685</u>	<u>\$ 1, 271, 522</u>
	<u>For the six-month periods ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
Revenue from contracts with customers	<u>\$ 2, 770, 607</u>	<u>\$ 1, 994, 676</u>

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods at a point in time. Revenue is primarily from sales of automation machinery and equipment. Related disclosures on operating revenue are provided in Note 14.

B. Contract liabilities

(a) The Group has recognised revenue-related contract liabilities amounting to \$219,101, \$20,348, and \$88,317 as of June 30, 2025, December 31, 2024, and June 30, 2024, respectively.

(b) As of January 1, 2025 and 2024, the Group's contract liabilities were \$20,348 and \$75,029, respectively. Revenue recognised that were included in the contract liability balance for the six-month periods ended June 30, 2025 and 2024 were \$16,777 and \$41,421, respectively.

(21) Interest income

	For the three-month periods ended June 30,	
	2025	2024
Interest income from bank deposits	\$ 15,169	\$ 4,429

  

	For the six-month periods ended June 30,	
	2025	2024
Interest income from bank deposits	\$ 24,103	\$ 8,711

(22) Other income

	For the three-month periods ended June 30,	
	2025	2024
Rent income	\$ 4,946	\$ 6,226
Dividend income	17,232	13,025
Government grants income	–	1,363
Other income	836	674
	<u>\$ 23,014</u>	<u>\$ 21,288</u>

  

	For the six-month periods ended June 30,	
	2025	2024
Rent income	\$ 9,771	\$ 11,513
Dividend income	24,998	15,260
Gain recognised in bargain purchase transaction	13,759	–
Government grants income	–	1,363
Other income	1,248	1,260
	<u>\$ 49,776</u>	<u>\$ 29,396</u>

(23) Other gains and losses

	For the three-month periods ended June 30,	
	2025	2024
Net foreign exchange gains	\$ 5,989	\$ 5,987
Depreciation of assets leased to others	( 1,200)	( 1,444)
Net gains on financial assets at fair value through profit or loss	5,755	6,322
( Loss) gain on disposal of property, plant and equipment	( 9)	148
Miscellaneous disbursements	( 1,387)	( 932)
	<u>\$ 9,148</u>	<u>\$ 10,081</u>

	For the six-month periods ended June 30,	
	2025	2024
Net foreign exchange gains	\$ 7,486	\$ 20,987
Depreciation of assets leased to others	( 2,407)	( 2,850)
Net (losses) gains on financial assets at fair value through profit or loss	( 22,402)	11,579
( Loss) gain on disposal of property, plant and equipment	( 112)	148
Miscellaneous disbursements	( 3,181)	( 3,554)
	<u>(\$ 20,616)</u>	<u>\$ 26,310</u>

(24) Finance costs

	For the three-month periods ended June 30,	
	2025	2024
Interest expense:		
Convertible bonds	\$ 2,983	\$ 367
Bank borrowings	3	142
Interest expense on lease liabilities	286	288
	<u>\$ 3,272</u>	<u>\$ 797</u>

	For the six-month periods ended June 30,	
	2025	2024
Interest expense:		
Convertible bonds	\$ 6,144	\$ 2,252
Bank borrowings	275	142
Interest expense on lease liabilities	572	582
	<u>\$ 6,991</u>	<u>\$ 2,976</u>

(25) Expenses by nature

	For the three-month period ended June 30, 2025		
	Operating cost	Operating expense	Total
Employee benefit expenses	\$ 70,180	\$ 215,248	\$ 285,428
Depreciation	5,866	7,633	13,499
Amortisation	396	1,639	2,035
	<u>\$ 76,442</u>	<u>\$ 224,520</u>	<u>\$ 300,962</u>

	For the three-month period ended June 30, 2024		
	Operating cost	Operating expense	Total
Employee benefit expenses	\$ 22,877	\$ 205,692	\$ 228,569
Depreciation	4,163	6,017	10,180
Amortisation	395	1,701	2,096
	<u>\$ 27,435</u>	<u>\$ 213,410</u>	<u>\$ 240,845</u>

	For the six-month period ended June 30, 2025		
	<u>Operating cost</u>	<u>Operating expense</u>	<u>Total</u>
Employee benefit expenses	\$ 103,242	\$ 433,448	\$ 536,690
Depreciation	11,367	14,945	26,312
Amortisation	771	3,273	4,044
	<u>\$ 115,380</u>	<u>\$ 451,666</u>	<u>\$ 567,046</u>

	For the six-month period ended June 30, 2024		
	<u>Operating cost</u>	<u>Operating expense</u>	<u>Total</u>
Employee benefit expenses	\$ 43,293	\$ 341,420	\$ 384,713
Depreciation	8,272	11,603	19,875
Amortisation	802	3,461	4,263
	<u>\$ 52,367</u>	<u>\$ 356,484</u>	<u>\$ 408,851</u>

(26) Employee benefit expense

	For the three-month period ended June 30, 2025		
	<u>Operating cost</u>	<u>Operating expense</u>	<u>Total</u>
Wages and salaries	\$ 65,170	\$ 192,332	\$ 257,502
Labour and health insurance expenses	1,968	10,255	12,223
Pension costs	1,226	4,958	6,184
Other personnel expenses	1,816	7,703	9,519
	<u>\$ 70,180</u>	<u>\$ 215,248</u>	<u>\$ 285,428</u>

	For the three-month period ended June 30, 2024		
	<u>Operating cost</u>	<u>Operating expense</u>	<u>Total</u>
Wages and salaries	\$ 18,925	\$ 187,598	\$ 206,523
Labour and health insurance expenses	1,175	6,669	7,844
Pension costs	750	4,040	4,790
Other personnel expenses	2,027	7,385	9,412
	<u>\$ 22,877</u>	<u>\$ 205,692</u>	<u>\$ 228,569</u>

	For the six-month period ended June 30, 2025		
	<u>Operating cost</u>	<u>Operating expense</u>	<u>Total</u>
Wages and salaries	\$ 93,751	\$ 389,143	\$ 482,894
Labour and health insurance expenses	3,666	18,423	22,089
Pension costs	2,524	10,116	12,640
Other personnel expenses	3,301	15,766	19,067
	<u>\$ 103,242</u>	<u>\$ 433,448</u>	<u>\$ 536,690</u>

	For the six-month period ended June 30, 2024		
	Operating cost	Operating expense	Total
Wages and salaries	\$ 34, 873	\$ 306, 467	\$ 341, 340
Labour and health insurance expenses	2, 413	13, 472	15, 885
Pension costs	1, 461	7, 733	9, 194
Other personnel expenses	4, 546	13, 748	18, 294
	<u>\$ 43, 293</u>	<u>\$ 341, 420</u>	<u>\$ 384, 713</u>

