Stock Code: 2397

DFI Inc. and its subsidiaries

Consolidated Financial Statements and Independent Auditors' Review Report

For the three months ended March 31, 2026 and 2025

This is the translation of the financial statements. CPAs do not audit on this translation

Company Address: 10F, No. 97, Sec. 1, Xintai 5th Rd., Xizhi Dist., New Taipei City
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The independent auditors’ report and the accompanying financial statements are the English translation of the Chinese version prepared and used in the Republic of China. The translation is not prepared by the independent auditor. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors’ report and financial statements, the Chinese version shall prevail.

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Independent Auditors' Review Report

The Board of Directions and Shareholders DFI Inc.:

Foreword

We have reviewed the accompanying consolidated balance sheet as of March 31, 2026 and 2025 of DFI Inc. and its subsidiaries (hereinafter collectively the "Group"), which comprise the consolidated income statement, consolidated statement of changes in equity, and consolidated statement of cash flow from January 1 to March 31, 2026 and 2025, as well as the notes to the consolidated financial report (including the summary of significant accounting policies). It is the responsibility of the management to prepare fair presentation consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission. The responsibility of the CPAs is to draw conclusions on the consolidated financial report based on the results of their review.

Scope

We conducted our reviews in accordance with SRE 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." Except for the effects of the matter(s) described in the Basis for Qualified Conclusion paragraph. A review of the 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 conducted in accordance with the generally accepted auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note IV (II) to the consolidated financial statements, a part of its insignificant subsidiaries of DFI Inc. has been included in the aforesaid consolidated financial statements based on the financial statements of these invested companies not reviewed by the independent auditors for the same period. As of 2026 and March 31, 2025, these subsidiaries had total assets of NTD (the same below) 915,811 thousand and 798,282 thousand respectively, representing 6.91% and 6.67% of total consolidated assets respectively; and total liabilities of 260,573 thousand and 118,134 thousand, respectively, representing 3.38% and 1.85% of total consolidated liabilities respectively; and its total comprehensive income (loss) of 26,746 thousand and 29,910 thousand respectively for the three months ended 2026 and the three months ended March 31, 2025, representing 17.31% and 15.81% of total consolidated comprehensive income (loss), respectively.

Except as described in the preceding paragraph, as stated in Note VI (VII) of the consolidated financial report, the Company and its subsidiaries had investments accounted for using the equity method amounting to NTD261,598 thousand and NTD265,374 as of March 31, 2026 and 2025. The shares of profit (loss) of associates accounted for using the equity method from January 1 to March 31, 2026 and 2025, were NTD1,319 thousand and (NTD442) thousand, based on the financial reports of the investee companies for the same period, which were not reviewed by accountants.

Qualified Conclusion

Based on our reviews, except for possible effects from financial statements of these insignificant subsidiaries and investees mentioned in the paragraph titled "Basis for Qualified Conclusion" if they were reviewed by independent auditors, 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 of March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34 "Interim Financial Reporting", which have been endorsed by the Financial Supervisory Commission and put into effect.

KPMG Taiwan

CPA:

Assurance Document Number Approved by Securities Authority	:	Jin-Guan-Zheng-Shen-Zi No. 1060005191 Jin-Guan-Zheng-Shen-Zi No. 1140362047

May 5, 2026

Notes to Reader

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

The independent auditors' review report and the accompanying financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and financial statements, the Chinese version shall prevail.

DFI Inc. and its subsidiaries

Consolidated Balance Sheet

As of March 31, 2026, December 31, 2025 and March 31, 2025

Unit: In Thousands of New Taiwan Dollars

		2026.3.31		2025.12.31		2025.3.31	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets:						
1100	Cash and cash equivalents (Note VI (I))	$ 2,502,436	19	2,403,301	19	2,243,515	19
1110	Financial assets measured at fair value through profit or loss - current (Note VI (II))	21,435	-	21,718	-	24,447	-
1136	Financial assets measured at amortized cost - current (Note VI (IV) and VIII)	14,336	-	29,730	1	6,064	-
1141	Contract assets - current (Note VI (XXIII))	33,779	-	5,212	-	10,569	-
1170	Net of notes and accounts receivable (Notes VI (V), (XXIII) and VIII)	1,989,114	15	1,879,184	15	1,840,285	16
1180	Accounts receivable - related parties (Notes VI (V), (XXIII) and VII)	151,069	1	165,730	1	172,541	1
1200	Other receivables (Notes VI (V) and VII)	173,136	1	194,580	2	163,175	1
130X	Inventories (Note VI (VI))	2,954,877	23	2,517,513	21	2,285,510	19
1410	Prepayments	237,168	2	139,067	1	97,615	1
1470	Other current assets	13,470	-	11,240	-	15,434	-
	Total current assets	8,090,820	61	7,367,275	60	6,859,155	57
	Non-current assets:						
1510	Financial assets measured at fair value through profit or loss - non-current (Notes VI (II))	51,651	-	50,000	-	-	-
1517	Financial assets at fair value through other comprehensive income - non-current (Note VI (III))	59,923	-	49,551	-	61,436	1
1535	Financial assets measured at amortized cost - non-current (Notes VI (IV) & VIII)	70,602	1	26,650	-	3,489	-
1550	Investment under equity method (Note VI (VII))	261,598	2	265,039	2	265,374	2
1600	Property, plant and equipment (Notes VI (IX), VII & VIII)	2,282,621	17	2,173,157	18	2,275,844	19
1755	Right-of-use assets (Notes VI (X) & VII)	259,384	2	211,046	2	279,505	2
1760	Net of investment properties (Note VI (XI))	307,116	2	307,983	2	288,028	2
1780	Intangible assets (Notes VI (XII) & VII)	1,719,619	13	1,738,954	14	1,794,693	15
1840	Deferred income tax assets	83,588	1	79,946	1	91,968	1
1990	Other non-current assets	75,033	1	86,476	1	55,675	1
	Total non-current assets	5,171,135	39	4,988,802	40	5,116,012	43
	Total assets	$ 13,261,955	100	12,356,077	100	11,975,167	100

(Continued on the next page)

(Please refer to notes to consolidated financial statements)

Chairman: Chen Chi-Hong **Manager: Tien Chih-Yin** **Accounting Supervisor: Huang Li-Min**

DFI Inc. and its subsidiaries

Consolidated Balance Sheets (Continued)

As of March 31, 2026, December 31, 2025 and March 31, 2025

Unit: In Thousands of New Taiwan Dollars

		2026.3.31		2025.12.31		2025.3.31	
	Liabilities and equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities:						
2100	Short-term borrowings (Notes VI (XIII) and VIII)	$ 1,648,614	13	1,333,895	11	1,164,310	10
2110	Short-term notes and bills payable (Notes VI (XIII) and VIII)	24,600	-	-	-	-	-
2120	Financial liabilities measured at fair value through profit or loss - current (Note VI (II))	6,638	-	5,936	-	8,079	-
2130	Contract liabilities - current (Note VI (XXIII))	310,479	2	171,981	1	114,843	1
2170	Notes and accounts payable	2,045,878	15	1,804,763	15	1,372,641	11
2180	Accounts payable - related parties (Note VII)	104,388	1	57,457	1	61,056	1
2200	Other payables (Notes VI (XXI), (XXIV) & VII)	844,954	7	665,878	5	942,204	8
2230	Current income tax liabilities	162,687	1	120,762	1	152,555	1
2250	Provisions - current (Note VI (XVIII))	26,221	-	23,192	-	31,032	-
2280	Lease liabilities - current (Note VI (XVII) & VII)	76,191	1	69,017	1	93,792	1
2322	Long-term borrowings due within one year - current portion (Note VI (XV))	266,000	2	352,000	3	172,000	2
2325	Preferred share liabilities - current (Note VI (XVI))	-	-	-	-	165,754	1
2399	Other current liabilities	48,120	-	31,075	-	36,118	-
	Total current liabilities	5,564,770	42	4,635,956	38	4,314,384	36
	Non-current liabilities:						
2530	Corporate bonds payable (Note VI (XIV))	964,352	8	958,629	8	941,662	8
2540	Long-term borrowings (Notes VI (XV))	692,000	5	612,000	5	578,000	5
2570	Deferred income tax liabilities	318,445	2	322,752	2	385,582	3
2580	Lease liabilities - non-current (Note VI (XVII) & VII)	151,294	1	109,775	1	156,770	1
2640	Net defined benefit liabilities - non-current	14,457	-	15,025	-	14,612	-
2670	Other non-current liabilities	-	-	-	-	441	-
	Total non-current liabilities	2,140,548	16	2,018,181	16	2,077,067	17
	Total liabilities	7,705,318	58	6,654,137	54	6,391,451	53
	Equity attributable to the owners of the parent company (Note VI (XXI)):						
3110	Share capital - ordinary shares	1,144,889	8	1,144,889	9	1,144,889	10
3200	Capital reserve	899,191	7	898,872	7	898,315	8
3300	Retained earnings	1,239,152	9	1,432,841	12	1,255,584	10
3400	Other equity	(54,684)	-	(73,691)	(1)	(33,222)	-
	Total equity attributable to owners of parent company	3,228,548	24	3,402,911	27	3,265,566	28
36XX	**Non-controlling interests (Note VI (VIII) & (XXI))**	2,328,089	18	2,299,029	19	2,318,150	19
	Total equity	5,556,637	42	5,701,940	46	5,583,716	47
	Total liabilities and equity	$ 13,261,955	100	12,356,077	100	11,975,167	100

(Please refer to notes to consolidated financial statements)

Chairman: Chen Chi-Hong **Manager: Tien Chih-Yin** **Accounting Supervisor: Huang Li-Min**

DFI Inc. and its subsidiaries

Consolidated Statements of Comprehensive Income

January 1 to March 31, 2026 and 2025

Unit: In Thousands of New Taiwan Dollars

Code	Item	January to March 2026 Amount	%	January to March 2025 Amount	%
4000	**Net operating income (Notes VI (XXIII), VII and XIV)**	$ 3,030,612	100	2,556,705	100
5000	**Operating costs (Notes VI (VI), (IX), (X), (XII), (XVII), (XIX), (XXIV), VII & XII)**	(2,276,204)	(75)	(1,817,754)	(71)
	Gross profit	754,408	25	738,951	29
	Operating expenses (Notes VI (V), (IX), (X), (XI), (XII), (XVII), (XIX), (XXIV), VII & XII):				
6100	Selling and marketing expenses	(277,748)	(9)	(262,704)	(9)
6200	General and administrative expenses	(136,501)	(5)	(132,673)	(5)
6300	Research and development expenses	(156,585)	(5)	(127,812)	(5)
6450	Expected credit losses	(14,814)	-	(16,357)	(1)
6000	**Total operating expenses**	(585,648)	(19)	(539,546)	(20)
	Net operating income	168,760	6	199,405	9
	Non-operating income and expenses (Notes VI (VII), (XVII), (XXV) & VII)				
7100	Interest income	3,791	-	3,697	-
7010	Other income	9,078	-	6,608	-
7020	Other gain and loss	(1,689)	-	(10,896)	-
7050	Finance costs	(20,670)	(1)	(18,683)	(1)
7060	Share of profit or loss from associates recognized using the equity method	1,319	-	(442)	-
	Total non-operating income and expenses	(8,171)	(1)	(19,716)	(1)
7900	**Net profit before tax**	160,589	5	179,689	8
7950	**Less: Income tax expense (Note VI (XX))**	(40,224)	(1)	(40,976)	(2)
8200	**Net profit for the period**	120,365	4	138,713	6
	Other comprehensive income (Note VI (XX) and (XXI)):				
8310	**Items that will not be reclassified to profit or loss**				
8316	Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	10,372	-	1,464	-
8320	Shares of other comprehensive income of associates accounted for using the equity method	3	-	-	-
8349	Income tax relating to items that will not be reclassified	22	-	(140)	-
		10,397	-	1,324	-
8360	**Items that may be reclassified subsequently to profit or loss**				
8361	Exchange differences on translating the financial statements of foreign operations	23,034	1	48,808	2
8370	Shares of other comprehensive income of associates accounted for using the equity method	690	-	308	-
8399	Income tax relating to items that may be reclassified	-	-	-	-
		23,724	1	49,116	2
	Other comprehensive income (loss) for the period	34,121	1	50,440	2
8500	**Total comprehensive income (loss) for the period**	$ 154,486	5	189,153	8
	Net profit in current period attributable to:				
8610	Owners of the parent company	$ 86,809	3	106,558	5
8620	Non-controlling interests	33,556	1	32,155	1
		$ 120,365	4	138,713	6
	Total comprehensive income (loss) attributable to:				
8710	Owners of the parent company	$ 105,816	3	142,902	6
8720	Non-controlling interests	48,670	2	46,251	2
		$ 154,486	5	189,153	8
	Earnings per share (Unit: In New Taiwan Dollars, Note VI (XXII)):				
9750	**Basic earnings per share**	$	0.76		0.93
9850	**Diluted earnings per share**	$	0.76		0.93

(Please refer to notes to consolidated financial statements)

Chairman: Chen Chi-Hong **Manager: Tien Chih-Yin** **Accounting Supervisor: Huang Li-Min**

DFI Inc. and its subsidiaries

Consolidated Statements of Changes in Equity

January 1 to March 31, 2026 and 2025

Unit: In Thousands of New Taiwan Dollars

	Equity attributable to owners of parent company											
			Retained earnings				Other equity items					
	Share capital - ordinary shares	Capital reserve	Legal reserve	Special reserve	Unappropriated earnings	Total	Exchange differences on translating the financial statements of foreign operations	Unrealized gain (loss) on financial assets at fair value through other comprehensive income	Total	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
Balance as of January 1, 2025	$ 1,144,889	898,131	960,970	55,790	521,528	1,538,288	(70,975)	1,409	(69,566)	3,511,742	2,325,485	5,837,227
Net profit for the period	-	-	-	-	106,558	106,558	-	-	-	106,558	32,155	138,713
Other comprehensive income (loss) for the period	-	-	-	-	-	-	35,830	514	36,344	36,344	14,096	50,440
Total comprehensive income (loss) for the period	-	-	-	-	106,558	106,558	35,830	514	36,344	142,902	46,251	189,153
Distribution of earnings:												
Cash dividends for ordinary shares	-	-	-	-	(389,262)	(389,262)	-	-	-	(389,262)	-	(389,262)
Cash dividends distributed by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(52,501)	(52,501)
Disposition of unearned funds of employee stock ownership trust	-	102	-	-	-	-	-	-	-	102	-	102
Changes in percentage of ownership interests in subsidiaries	-	82	-	-	-	-	-	-	-	82	86	168
Non-controlling interests adjustments	-	-	-	-	-	-	-	-	-	-	(1,171)	(1,171)
Balance as of March 31, 2025	**$ 1,144,889**	**898,315**	**960,970**	**55,790**	**238,824**	**1,255,584**	**(35,145)**	**1,923**	**(33,222)**	**3,265,566**	**2,318,150**	**5,583,716**
Balance as of January 1, 2026	$ 1,144,889	898,872	1,004,828	69,565	358,448	1,432,841	(69,907)	(3,784)	(73,691)	3,402,911	2,299,029	5,701,940
Net profit for the period	-	-	-	-	86,809	86,809	-	-	-	86,809	33,556	120,365
Other comprehensive income (loss) for the period	-	-	-	-	-	-	14,133	4,874	19,007	19,007	15,114	34,121
Total comprehensive income (loss) for the period	-	-	-	-	86,809	86,809	14,133	4,874	19,007	105,816	48,670	154,486
Distribution of earnings:												
Cash dividends for ordinary shares	-	-	-	-	(280,498)	(280,498)	-	-	-	(280,498)	-	(280,498)
Cash dividends distributed by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(19,725)	(19,725)
Disposition of unearned funds of employee stock ownership trust	-	236	-	-	-	-	-	-	-	236	-	236
Changes in percentage of ownership interests in subsidiaries	-	83	-	-	-	-	-	-	-	83	115	198
Balance as of March 31, 2026	**$ 1,144,889**	**899,191**	**1,004,828**	**69,565**	**164,759**	**1,239,152**	**(55,774)**	**1,090**	**(54,684)**	**3,228,548**	**2,328,089**	**5,556,637**