- A. In accordance with 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' remuneration. The ratio shall not be lower than 3% for employees' compensation and shall not be higher than 3% for directors' remuneration.
- B. For the three-month and six-month periods ended June 30, 2025 and 2024, employees' compensation was accrued at \$15,813, (\$6,018), \$26,804 and \$15,767, respectively; while directors' remuneration was accrued at \$5,271, \$1,295, \$8,935 and \$5,256, respectively. The aforementioned amounts were recognised in salary expenses and estimated and accrued based on the distributable net profit of current year calculated by the percentage prescribed under the Company's Articles of Incorporation. Employees' compensation and directors' remuneration for 2024 amounted to \$63,794. The difference of \$1,972 between the amounts of employees' compensation of \$46,367 and directors' remuneration of \$15,455 recognised in the 2024 financial statements with the amounts approved by the Board of Directors, mainly caused by estimation differences, had been adjusted in the profit or loss for 2025. Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(27) Income tax

A. Income tax expense

(a) Components of income tax expense:

	For the three-month periods ended June 30,	
	2025	2024
Current tax:		
Current tax on profits for the period	\$ 105, 069	\$ 49, 548
Tax on undistributed earnings	12, 146	2, 172
Prior year income tax overestimation	—	( 18, 934)
Total current tax	<u>117, 215</u>	<u>32, 786</u>
Deferred tax:		
Origination and reversal of temporary differences	( 10, 417)	( 4, 761)
Income tax expense	<u>\$ 106, 798</u>	<u>\$ 28, 025</u>

	For the six-month periods ended June 30,	
	2025	2024
Current tax:		
Current tax on profits for the period	\$ 184,802	\$ 83,948
Tax on undistributed earnings	12,146	2,172
Prior year income tax overestimation	-	(18,934)
Total current tax	<u>196,948</u>	<u>67,186</u>
Deferred tax:		
Origination and reversal of temporary differences	(11,852)	(850)
Income tax expense	<u>\$ 185,096</u>	<u>\$ 66,336</u>

B. The income tax returns of the Company and subsidiaries through 2023 have been assessed and approved by the Tax Authority. The Company and subsidiaries do not have any administrative remedy as of August 7, 2025.

(28) Earnings per share

	For the three-month period ended June 30, 2025		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 399,401</u>	<u>95,984</u>	<u>\$ 4.16</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 399,401	95,984	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	70	
Bonds payable	<u>2,387</u>	<u>2,016</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 401,788</u>	<u>98,070</u>	<u>\$ 4.10</u>

For the three-month period ended June 30, 2024			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 271,624	84,128	\$ 3.23
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 271,624	84,128	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	59	
Bonds payable	294	3,499	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 271,918</u>	<u>87,686</u>	<u>\$ 3.10</u>
For the six-month period ended June 30, 2025			
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 742,212	95,947	\$ 7.74
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 742,212	95,947	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	110	
Bonds payable	4,916	1,014	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 747,128</u>	<u>97,071</u>	<u>\$ 7.70</u>

	For the six-month period ended June 30, 2024		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 442,484	84,404	\$ 5.24
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 442,484	84,404	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	72	
Bonds payable	1,802	1,750	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 444,286	86,226	\$ 5.15

(29) Business combinations

- A. In order to enhance the efficiency and precision of processing of equipment, on January 1, 2025, the Group acquired 100% of the shares of San Hsiung Precision Industry Co., Ltd. ("San Hsiung Precision") from individual shareholders for \$180,000. The information on the primary operating activities of San Hsiung Precision Industry Co., Ltd. is provided in Note 4(3)B.
- B. The following table summarizes the consideration paid for San Hsiung Precision Industry Co., Ltd. and the fair values of the assets acquired and liabilities assumed at the acquisition date :

	January 1, 2025
Purchase consideration	
Cash paid (Note 1)	\$ 162,000
Long-term notes and accounts payable (including current portion \$3,600) (shown as 'Other payables') (Note 2)	18,000
Total consideration	\$ 180,000
Fair value of the identifiable assets acquired and liabilities assumed	
Cash and cash equivalents	37,626
Other current assets	17,088
Property, plant and equipment	159,143
Other non-current assets	736
Other current liabilities	( 11,435)
Other non-current liabilities	( 127)
Identifiable deferred income tax liabilities	( 9,272)
Total identifiable net assets	193,759
Gain recognised in bargain purchase transaction	(\$ 13,759)

Certain items are recognised at the initial estimated value currently as the assessment of the abovementioned fair value is still in process. The allocation of relevant purchase consideration will be completed within a year.

(Note 1) On November 5, 2024, the Board of Directors of the Company resolved to invest in San Hsiung Precision Industry Co., Ltd. The Company commissioned external experts to conduct an equity value assessment and provide a fairness opinion. Ultimately, it decided to subscribe to all 5,000 thousand shares issued by the company at a price of NT\$36 per share, for a total investment of \$180,000. As of December 31, 2024, the actual amount paid for the investment was \$36,540, recognised as "Prepayments for investment." The effective date for the investment was set on January 1, 2025, and the stock transfer procedures have been completed as of June 30, 2025

(Note 2) The Company signed with the original shareholders of San Hsiung Precision to allocate 10% of the total transaction amount, which was \$18,000, as the retainage. Starting from the settlement date (January 1, 2025), the long-term notes and accounts receivable are repayable in 5 installments, which are annually settled by 20% of the retainage at the end of each year. If violations of tax or administrative regulations incurred before the settlement date, resulting in the Company being liable for the related penalties, the penalties are offset by using the aforementioned retainages.

C. Since January 1, 2025, the acquisition date of San Hsiung Precision Industry Co., Ltd., the operating revenue and profit before income tax contributed by San Hsiung Precision Industry Co., Ltd. was \$25,730 and \$2,558, respectively.

(30) Supplemental cash flow information

A. Investing activities with partial cash payments

	<u>For the six-month periods ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
Acquisition of property, plant and equipment	\$ 240,815	\$ 90,422
Add: Opening balance of payable on equipment (shown as 'Other payables')	2,005	-
Less: Ending balance of payable on equipment (shown as 'Other payables')	(2,091)	(3,071)
Cash paid for acquisition of property, plant and equipment	<u>\$ 240,729</u>	<u>\$ 87,351</u>

B. Investing and financing activities with no cash flow effects

	<u>For the six-month periods ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
(a) Prepayments for investments transferred to financial assets at fair value through other comprehensive income	<u>\$ -</u>	<u>\$ 45,000</u>

	For the six-month periods ended June 30,	
	2025	2024
(b) Inventories transferred to property, plant and equipment	\$ 3,112	\$ 2,255
(c) Convertible bonds converted into capital stocks and capital surplus	\$ 60,849	\$ 809,084
(d) Cash dividends declared but not paid (shown as 'Other payables')	\$ 980,000	\$ 87,000
(e) Cash from capital surplus to shareholders but not paid (shown as 'Other payables')	\$ -	\$ 43,500