(Please refer to notes to consolidated financial statements)

Chairman: Chen Chi-Hong **Manager: Tien Chih-Yin** **Accounting Supervisor: Huang Li-Min**

DFI Inc. and its subsidiaries
Consolidated Statements of Cash Flows
January 1 to March 31, 2026 and 2025
Unit: In Thousands of New Taiwan Dollars

	January to March 2026	January to March 2025
Cash flows from operating activities:		
Net profit before tax for the period	$ 160,589	179,689
Adjustment item:		
Adjustments for		
Depreciation expenses	56,348	58,837
Amortization expenses	25,298	25,005
Expected credit losses	14,814	16,357
Net loss (gain) on financial assets and liabilities at fair value through profit or loss	(1,312)	3,171
Interest expense	20,670	18,683
Interest income	(3,791)	(3,697)
Loss on disposal of property, plant and equipment	69	7
Share of loss (profit) from associates recognized using the equity method	(1,319)	442
Total revenue, expense and loss items	110,777	118,805
Changes in assets/liabilities related to operating activities:		
Net changes in assets related to operating activities:		
Financial assets mandatorily classified as measured at fair value through profit or loss	(56)	928
Contract assets	(28,567)	814
Notes and accounts receivable	(107,770)	262,511
Accounts receivable - related parties	14,661	(16,203)
Other receivables	9,834	(16,720)
Inventories	(437,364)	(206,046)
Prepayments	(98,101)	11,892
Other current assets	(3,077)	(4,340)
Other operating assets	56	139
Total net changes in assets related to operating activities	(650,384)	32,975
Net changes in liabilities related to operating activities:		
Financial liabilities held for trading	702	(1,186)
Contract liabilities	138,498	725
Notes and accounts payable	241,115	(148,843)
Accounts payable - related parties	46,931	(5,875)
Other payables	(155,553)	(110,842)
Provision for liabilities	3,029	595
Other current liabilities	17,045	19,088
Net defined benefit liabilities	(671)	(650)
Other operating liabilities	-	(462)
Total net changes in liabilities related to operating activities	291,096	(247,450)
Total net changes in assets and liabilities related to operating activities	(359,288)	(214,475)
Total adjustment items	(248,511)	(95,670)
Cash generated from (used in) operations	(87,922)	84,019
Interest received	3,622	3,872
Interest paid	(14,225)	(13,675)
Income tax paid	(7,695)	(13,326)
Net cash generated from (used in) operating activities	(106,220)	60,890

(Continued on the next page)

(Please refer to notes to consolidated financial statements)

Chairman: Chen Chi-Hong **Manager: Tien Chih-Yin** **Accounting Supervisor: Huang Li-Min**

DFI Inc. and its subsidiaries

Cash Flow Statements (Continued from the previous page)

January 1 to March 31, 2026 and 2025

Unit: In Thousands of New Taiwan Dollars

	January to March 2026	January to March 2025
Cash flows from investing activities:		
Purchase of financial assets measured at amortized cost	(42,656)	(3,338)
Proceeds from disposal of financial assets at amortized cost	15,394	-
Increase in prepayments for investments	(15,000)	-
Purchase of property, plant and equipment	(89,105)	(11,753)
Proceeds from disposal of property, plant and equipment	-	12
Increase in refundable deposits	(739)	(8,823)
Purchase of intangible assets	(16,812)	(522)
Decrease (increase) in other non-current assets	27,229	(54)
Net cash outflows from investing activities	(121,689)	(24,478)
Cash flows from financing activities:		
Increase in short-term borrowings	1,091,645	1,867,810
Decrease in short-term borrowings	(792,911)	(2,099,010)
Increase in short-term bills payable	24,600	-
Proceeds from long-term borrowings	80,000	306,000
Repayments of long-term borrowings	(86,000)	(406,000)
Repayment of lease principal	(21,737)	(24,545)
Disposition of employee stock ownership trust inflows	434	270
Net cash inflows (outflows) from financing activities	296,031	(355,475)
Effect of changes in exchange rate	31,013	49,728
Increase (decrease) in cash and cash equivalents for the current period	99,135	(269,335)
Cash and cash equivalents at the beginning of the period	2,403,301	2,512,850
Cash and cash equivalents at the end of the period	$ 2,502,436	2,243,515

(Please refer to notes to consolidated financial statements)

Chairman: Chen Chi-Hong **Manager: Tien Chih-Yin** **Accounting Supervisor: Huang Li-Min**

DFI Inc. and its subsidiaries
Notes to Consolidated Financial Statements
For the three months ended March 31, 2026 and 2025
(The amount shall be dominated in thousands of NTD, unless otherwise specified)

I. Company History

On July 14, 1981, DFI Inc. (the “Company”) was established and registered under the approval from the Ministry of Economic Affairs, having the registered address of 10F, No. 97, Sec. 1, Xintai 5th Rd., Xizhi Dist., New Taipei City. The Company and its subsidiaries (hereafter collectively referred to as "the Group") are principally engaged in the manufacturing and sales of board cards and computer components for industrial computers, services for intelligent products of industrial automation.

II. Date and Procedures for Approval of Financial Statements

The consolidated financial statements were approved and issued by the Board of Directors on May 5, 2026.

III. Application of Newly Issued and Revised Standards and Interpretations

(I) Effect of adopting new and amended standards and interpretations endorsed by the Financial Supervisory Commission

As of January 1, 2026, the Group began to apply the following newly revised International Financial Reporting Standards (IFRS), which has not had a significant impact on the consolidated financial statements.

- Amendments to IFRS 17 "Insurance Contracts" and IFRS 17
- Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"
- Annual Improvements to IFRSs
- Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

(II) New and amended standards and interpretations not yet endorsed by the FSC

The standards and interpretations issued and amended by the IASB but not yet endorsed by the FSC that may be related to the Group are as follows:

New issued or amended standards	Main amendments	Effective date of issuance by IASB
IFRS 18 "Presentation and Disclosure of Financial Statements"	The new guidelines introduce three categories of income and expenses, two subtotals on the income	January 1, 2027 Note: On September 25,

New issued or amended standards	Main amendments	Effective date of issuance by IASB
	statement, and a single footnote regarding management performance measurement. These three amendments and enhancements to the guidance on segmenting information in financial statements lay the foundation for providing users with improved and consistent information, and will have an impact on all companies. • A more structured income statement: The company currently uses various formats to express its financial performance, which makes it challenging for investors to compare the financial performance of different companies. The new guidelines have implemented a more structured income statement. They have introduced a new subtotal called 'operating profit' and require that all revenues and expenses be classified into three new categories based on the company's main business activities. • Management Performance Measurement (MPMs): The new criteria introduce the concept of management performance measurement. Companies are now required to provide an explanation, in a single footnote in the financial statements, regarding the usefulness of each measurement indicator, its calculation method, and how it is adjusted for amounts recognized in accordance with international financial reporting standards accounting principles. • More detailed information: The new guidelines provide instructions on how companies can improve the organization of information in financial	2025, FSC issued a press release announcing that Taiwan will adopt International Financial Reporting Standards 18 starting from fiscal year 2028. If the Company has a need for early adoption, it may elect to adopt early upon approval by the FSC.

New issued or amended standards	Main amendments	Effective date of issuance by IASB
	statements. This guidance includes determining whether the information should be included in the primary financial statements or further disaggregated in the notes.	

The Group is now continuously assessing the impact of the above standards and interpretations on the financial position and operating results of the Group, and will disclose the related impact after completing the assessment.

The Group expects that the following newly issued and amended standards that have not been endorsed will not deliver a material impact on the consolidated financial statements.

- Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"
- Amendments to IFRS 19 "Subsidiaries without Public Accountability: Disclosures" and IFRS 19
- Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"

IV. Summary of Significant Accounting Policies

(I) Statement of Compliance

The consolidated financial statements have been prepared in accordance with the Guidelines Governing the Preparation of Financial Reports by Securities Issuers ("Guidelines") and International Accounting Standards 34, "Interim Financial Reporting," which have been endorsed by the FSC and put into effect. The consolidated financial statements do not include all the necessary information that should be disclosed in the entire annual consolidated financial statements prepared in accordance with the International Financial Reporting Standards, International Accounting Standards, Interpretations, and Interpretative Bulletins, which have been endorsed by the FSC and put into effect.

Besides the descriptions mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2025. For the related information, please refer to Note IV of the consolidated financial statements for the year ended December 31, 2025.

(II) Basis of Consolidation

1. Subsidiaries included in the consolidated financial statements

Name of investor company	Name of subsidiary	Nature of business	Comprehensive shareholding % 2026.3.31	Comprehensive shareholding % 2025.12.31	Comprehensive shareholding % 2025.3.31	Description
The Company	DFI AMERICA, LLC.	Sales of industrial computer cards	100.00%	100.00%	100.00%	Note 1
The Company	DFI Co., Ltd.	Sales of industrial computer cards	100.00%	100.00%	100.00%	Note 1
The Company	Yan Tong Technology Ltd. (Yan Tong)	Investment business	100.00%	100.00%	100.00%	Note 1
The Company	Diamond Flower Information (NL) B.V. (DFI BV)	Sales of industrial computer cards	100.00%	100.00%	100.00%	Note 1
Yan Tong	Yan Ying Hao Trading (Shenzhen) Co., Ltd. (Yan Ying Hao)	Wholesale, import and export of computer boards and cards, host computers, electronic parts and components	100.00%	100.00%	100.00%	Note 1
The Company	AEWIN Technologies Co., Ltd. (AEWIN)	Design, manufacture and sale of industrial computer motherboards and related products	51.38%	51.38%	51.38%	
AEWIN	Arivor Technologies Co., Ltd. (Arivor)	Wholesale of computer and peripheral equipment and software	51.38%	-	-	Note 2
AEWIN	Wise way international CO., LTD. (Wise way)	Investment business	51.38%	51.38%	51.38%	
AEWIN	Aewin Tech Inc.	Wholesale of computer and peripheral equipment and software	51.38%	51.38%	51.38%	
Wise way	Bright profit enterprise Limited (Bright profit)	Investment business	51.38%	51.38%	51.38%	
Bright profit	Aewin Beijing Technologies Co., Ltd. (Beijing AEWIN)	Wholesale of computer and peripheral equipment and software	51.38%	51.38%	51.38%	
The Company	Ace Pillar Co., Ltd. (Ace Pillar)	Automated control and testing, processing, sales, repair, and mechanical and electrical integration of industrial transmission systems	46.71%	46.71%	46.71%	
Ace Pillar	Cyber South Management Ltd. (Cyber South)	Holding Company	46.71%	46.71%	46.71%	
Ace Pillar/	Tianjin Ace Pillar Co., Ltd. (Tianjin Ace Pillar)	Trade of transmission mechanical components	46.71%	46.71%	46.71%	
Cyber South	Proton Inc.(Proton)	Holding Company	46.71%	46.71%	46.71%	
Cyber South	Ace Tek (HK) Holding Co., Ltd. (Ace Tek)	Holding Company	46.71%	46.71%	46.71%	
Ace Tek	ADVANCEDTEK ACE (TJ) INC. (Quansheng Information)	Electronic system integration	46.71%	46.71%	46.71%	
The Company/Ace Pillar	Transpak Equipment Corporation (TPK)	Production, manufacturing, and trading of bundling equipment	49.87%	49.87%	49.87%	
Cyber South	Suzhou Super Pillar Automation Equipment Co., Ltd. (Suzhou Super Pillar)	Processing and technical services of mechanical transmission and control products	46.71%	46.71%	46.71%	Note 1
Ace Pillar	ACE Energy Co., Ltd. (ACE)	Energy technical services	46.64%	46.64%	46.64%	Note 1
ACE	BlueWalker GmbH (BWA)	Trading and services of energy management products	46.64%	46.64%	46.64%	
Ace Pillar	Standard Technology Corporation (Standard Co.)	Trading of semiconductor optoelectronic equipment and consumables and equipment maintenance services	28.03%	28.03%	28.03%	Note 1
Standard Co.	Standard Technology Corp. (STCBVI)	Holding Company	28.03%	28.03%	28.03%	Note 1
STCBVI	Standard International Trading (Shanghai) Co., Ltd. (Shanghai Standard)	Trading of semiconductor optoelectronic equipment and consumables and equipment maintenance services	28.03%	28.03%	28.03%	Note 1

Note 1: These are non-significant subsidiaries. Except for DFI AMERICA, LLC. and DFI BV, which were reviewed by accountants in the first quarter of 2026, and DFI BV, Yan Ying Hao, Suzhou Super Pillar, and Standard Co., which were reviewed by accountants in the first quarter of 2025, the other financial statements have not been reviewed by accountants.

Note 2: Arivor Technologies Co., Ltd. was established and registered in February 2026.

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

(III) Employee benefits

Pensions to defined benefit plans in the interim period are calculated based on the actuarially determined pension cost rate on the reporting date of the previous year. The calculation basis is from the beginning of the year to the end of the period, and it is adjusted for any significant market volatility, significant curtailment, settlement or other significant one-off events after the reporting date.

(IV) Income taxes

The income tax expenses have been prepared and disclosed by the Group in accordance with paragraph B12 of International Accounting Standards 34 “Interim Financial Reporting”.

Income tax expenses are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecast by the management and are all recognized as the current income tax expenses.

Income tax expenses recognized directly in equity or other comprehensive income are measured at the tax rates that are expected to apply when the related assets and liabilities are realized or settled, based on the temporary differences between their carrying amounts for financial reporting purposes and their tax bases.

V. Major Sources of Uncertainty in Significant Accounting Judgments, Estimates and Assumptions

When preparing the consolidated financial statements in conformity with the Guidelines and the IAS 34 "Interim Financial Reporting" endorsed by the FSC and put into effect, the management shall make judgments, estimates, and assumptions regarding the future (including climate-related risks and opportunities), which will affect the adoption of accounting policies and the reported amounts of assets, liabilities, incomes, and expenses. Actual results may differ from estimates.

In preparing the consolidated financial statements, the significant judgments and the major sources of estimation uncertainty made by the management in applying the accounting policies of the Group are consistent with Note V to the consolidated financial statements for the year ended December 31, 2025.

VI. Description of Significant Accounting Items

Besides the descriptions mentioned below, the description of significant accounting items in the consolidated financial statements has no major differences from that in the consolidated financial statement for the year ended December 31, 2025. For the related information, please refer to the consolidated financial statements for the year ended December 31, 2025.

(I) Cash and cash equivalents

	2026.3.31	2025.12.31	2025.3.31
Cash on hand and petty cash	$ 674	528	662
Demand deposits and check deposits	2,056,375	2,001,620	1,841,934
Time deposits with original maturity date within three months	445,387	401,153	400,919
	$ 2,502,436	2,403,301	2,243,515

(II) Financial instruments at fair value through profit or loss

	2026.3.31	2025.12.31	2025.3.31
Financial assets mandatorily classified at fair value through profit or loss - current:			
Non-hedging derivative instruments:			
Forward foreign exchange contracts	$ 809	287	1,388
Foreign exchange SWAP contracts	100	566	-
Redemption option of convertible bonds	50	100	1,400
	959	953	2,788
Non-derivative financial assets:			
Fund beneficiary certificates	20,476	20,765	21,659
	$ 21,435	21,718	24,447

	2026.3.31	2025.12.31	2025.3.31
Equity instruments at fair value through profit or loss - non-current:			
Stocks of domestic unlisted companies	$ 51,651	50,000	-

	2026.3.31	2025.12.31	2025.3.31
Financial liabilities held for trading - current:			
Derivative financial instruments			
Forward foreign exchange contracts	$ 1,005	2,474	439
Foreign exchange SWAP contracts	5,633	3,462	7,640
	$ 6,638	5,936	8,079

Please refer to Note VI (XXV) Non-operating income and expenses for the amount recognized in profit or loss measured at fair value.

The Group engages in derivative financial instruments to hedge the exposure to exchange rate risk arising from operating activities, which are reported as financial assets or liabilities at fair value through profit or loss because hedge accounting is not applied. The details of the derivative financial instruments not yet matured as of the reporting date are as follows:

1. Forward foreign exchange contracts

2026.3.31

Currency	Contract amount (in thousands)	Maturity period
Buy JPY/Sell USD	USD 837	2026.04
Buy USD/Sell RMB	USD 2,426	2026.04
Buy USD/Sell RMB	RMB 77,028	2026.04
Buy RMB/Sell USD	USD 1,600	2026.04
Buy USD/Sell EUR	USD 1,750	2026.04
Buy EUR/Sell USD	USD 2,366	2026.04

2025.12.31

Currency	Contract amount (in thousands)	Maturity period
Buy JPY/Sell USD	USD 625	2026.01
Buy USD/Sell RMB	USD 2,063	2026.01
Buy USD/Sell RMB	RMB 89,867	2026.01
Buy RMB/Sell USD	USD 1,600	2026.01
Buy USD/Sell EUR	USD 1,850	2026.01
Buy EUR/Sell USD	USD 2,808	2026.01

2025.3.31

Currency	Contract amount (in thousands)	Maturity period
Buy JPY/Sell USD	USD 1,205	2025.04
Buy USD/Sell RMB	USD 2,152	2025.04
Buy USD/Sell RMB	RMB 103,475	2025.04
Buy RMB/Sell USD	USD 860	2025.04
Buy USD/Sell EUR	USD 710	2025.04
Buy EUR/Sell USD	USD 3,652	2025.04

2. Foreign exchange swap contracts

2026.3.31

Currency	Contract amount (in thousands)	Maturity period
Swap in NTD/swap out USD	USD 22,700	2026.04
Swap in NTD/swap out RMB	RMB 20,000	2026.04

2025.12.31

Currency	Contract amount (in thousands)	Maturity period
Swap in NTD/swap out USD	USD 29,350	2026.01
Swap in NTD/swap out RMB	RMB 4,000	2026.01

2025.3.31

Currency	Contract amount (in thousands)	Maturity period
Swap in NTD/swap out USD	USD 28,600	2025.04

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

	2026.3.31	2025.12.31	2025.3.31
Equity instruments measured at fair value through other comprehensive income:			
Foreign unlisted (OTC) stocks	$ 59,923	49,551	61,436

The Group holds such equity instrument investments for the long-term strategic investment purpose, instead of trading purpose. Therefore, they have been designated as measured at fair value through other comprehensive income.

The Group did not dispose of the above-mentioned strategic investments for the three months ended March 31, 2026 and 2025, and the gain or loss accumulated during those periods were not transferred to equity.

(IV) Financial assets measured at amortized cost

	2026.3.31	2025.12.31	2025.3.31
Financial assets measured at amortized cost - current			
Time deposits with original maturity date of three months or more	$ -	-	3,321
Restricted deposit	11,486	13,897	-
Pledged certificate of deposit	2,850	15,833	2,743
	$ 14,336	29,730	6,064

		2026.3.31	2025.12.31	2025.3.31
Financial assets measured at amortized cost - non-current:				
Restricted deposit	$	36,414	23,375	-
Corporate bonds		34,188	3,275	3,489
	$	70,602	26,650	3,489

The Group assesses that the above assets are held for the purpose of collecting contractual cash flows and that the cash flows of these financial assets are solely payments of principal and interest on the principal amount outstanding, and, therefore, they are recorded as financial assets measured at amortized cost.

Due to a procurement contract dispute involving its subsidiary, Tianjin Ace Pillar, the Group's bank deposits of NTD36,414 thousand (RMB7,861 thousand) were subject to a provisional attachment by the court. Accordingly, such bank deposits were reclassified under "financial assets measured at amortized cost – non-current." The Group has fully accrued the related payables for the amount requested by the supplier and has engaged legal counsel to handle the related matters in order to protect the Group's equity.

Please refer to Note VIII for details of the aforesaid financial assets pledged as collateral by the Group.

(V) Notes and accounts receivable and other receivables

		2026.3.31	2025.12.31	2025.3.31
Notes receivable	$	92,167	153,350	263,818
Accounts receivable		1,921,039	1,751,102	1,629,684
Accounts receivable - related parties		151,069	165,730	172,541
Less: loss allowance		(24,092)	(25,268)	(53,217)
	$	2,140,183	2,044,914	2,012,826
Accounts receivable - materials purchased on behalf of others	$	262,394	293,854	129,961
Insurance claims receivable		56,131	53,787	-
Other receivables		73,451	63,147	25,474
Other receivables - related parties		25,934	758	7,740
Less: loss allowance		(244,774)	(216,966)	-
	$	173,136	194,580	163,175

The Group uses a simplified approach to estimate expected credit losses for all accounts receivable, which is measured using the lifetime expected credit losses and includes forward-looking information. The expected credit losses of the Group's accounts receivable are analyzed as follows:

	2026.3.31		
	Carrying amount of accounts receivable	**Weighted average expected credit loss rate**	**Allowance for expected credit losses for the duration of the period**
Not overdue	$ 1,818,767	0.09%	1,551
1-30 days overdue	64,335	0.32%	207
31-60 days overdue	13,233	2.12%	281
61-90 days overdue	2,707	19.28%	522
Overdue for more than 90 days	21,997	0~100%	21,531
	$ 1,921,039		**24,092**

	2025.12.31		
	Carrying amount of accounts receivable	**Expected credit loss rate**	**Allowance for expected credit losses for the duration of the period**
Not overdue	$ 1,551,881	0.01%	175
1-30 days overdue	161,040	0.82%	1,325
31-60 days overdue	8,164	0.76%	62
61-90 days overdue	1,910	0.08%	2
Overdue for more than 90 days	28,107	0~100%	23,704
	$ 1,751,102		**25,268**

	2025.3.31		
	Carrying amount of accounts receivable	**Weighted average expected credit loss rate**	**Allowance for expected credit losses for the duration of the period**
Not overdue	$ 1,370,657	0~0.69%	2,512
1-30 days overdue	166,844	0~11.09%	5,656
31-60 days overdue	30,073	0~22.37%	796
61-90 days overdue	12,821	0~32.54%	2,768
Overdue for more than 90 days	49,289	0~100%	41,485
	$ 1,629,684		**53,217**

As of March 31, 2026, December 31, 2025 and March 31, 2025, notes and accounts receivable - related parties have been assessed by the Group that there was no expected credit loss. The analysis was as follows:

	2026.3.31	2025.12.31	2025.3.31
Not overdue	$ 239,674	318,308	397,909
1-30 days overdue	3,562	769	38,446
31-60 days overdue	-	-	4
Overdue for more than 90 days	-	3	-
	$ 243,236	319,080	436,359

The statements of changes in the allowance for losses of the Group's notes and accounts receivable (including related parties) are listed as follows:

	January to March 2026	January to March 2025
Beginning balance	$ 25,268	36,526
Provision (reversal) of impairment losses for the period	(2,160)	16,357
Unrecoverable amount written off for current year	(345)	(289)
Estimated (reversal of) insurance claims on accounts receivable	716	(161)
Foreign exchange gains or losses	613	784
Ending balance	$ 24,092	53,217

Please refer to Note VIII for details of the notes receivable used by the Group to provide pledge guarantees.

The statement of changes in the allowance for losses of the Group's doubtful other receivable is listed as follows:

	2026.3.31	2025.3.31
Beginning balance	$ 216,966	-
Recognition of impairment losses	16,974	-
Reclassification	3,940	-
Effect of changes in exchange rate	6,894	-
Ending balance	$ 244,774	-

The Group recognized separate allowances for expected credit losses of NTD244,774 thousand and NTD216,966 thousand for other receivables arising from the purchase of materials on behalf of customers and other related transactions in China as of March 31, 2026, and December 31, 2025, respectively. Other receivables were assessed as having no expected credit losses.

(VI) Inventories

	2026.3.31	2025.12.31	2025.3.31
Raw materials	$ 1,539,862	1,086,526	794,880
Work in progress	309,313	235,607	293,267
Finished goods and commodities	981,442	1,067,570	1,070,084
Goods in transit	122,158	111,044	125,164
Outsourced processed goods	2,102	16,766	2,115
	$ 2,954,877	2,517,513	2,285,510

The inventory-related expenses and losses recognized as the operating cost in the current period are detailed as follows:

	January to March 2026	January to March 2025
Cost of inventory sold	$ 2,271,053	1,804,900
Loss on decline in value of inventories (recovery benefit)	1,967	(1,731)
Inventory scrap loss	71	27
Inventory gain	(18)	(29)
	$ 2,273,073	1,803,167

The above inventory price loss was due to the write-down of inventories to net realizable value at the end of the period, thus recognized as loss on inventories. The gain on reversal of inventory valuation arises from obsolete inventory sold or scrapped, and the gain on reversal is recognized within the scope of inventory price loss.

(VII) Investments accounted for under the equity method

1. Acquisition of Affiliated Enterprise – APLEX Technology Inc.

   The associates that are significant to the Company are as follows:

			2026.3.31		2025.12.31		2025.3.31	
Name of affiliated enterprise	Nature of relationship with the Company	Primary business premises/country of incorporation	Percentage of voting rights	Carrying amount	Percentage of voting rights	Carrying amount	Percentage of voting rights	Carrying amount
APLEX Technology Inc. (APLEX)	The main business is the research and development, as well as the manufacturing, of industrial computer products, serving as a strategic partner of the Company.	Taiwan	13.36%	$ 261,598	13.36%	$ 265,039	13.36%	265,374

For affiliated companies of significant importance to the Group that are already listed, their fair values are as follows:

	2026.3.31	2025.12.31	2025.3.31
APLEX	$ 186,150	189,868	235,476

(1) Summary Financial Information of APLEX:

	2026.3.31	2025.12.31	2025.3.31
Current assets	$ 609,856	561,466	556,372
Non-current assets	1,561,538	1,574,059	1,588,847
Current liabilities	(306,989)	(240,146)	(232,935)
Non-current liabilities	(336,178)	(341,218)	(355,302)
Net assets	$ 1,528,227	1,554,161	1,556,982
Net assets attributable to non-controlling interests	$ -	-	-
Net assets attributable to the owners of the investee company	$ 1,528,227	1,554,161	1,556,982

	January to March 2026	January to March 2025
Operating revenue	$ 242,443	206,234
Net profit for the period from continued operating units	$ 9,731	(3,312)
Other comprehensive income	5,166	2,305
Total comprehensive income	$ 14,897	(1,007)
Total comprehensive income attributable to non-controlling interests	$ -	-
Total comprehensive income attributable to the owners of the investee company	$ 14,897	(1,007)

	January to March 2026	January to March 2025
Beginning net asset book value of the Group for associates	$ 265,039	272,944
Total comprehensive income attributable to the Group for the period	2,012	(134)
Dividends received from associates for this period	(5,453)	(7,436)
End net asset book value of the Group for associates	$ 261,598	265,374

(VIII) Subsidiaries and non-controlling interests

1. Subsidiaries with material non-controlling interests

The non-controlling interests of subsidiaries that are material to the Group are as follows:

Name of subsidiary	**Primary business premises/country of incorporation**	**Proportion of non-controlling interests in ownership interests**		
		2026.3.31	**2025.12.31**	**2025.3.31**
Ace Pillar	Taiwan	53.29%	53.29%	53.29%
AEWIN	Taiwan	48.62%	48.62%	48.62%

The summarized financial information of the above subsidiaries is stated as follows, prepared in accordance with IFRS accounting standards endorsed by the FSC and reflecting adjustments made by the Group to the fair value and differences in accounting policies on the acquisition date, and the financial information is the amount before elimination of intercompany transactions within the Group:

(1) Summarized financial information of Ace Pillar:

	2026.3.31	**2025.12.31**	**2025.3.31**
Current assets	$ 3,346,140	3,214,283	3,044,774
Non-current assets	2,538,648	2,543,702	2,607,571
Current liabilities	(1,810,402)	(1,755,216)	(1,515,687)
Non-current liabilities	(712,380)	(721,467)	(795,212)
Net assets	$ 3,362,006	3,281,302	3,341,446
Carrying amount of non-controlling interests at end of period	$ 1,669,399	1,625,948	1,662,951

	January to March 2026	**January to March 2025**
Net operating income	$ 1,374,746	1,070,908
Net profit for the period	$ 80,128	61,606
Other comprehensive income	22,841	23,565
Total comprehensive income	$ 102,969	85,171
Net profit for the period attributable to non-controlling interests	$ 42,677	31,380
Total comprehensive income attributable to non-controlling interests	$ 55,304	44,413