(31) Changes in liabilities from financing activities

	For the six-month period ended June 30, 2025				
	Lease liabilities	Bonds payable	Long-term borrowings (including current portions)	Guarantee deposits received	Liabilities from financing activities-gross
At January 1, 2025	\$ 92,157	\$ 289,849	\$ -	\$ 2,342	\$ 384,348
Changes in cash flow from financing activities	( 5,017)	-	124,074	( 775)	118,282
Changes in other non-cash items	3,003	( 59,720)	-	653	( 56,064)
At June 30, 2025	\$ 90,143	\$ 230,129	\$ 124,074	\$ 2,220	\$ 446,566

	For the six-month period ended June 30, 2024			
	Lease liabilities	Bonds payable (including current portion)	Guarantee deposits received	Liabilities from financing activities-gross
At January 1, 2024	\$ 34,715	\$ 852,740	\$ 2,777	\$ 890,232
Changes in cash flow from financing activities	( 2,668)	-	-	( 2,668)
Changes in other non-cash items	60,229	( 808,277)	133	( 747,915)
At June 30, 2024	\$ 92,276	\$ 44,463	\$ 2,910	\$ 139,649

7. RELATED PARTY TRANSACTIONS

(1) Names of related parties and relationship

Names of related parties	Relationship with the Group
Ding Ji Electrical Engineering Co., Ltd.	Other related party

(2) Significant transactions and balances with related parties

A. Purchases of goods

	For the three-month periods ended June 30,	
	2025	2024
Other related parties	\$ 2,319	\$ 3,495

  

	For the six-month periods ended June 30,	
	2025	2024
Other related parties	\$ 11,577	\$ 13,327

Payment term of purchases from other related parties is 120 days after receipt. Payment terms of purchases from other suppliers are 60 to 180 days. Except for the payment terms mentioned above, other terms of purchases are the same with third parties.

B. Payables to related parties

	June 30, 2025	December 31, 2024	June 30, 2024
Accounts payable:			
Other related parties	\$ 5,828	\$ 7,283	\$ 5,251

The payables to related parties arise mainly from purchase transactions. The payables bear no interest.

(3) Key management compensation

	For the three-month periods ended June 30,	
	2025	2024
Salaries and other short-term employee benefits	\$ 20,821	\$ 5,607
Post-employment benefits	228	230
	\$ 21,049	\$ 5,837

  

	For the six-month periods ended June 30,	
	2025	2024
Salaries and other short-term employee benefits	\$ 50,780	\$ 22,564
Post-employment benefits	456	1,994
	\$ 51,236	\$ 24,558

8. PLEGDED ASSETS

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

<u>Pledged asset</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>	<u>Purpose</u>
Pledged time deposits (Note 1)	\$ 6, 553	\$ 6, 553	\$ 6, 553	Guarantee for land leases
Land (Note 2)	338, 312	338, 312	338, 312	Guarantee for short-term borrowings
Buildings and structures (Note 2)	252, 385	258, 151	263, 383	Guarantee for short-term borrowings
Construction in progress and equipment under inspection (Note 2)	146, 096	–	–	Guarantee for long-term borrowings
	<u>\$ 743, 346</u>	<u>\$ 603, 016</u>	<u>\$ 608, 248</u>	

Note 1: Shown as ‘Financial assets at amortised cost - non-current’.

Note 2: Shown as ‘Property, plant and equipment, net’.

## 9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

As of June 30, 2025, December 31, 2024, and June 30, 2024, the Group’s guarantees and endorsements were as follows:

<u>Endorser</u>	<u>Endorsee</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>	<u>Purpose</u>
All Ring Tech Co., Ltd.	Uni-Ring Tech Co., Ltd.	<u>\$ 60, 000</u>	<u>\$ 60, 000</u>	<u>\$ 60, 000</u>	Pledged for borrowing facilities
All Ring Tech Co., Ltd.	All Ring Tech Japan Co., Ltd.	<u>\$ 307, 950</u>	<u>\$ –</u>	<u>\$ –</u>	Pledged for borrowing facilities

As of June 30, 2025, December 31, 2024, and June 30, 2024, the actual amount of the endorsement used by the subsidiaries, Uni-Ring Tech Co., Ltd. and All Ring Tech Japan Co., Ltd., was \$–, \$–, and \$–, \$125,233, \$– and \$–, respectively.

## 10. SIGNIFICANT DISASTER LOSS

None.

## 11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

## 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 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.

### (2) Financial instruments

#### A. Financial instruments by category

Details of financial instruments by category of the Group are described in Note 6.

#### B. Financial risk management policies

- (a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, price risk and interest rate risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize 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 cooperation 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, 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

##### I. Foreign exchange risk

- i. The Group operates internationally and is exposed to foreign exchange risk arising from the transactions of the Company and its subsidiaries in various functional currency, primarily with respect to the USD and RMB. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities and net investments in foreign operations.
- ii. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currency. The group companies are required to hedge their entire foreign exchange risk exposure with the Group treasury. Foreign exchange risk arises when future commercial transactions or recognised assets or liabilities are denominated in a currency that is not the entity's functional currency.
- iii. The Group has certain investments in foreign operations, whose net assets are exposed to foreign currency translation risk. Currency exposure arising from the net assets of the Group's foreign operations is managed primarily through liabilities denominated in the relevant foreign currencies.
- iv. The Group's businesses involve some non-functional currency operations (The functional currency of the Company and several subsidiaries is the NTD; the functional currencies of other subsidiaries are the USD, RMB and JPY). Information on assets and liabilities subject to significant foreign exchange risk is as follows:

June 30, 2025			
(Foreign currency: functional currency)	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 10,766	29.30	\$ 315,444
USD:RMB	5,798	7.16	264
YEN:NTD	987,962	0.2034	200,951
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	3,878	29.30	113,625
USD:RMB	6,709	7.16	196,574
December 31, 2024			
(Foreign currency: functional currency)	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 1,354	32.79	\$ 44,398
USD:RMB	355	7.19	11,640
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	647	32.79	21,215
USD:RMB	156	7.19	5,115

	June 30, 2024		
	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
<u>Financial assets</u>			
<u>Monetary items</u>			
USD:NTD	\$ 6,157	32.45	\$ 199,795
USD:RMB	1,852	7.13	60,098
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD:NTD	174	32.45	5,646

- v. The sensitivity analysis of foreign exchange risk mainly focuses on the foreign currency monetary items at the end of the financial reporting period. If the exchange rate of NTD to all foreign currencies had appreciated/depreciated by 10%, the Group's net income for the six-month periods ended June 30, 2025 and 2024 would have decreased/increased by \$29,919 and \$20,640, respectively.
- vi. The total exchange gain, including realised and unrealised arising from significant foreign exchange variation on the monetary items held by the Group for the three month and six-month periods ended June 30, 2025 and 2024, amounted to \$5,989, \$5,987, \$7,486 and \$20,987, respectively.