	January to March 2026	**January to March 2025**
Cash flows from operating activities	$ 31,757	38,929
Cash flows from investing activities	(14,373)	(16,229)
Cash flows from financing activities	28,130	(210,177)
Effect of changes in exchange rate	16,382	21,195
Increase (decrease) in cash and cash equivalents	$ 61,896	(166,282)

(2) Summarized financial information of AEWIN

	2026.3.31	2025.12.31	2025.3.31
Current assets	$ 1,845,087	1,748,908	1,642,402
Non-current assets	972,604	933,505	977,232
Current liabilities	(951,322)	(788,143)	(719,386)
Non-current liabilities	(506,869)	(505,173)	(547,930)
Net assets	$ 1,359,500	1,389,097	1,352,318
Ending balance of non-controlling interests at book value	$ 658,690	673,081	655,199

	January to March 2026	January to March 2025
Operating revenue	$ 559,664	500,783
Net profit (loss) for the period	$ (18,759)	1,595
Other comprehensive income	5,113	2,186
Total comprehensive income	$ (13,646)	3,781
Net profit (loss) for the period attributable to non-controlling interests	$ (9,121)	775
Total comprehensive income attributable to non-controlling interests	$ (6,634)	1,838

	January to March 2026	January to March 2025
Cash flows from operating activities	$ (6,235)	(79,832)
Cash flows from investing activities	(44,776)	(4,209)
Cash flows from financing activities	69,581	26,731
Effect of changes in exchange rate	9,134	4,983
Increase (decrease) in cash and cash equivalents	$ 27,704	(52,327)

(IX) Property, plant and equipment

	Land	Buildings	Machinery equipment	Office equipment	Other equipment	Unfinished construction	Total
Costs:							
Balance as of January 1, 2026	$ 701,412	1,646,103	410,652	83,570	427,043	446	3,269,226
Addition	-	-	92,606	129	12,169	28,771	133,675
Disposal	-	-	-	-	(1,739)	-	(1,739)
Reclassification	-	-	-	-	446	(446)	-
Effect of changes in exchange rate	-	11,533	22	793	3,544	-	15,892
Balance as of March 31, 2026	$ 701,412	1,657,636	503,280	84,492	441,463	28,771	3,417,054
Balance as of January 1, 2025	$ 721,431	1,648,912	417,327	82,176	401,159	7,542	3,278,547
Addition	-	1,100	704	598	6,945	4,324	13,671
Disposal	-	-	(391)	(330)	(324)	-	(1,045)
Reclassification	-	-	-	-	2,183	(743)	1,440
Effect of changes in exchange rate	-	7,382	18	863	2,337	219	10,819
Balance as of March 31, 2025	$ 721,431	1,657,394	417,658	83,307	412,300	11,342	3,303,432
Accumulated depreciation and impairment loss:							
Balance as of January 1, 2026	$ -	419,365	326,243	69,788	280,673	-	1,096,069
Depreciation	-	10,755	8,810	1,488	11,380	-	32,433
Disposal	-	-	-	-	(1,670)	-	(1,670)
Effect of changes in exchange rate	-	4,395	10	734	2,462	-	7,601
Balance as of March 31, 2026	$ -	434,515	335,063	72,010	292,845	-	1,134,433
Balance as of January 1, 2025	$ -	373,529	309,214	66,081	241,880	-	990,704
Depreciation	-	11,844	8,540	1,740	10,639	-	32,763
Disposal	-	-	(391)	(325)	(310)	-	(1,026)
Effect of changes in exchange rate	-	2,623	10	766	1,748	-	5,147
Balance as of March 31, 2025	$ -	387,996	317,373	68,262	253,957	-	1,027,588
Carrying amount:							
March 31, 2026	$ 701,412	1,223,121	168,217	12,482	148,618	28,771	2,282,621
January 1, 2026	$ 701,412	1,226,738	84,409	13,782	146,370	446	2,173,157
March 31, 2025	$ 721,431	1,269,398	100,285	15,045	158,343	11,342	2,275,844

Please refer to Note VIII for property, plant and equipment pledged as collaterals for borrowings.

(X) Right-of-use assets

	Land	Buildings	Transportation equipment	Total
Cost of right-of-use assets:				
Balance as of January 1, 2026	$ 49,349	361,405	3,063	413,817
Addition	-	70,234	-	70,234
Decrease and lease amendment	-	(19,570)	-	(19,570)
Effect of changes in exchange rate	522	2,269	22	2,813
Balance as of March 31, 2026	$ 49,871	414,338	3,085	467,294
Balance as of January 1, 2025	$ 49,601	457,918	5,103	512,622
Addition	-	557	-	557
Decrease and lease amendment	-	(2,649)	(826)	(3,475)
Effect of changes in exchange rate	344	4,393	14	4,751
Balance as of March 31, 2025	$ 49,945	460,219	4,291	514,455

	Land		Buildings	Transportation equipment	Total
Accumulated depreciation of right-of-use assets:					
Balance as of January 1, 2026	$	8,559	193,157	1,055	202,771
Depreciation		307	22,486	255	23,048
Decrease and lease amendment		-	(19,570)	-	(19,570)
Effect of changes in exchange rate		96	1,551	14	1,661
Balance as of March 31, 2026	**$**	**8,962**	**197,624**	**1,324**	**207,910**
Balance as of January 1, 2025	$	7,402	201,364	1,680	210,446
Depreciation		308	24,373	517	25,198
Decrease and lease amendment		-	(2,649)	(826)	(3,475)
Effect of changes in exchange rate		57	2,720	4	2,781
Balance as of March 31, 2025	**$**	**7,767**	**225,808**	**1,375**	**234,950**
Carrying amount:					
March 31, 2026	**$**	**40,909**	**216,714**	**1,761**	**259,384**
January 1, 2026	**$**	**40,790**	**168,248**	**2,008**	**211,046**
March 31, 2025	**$**	**42,178**	**234,411**	**2,916**	**279,505**

(XI) Investment property

	Land		Buildings	Total
Costs:				
Balance as of January 1, 2026 (i.e., balance as of March 31, 2026)	**$**	**261,568**	**79,444**	**341,012**
Balance as of January 1, 2025 (i.e., balance as of March 31, 2025)	**$**	**241,549**	**78,974**	**320,523**
Accumulated depreciation and impairment loss:				
Balance as of January 1, 2026	$	-	33,029	33,029
Depreciation for the current period		-	867	867
Balance as of March 31, 2026	**$**	**-**	**33,896**	**33,896**
Balance as of January 1, 2025	$	-	31,619	31,619
Depreciation for the current period		-	876	876
Balance as of March 31, 2025	**$**	**-**	**32,495**	**32,495**
Carrying amount:				
March 31, 2026	**$**	**261,568**	**45,548**	**307,116**
January 1, 2026	**$**	**261,568**	**46,415**	**307,983**
March 31, 2025	**$**	**241,549**	**46,479**	**288,028**

The fair value of the Group's investment property is not materially different from the information disclosed in Note VI (XI) to the consolidated financial statements for 2025.

(XII) Intangible assets

	Goodwill	Patent	Trademark	Client relationship	Computer software	Total
Costs:						
Balance as of January 1, 2026	$ 804,247	62,024	177,478	898,153	140,662	2,082,564
Separate acquisition	-	-	-	-	5,926	5,926
Write-off for the current period	-	-	-	-	(58)	(58)
Effects of changes in exchange rate	-	-	-	-	65	65
Balance as of March 31, 2026	$ 804,247	62,024	177,478	898,153	146,595	2,088,497
Balance as of January 1, 2025	$ 801,429	62,024	177,478	898,153	121,718	2,060,802
Business combinations adjusted during the measurement period	2,818	-	-	-	-	2,818
Separate acquisition	-	-	-	-	522	522
Write-off for the current period	-	-	-	-	(616)	(616)
Effects of changes in exchange rate	-	-	-	-	62	62
Balance as of March 31, 2025	$ 804,247	62,024	177,478	898,153	121,686	2,063,588
Accumulated amortization:						
Balance as of January 1, 2026	$ -	14,469	28,135	187,743	113,263	343,610
Amortization	-	2,555	4,437	14,869	3,437	25,298
Write-off for the current period	-	-	-	-	(58)	(58)
Effects of changes in exchange rate	-	-	-	-	28	28
Balance as of March 31, 2026	$ -	17,024	32,572	202,612	116,670	368,878
Balance as of January 1, 2025	$ -	4,280	10,436	128,224	101,520	244,460
Amortization	-	2,524	4,389	14,912	3,180	25,005
Write-off for the current period	-	-	-	-	(616)	(616)
Effects of changes in exchange rate	-	-	-	-	46	46
Balance as of March 31, 2025	$ -	6,804	14,825	143,136	104,130	268,895
Carrying amount:						
Balance as of March 31, 2026	$ 804,247	45,000	144,906	695,541	29,925	1,719,619
Balance as of January 1, 2026	$ 804,247	47,555	149,343	710,410	27,399	1,738,954
Balance as of March 31, 2025	$ 804,247	55,220	162,653	755,017	17,556	1,794,693

According to International Accounting Standards 36, the goodwill acquired by a business combination shall be tested for impairment at least every year. There is no goodwill loss according to the impairment test result of the Group on December 31, 2025, please refer to Note VI (XII) of the Consolidated Financial Statements of 2025. On March 31, 2026, the Group evaluated the achievement of operating revenue and net operating income of the relevant cash-generating unit in the first quarter of 2026, and the budget assessment of future operating revenue and profit, and there was no impairment.

(XIII) Short-term borrowings and short-term notes and bills payable

1. Details of short-term borrowings facilities of the Group are as follows:

	2026.3.31	2025.12.31	2025.3.31
Unsecured bank loans	$ 1,630,490	1,288,943	1,131,519
Secured bank loans	18,124	44,952	32,791
	$ 1,648,614	1,333,895	1,164,310
Unused lines of credit	$ 7,450,570	7,567,467	6,716,196
Range of interest rate	1.75%~4.35%	1.8%~4.5%	0.5%~3.7%

2. Details of short-term notes and bills payable of the Group are as follows:

	2026.3.31	2025.12.31	2025.3.31
Bonds under repurchase agreements	$ 24,600	-	-
Liabilities for repurchase price	24,728	-	-
Contractual annual interest rate	2.078%	-	-
Contractual repurchase date	2026/6/16	-	-

3. Please refer to Note VIII for details of the situation where the Group pledged assets as collaterals for bank loan line and short-term notes and bills payable.

(XIV) Corporate bonds payable

The information regarding the issuance of unsecured convertible bonds by the consolidated subsidiaries AEWIN and Ace Pillar is as follows:

	2026.3.31	2025.12.31	2025.3.31
Total amount of convertible bonds issued	$ 1,000,000	1,000,000	1,000,000
Unamortized balance of discount on corporate bonds payable	(35,648)	(41,371)	(58,338)
Outstanding balance of corporate bonds payable as of the end of the period	$ 964,352	958,629	941,662

The consolidated subsidiary, AEWIN, on July 16, 2024, pursuant to a resolution of its Board of Directors, decided to issue its second domestic unsecured convertible bonds in

Taiwan to repay bank loans and strengthen operational capital. The issuance was approved by the Financial Supervisory Commission (FSC) on August 13, 2024, and the bonds were issued on September 3, 2024. The bonds have a term of three years and will mature on September 3, 2027. The total face value of the bonds is NTD500,000 thousand, with a coupon rate of 0%. The initial effective interest rate is 2.4%. The convertible corporate bonds were publicly underwritten through a competitive auction. The actual issue price per bond was 114.32% of the face value, resulting in a total raised amount of NTD566,323 thousand (after deducting issuance costs of NTD5,277 thousand).

The other issuance conditions of AEWIN's bonds are as follows:

1. Repayment Method

   Except in cases where the bonds are converted into AEWIN's ordinary shares in accordance with the issuance regulations, or AEWIN redeems the bonds early in accordance with the issuance regulations, or AEWIN repurchases and cancels the bonds through a securities firm's business office, AEWIN shall repay the bonds in cash at their face value within ten business days following the day after the maturity date of the convertible bonds.

2. Redemption Method

   (1) From the day after three months following the issuance until forty days before the expiration of the issuance period, if the closing price of AEWIN's ordinary shares exceeds 30% of the conversion price for thirty consecutive business days, AEWIN has the option to redeem the outstanding bonds in cash at face value within the following thirty business days.

   (2) From the day after three months following the issuance until forty days before the expiration of the issuance period, if the outstanding balance of the circulating bonds falls below NTD50 million, AEWIN may redeem the outstanding bonds in cash at face value at any time thereafter.

3. Conversion Period

   From the day after three months following the issuance until the maturity date, bondholders may, except during any legally required suspension of transfer periods (The restriction that conversion is prohibited during statutory book-closure periods does not include the book-closure periods for shareholders' meetings, whether regular or special), request at any time to convert their bonds into ordinary shares in accordance with the conversion terms. This conversion can be done through AEWIN's designated stock transfer agent.

4. Conversion Price

   The conversion price per share at the time of issuance is set at NTD85.0. If any events occur involving AEWIN's ordinary shares that require an adjustment to the conversion price in accordance with the issuance terms, the conversion price will be adjusted according to the formula specified in the conversion terms. This bond does not have any reset provisions. Effective July 20, 2025, the conversion price was adjusted to NTD83.9.

On September 26, 2024, the Board of Directors of the consolidated subsidiary Ace Pillar resolved to issue the second domestic unsecured convertible corporate bonds to repay bank loans and enhance operating funds. This proposal was approved by the Financial Supervisory Commission on October 25, 2024, and the bonds will be issued starting November 15, 2024, maturing on November 15, 2027. The issuance period is three years, with a total face value of NTD500,000 thousand, a coupon rate of 0%, and an initial effective interest rate of 2.4%. The convertible corporate bonds were publicly underwritten through a competitive auction. The actual issue price per bond was 107.06% of the face value, resulting in a total raised amount of NTD530,026 thousand (after deducting issuance costs of NTD5,276 thousand).

The other issuance conditions of Ace Pillar's bonds are as follows:

1. Repayment Method

   Except in cases where the bonds are converted into Ace Pillar's ordinary shares in accordance with the issuance regulations, or Ace Pillar redeems the bonds early in accordance with the issuance regulations, or Ace Pillar repurchases and cancels the bonds through a securities firm's business office, Ace Pillar shall repay the bonds in cash at their face value within ten business days following the day after the maturity date of the convertible bonds.

2. Redemption Method

   (1) From the day after three months following the issuance until forty days before the expiration of the issuance period, if the closing price of Ace Pillar's ordinary shares exceeds 30% of the conversion price for thirty consecutive business days, Ace Pillar has the option to redeem the outstanding bonds in cash at face value within the following thirty business days.

   (2) From the day after three months following the issuance until forty days before the expiration of the issuance period, if the outstanding balance of the circulating bonds falls below NTD50,000 thousand, Ace Pillar may redeem the outstanding bonds in cash at face value at any time thereafter.

3. Conversion Period

   From the day after three months following the issuance until the maturity date, bondholders may, except during any legally required suspension of transfer periods (The restriction that conversion is prohibited during statutory book-closure periods does not include the book-closure periods for shareholders' meetings, whether regular or special), request at any time to convert their bonds into ordinary shares in accordance with the conversion terms. This conversion can be done through Ace Pillar's designated stock transfer agent.

4. Conversion Price

   The conversion price per share at the time of issuance is set at NTD133.1. If any events occur involving Ace Pillar's ordinary shares that require an adjustment to the conversion price in accordance with the issuance terms, the conversion price will be adjusted according to the formula specified in the conversion terms. This bond does not have any reset provisions. Effective July 21, 2025, the conversion price was adjusted to NTD132.5.

(XV) Long-term borrowings

	2026.3.31	2025.12.31	2025.3.31
Unsecured bank loans	$ 958,000	964,000	750,000
Less: portion due within one year	(266,000)	(352,000)	(172,000)
	$ 692,000	612,000	578,000
Unused lines of credit	$ 2,480,000	2,080,000	2,230,000
Year of maturity	116~117	116~117	115~116
Range of interest rate	1.87%~1.88%	1.88%~1.89%	1.88%~1.9%

Please refer to Note VIII for details of the situation where the Group pledged assets as collaterals for bank loan line.

(XVI) Preferred share liabilities

On July 10, 2024, the Board of Directors of the consolidated subsidiary, Tekpak, resolved to issue 1,000 Class A preferred shares at an issue price of NTD10 per share, for a total issuance amount of NTD10 thousand. The key terms of the issuance of the Class A preferred shares are as follows:

1. In addition to the right to dividend distribution of the Class A preferred shares specified in the company's Articles of Association, Class A preferred shareholders have no rights to any surplus asset distributions, voting rights, the right to be elected as directors or supervisors, the right to receive dividends or bonuses, or any other rights or interests.
2. Class A preferred shares cannot be converted to ordinary shares.
3. The Class A preferred shares are non-transferable.

4. If there is a surplus in 2024, TPK should pay taxes in accordance with the law, cover any losses, and allocate 10% of the statutory surplus to the legal reserve. The remaining surplus should then be distributed to Class A preferred shareholders as dividends, based on TPK's profitability.
5. TPK is required to pay the aforementioned preferred share dividends by April 30, 2025. Upon payment, the Class A preferred shares will be unconditionally redeemed.

The fair value of the preferred share liabilities of the Group subsidiary, Transpak Equipment Corporation, based on estimated future cash flows, was NTD165,754 thousand as of March 31, 2025. On April 29, 2025, it paid preferred share dividends of NTD165,754 thousand, and on July 23, 2025, the preferred shares were redeemed.

(XVII) Lease liabilities

The carrying amount of the lease liabilities of the Group is as follows:

	2026.3.31	2025.12.31	2025.3.31
Current	$ 76,191	69,017	93,792
Non-current	$ 151,294	109,775	156,770

Please refer to Note VI (XXVI) Liquidity Risk for the maturity analysis of lease liabilities.

The amounts recognized in profit or loss are as follows:

	January to March 2026	January to March 2025
Interest expense on lease liabilities	$ 1,478	1,678
Short-term leases expenses and lease expenses of low-value assets	$ 4,905	3,036

The amounts recognized in the cash flow statement are as follows:

	January to March 2026	January to March 2025
Total cash outflow for leases	$ 28,120	29,259

Important lease terms:

1. Lease of land, buildings and structures

   The Group has leased land, buildings and structures as the office premise, warehouse and plant. The lease period of the land use right is 50 years, and the lease periods of the office premise, warehouse and plant are usually 2 to 10 years. Some leases include the options to extend the original lease contract by the same period when the lease period expires.
2. Other leases

   The Group has leased the transport equipment with a lease period of 1 to 3 years. In addition, certain of the Group's leases for offices and office equipment and other assets are short-term leases or leases of low-value assets, and the Group has selected to apply the provision of exemption from recognition and not recognized them as relevant right-of-use assets and lease liabilities.

(XVIII) Provisions - product warranty

	2026.3.31	2025.12.31	2025.3.31
Provision for warranty	$ 26,221	23,192	31,032

The warranty provisions for products of the Group are mainly related to the industrial computer board cards and systems, and the warranty provision is estimated based on the historical warranty data of similar products.

(XIX) Employee benefits

1. Defined benefit plans

Since there were no significant market fluctuations, significant curtailments, settlements, or other significant one-off events after the reporting date of the prior fiscal year, the Group adopted the actuarially determined pension cost on December 31, 2025 and 2024 to measure and disclose pension costs for interim periods.

The reported expenses of the Group are detailed as follows:

	January to March 2026	January to March 2025
Operating costs	36	13
Operating expenses	3	(16)
	39	**(3)**

2. Defined contribution plans

The reported expenses of the Group are detailed as follows:

	January to March 2026	January to March 2025
Operating costs	3,217	3,481
Operating expenses	13,621	14,933
	16,838	**18,414**

(XX) Income taxes

1. The income tax expenses of the Group are detailed as follows:

	January to March 2026	January to March 2025
Current income tax expense	$ 48,060	45,830
Deferred income tax benefits	(7,836)	(4,854)
Income tax expenses	**$ 40,224**	**40,976**

2. The details of income tax benefits (expenses) recognized by the Group under other comprehensive income are as follows:

		January to March 2026	January to March 2025
Items that will not be reclassified to profit or loss:			
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income		22	(140)
	$	22	(140)

3. Circumstances of income tax approval

   The Company’s profit-seeking enterprise income tax has been approved by the tax authority for the year 2023.

(XXI) Capital and other equities

Besides the descriptions mentioned below, there were no significant changes in capital and other equities in the consolidated financial statements for the three months ended March 31, 2026 and 2025. For the related information, please refer to Note VI (XXI) of the consolidated financial statements for the year ended December 31, 2025.

1. Share capital - ordinary shares

   As of March 31, 2026, December 31, 2025 and March 31, 2025, the total authorized capital of the Company was NTD1,772,000 thousand, which was divided into 177,200 thousand shares at NTD10 per share. The number of issued shares were both 114,489 thousand shares. The reserved capital for issuance of stock options to employees in the authorized share capital is 20,000 thousand shares.

2. Capital reserve

   The Company's capital reserve balance is analyzed as follows:

		2026.3.31	2025.12.31	2025.3.31
Share premium	$	599,203	599,203	599,203
Differences between the actual price for acquisition or disposal of the subsidiaries and their carrying amount		183,410	183,410	183,410
Recognized changes in percentage of ownership interests in subsidiaries		90,831	90,748	90,659
Gain on asset disposal		808	808	808
Others		24,939	24,703	24,235
	$	899,191	898,872	898,315

Pursuant to the provisions of the Company Act, the capital reserve shall be first used to recover the loss before it is distributed as the realized capital reserve to the shareholders based on their respective shareholding ratios in the form of new shares or cash. If the aforementioned is done in cash, is authorized to be resolved by the Board of Directors and reported to the Shareholders' Meeting. The realized capital reserve as termed in the preceding sentence includes the proceeds from the shares issued at a premium over the face value and the income from the acceptance of donations. Pursuant to the provision of Regulations Governing the Offering and Issuance of Securities by Securities Issuers, the capital reserve shall be accrued out of the capital, and the total amount accrued every year shall be no higher than ten percent of the paid-in capital.

3. 3. Retained earnings and dividend policy

Under the provision of the Articles of Association of the Company, if there are any earnings in the final settlement, it shall first accrue the tax, make up the accumulated loss, and then set aside 10% as the legal surplus reserve, except when the legal surplus reserve has reached the paid-in capital of the Company. If there are any earnings after the special surplus reserve is set aside or reversed in accordance with the law, the Board of Directors shall formulate the earnings distribution proposal together with the accumulated unappropriated earnings and submit them to the Shareholders' Meeting for dividend distribution. The Board of Directors is authorized to make a resolution to distribute and report to the Shareholders' Meeting if the earnings distribution shall be in the form of cash dividends.

According to the Articles of Association of the Company, due to the fierce competition in the industry, the volatile environment, and the stable growth stage of the Company's life cycle, to effectively master the Company's future investment opportunities, working capital needs, and long-term financial planning, and to meet shareholders' cash inflow needs, the Board of Directors formulates the earnings distribution proposal should take into account the general distribution level of the relevant industry and adopt a balanced dividend policy, and distribute according to the principle of prudence. If the Company's annual final settlement has earnings of 2% of the capital, the dividend distribution should not be less than 10% of the distributable earnings for the year, and the proportion of cash dividends paid each year should not be less than 10% of the total of cash and stock dividends paid for the year.

(1) Legal reserve

Pursuant to the provision of the Company Act, when the Company makes no loss, it may, by resolution of the Shareholders' Meeting, distribute the legal surplus reserve in the form of new shares or in cash to the extent that such legal reserve exceeds 25% of the total paid-in capital. If the aforementioned is done in cash, is authorized to be resolved by the Board of Directors and reported to the Shareholders' Meeting.

(2) Special reserve

Under the regulations issued by the Financial Supervisory Commission, when distributing the distributable earnings, for the net deductibles of other shareholders' equity incurred in the current year, the Company shall accrue the special surplus reserve in the same amount out of the amount of current after-tax net income added to the current unappropriated earnings, including items other than current after-tax net income and the unappropriated earnings in the previous period, and for the deductibles of other shareholders' equity accumulated in the previous period, the Company shall not distribute the special surplus reserve in the same amount accrued out of the unappropriated earnings in the previous period. If deductibles of other shareholders' equity are reversed in future, the reversed portion may be distributed as earnings.

4. Distribution of earnings

On March 3, 2026, and February 25, 2025, the Company's Board of Directors resolved the cash dividend amounts for the profit distribution plans for the fiscal years 2025 and 2024, respectively. The distribution amounts are as follows:

	2025		2024	
	Dividend per share (NTD)	**Amount**	**Dividend per share (NTD)**	**Amount**
Dividends distributed to owners of common stock:				
Cash dividends	$ 2.45	280,498	3.4	389,262

The information regarding the earnings distribution can be found on the MOPS (Market Observation Post System).

5. Other equities (net amount after tax)

	Exchange differences on translating the financial statements of foreign operations	Unrealized gain (loss) on financial assets at fair value through other comprehensive income	Total
Balance as of January 1, 2026	$ (69,907)	(3,784)	(73,691)
Exchange difference from conversion of net assets of foreign operating organizations	13,443	-	13,443
Unrealized gain (loss) on financial assets at fair value through other comprehensive income	-	4,871	4,871
Shares of other comprehensive income of associates accounted for using the equity method	690	3	693
Balance as of March 31, 2026	$ (55,774)	1,090	(54,684)
Balance as of January 1, 2025	$ (70,975)	1,409	(69,566)
Exchange difference from conversion of net assets of foreign operating organizations	35,522	-	35,522
Unrealized gain (loss) on financial assets at fair value through other comprehensive income	-	514	514
Shares of other comprehensive income of associates accounted for using the equity method	308	-	308
Balance as of March 31, 2025	$ (35,145)	1,923	(33,222)

6. Non-controlling interests (net amount after tax)

	January to March 2026	January to March 2025
Beginning balance	$ 2,299,029	2,325,485
Shares attributable to non-controlling interests:		
Net profit for the period	33,556	32,155
Exchange differences on translating the financial statements of foreign operations	9,591	13,286
Unrealized gain (loss) on financial assets at fair value through other comprehensive income	5,506	911
Income taxes related to other comprehensive income	17	(101)
Non-controlling interests adjustments	-	(1,171)
Cash dividends distributed by subsidiaries to non-controlling interests	(19,725)	(52,501)
Changes in ownership interests in subsidiaries	115	86
Ending balance	$ 2,328,089	2,318,150

(XXII) Earnings per share

1. Basic earnings per share

	January to March 2026	January to March 2025
Net profit attributable to ordinary shareholders of the Company	$ 86,809	106,558
Weighted average number of outstanding ordinary shares (in thousands of shares)	114,489	114,489
Basic earnings per share (NTD)	$ 0.76	0.93

2. Diluted earnings (loss) per share

	January to March 2026	January to March 2025
Net profit attributable to ordinary shareholders of the Company	$ 86,809	106,558
Weighted average number of outstanding ordinary shares (in thousands of shares)	114,489	114,489
Effects of potential ordinary shares with dilution effect (in thousands of shares):		
Effects of employee stock compensation	437	413
Weighted average number of outstanding ordinary shares (after adjusting for the dilutive effect of potential ordinary shares) (in thousands of shares)	114,926	114,902
Diluted earnings per share (NTD)	$ 0.76	0.93

(XXIII) Revenue from customer contracts

1. Breakdown of revenue

	January to March 2026	January to March 2025
Main products and services:		
Industrial computer cards and system	$ 1,531,740	1,310,474
Industrial automation intelligence	739,541	456,118
Equipment and consumables	304,982	355,011
Others	454,349	435,102
	$ 3,030,612	2,556,705

2. Balance of contracts

	2026.3.31	2025.12.31	2025.3.31
Notes and accounts receivable (including related parties)	$ 2,164,275	2,070,182	2,066,043
Less: loss allowance	(24,092)	(25,268)	(53,217)
	$ 2,140,183	2,044,914	2,012,826
Contract assets	$ 33,779	5,212	10,569
Contract liabilities	$ 310,479	171,981	114,843

For the disclosure of notes and accounts receivable (including related parties) and their impairments, please see Note VI (V) for details.

The contract assets and liabilities mainly come from the difference between the time point of satisfying the performance obligation when the Group transfers goods to a customer and the time point of the customer's payment. The opening balances of contract liabilities as of January 1, 2026, and January 1, 2025, were recognized as revenue in the amounts of NTD113,491 thousand and NTD86,002 thousand, respectively, from January 1 to March 31, 2026, and 2025.

(XXIV) Compensation of employees and directors

On May 22, 2025, the Company's shareholders resolved to amend the Articles of Incorporation. Pursuant to the amended Articles, if the Company has profits in a given fiscal year, 5% and 20% of such profits shall be allocated as employee compensation, and no more than 1% for director compensation. Of the employee compensation, the distribution of compensation for entry-level employees shall not be less than 10% of the total employee compensation mentioned above. But if the Company still has an accumulated loss, a certain amount should be reserved in advance for offsetting. Under the Articles of Incorporation prior to the amendment, the Company shall set aside at least 5-20% of the earnings, if any, in the year as compensation to the employees and no greater than 1% as compensation to directors. But if the Company still has an accumulated loss, a certain amount should be reserved in advance for offsetting. The beneficiaries of the aforesaid employees' compensation, if distributed in stock or in cash, shall include the employees of the controlled companies or affiliates of the Company who meet certain conditions.