## II. Price risk

- i. The Group is exposed to equity securities price risk because of investments held by the Group and classified on the consolidated balance sheet as financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. The Group is not exposed to commodity price risk. To manage its price risk arising from investments in equity securities, the Group has set various stop loss points, to ensure not to be exposed to significant risk. Accordingly, no material market risk was expected.
- ii. The Group's investments in equity securities comprise domestic 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 10% with all other variables held constant, other components of equity for the six-month periods ended June 30, 2025 and 2024 would have increased/decreased by \$71,877 and \$61,645, respectively, as a result of other comprehensive income on equity investments classified as at fair value through other comprehensive income.

## III. Cash flow and fair value interest rate risk

As of June 30, 2025, December 31, 2024, and June 30, 2024, with regard to sensitivity

analysis of interest rate risk, if the borrowing interest rate had increased/decreased by 1% with all other variables held constant, there is no significant effect on after-tax profit for the six-month periods ended June 30, 2025 and 2024.

(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. The Group manages its credit risk taking into consideration the entire group's concern. 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. The Group adopts the historical experience of collection and the level of customers' risk to assess whether there has been a significant increase in credit risk on that instrument since initial recognition. If the customer had completed the acceptance and the payments were past invoice date over 180 days, there has been a significant increase in credit risk on that instrument since initial recognition.
- IV. According to the historical experience of collection by the Group and the level of customers' risk, the default occurs if the customer had completed the acceptance and the payment were past invoice date over 365 days.
- V. The Group considers the characteristics of credit risk on trade, and applies the modified approach using loss rate methodology to estimate expected credit loss under the loss rate basis. The Group used the forecastability to adjust historical and timely information to assess the default possibility of notes and accounts receivable.

As of June 30, 2025, December 31, 2024, and June 30, 2024, details of expected credit loss using the loss rate methodology are as follows:

	<u>Expected loss rate</u>	<u>Book value</u>	<u>Allowance for uncollectible accounts</u>
<u>June 30, 2025</u>			
Taiwan			
Less than 90 days	0.03%	\$ 278,592	\$ -
91~180 days	0.03%~0.06%	353,588	-
181~360 days	0.05%~1%	127,135	1,249
Over 360 days	0.63%~100%	33,025	21,499
		<u>792,340</u>	<u>22,748</u>
Mainland China			
Less than 90 days	—	43,389	-
91~180 days	—	12,302	-
181~360 days	1%	19,900	206
Over 360 days	2%~100%	6,855	1,059
		<u>82,446</u>	<u>1,265</u>
		<u>\$ 874,786</u>	<u>\$ 24,013</u>
			<u>Allowance for uncollectible accounts</u>
	<u>Expected loss rate</u>	<u>Book value</u>	<u>Allowance for uncollectible accounts</u>
<u>December 31, 2024</u>			
Taiwan			
Less than 90 days	0.03%	\$ 1,177,189	\$ -
91~180 days	0.03%~0.06%	217,709	-
181~360 days	0.05%~1%	67,481	660
Over 360 days	0.63%~100%	42,030	21,050
		<u>1,504,409</u>	<u>21,710</u>
Mainland China			
Less than 90 days	—	36,844	-
91~180 days	—	11,652	-
181~360 days	1%	4,606	73
Over 360 days	2%~100%	21,318	5,469
		<u>74,420</u>	<u>5,542</u>
		<u>\$ 1,578,829</u>	<u>\$ 27,252</u>

June 30, 2024	<u>Expected loss rate</u>	<u>Book value</u>	<u>Allowance for uncollectible accounts</u>
Taiwan			
Less than 90 days	0.03%	\$ 372,575	\$ -
91~180 days	0.03%~0.06%	251,125	-
181~360 days	0.05%~1%	83,229	847
Over 360 days	0.63%~100%	<u>83,728</u>	<u>32,237</u>
		<u>790,657</u>	<u>33,084</u>
Mainland China			
Less than 90 days	—	28,431	-
91~180 days	—	4,584	-
181~360 days	1%	24,766	282
Over 360 days	2%~100%	<u>6,805</u>	<u>935</u>
		<u>64,586</u>	<u>1,217</u>
		<u>\$ 855,243</u>	<u>\$ 34,301</u>

VI. Movements in relation to the Group applying the simplified approach to provide loss allowance for accounts receivable are as follows:

	<u>For the six-month periods ended June 30,</u>	
	<u>2025</u>	<u>2024</u>
	<u>Accounts receivable</u>	<u>Accounts receivable</u>
At January 1	\$ 27,252	\$ 32,885
Expected credit (gains) losses	( 2,980)	1,372
Net exchange differences	( 259)	44
At June 30	<u>\$ 24,013</u>	<u>\$ 34,301</u>

(c) Liquidity risk

- I. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times to ensure the sufficient financial flexibility of the Group.
- II. Group treasury invests surplus cash in interest bearing current accounts, time deposits and beneficiary certificates, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient headroom as determined by the abovementioned forecasts, and readily generate cash flows to manage liquidity risk.
- III. The table below analyses the Group's non-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. The amounts disclosed in the following table are undiscounted contractual cash flows.

<u>June 30, 2025</u>	<u>Within 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
Non-derivative financial liabilities:				
Notes payable	\$ 175	\$ -	\$ -	\$ -
Accounts payable	966,272	-	-	-
Other payables	1,670,611	-	-	-
Bonds payable	-	-	254,200	-
Long-term liabilities (including current portion)	7,473	7,408	114,908	-
Lease liabilities	7,530	6,477	19,430	66,854
Long-term notes and accounts payable	-	3,600	10,800	-
Guarantee deposits received	719	68	123	1,310
<u>December 31, 2024</u>	<u>Within 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
Non-derivative financial liabilities:				
Notes payable	\$ 1,593	\$ -	\$ -	\$ -
Accounts payable	886,456	-	-	-
Other payables	660,399	-	-	-
Bonds payable	-	-	327,900	-
Lease liabilities	6,500	6,500	19,500	70,413
Guarantee deposits received	435	91	356	1,460
<u>June 30, 2024</u>	<u>Within 1 year</u>	<u>Between 1 and 2 years</u>	<u>Between 2 and 5 years</u>	<u>Over 5 years</u>
Non-derivative financial liabilities:				
Notes payable	\$ 215	\$ -	\$ -	\$ -
Accounts payable	649,988	-	-	-
Other payables	471,142	-	-	-
Bonds payable (including current portion)	44,800	-	-	-
Lease liabilities	6,500	6,500	19,500	68,094
Guarantee deposits received	1,007	310	-	1,593

IV. 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 emerging stocks, listed stocks and convertible bonds are 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.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's investment in equity investment without active market is included in Level 3.