For the three months ended March 31, 2026 and 2025, the estimated employee compensations of the Company were NTD7,691 thousand and NTD9,536 thousand, respectively, and the estimated director compensations were NTD824 thousand and NTD1,022 thousand, respectively, which were estimated based on the Company's pre-tax net income before deducting the compensations of employees and directors multiplied by the Company's proposed distribution rate of compensations of employees and directors for each period, and were reported as operating costs or operating expenses for each such period. If the actually distributed amount of next year is different from the estimate, the difference will be treated as an accounting estimate change and listed in the profit and loss of next year.

The estimated employee compensation amounts for the Company in 2025 and 2024 are NTD26,315 thousand and NTD36,219 thousand, respectively. The estimated director compensation amounts are NTD2,820 thousand and NTD3,878 thousand, respectively. There is no discrepancy with the actual distribution. Relevant information can be found on the Market Observation Post System.

(XXV) Non-operating income and expenses

1. Interest income

	January to March 2026	January to March 2025
Interest on bank deposit	$ 3,524	3,629
Interest income from financial assets measured at amortized cost	266	63
Interest on deposits	1	1
Others	-	4
	$ 3,791	3,697

2. Other income

	January to March 2026	January to March 2025
Rental income	$ 852	852
Government subsidy income	2,997	-
Others	5,229	5,756
	$ 9,078	6,608

3. Other gains and losses

	January to March 2026	January to March 2025
Loss on disposal of property, plant and equipment	$ (69)	(7)
Gain on foreign currency exchange	22,941	11,254
Loss on financial instruments at fair value through profit or loss	(23,719)	(22,102)
Other losses	(842)	(41)
	$ (1,689)	(10,896)

4. Finance costs

	January to March 2026	January to March 2025
Bank interest expenses	$ 13,469	11,417
Interest expense on corporate bonds	5,723	5,588
Financial expenses on lease liabilities	1,478	1,678
	$ 20,670	18,683

(XXVI) Financial instruments

Besides the descriptions mentioned below, there are no significant changes in the fair value of financial instruments, and credit risk, liquidity risk, and market risk due to the exposure of financial instruments of the Group. For the related information, please refer to the consolidated financial statements for the year ended December 31, 2025.

1. Types of financial instruments

(1) Financial assets

	2026.3.31	2025.12.31	2025.3.31
Financial assets measured at fair value through profit or loss - current	$ 21,435	21,718	24,477
Financial instruments at fair value through profit or loss - non-current	51,651	50,000	-
Financial assets at fair value through other comprehensive income - non-current	59,923	49,551	61,436
Financial assets measured at amortized cost:			
Cash and cash equivalents	2,502,436	2,403,301	2,243,515
Financial assets measured at amortized cost - current	14,336	29,730	6,064
Notes receivable, accounts receivable, and other receivables (including related parties)	2,313,319	2,239,494	2,176,001
Financial assets measured at amortized cost - non-current	70,602	26,650	3,489
Refundable deposits (reported in other non-current assets)	41,049	40,310	41,495
Subtotal	4,941,742	4,739,485	4,470,564
Total	$ 5,074,751	4,860,754	4,556,477

(2) Financial liabilities

	2026.3.31	2025.12.31	2025.3.31
Financial liabilities measured at fair value through profit or loss - current:			
Held for trading	$ 6,638	5,936	8,079
Preferred share liabilities - current	-	-	165,754
Subtotal	6,638	5,936	173,833
Financial liabilities measured at amortized cost:			
Notes payable, accounts payable and other payables (including related parties)	2,995,220	2,528,098	2,375,901
Short-term borrowings	1,648,614	1,333,895	1,164,310
Short-term notes and bills payable	24,600	-	-
Corporate bonds payable	964,352	958,629	941,662
Long-term borrowings (including the part due within one year)	958,000	964,000	750,000
Lease liabilities (including current and non-current)	227,485	178,792	250,562
Subtotal	6,818,271	5,963,414	5,482,435
Total	$ 6,824,909	5,969,350	5,656,268

2. Liquidity risk

   The following table shows the contractual maturity date of financial liabilities, including the impact of estimated interest, and prepared at the undiscounted cash flow.

	Contractual cash flows	Within 1 year	1-2 years	2-5 years	5 years and above
March 31, 2026					
Non-derivative financial liabilities:					
Short-term borrowings (floating rates)	$ 1,656,174	1,656,174	-	-	-
Short-term notes and bills payable	24,708	24,708	-	-	-
Corporate bonds payable	1,000,000	-	1,000,000	-	-
Long-term borrowings (floating rates)	979,054	281,161	577,022	120,871	-
Notes payable, accounts payable and other payables (including related parties, with no interest)	2,995,220	2,995,220	-	-	-
Lease liabilities (including current and non-current)	239,112	80,677	48,413	87,871	22,151
Subtotal	6,894,268	5,037,940	1,625,435	208,742	22,151
Derivative financial instruments:					
Forward foreign exchange contracts - gross delivery					
Outflow	644,526	644,526	-	-	-
Inflow	(644,330)	(644,330)	-	-	-
Foreign exchange SWAP contracts - gross delivery					
Outflow	818,273	818,273	-	-	-
Inflow	(812,740)	(812,740)	-	-	-
Subtotal	5,729	5,729	-	-	-
	$ 6,899,997	5,043,669	1,625,435	208,742	22,151
December 31, 2025					
Non-derivative financial liabilities:					
Short-term borrowings (floating rates)	$ 1,340,968	1,340,968	-	-	-
Corporate bonds payable	1,000,000	-	1,000,000	-	-
Long-term borrowings (floating rates)	985,874	367,275	457,031	161,568	-
Notes payable, accounts payable and other payables (including related parties, with no interest)	2,528,098	2,528,098	-	-	-
Lease liabilities	186,323	72,677	41,492	70,917	1,237
Subtotal	6,041,263	4,309,018	1,498,523	232,485	1,237
Derivative financial instruments:					
Forward foreign exchange contracts - gross delivery					
Outflow	685,808	685,808	-	-	-
Inflow	(683,621)	(683,621)	-	-	-
Foreign exchange SWAP contracts - gross delivery					
Outflow	939,830	939,830	-	-	-
Inflow	(936,934)	(936,934)	-	-	-
Subtotal	5,083	5,083	-	-	-
	$ 6,046,346	4,314,101	1,498,523	232,485	1,237

	Contractual cash flows	Within 1 year	1-2 years	2-5 years	5 years and above
March 31, 2025					
Non-derivative financial liabilities:					
Short-term borrowings (floating rates)	$ 1,167,760	1,167,760	-	-	-
Preferred share liabilities	165,754	165,754	-	-	-
Corporate bonds payable	1,000,000	-	-	1,000,000	-
Long-term borrowings (floating rates)	766,184	185,133	568,946	12,105	-
Notes payable, accounts payable and other payables (including related parties, with no interest)	2,375,901	2,375,901	-	-	-
Lease liabilities (including current and non-current)	258,118	97,205	72,349	76,198	12,366
Subtotal	5,733,717	3,991,753	641,295	1,088,303	12,366
Derivative financial instruments:					
Forward foreign exchange contracts - gross delivery					
Outflow	759,417	759,417	-	-	-
Inflow	(760,366)	(760,366)	-	-	-
Foreign exchange SWAP contracts - gross delivery					
Outflow	947,954	947,954	-	-	-
Inflow	(940,314)	(940,314)	-	-	-
Subtotal	6,691	6,691	-	-	-
	$ 5,740,408	3,998,444	641,295	1,088,303	12,366

The Group doesn't expect the time point of the cash flow under the maturity date analysis will come much earlier or the actual amount will be substantially different.

3. Exchange rate risk

The carrying value of monetary assets and liabilities not denominated in functional currency (including monetary items denominated in non-functional currencies that have been written off in the consolidated financial statements) of the Group at the reporting date and their sensitivity to changes in foreign currencies are analyzed as follows (monetary unit: In thousands of NTD):

	2026.3.31				
	Foreign currency	Exchange rate	NTD	Exchange rate fluctuation	Profit and loss influence (before tax)
Financial assets					
Monetary items					
USD (Note 1)	$ 66,823	31.9950	2,138,005	1%	21,380
USD (Note 2)	2,742	6.9068	87,744	1%	877
RMB	20,113	4.6324	93,173	1%	932
JPY	5,106	0.2004	1,023	1%	10
Financial liabilities					
Monetary items					
USD (Note 1)	40,416	31.9950	1,293,102	1%	12,931
USD (Note 2)	15,803	6.9068	505,628	1%	5,056
JPY	5,167	0.2004	1,035	1%	10

	2025.12.31					
		Foreign currency	Exchange rate	NTD	Exchange rate fluctuation	Profit and loss influence (before tax)
Financial assets						
Monetary items						
USD (Note 1)	$	61,415	31.4300	1,930,285	1%	19,303
USD (Note 2)		4,134	6.9919	129,944	1%	1,299
RMB		4,353	4.4952	19,566	1%	196
JPY		13,482	0.2007	2,706	1%	27
Financial liabilities						
Monetary items						
USD (Note 1)		30,254	31.4300	950,868	1%	9,509
USD (Note 2)		16,945	6.9919	532,572	1%	5,326
JPY		28,493	0.2007	5,719	1%	57

	2025.3.31					
		Foreign currency	Exchange rate	NTD	Exchange rate fluctuation	Profit and loss influence (before tax)
Financial assets						
Monetary items						
USD (Note 1)	$	57,963	33.2050	1,924,660	1%	19,247
USD (Note 2)		3,156	7.2521	104,799	1%	1,048
Financial liabilities						
Monetary items						
USD (Note 1)		21,610	33.2050	717,551	1%	7,176
USD (Note 2)		16,713	7.2521	554,958	1%	5,550
JPY		10,090	0.2226	2,246	1%	22

Note 1: Exchange rate between USD and NTD.

Note 2: Exchange rate between USD and RMB.

Due to the wide variety of functional currencies of the Group, the exchange gain or loss of monetary items are disclosed through consolidation. Please refer to Note VI (XXV) for details of foreign currency exchange (loss) gain (including realized and unrealized) for the three months ended March 31, 2026 and 2025.

4. Fair value

   (1) Financial instruments not measured at fair value

   The management of the Group believes that the carrying amounts of the financial assets and liabilities of the Group classified as amortized cost in the consolidated financial statements are close to their fair value.

(2) Financial instruments measured at fair value

The Group's financial assets/liabilities measured at fair value through profit and loss and the financial assets measured at fair value through other comprehensive income are measured at fair value on the basis of repeatability. The following table provides relevant analysis of the financial instruments measured at fair value after initial recognition and classifies these assets into levels 1 to 3 based on the observable extent of fair value. Different fair value levels are defined as follows:

A. Level 1: Open quotation of the same asset or liability in the active market (without adjustment).

B. Level 2: The input parameter of the asset or liability is directly observable (namely price) or indirectly observable (namely, inferred from price), except for the open quotations included in level 1.

C. Level 3: The input parameters of assets or liabilities are not based on observable market data (non-observable parameters).

	2026.3.31			
	Fair value			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss:				
Derivative financial instruments - Forward foreign exchange contracts	$ -	809	-	809
Derivative financial instruments - Foreign exchange SWAP contracts	-	100	-	100
Fund beneficiary certificates	20,476	-	-	20,476
Stocks of domestic unlisted companies	-	-	51,651	51,651
Redemption option of convertible bonds	-	-	50	50
	$ 20,476	909	51,701	73,086
Financial assets at fair value through other comprehensive income:				
Foreign unlisted stocks	$ -	-	59,923	59,923
	$ -	-	59,923	59,923
Financial liabilities measured at fair value through profit or loss:				
Derivative financial instruments - Forward foreign exchange contracts	$ -	1,005	-	1,005
Derivative financial instruments - Foreign exchange SWAP contracts	-	5,633	-	5,633
	$ -	6,638	-	6,638

	2025.12.31			
	Fair value			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss:				
Derivative financial instruments - Forward foreign exchange contracts	$ -	287	-	287
Derivative financial instruments - Foreign exchange SWAP contracts	-	566	-	566
Fund beneficiary certificates	20,765	-	-	20,765
Stocks of domestic unlisted companies	-	-	50,000	50,000
Redemption option of convertible bonds	-	-	100	100
	$ 20,765	853	50,100	71,718

	2025.12.31			
	Fair value			
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income:				
Foreign unlisted stocks	$ -	-	49,551	49,551
	$ -	-	49,551	49,551
Financial liabilities measured at fair value through profit or loss:				
Derivative financial instruments - Forward foreign exchange contracts	$ -	2,474	-	2,474
Derivative financial instruments - Foreign exchange SWAP contracts	-	3,462	-	3,462
	$ -	5,936	-	5,936

	2025.3.31			
	Fair value			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value through profit or loss:				
Derivative financial instruments - Forward foreign exchange contracts	$ -	1,388	-	1,388
Fund beneficiary certificates	21,659	-	-	21,659
Redemption option of convertible bonds	-	-	1,400	1,400
	$ 21,659	1,388	1,400	24,447
Financial assets at fair value through other comprehensive income:				
Foreign unlisted stocks	-	-	61,436	61,436
	$ -	-	61,436	61,436
Financial liabilities measured at fair value through profit or loss:				
Derivative financial instruments - Forward foreign exchange contracts	$ -	439	-	439
Derivative financial instruments - Foreign exchange SWAP contracts	-	7,640	-	7,640
Preferred share liabilities	-	-	165,754	165,754
	$ -	8,079	165,754	173,833

(3) Fair value measurement techniques for financial instruments measured at fair value

A. Non-derivative financial instruments

If there is an open quotation for the financial instrument in the active market, the open quotation in the active market shall be the fair value.

Except for financial instruments with active markets, fair values of the other financial instruments are obtained with valuation techniques or counterparty quotations. Evaluation technique-based fair value may be calculated by referring to the current fair value of other financial instruments with similar substantial conditions and characteristics, or discounted cash flow or other evaluation techniques, including market information application mode available on the reporting date.

The fair values of the financial instruments held by the Group are presented in terms of type and attribute as follows:

Fund beneficiary certificates have standard terms and conditions and are traded in active markets, and their fair values are determined in accordance with market quotations.

For financial instruments held by the Group, such as unlisted stocks with no active market, the fair value is primarily estimated using the market approach, based on factors such as the net worth, operational status, and the total market value of the individual assets and liabilities of the evaluated company. In addition, the main unobservable input is the liquidity discount. However, since potential fluctuations in the liquidity discount would not have a significant financial impact, its quantitative information will not be disclosed. The fair value of financial liabilities measured at fair value through profit or loss (preferred share liabilities) is determined based on a discounted cash flow analysis.

B. Derivative financial instruments

They are valuated with the valuation model generally accepted by market participants. Forward foreign exchange contracts and foreign exchange swap contracts are usually valuated in line with the current forward exchange rate. The redemption rights of convertible bonds are evaluated using an appropriate option pricing model.

(4) Transfer between fair value levels

There were no transfers of fair value levels of any financial asset and financial liability for the three months ended March 31, 2026 and 2025.

(5) Detailed statement on changes in level 3

Financial assets measured at fair value through profit or loss:

	January to March 2026	January to March 2025
Beginning balance	$ 50,100	3,900
Changes recognized in profit or loss in current period	1,601	(2,500)
Ending balance	**$ 51,701**	**1,400**

Financial assets at fair value through other comprehensive income:

	January to March 2026	January to March 2025
Beginning balance	$ 49,551	59,972
Changes recognized in other comprehensive incomes in current period	10,372	1,464
Ending balance	**$ 59,923**	**61,436**

Financial liabilities measured at fair value through profit or loss:

	January to March 2025
Beginning balance	$ 165,559
Recognized in profit and loss in current period	195
Ending balance	**$ 165,754**

(XXVII) Financial risk management

There were no significant changes in the objectives and policies of the Group's financial risk management compared to those disclosed in the consolidated financial statements for the year ended December 31, 2025.

(XXVIII)Capital management

There were no significant changes in the objectives, policies and procedures of the Group's financial risk management compared to those disclosed in the consolidated financial statements for the year ended December 31, 2025.

(XXIX)Non-cash transactions in investing and financing activities

1. Please refer to Note VI (X) for the right-of-use assets acquired by the Group through lease.
2. The liabilities from financing activities are reconciled in the following table:

			Non-cash change		
	2026.1.1	**Cash flows**	**Increase or decrease in lease liabilities**	**Exchange rate changes and others**	**2026.3.31**
Short-term borrowings	$ 1,333,895	298,734	-	15,985	1,648,614
Short-term notes and bills payable	-	24,600	-	-	24,600
Long-term borrowings (including the part due within one year)	964,000	(6,000)	-	-	958,000
Corporate bonds payable	958,629	-	-	5,723	964,352
Lease liabilities	178,792	(21,737)	70,234	196	227,485
Total liabilities from financing activities	$ 3,435,316	295,597	70,234	21,904	3,823,051

			Non-cash change		
	2025.1.1	**Cash flows**	**Increase or decrease in lease liabilities**	**Exchange rate changes and others**	**2025.3.31**
Short-term borrowings	$ 1,388,927	(231,200)	-	6,583	1,164,310
Long-term borrowings (including the part due within one year)	850,000	(100,000)	-	-	750,000
Preferred share liabilities	165,559	-	-	195	165,754
Corporate bonds payable	936,074	-	-	5,588	941,662
Lease liabilities	273,498	(24,545)	557	1,052	250,562
Total liabilities from financing activities	$ 3,614,058	(355,745)	557	13,418	3,272,288

VII. Related Party Transactions

(I) Parent company and ultimate controller

Qisda Corporation (Qisda) is the ultimate controller of the parent company and affiliated group of the Company, directly or indirectly holding 55.09% of the Company's outstanding ordinary shares. Qisda has prepared consolidated financial reports for public use.

(II) Names and relationships of related parties

The related parties who had transactions with the Group during the reporting period covered by this consolidated financial report are as follows:

Name of related party	Relationship with the Group
Qisda Corporation (Qisda)	Parent company of the Company
APLEX Technology Inc. (APLEX)	Associate of the Company
Other related parties:	
Partner Tech Corp.	Subsidiaries directly or indirectly held by Qisda
Partner Tech Asia Pacific	Subsidiaries directly or indirectly held by Qisda
Alpha Networks Inc.	Subsidiaries directly or indirectly held by Qisda
BenQ Medical Technology Corp.	Subsidiaries directly or indirectly held by Qisda
BenQ Material Corp.	Subsidiaries directly or indirectly held by Qisda
BenQ Asia Pacific Corp.	Subsidiaries directly or indirectly held by Qisda
BenQ Healthcare Corporation	Subsidiaries directly or indirectly held by Qisda
Metaguru Corporation	Subsidiaries directly or indirectly held by Qisda
BenQ Guru Software Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
Qisda Vietnam Co., Ltd.,	Subsidiaries directly or indirectly held by Qisda
BenQ Technology (Shanghai) Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
DIVA Laboratories, Ltd.	Subsidiaries directly or indirectly held by Qisda
Corex (Pty) Ltd.	Subsidiaries directly or indirectly held by Qisda
Simula Technology Inc.	Subsidiaries directly or indirectly held by Qisda
Golden Spirit Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
Data Image Corporation	Subsidiaries directly or indirectly held by Qisda
Action Star Technology Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
Metaage Corporation	Subsidiaries directly or indirectly held by Qisda
Norbel Baby Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
AdvancedTEK International Corp.	Subsidiaries directly or indirectly held by Qisda
Global Intelligence Network Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
Concord Medical Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
Qisda Optronics (Suzhou) Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
Qisda (Suzhou) Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
Qisda Electronics (Suzhou) Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
Epic Cloud Co., Ltd.	Subsidiaries directly or indirectly held by Qisda
Brainstorm Corporation	Subsidiaries directly or indirectly held by Qisda
Darly2 Venture, lnc.	Subsidiaries directly or indirectly held by Qisda
Darly Venture Inc.	Subsidiaries directly or indirectly held by Qisda
AUO Corporation (AUO)	Director of Legal Representative of Qisda Corporation
AUO (Xiamen) Co., Ltd.	Subsidiary directly or indirectly held by AUO
AUO Display Plus Corp.	Subsidiary directly or indirectly held by AUO
AUO Crystal Corp.	Subsidiary directly or indirectly held by AUO
Darwin Precisions Corporation	Subsidiary directly or indirectly held by AUO
AET Corporation	Subsidiary directly or indirectly held by AUO
Darfon Electronics Corporation (Darfon)	Associates of Qisda
BenQ Foundation	Substantive related party of Qisda
Aewin Korea Technologies Co., Ltd.	Substantive related party of AEWIN
Aplex Singapore Pte. Ltd.	Other related parties (Associate of APLEX)

(III) Material transactions with related party

1. Net operating income

   The material sales amount of the Group to the related parties is as follows:

	January to March 2026	January to March 2025
Parent company	$ 59,691	27,922
Associate	3,136	959
Other related parties	30,163	100,213
	$ 92,990	129,094

   Sales of the Group to related parties involve customary products made to order based on the customer demand, so the price is determined by both parties through negotiation. The credit period for related parties is 60 to 90 days after shipment for receipt of payment, and 30 to 120 days for unrelated parties.

2. Purchases

   The purchase amount of the Group from the related parties is as follows:

	January to March 2026	January to March 2025
Parent company	$ 124,550	78,127
Associate	1,104	765
Other related parties	8,583	4,673
	$ 134,237	83,565

   The purchases from related parties by the Group are customized products tailored to the requirements of the order, and, therefore, the selling price is mutually agreed. The credit term for related parties is 60 to 90 days after shipment, and for unrelated parties is 30 to 120 days after monthly settlement.

3. Leases

   The Group has leased plants and offices from the parent company and signed the lease contracts based on the rent prices in the adjacent areas. The total value of increased right-of-use assets from January 1, 2026 to March 31, 2026 is NTD40,544 thousand.

   The Group recognized interest expenses of NTD417 thousand and NTD246 thousand for the periods from January 1 to March 31 in 2026 and 2025, respectively. As of March 31, 2026, December 31, 2025, and March 31, 2025, the balances of the related lease liabilities were NTD109,651 thousand, NTD72,910 thousand, and NTD83,748 thousand, respectively.

4. Property transaction

Category of related party	Item	January to March 2026	January to March 2025
Other related parties	Property, plant and equipment	$ -	112
Other related parties	Computer software	2,754	-
		$ 2,754	112

5. Operating costs, expenses, and other income

The operating costs and expenses incurred by the Group due to the provision of product processing and management services by related parties, as well as other income generated by other transactions, are detailed below:

Item	Category of related party	January to March 2026	January to March 2025
Operating costs	Parent company	$ 4,376	4,187
	Associate	1	-
	Other related parties	190	414
Operating expenses	Parent company	1,786	1,255
	Associate	9	-
	Other related parties	7,223	9,160
Other income	Other related parties	275	104

6. Receivables from related parties

Details of the receivables from related parties of the Group are as follows:

Item	Category of related party	2026.3.31	2025.12.31	2025.3.31
Accounts receivable - related parties	Parent company	$ 114,262	113,767	78,838
	Associate	3,345	1,656	1,014
	Other related parties	33,462	50,307	92,689
		151,069	165,730	172,541
Other receivables	Parent company	20,271	398	71
	Associate	5,562	-	7,535
	Other related parties	101	360	134
		25,934	758	7,740
		$ 177,003	166,488	180,281

The Group provides some of the raw materials to the parent company for manufacturing, while the completed semi-finished products are sold back to the Group for processing and assembly. The Group did not recognize the amount of raw materials provided to the parent company as operating income. Furthermore, the accounts receivable and payable arising from the sale of raw materials and the purchase of semi-finished products above were not collected and paid on a net basis; therefore, they were not expressed as mutual offset.

7. Payables to related parties

The payables of the Group to related parties are detailed as follows:

Item	Category of related party	2026.3.31	2025.12.31	2025.3.31
Accounts payable - related parties	Parent company	$ 99,026	51,637	57,138
	Associate	1	261	813
	Other related parties	5,361	5,559	3,105
		104,388	57,457	61,056
Other payables	Parent company	6,794	5,450	7,676
	Other related parties	5,146	7,406	2,026
		11,940	12,856	9,702
Other payables - dividends payable	Parent company	126,444	-	175,474
	Other related parties	28,099	-	38,994
		154,543	-	214,468
Lease liabilities - current	Parent company	18,412	14,598	14,471
Lease liabilities - non-current	Parent company	91,239	58,312	69,277
		109,651	72,910	83,748
		$ 380,522	143,223	368,974

(IV) Compensation of main managerial officers

	January to March 2026	January to March 2025
Short-term employee benefits	$ 8,332	10,100

VIII. Pledged Assets

The details of the book-entry values of the asset pledged as collateral provided by the Group are detailed as follows:

Asset name	Subject matter of pledge guarantee	2026.3.31	2025.12.31	2025.3.31
Pledged certificate of deposit	Performance bond for post-release duty payment to customs house	$ 2,850	2,833	2,743
Pledged certificate of deposit	Performance bond	-	13,000	-
Notes receivable	Bank loan guarantee	18,124	-	32,791
Property, plant and equipment	Bank loan guarantee	655,912	652,441	437,240
Property, plant and equipment	Performance guarantee for purchases	13,861	13,914	18,418
Financial assets measured at amortized cost - non-current	Short-term notes and bills payable	30,830	-	-
		$ 721,577	682,188	491,192

The aforesaid pledged time deposits are presented under the financial assets measured at amortized cost - current.

IX. Significant Contingent Liabilities and Unrecognized Contract Commitments: None.

X. Significant Disaster Losses: None.

XI. Significant Events after the Balance Sheet Date: None.

XII. Others

(I) The employee benefits, depreciation and amortization expenses are summarized by function as follows:

By function / By nature	January to March 2026			January to March 2025		
	Attributable to operating cost	Attributable to operating expenses	Total	Attributable to operating cost	Attributable to operating expenses	Total
Employee benefits expenses						
Salary expenses	77,834	258,445	336,279	76,790	276,727	353,517
Labor and health insurance expenses	8,140	25,716	33,856	8,417	28,112	36,529
Pension expenses	3,253	13,624	16,877	3,494	14,917	18,411
Other employee benefit expenses	4,532	8,663	13,195	4,515	13,095	17,610
Depreciation expenses	24,432	31,916	56,348	24,239	34,598	58,837
Amortization expenses	320	24,978	25,298	856	24,149	25,005

(II) The Group's operation is not affected significantly by seasonal or periodical fluctuations.

XIII. Supplementary Disclosures

(I) Information on Material Transactions:

1. Loan of funds to others: please refer to Table 1.
2. Endorsement and guarantee for others: None.
3. Significant securities held at the end of the period (excluding investments in subsidiaries, related enterprises, and equity joint ventures): None.
4. The amount of purchases or sales with related parties reached NTD100 million or 20% and above of the paid-in capital: please refer to Table 2.
5. Receivables from related parties reached NTD100 million or 20% and above of paid-in capital: please refer to Table 3.
6. Business relationship and major transactions between the parent company and the subsidiaries: please refer to Table 4.

(II) Reinvestment and related information: please refer to Table 5.

(III) Investment information in Mainland China: please refer to Table 6.

XIV. Segment Information

Information and adjustments of the Group's operating segments are as follows:

	January to March 2026				
	Board cards and system division	Industrial automation intelligence division	Equipment and consumables	Adjustment and elimination	Total
Revenue from external clients	$ 1,655,866	1,069,764	304,982	-	3,030,612
Intersegment income	2,790	447	105	(3,342)	-
Total income	$ 1,658,656	1,070,211	305,087	(3,342)	3,030,612
Reportable department profit (loss)	$ 64,116	42,519	61,187	938	168,760

	January to March 2025				
	Board cards and system division	Industrial automation intelligence division	Equipment and consumables	Adjustment and elimination	Total
Revenue from external clients	$ 1,485,857	715,837	355,011	-	2,556,705
Intersegment income	1,108	79	241	(1,428)	-
Total income	$ 1,486,965	715,916	355,252	(1,428)	2,556,705
Reportable department profit (loss)	$ 116,154	10,199	72,122	930	199,405

Table 1.

DFI Inc. and its subsidiaries
Loan of funds to others
From January 1 to March 31, 2026

Unit: In Thousands of New Taiwan Dollars

No.	Financing company	Loan recipient	Transaction item	Related party	Maximum amount in current period	Ending balance	Amount actually drawn in current period	Range of interest rate	Nature of financing	Business transaction amounts	Reason for short-term financing	Allowance for bad debts recognized	Collateral		Financing limits for each borrowing company	Total financing limits
													Name	Value		
1	AEWIN	Beijing AEWIN	Other receivables-related party	Yes	230,726	230,726	230,726	-	1	192,626	Business transaction	-	-	-	192,626	543,812
1	AEWIN	Beijing AEWIN	Other receivables-related parties	Yes	20,138	-	-	3%	2	-	Working capital turnover	-	-	-	271,906	543,812
2	Ace Pillar	Tianjin ACE Pillar	Other receivables-related parties	Yes	185,296	185,296	92,648	2%	2	-	Working capital turnover	-	-	-	404,227	808,454
3	Cyber South	Tianjin ACE Pillar	Other receivables-related parties	Yes	22,397	22,397	22,397	-	2	-	Working capital turnover	-	-	-	337,374	337,374
4	Proton	Tianjin ACE Pillar	Other receivables-related parties	Yes	12,798	12,798	12,798	-	2	-	Working capital turnover	-	-	-	202,869	202,869
5	Suzhou Super Pillar	Tianjin ACE Pillar	Other receivables-related parties	Yes	92,648	92,648	46,324	3%	2	-	Working capital turnover	-	-	-	129,520	129,520

Note 1: The limits of funds lent by AEWIN to all others and to each individual were 40% and 20%, respectively, of the net value of the company's most recent financial statements.
Note 2: The limits of funds lent by Ace Pillar to all others and to each individual were 40% and 20%, respectively, of the net value of the company's most recent financial statements.
Note 3: The limits of funds lent by Cyber South to all others and to each individual object were 10% and 5%, respectively, of the net value of the company's most recent financial statements. When lending funds to foreign subsidiaries that the parent company directly or indirectly holds 100% of the voting shares based on the need for financing, the limit of all loans and each loan was 100% of the net value.
Note 4: The limits of funds lent by Proton to all others and each individual object were 10% and 5%, respectively, of the net value of the company's most recent financial statements. When lending funds to foreign subsidiaries that the parent company directly or indirectly holds 100% of the voting shares based on the need for financing, the limit of all loans, and each loan was 100% of the net value.
Note 5: The limits of funds lent by Suzhou Super Pillar to all others and to each individual were 40% and 20%, respectively, of the net value of the subsidiaries' most recent financial statements. When lending funds to foreign subsidiaries that the parent company directly or indirectly holds 100% of the voting shares based on the need for financing, the limit of all loans and each loan was 100% of the net value of the subsidiaries.
Note 6: “1” for those with the nature for financing arising from business transaction; “2” for those with short-term financing needs.
Note 7: The transactions of the Company's loans to subsidiaries had been written off when the consolidated financial statements were prepared.