B. Financial instruments not measured at fair value

Except for bonds payable (including current portion), which are measured at the present value of the cash flow expected to be paid at the market interest rate on the balance sheet date, the carrying amounts of the Group's financial instruments not measured at fair value including cash and cash equivalents, financial assets at amortised cost - current and non-current, notes receivable, accounts receivable, other receivables, guarantee deposits paid, notes payable, accounts payable, other payables, long-term borrowings (including current portion), long-term notes and accounts payable and guarantee deposits received are approximate to their fair values.

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

<u>June 30, 2025</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 127	\$ -	\$ -	\$ 127
Call options of bonds	-	18,073	-	18,073
Debt instruments	<u>84,760</u>	<u>-</u>	<u>-</u>	<u>84,760</u>
	<u>\$ 84,887</u>	<u>\$ 18,073</u>	<u>\$ -</u>	<u>\$ 102,960</u>
Financial assets at fair value through other comprehensive income				
Equity securities	<u>\$ 579,728</u>	<u>\$ -</u>	<u>\$ 139,040</u>	<u>\$ 718,768</u>

December 31, 2024	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Call options of bonds	\$ -	\$ 36,463	\$ -	\$ 36,463
Debt instruments	<u>93,800</u>	<u>-</u>	<u>-</u>	<u>93,800</u>
	<u>\$ 93,800</u>	<u>\$ 36,463</u>	<u>\$ -</u>	<u>\$ 130,263</u>
Financial assets at fair value through other comprehensive income				
Equity securities	<u>\$ 607,723</u>	<u>\$ -</u>	<u>\$ 136,411</u>	<u>\$ 744,134</u>
June 30, 2024	Level 1	Level 2	Level 3	Total
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Call options of bonds	\$ -	\$ 62	\$ -	\$ 62
Debt instruments	<u>103,920</u>	<u>-</u>	<u>-</u>	<u>103,920</u>
	<u>\$ 103,920</u>	<u>\$ 62</u>	<u>\$ -</u>	<u>\$ 103,982</u>
Financial assets at fair value through other comprehensive income				
Equity securities	<u>\$ 515,654</u>	<u>\$ -</u>	<u>\$ 100,792</u>	<u>\$ 616,446</u>

- D. The methods and assumptions the Group used to measure fair value are as follows:
- (a) The following financial assets use quoted market prices as inputs for fair value measurement (level 1): for emerging stocks, the average trading price at the balance sheet date is used; for listed stocks and convertible bonds, the closing price at the balance sheet date is used.
- (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. The call options of bonds were evaluated based on the binomial-tree model for convertible bond pricing.
- E. For the six-month periods ended June 30, 2025 and 2024, there was no transfer between Level 1 and Level 2.
- F. The following chart is the movement of Level 3 for the six-month periods ended June 30, 2025 and 2024:

	<u>Equity instruments</u>
At January 1, 2025	\$ 136,411
Additions during this period	15,000
Loss recognised in other comprehensive income	(12,371)
At June 30, 2025	<u>\$ 139,040</u>

	<u>Equity instruments</u>
At January 1, 2024	\$ 48,061
Transferred from prepayments for investments	45,000
Profit recognised in other comprehensive income	<u>7,731</u>
At June 30, 2024	<u>\$ 100,792</u>

- G. Financial segment 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.
- H. The following is the qualitative information on significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	<u>Fair value at June 30, 2025</u>	<u>Valuation technique</u>	<u>Significant unobservable input</u>	<u>Range (weighted average)</u>	<u>Relationship of inputs to fair value</u>
Non-derivative equity instrument:					
Unlisted stocks	\$ 12,341	Discounted cash flow	Weighted average cost of capital	9.79%	The higher the weighted average cost of capital, the lower the fair value.
			Discount for lack of marketability	30%	The higher the discount for lack of marketability, the lower the fair value.
	389	Net asset value	Not applicable	—	Not applicable
Venture capital stocks	126,310	Net asset value	Not applicable	—	Not applicable

	Fair value at December 31, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted stocks	\$ 12,370	Discounted cash flow	Weighted average cost of capital	9.79%	The higher the weighted average cost of capital, the lower the fair value.
			Discount for lack of marketability	30%	The higher the discount for lack of marketability, the lower the fair value.
	389	Net asset value	Not applicable	—	Not applicable
Venture capital stocks	123,652	Net asset value	Not applicable	—	Not applicable
	Fair value at June 30, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted stocks	\$ 40,256	Discounted cash flow	Weighted average cost of capital	9.47%	The higher the weighted average cost of capital, the lower the fair value.
			Discount for lack of marketability	30%	The higher the discount for lack of marketability, the lower the fair value.
Venture capital stocks	60,147	Net asset value	Not applicable	—	Not applicable
Unlisted stocks	389	Net asset value	Not applicable	—	Not applicable

I. 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 on profit or loss or on other comprehensive income from financial assets categorised within Level 3 if the inputs used to valuation models have changed:

		June 30, 2025			
		Recognised in profit or loss		Recognised in other comprehensive income	
Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets					
Equity instruments					
Weighted average cost of capital	± 10%	\$ -	\$ -	\$ 1,076	(\$ 838)
Discount for lack of marketability	± 10%	-	-	1,249	( 929)
		<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,325</u>	<u>(\$ 1,767)</u>
		December 31, 2024			
		Recognised in profit or loss		Recognised in other comprehensive income	
Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets					
Equity instruments					
Weighted average cost of capital	± 10%	\$ -	\$ -	\$ 1,204	(\$ 930)
Discount for lack of marketability	± 10%	-	-	1,414	( 1,048)
		<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,618</u>	<u>(\$ 1,978)</u>

		June 30, 2024				
		<u>Recognised in profit or loss</u>			<u>Recognised in other comprehensive income</u>	
		<u>Favourable change</u>	<u>Unfavourable change</u>	<u>Favourable change</u>	<u>Unfavourable change</u>	
Financial assets	Input	Change				
Equity instruments	Weighted average cost of capital	± 10%	\$ -	\$ -	\$ 1,149	(\$ 882)
	Discount for lack of marketability	± 10%	-	-	1,411	( 1,057)
			<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,560</u>	<u>(\$ 1,939)</u>

### 13. SUPPLEMENTARY DISCLOSURES

(According to the current regulatory requirements, the Group is only required to disclose the information for the six-month period ended June 30, 2025.)

#### (1) Significant transactions information

- A. Loans to others: Refer to Table 1.
- B. Provision of endorsements and guarantees to others: Refer to Table 2.
- C. Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): 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: Refer to Table 4.
- E. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Refer to Table 5.
- F. Significant inter-company transactions during the reporting period: Refer to Table 6.

#### (2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Refer to Table 7.

#### (3) Information on investments in Mainland China

- A. Basic information: Refer to Table 8.
- B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: Refer to Table 9.

### 14. SEGMENT INFORMATION

#### (1) General information

Management has determined the reportable operating segments based on the reports reviewed by the Group's chief operating decision-maker that are used to make strategic decisions. The Group's chief operating decision-maker manages each entity in the organisation according to its role. There

is no material change in the basis for information of entities and division of segments in the Group or in the measurement basis for segment information during this period.

(2) Segment profit or loss, assets and liabilities

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	For the six-month period ended June 30, 2025				
	All Ring Tech Co., Ltd.	Kunshan All Ring Tech Co., Ltd.	All Ring Tech (Kunshan) Co., Ltd.	Others	Total
Total segment revenue	\$ 2,684,399	\$ 15,890	\$ 869,572	\$ 60,912	\$ 3,630,773
Inter-segment revenue	26,501	15,890	790,407	27,368	860,166
Revenue from external customers	2,657,898	–	79,165	33,544	2,770,607
Interest income	20,691	106	310	2,996	24,103
Depreciation and amortisation	20,586	416	6,817	4,944	32,763
Interest expense	6,990	–	–	1	6,991
Segment income before tax	907,854	742	131,321	6,073	1,045,990
Segment assets	9,460,150	50,115	978,979	515,636	11,004,880
Segment liabilities	3,284,260	9,377	482,896	157,017	3,933,550

For the six-month period ended June 30, 2024

	All Ring Tech Co., Ltd.	Kunshan All Ring Tech Co., Ltd.	All Ring Tech (Kunshan) Co., Ltd.	Others	Total
Total segment revenue	\$ 2,103,839	\$ 6,182	\$ 439,301	\$ 21,831	\$ 2,571,153
Inter-segment revenue	159,590	6,182	396,478	14,227	576,477
Revenue from external customers	1,944,249	-	42,823	7,604	1,994,676
Interest income	4,300	166	427	3,818	8,711
Depreciation and amortisation	18,312	445	6,144	2,087	26,988
Interest expense	2,976	-	-	-	2,976
Segment income before tax	504,137	1,496	51,334	6,777	563,744
Segment assets	5,263,438	51,948	597,651	283,715	6,196,752
Segment liabilities	1,459,008	7,990	221,272	32,475	1,720,745

(3) Reconciliation about segment profit or loss, assets and liabilities

A. Sales between segments are carried out at arm's length. The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that in the consolidated statement of comprehensive income. A reconciliation of reportable segment income or loss to the income/(loss) before tax from continuing operations is provided as follows:

	For the six-month periods ended June 30,	
	2025	2024
Reportable segments income before tax	\$ 1,039,917	\$ 556,967
Other segments income before tax	6,073	6,777
Less: Inter-segment loss	(118,682)	(54,924)
Profit from continuing operations before tax	<u>\$ 927,308</u>	<u>\$ 508,820</u>

B. The amounts provided to the chief operating decision-maker with respect to total assets are measured in a manner consistent with that of the financial statements. A reconciliation of assets of reportable segment and total assets is as follows:

	June 30, 2025	June 30, 2024
Assets of reportable segments	\$ 10,489,244	\$ 5,913,037
Assets of other operating segments	515,636	283,715
Less: Inter-segment transaction	(1,173,885)	(904,780)
Total assets	<u>\$ 9,830,995</u>	<u>\$ 5,291,972</u>

C. The amounts provided to the chief operating decision-maker with respect to total liabilities are

measured in a manner consistent with that of the financial statements. A reconciliation of liabilities of reportable segment and total liabilities is as follows:

	<u>June 30, 2025</u>	<u>June 30, 2024</u>
Liabilities of reportable segments	\$ 3,776,533	\$ 1,688,270
Liabilities of other operating segments	157,017	32,475
Less: Inter-segment transaction	( <u>278,445</u> )	( <u>233,204</u> )
Total liabilities	<u>\$ 3,655,105</u>	<u>\$ 1,487,541</u>

All Ring Tech Co., Ltd. and Subsidiaries  
Loans to others  
For the six-month period ended June 30, 2025

Table 1

Expressed in thousands of NTD

No.	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance	Ending balance	Actual amount drawn down	Interest rate	Nature of loan	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 1)	Ceiling on total loans granted (Note 1)	Note
													Item	Value			
0	All Ring Tech Co., Ltd.	All Ring Tech (Kunshan) Co., Ltd.	Other receivables	Y	\$ 148,265	\$ 148,265	\$ -	2%	Short-term financing	\$ -	Additional operating capital	\$ -	-	\$ -	\$ 617,589	\$ 1,235,178	-
0	All Ring Tech Co., Ltd.	San Hsiung Precision Industry Co., Ltd	Other receivables	Y	50,000	50,000	-	2%	Short-term financing	-	Additional operating capital	-	-	-	617,589	1,235,178	-
0	All Ring Tech Co., Ltd.	All Ring Tech Japan Co., Ltd.	Other receivables	Y	164,240	164,240	-	2%	Short-term financing	-	Additional operating capital	-	-	-	617,589	1,235,178	-
1	All Ring Tech (Kunshan) Co., Ltd.	Kunshan All Ring Tech Co., Ltd.	Other receivables	Y	24,768	24,768	-	2%	Short-term financing	-	Additional operating capital	-	-	-	992,166	992,166	-

(Note 1) Calculation of limit on loans granted to a single party and ceiling on total loans granted: The total loan amount cannot exceed 40% of the company's net worth. There are three possible circumstances:

1. Loan is made to company with which the Company has a business relationship. The total loan amount cannot exceed 20% of the company's net worth. The individual loan amount cannot exceed the total amount of business transactions between the two parties in the past year.
2. Loan is made to companies who need short-term financing. The total loan amount cannot exceed 20% of the company's net worth. The individual loan amount cannot exceed 10% of the net worth of the company.
3. When it comes to fund lending between foreign subsidiaries that are 100% directly or indirectly owned by the company, or from such subsidiaries to the company itself, they shall not be subject to the restrictions mentioned in the preceding paragraph. Both the total and individual loan amounts do not exceed 200% of the net worth of the creditor based on the most recent financial statements.

(Note 2) Foreign currency amounts in the table are converted into NTD according to the exchange rates on the financial reporting date (USD: NTD 1: 29.30; RMB: NTD 1: 4.0932 and JPY: NTD 1:0.2034).