Table 2.

DFI Inc. and its subsidiaries
The amount of purchases or sales with related parties reached NTD100 million or 20% and above of the paid-in capital
From January 1 to March 31, 2026

Unit: In Thousands of New Taiwan Dollars

Companies for purchases (sales)	Name of counterparty	Relationship	Transaction status				Situation and reason for difference between the trading terms and those of the general trading		Notes and accounts receivable (payable)		Remarks
			Purchases (sales)	Amount	Proportion to total purchase (sales)	Credit period	Unit price	Credit period	Balance	Proportion to total notes and accounts receivable (payable)	
Diamond Flower Information (NL) B.V.	The Company	Parent company and subsidiary	Purchases	143,152	99.19%	60-90 days to collect			(14,452)	94.27%	Note 1
The Company	Diamond Flower Information (NL) B.V.	Parent company and subsidiary	(Sales)	(143,152)	14.10%	60-90 days to collect			14,452	2.29%	Note 1
DFI AMERICA, LLC.	The Company	Parent company and subsidiary	Purchases	139,785	100.00%	60-90 days to collect			(57,787)	97.24%	Note 1
The Company	DFI AMERICA, LLC.	Parent company and subsidiary	(Sales)	(139,785)	13.77%	60-90 days to collect			57,787	9.14%	Note 1

Note 1: The above transactions have been offset when preparing the consolidated financial report.

Table 3.

DFI Inc. and its subsidiaries

Accounts receivable from related parties reached NTD100 million or 20% and above of paid-in capital

March 31, 2026

Unit: In Thousands of New Taiwan Dollars

Company with receivables	Name of counterparty	Relationship	Balance of receivables from related parties	Turnover rate	Overdue receivables from related parties		Recovery amount of receivables from related parties after the balance sheet date	Allowance for bad debts recognized
					Amount	Treatment		
The Company	Qisda Corporation	Parent company and subsidiary	113,581	2.27	-	-	46,702	-
AEWIN	Beijing AEWIN	Parent company and subsidiary	175,848	0.95	83,888	Strengthen collection	-	-
AEWIN	Beijing AEWIN	Parent company and subsidiary	230,726	-	-	-	23,664	-
AEWIN	Aewin Tech Inc.	Parent company and subsidiary	121,863	2.59	-	-	-	-

(Note) The aforesaid transactions with the subsidiaries had been written off when the consolidated financial statements were prepared.

Table 4.

DFI Inc. and its subsidiaries

Business relationship and important transactions between the parent company and the subsidiaries

From January 1 to March 31, 2026

Unit: In Thousands of New Taiwan Dollars

No. (Note 1)	Name of trader	Counterparty	Relationship with counterparty (Note 2)	Transaction situation			
				Account	Amount	Transaction terms	Proportion to consolidated revenue or asset (Note 7)
0	The Company	DFI AMERICA, LLC.	1	(Sales)	139,785	60-90 days to collect	4.61%
0	The Company	Diamond Flower Information (NL) B.V.	1	(Sales)	143,152	60-90 days to collect	4.72%
0	The Company	DFI Co., Ltd.	1	(Sales)	81,292	60-90 days to collect	2.68%
0	The Company	Yan Ying Hao Trading (Shenzhen) Co., Ltd.	1	(Sales)	32,700	60-90 days to collect	1.08%
0	The Company	Qisda Corporation	2	(Sales)	58,354	60-90 days to collect	1.93%
1	AEWIN	Beijing AEWIN	3	(Sales)	42,825	(Note 5)	1.41%
1	AEWIN	Beijing AEWIN	3	Accounts receivable	175,848	(Note 5)	1.33%
1	AEWIN	Beijing AEWIN	3	Other receivables	230,726	-	1.74%
1	AEWIN	Aewin Tech Inc.	3	(Sales)	83,110	(Note 6)	2.74%

Note 1: The number should be filled in as follows:
1. 0 stands for the parent company.
2. The subsidiaries are numbered with Arabic numbers starting with 1.

Note 2: The types of relationships with traders are indicated as follows:
1. Parent company - subsidiary.
2. Subsidiary - parent company.
3. Subsidiary - subsidiary.

Note 3: The business relationship and important transactions between the parent and subsidiaries only disclose sales of goods and accounts receivable, and corresponding purchase and accounts payable are omitted here.

Note 4: It is calculated by dividing the transaction amount by the consolidated operating income or total consolidated assets.

Note 5: 150 days after shipment and subject to extension according to market conditions.

Note 6: 120 days after shipment and subject to extension according to market conditions.

Note 7: With respect to the business relationships and important transactions between parent and subsidiary companies, only information regarding those accounting for 1%or more of the consolidated revenue or assets are disclosed.

Table 5.

DFI Inc. and its subsidiaries
Reinvestment and related information
From January 1 to March 31, 2026

Unit: In thousands of New Taiwan Dollars/In thousands of shares

	Name of investee	Location	Primary business	Original investment amount		Ending shareholding			Current profit (loss) of the investee for the period	Investment profit (loss) recognized for the period	Remarks (Note 2)
				End of current period	End of last year	Number of shares	Ratio	Carrying amount			
The Company	DFI AMERICA, LLC.	USA	Sales of industrial computer cards	254,683	254,683	1,209	100%	487,573	6,268	6,268	Subsidiary of the Company
The Company	Yan Tong	Mauritius	General investment business	28,394	28,394	1,100	100%	47,857	13,211	13,211	Subsidiary of the Company
The Company	DFI Co,. Ltd.	Japan	Sales of industrial computer cards	104,489	104,489	6	100%	180,841	5,081	5,081	Subsidiary of the Company
The Company	Diamond Flower Information (NL) B.V.	Netherlands	Sales of industrial computer cards	35,219	35,219	12	100%	207,355	3,341	3,341	Subsidiary of the Company
The Company	AEWIN	Taiwan	Design, manufacturing and sale of industrial computer motherboards and related products	564,191	564,191	30,376	51.38%	700,809	(18,759)	(9,638)	Subsidiary of the Company
The Company	Ace Pillar	Taiwan	Automated control and testing, processing , sales, repair, and mechanical and electrical integration of industrial transmission systems	1,270,850	1,270,850	52,436	46.71%	1,024,542	48,427	21,421	Subsidiary of the Company
The Company	Tekpak	Taiwan	Production, manufacturing, and sales of bundling equipment	560,000	560,000	3,165	31.65%	666,913	64,903	16,030	Subsidiary of the Company
The Company	APLEX	Taiwan	Sales of displays and mainframes for industrial computers	234,297	234,297	4,957	13.36%	261,598	21,336	1,319	Associate of the Company
AEWIN	Arivor	Taiwan	Wholesale of computer and peripheral equipment and software	30,000	-	3,000	100%	30,000	-	(Note 1)	Subsidiary indirectly controlled by the Company
AEWIN	Wise Way	Anguilla	Investment business	90,940	90,940	3,000	100%	124,170	(2,447)	(Note 1)	Subsidiary indirectly controlled by the Company
AEWIN	Aewin Tech Inc.	USA	Wholesale of computer and peripheral equipment and software	77,791	77,791	2,560	100%	38,892	716	(Note 1)	Subsidiary indirectly controlled by the Company
Wise Way	Bright Profit	Hong Kong	Investment business	90,940	90,940	3,000	100%	141,151	(2,447)	(Note 1)	Subsidiary indirectly controlled by the Company
Ace Pillar	Cyber South	Samoa	Holding Company	107,041	107,041	4,669	100%	337,374	(6,680)	(Note 1)	Subsidiary indirectly controlled by the Company
Cyber South	Proton	Samoa	Holding Company	527,665	527,665	17,744	100%	202,869	(2,117)	(Note 1)	Subsidiary indirectly controlled by the Company
Cyber South	Ace Tek	Hong Kong	Holding Company	4,938	4,938	150	100%	3,179	(15)	(Note 1)	Subsidiary indirectly controlled by the Company
Ace Pillar	Standard Co.	Taiwan	Trading of semiconductor optoelectronic equipment and consumables and equipment maintenance services	187,000	187,000	6,084	60%	227,402	9,753	(Note 1)	Subsidiary indirectly controlled by the Company
Standard Co.	Standard Technology Corp.	BVI	Holding Company	21,727	21,727	600	100%	87,661	2,426	(Note 1)	Subsidiary indirectly controlled by the Company
ACE Energy	BlueWalker GmbH	Germany	Trading and services of energy management products	138,804	138,804	(Note 3)	100%	250,456	12,256	(Note 1)	Subsidiary indirectly controlled by the Company
Ace Pillar	ACE Energy	Taiwan	Energy technical services	166,760	166,760	4,993	99.86%	290,057	12,917	(Note 1)	Subsidiary indirectly controlled by the Company
Ace Pillar	Tekpak	Taiwan	Production, manufacturing, and sales of bundling equipment	690,000	690,000	3,900	39%	821,742	64,903	(Note 1)	Subsidiary indirectly controlled by the Company

Note 1: The profit or loss of the investee company has been included in its investor, so to avoid confusion, it is not be expressed separately here.
Note 2: The subsidiaries directly and indirectly controlled by the Company in the above table have been written off when preparing the consolidated financial report.
Note 3: It is a limited liability company, so there is no number of shares.

Table 6.

DFI Inc. and its subsidiaries
Investment Information in Mainland China
From January 1 to March 31, 2026

1. Information on reinvestment in Mainland China:

Unit: In thousands of New Taiwan Dollars/In thousands of foreign currency

Investee in Mainland China	Primary business	Paid-in capital	Investment method	Accumulated amount of investment remitted out of Taiwan at the beginning of the period	Remitted or repatriated amount of investment for the period		Accumulated investment amount remitted from Taiwan at the end of current period	Current profit (loss) of the investee in the period	Shareholding ratio of direct or indirect investment of the Company	Investment profit (loss) recognized for the period	Ending carrying value of investment	Repatriated investment income as of the end of the period
					Remitted	Repatriated						
Yan Ying Hao Trading (Shenzhen) Co. Ltd.	Wholesale, import and export of computer boards and cards, host computers, electronic parts and components	15,393 (USD 500)	(Note 1)	- (USD -)	-	-	- -	13,146	100%	13,146	43,743	-
Beijing AEWIN	Wholesale of computer and peripheral equipment and software	90,940 (USD 3,000)	(Note 1)	90,940 (USD 3,000)	-	-	90,940 (USD 3,000)	(2,447)	100%	(2,447) (Note 3)	141,142	-
Tianjin ACE Pillar	Trade of transmission mechanical components	1,129,328 (USD 35,297)	(Note 1)	62,390 (USD 1,950)	-	-	62,390 (USD 1,950)	(2,058)	100%	(2,058) (Note 3)	229,643	125,533
Quansheng Information	Electronic system integration	9,599 (USD 300)	(Note 1)	4,799 (USD 150)	-	-	4,799 (USD 150)	(15)	100%	(15) (USD (0.5))	3,150 (USD 98)	-
Suzhou Super Pillar	Processing and technical services of mechanical transmission and control products	46,393 (USD 1,450)	(Note 1)	- (Note 4)	-	-	- (Note 4)	(4,503)	100%	(4,503) (USD (143))	129,520 (USD 4,048)	-
Shanghai Standard	Trading of semiconductor optoelectronic equipment and consumables and equipment maintenance services	15,358 (USD 480)	(Note 1)	15,358 (USD 480)	-	-	15,358 (USD 480)	2,408	100%	2,408	62,157	189,564

Note 1: Reinvest in the companies in Mainland China through companies established in third regions.
Note 2: It is a limited liability company, so there is no number of shares data.
Note 3: It is recognized in line with the financial report prepared by the investee and reviewed by the CPA of the parent company in Taiwan.
Note 4: It was reinvested and established by Cyber South.

2. Limit of investment in Mainland China:

Name of investor company	The cumulative amount of investment remitted from Taiwan to the mainland China at the end of the current period	Investment amount approved by the Department of Investment Review of the Ministry of Economic Affairs	Upper limit on investment in Mainland China regulated by the Department of Investment Review of the Ministry of Economic Affairs (Note 2, 3, and 4)
DFI	0 (Note 1)	15,393 (USD 500)	3,333,983
AEWIN	90,940 (USD 3,000)	90,940 (USD 3,000)	815,719
Ace Pillar	163,782 (USD 5,119)	163,782 (USD 5,119)	1,779,909
Standard Co.	15,358 (USD 480)	15,358 (USD 480)	129,090

Note 1: It refers to the amount actually remitted by the Company and approved by the Department of Investment Review, excluding the amount remitted by subsidiaries and approved by the Department of Investment Review.
Note 2: According to the Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China, the accumulated amount of investment in Mainland China shall not exceed 60% of the net value or consolidated net value, whichever the higher.
Note 3: The Department of Investment Review, Ministry of Economic Affairs approved an investment of US$2,859 thousand in Delta Green Tech; Ace Pillar had sold all of its shares in the Company in 2011 and completed the required filing with the Department of Investment Review on August 5, 2011; however, the approved investment quota has not yet been cancelled.
Note 4: The Department of Investment Review, Ministry of Economic Affairs approved an investment of USD160 thousand in Grace Transmission (Tianjin) Co., Ltd.; the Company was fully liquidated in January 2024, and Ace Pillar completed the required filing with the Department of Investment Review on January 6, 2025; however, the approved investment quota has not yet been cancelled.

3. Material transactions with investees in Mainland China:
Please refer to the statement under the “Information on Material Transactions” for the direct or indirect material transactions between the Group and the investees in Mainland China from January 1 to March 31, 2026 (these transactions had been written off when the consolidated financial statements were prepared).