All Ring Tech Co., Ltd. and Subsidiaries  
Provision of endorsements and guarantees to others  
For the six-month period ended June 30, 2025

Table 2

Expressed in thousands of NTD

Number	Endorser/ guarantor	Company name	Party being endorsed/guaranteed  Relationship with the endorser/ guarantor	Limit on endorsements/ guarantees provided for a single party (Note 2)	Maximum outstanding endorsement/ guarantee amount	Outstanding endorsement/ guarantee amount	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	Note
0	All Ring Tech Co., Ltd.	Uni-Ring Tech Co., Ltd.	(Note 1)	\$ 1,235,178	\$ 60,000	\$ 60,000	\$ -	\$ -	0.97%	\$ 2,470,356	Y	N	N	—
0	All Ring Tech Co., Ltd.	All Ring Tech Japan Co., Ltd.	(Note 1)	1,235,178	307,950	307,950	125,233	-	4.99%	2,470,356	Y	N	N	—

(Note 1) Companies where the Company owns more than 50% of voting shares (direct or indirect).

(Note 2) The total endorsements and guarantees of external parties by the Company cannot exceed 40% of the net worth as measured in the current period. The endorsement and guarantee of an individual business cannot exceed 20% of the net worth as measured in the current period. The total endorsements and guarantees of external parties by the Group cannot exceed 50% of the net worth as measured in the current period. The endorsement and guarantee of an individual business cannot exceed 20% of the net worth as measured in the current period. If the endorsement and guarantee are made for the purpose of conducting business, then the amount of endorsement and guarantee cannot exceed the total amount of business transactions between the guaranteed party and the Company for the period.

All Ring Tech Co., Ltd. and Subsidiaries

Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

June 30, 2025

Expressed in thousands of NTD

Table 3

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of June 30, 2025			Fair value	Note
				Number of shares	Book value	Ownership (%)		
All Ring Tech Co., Ltd.	Stocks:							
	Tai-Tech Advanced Electronics Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	2,894	\$ 274,971	2.84%	\$ 274,971	—
	Phoenix Innovation Investment Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	1,000	11,489	3.13%	11,489	—
	Phoenix II Innovation Investment Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	1,000	10,938	2.34%	10,938	—
	Hallmark Technology Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	646	12,341	19.57%	12,341	—
	Max Echo Technology Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	500	8,550	1.31%	8,550	—
	Phoenix IV Innovation Investment Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	1,000	11,562	4.26%	11,562	—
	Phoenix VI Innovation Investment Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	3,000	27,676	1.52%	27,676	—
	Eternal Precision Mechanics Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	920	132,940	1.30%	132,940	—
	Shengfeng Capital Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	1,500	15,000	10.00%	15,000	—
	Phoenix VIII Innovation Investment Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	2,000	19,411	9.76%	19,411	—
	Beike Star II Venture Capital Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	1,500	15,233	5.00%	15,233	—
	Hon. Precision, Inc	—	Financial asset measured at fair value through other comprehensive income - non-current	115	162,725	0.07%	162,725	—
	Taifang Captital Co., Ltd.	—	Financial asset measured at fair value through other comprehensive income - non-current	1,500	15,000	11.52%	15,000	—
	Convertible Bonds:							
	1st unsecured convertible bonds of Tai-Tech Advanced Electronics Co., Ltd. in 2023	—	Financial assets at fair value through profit or loss - non-current	-	84,760	-	84,760	—

All Ring Tech Co., Ltd. and Subsidiaries

Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)

June 30, 2025

Expressed in thousands of NTD

Table 3

Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	As of June 30, 2025			Fair value	Note
				Number of shares	Book value	Ownership (%)		
All Ring Tech Co., Ltd.	Call options of bonds: 5th unsecured convertible bonds of All Ring Tech Co., Ltd. in 2024	—	Financial assets at fair value through profit or loss - non-current	-	\$ 18,073	-	\$ 18,073	—

(Note) The disclosure threshold for significant marketable securities is set at 1 million dollars.

All Ring Tech 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

For the six-month period ended June 30, 2025

Table 4

Expressed in thousands of NTD

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Description and reasons for difference in transaction terms compared to non-related party		Notes/accounts receivable (payable)		Note
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	Percentage of notes or accounts receivable/(payable)	
All Ring Tech Co., Ltd.	All Ring Tech (Kunshan) Co., Ltd.	Subsidiary	Purchases	\$ 790,356	45%	(Note)	-	-	(\$ 141,756)	(17%)	-

(Note) The payment term of purchases from related parties was payment within 90 days.

All Ring Tech Co., Ltd. and Subsidiaries

Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more

June 30, 2025

Table 5

Expressed in thousands of NTD

Creditor	Counterparty	Relationship with the counterparty	Balance as at June 30, 2025		Turnover rate	Overdue receivables		Amounts Received in Subsequent Period	Allowance for doubtful accounts
			General ledger account	Amount		Amount	Action taken		
All Ring Tech (Kunshan) Co., Ltd.	All Ring Tech Co., Ltd.	Company	Accounts receivable	\$ 141,756	12.29	\$ -	-	\$ 89,800	\$ -

(Note) Foreign currency amounts in the table are converted into NTD as follows: ending balances and carrying amounts are converted using the exchange rate on the financial reporting date (USD:NTD 1 : 29.30).

All Ring Tech Co., Ltd. and Subsidiaries  
Significant inter-company transactions during the reporting period  
For the six-month period ended June 30, 2025

Table 6

Expressed in thousands of NTD

Number	Company name	Counterparty	Relationship (Note 2)	Transaction			Percentage of consolidated total operating revenues or total assets (Note 3)
				General ledger account	Amount	Transaction terms	
0	All Ring Tech Co., Ltd.	All Ring Tech (Kunshan) Co., Ltd.	1	Sales of goods	\$ 26,315	Receipt within 120 days	1%
				Purchases of goods	790,356	Payment within 90 days	29%
				Accounts receivable	10,617	—	—
		Uni-Ring Tech Co., Ltd.	1	Accounts payable	141,756	—	1%
				Purchases of goods	27,368	Payment within 90 days	1%
				Accounts payable	17,144	—	—
		Kunshan All Ring Tech Co., Ltd.	1	Endorsements and guarantees	60,000	—	1%
				Purchases of goods	6,295	Payment within 45 days	—
				San Hsiung Precision Industry Co., Ltd.	1	Purchases of goods	2,951
Accounts payable	1,782	—	—				
1	Kunshan All Ring Tech Co., Ltd.	All Ring Tech (Kunshan) Co., Ltd.	3	Endorsements and guarantees	307,950	—	3%
				Sales of goods	9,594	90 days after invoice date	—
				Accounts receivable	7,857	—	—

(Note 1) Business and other transactions between the parent company and its subsidiaries or between subsidiaries are not separately disclosed since the circumstances and amounts of each transaction is the same on each side. In addition, the disclosure threshold for significant transactions is set at 1 million dollars.

(Note 2) Relationship between transaction company and counterparty is classified into the following three categories;

- (1) Parent company to subsidiary.
- (2) Subsidiary to parent company.
- (3) Subsidiary to subsidiary.

(Note 3) The ratio of a transaction amount to total revenue or total assets is calculated as follows: balance sheet items are calculated by dividing the ending balance by total consolidated assets; profit or loss items are calculated by dividing the accumulated ending balance by total consolidated revenue.

(Note 4) Foreign currency amounts in the table are converted into NTD as follows: ending balances and carrying amounts are converted using the exchange rate on the financial reporting date (USD: NTD 1 : 29.30; RMB: USD 1 : 0.1397 and JPY: NTD 1:0.2034); profit or loss items are converted using the average exchange rate for the six-month period ended June 30, 2025 (USD: NTD 1 : 31.86; RMB: USD 1 : 0.1392 and JPY: NTD 1:0.2146).

All Ring Tech Co., Ltd. and Subsidiaries  
Information on investees  
For the six-month period ended June 30, 2025

Table 7

Expressed in thousands of NTD

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2025			Net profit (loss) of the investee for the six-month period ended June 30, 2025	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2025	Note
				Balance as at June 30, 2025	Balance as at December 31, 2024 (Note 1)	Number of shares	Ownership (%)	Book value			
All Ring Tech Co., Ltd.	PAI FU INTERNATIONAL LIMITED	British Virgin Islands	Mechanical engineering automation, and research, development and design of software	\$ 56,549	\$ 56,549	1,930,000	100.00	\$ 192,972	\$ 32,453	\$ 32,453	Subsidiary
	Uni-Ring Tech Co., Ltd.	Taiwan	Other machine manufacture industry, electrical appliances, audio visual electronics and international trading industry	230,000	230,000	5,396,727	100.00	89,067	11,630	11,652	Subsidiary
	IMAGINE GROUP LIMITED	Mauritius	Investment business	152,946	152,946	5,220,000	71.60	358,192	111,507	79,604	Subsidiary
	ALL Ring Tech USA LLC	United States of America	Other machine manufacture industry	146,500	146,500	1	100.00	145,480	( 5,225)	( 5,225)	Subsidiary
	ALL Ring Tech Japan Co., Ltd.	Japan	Mechanical engineering automation, and research, development, design of software and other machine manufacture industry	37,121	8,645	18,250	100.00	34,062	( 2,874)	( 2,874)	Subsidiary
	San Hsiung Precision Industry Co., Ltd.	Taiwan	Manufacturing, processing, and trading of various mechanical parts and precision molds	180,000	-	5,000,000	100.00	195,133	2,558	1,374	Subsidiary
	Sunengine Co., Ltd.	Taiwan	Manufacturing and Sales of Turnkey Solar Equipment, and Manufacturing of Multicrystalline Silicon Wafers.	36,000	36,000	3,000,000	25.00	32,976	( 13,974)	( 3,493)	Affiliated enterprises
PAI FU INTERNATIONAL LIMITED	IMAGINE GROUP LIMITED	Mauritius	Investment business	60,651	60,651	2,070,000	28.40	148,150	111,507	-	Subsidiary (Note 2)

(Note 1) This was the balance on December 31, 2024.

(Note 2) The investment income (loss) does not need to be disclosed per the rules.

(Note 3) Foreign currency amounts in the table are converted into NTD as follows: ending balances and carrying amounts are converted using the exchange rate on the financial reporting date (USD:NTD 1 : 29.30; JPY:NTD 1 : 0.2034); profit or loss items are converted using the average exchange rate for the six-month period ended June 30, 2025 (USD:NTD 1 : 31.86; JPY:NTD 1 : 0.2146).

All Ring Tech Co., Ltd. and Subsidiaries  
Information on investments in Mainland China  
For the six-month period ended June 30, 2025

Table 8

Expressed in thousands of NTD

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the six-month period ended June 30, 2025			Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2025	Net income of investee for the six-month period ended June 30, 2025	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six-month period ended June 30, 2025	Book value of investments in Mainland China as of June 30, 2025	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2025	Note
				Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2025	Remitted to Mainland China	Remitted back to Taiwan							
Kunshan All Ring Tech Co., Ltd.	Research, development, and manufacture of specialized electronic equipment used for cutting capacitance and inductance; sales of self- manufactured products and provision of corresponding technology testing services	\$ 43,950	(Note 1)	\$ 43,950	\$ -	\$ -	\$ 43,950	\$ 742	100.00	\$ 742	\$ 40,737	\$ -	(Note 4)
All Ring Tech (Kunshan) Co., Ltd.	Research, development, design, and manufacture of specialized electronic equipment, testing instruments and accessories; sales of self-manufactured products and provision of corresponding technology testing services	210,960	(Note 2) (Note 3)	177,286	-	-	177,286	111,623	100.00	111,623	496,083	-	-
<u>Company name</u>	<u>Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2025</u>	<u>Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)</u>	<u>Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA (Note 5)</u>										
All Ring Tech Co., Ltd.	\$ 221,236	\$ 548,026	\$ 3,705,534										

(Note 1) Indirect investment in PRC through the existing company (PAI FU INTERNATIONAL LIMITED) located in the third area.

(Note 2) Indirect investment in PRC through the existing company (IMAGINE GROUP LIMITED) located in the third area.

(Note 3) \$58,600 (USD \$2,000 thousand) was indirectly invested in PRC through the existing company (PAI FU INTERNATIONAL LIMITED) located in a third area.

(Note 4) The Company recognised income (loss) based on audited financial statements of the investee.

(Note 5) The limit is the net worth or 60% of the consolidated net worth, whichever is greater.

(Note 6) Foreign currency amounts in the table are converted into TWD as follows: ending balances and carrying amounts are converted using the exchange rate on the financial reporting date (USD:NTD 1 : 29.30; RMB:USD 1 : 0.1397); profit or loss items are converted using the average exchange rate for the six-month period ended June 30, 2025 (USD:TWD 1 : 31.86 ; RMB:USD 1 : 0.1392).

All Ring Tech Co., Ltd. and Subsidiaries

Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area

For the six-month period ended June 30, 2025

Table 9

Expressed in thousands of NTD

Investee in Mainland China	Sale (purchase)		Property transaction		Accounts receivable (payable)		Provision of endorsements/guarantees or collaterals		Financing				Others
	Amount	%	Amount	%	Balance at June 30, 2025	%	Balance at June 30, 2025	Purpose	Maximum balance during the six-month period ended June 30, 2025	Balance at June 30, 2025	Interest rate	Interest during the six-month period ended June 30, 2025	
All Ring Tech (Kunshan) Co., Ltd.	\$ 26,315	1%	\$ -	—	\$ 10,617	—	\$ -	—	\$ 148,265	\$ 148,265	2%	\$ -	—
	( 790,356)	29%	-	—	( 141,756)	1%	-	—	-	-	—	-	—