Stock Code: 6449

APAQ TECHNOLOGY CO., LTD.
and Subsidiaries

Consolidated Financial Statements and Independent Auditors' Review Report

Quarter 1 of 2025 and 2024

Address: 4F., No. 2 & 6, Kedong 3rd Rd., Zhunan Township, Miaoli County
Telephone: (037) 777-588

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Independent Auditors' Review Report

To the Board of Directors of APAQ TECHNOLOGY CO., LTD.

Introduction

We have reviewed the accompanying consolidated balance sheets of APAQ TECHNOLOGY CO., LTD. and its subsidiaries as of March 31, 2025 and 2024, and the consolidated statement of comprehensive income, consolidated statement of changes in equity, and consolidated statement of cash flows for the years ended March 31, 2025 and 2024, along with the notes to the consolidated financial statements (including a summary of significant accounting policies). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and International Accounting Standard (IAS) 34 "Interim Financial Reporting" as endorsed by the Financial Supervisory Commission (FSC). Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope

Except for matters described in the following paragraph titled "Basis for Qualified Conclusion," we conducted our reviews in accordance with the Auditing Standards 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. Since a review is substantially less in scope than an audit, we might not be fully aware of all material matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note VI(VI) of the consolidated financial statements, APAQ TECHNOLOGY CO., LTD. and its subsidiaries had investments accounted for using the equity method of NT$57,944 thousand and NT$63,003 thousand as of March 31, 2025 and 2024, respectively. The share of profit or loss from associated companies recognized using the equity method for the period from January 1 to March 31, 2025 and 2024, amounted to NT$1,360 thousand and NT$(1,633) thousand, respectively, based on the unaudited financial statements of the investee companies for the same periods.

Qualified Conclusion

Except for the possible effects from the financial statements of the investee companies mentioned in the paragraph titled "Basis for Qualified Conclusion" if such reports had been reviewed by independent auditors, we did not discover any matters that would lead us to believe that the aforementioned consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of APAQ TECHNOLOGY CO., LTD. and its subsidiaries as of March 31, 2025 and 2024, and their consolidated financial performance and consolidated cash flows for the periods from January 1 to March 31, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and lAS 34 “Interim Financial Reporting,” as endorsed and issued into effect by the Financial Supervisory Commission.

KPMG Taiwan

CPAs:

Securities Competent Authority Approval No.	：	Jin-Guan-Zheng-Shen-Zi No. 1040007866
		Jin-Guan-Zheng-Shen-Zi No. 1020002066

May 7, 2025

APAQ TECHNOLOGY CO., LTD. and Subsidiaries

Consolidated Balance Sheets

March 31, 2025; December 31, 2024; and March 31, 2024

Unit: NT$ thousand

Code	Assets	2025.3.31 Amount	%	2024.12.31 Amount	%	2024.3.31 Amount	%
	Current assets:						
1100	Cash and cash equivalents (Note VI(I))	$ 1,863,271	26	1,541,797	22	1,530,550	27
1110	Financial assets at fair value through profit or loss - current [Note VI (II)]	49,069	1	47,079	1	47,043	1
1150	Notes receivable [Note VI (IV)]	48,475	1	49,086	1	53,772	1
1170	Accounts receivable [Note VI (IV)]	1,370,950	19	1,500,079	22	1,116,164	20
1180	Accounts receivable - related parties [Notes VI (IV) & VII]	83,389	1	73,360	1	63,532	1
1310	Inventories, net [Note VI (V)]	759,180	11	728,218	10	748,642	13
1479	Other current assets [Note VI (X)]	84,673	1	125,678	2	71,033	2
		4,259,007	60	4,065,297	59	3,630,736	65
	Non-current assets:						
1510	Financial assets at fair value through profit or loss - non-current [Note VI (II)]	5,385	-	5,409	-	-	-
1517	Financial assets at fair value through other comprehensive income - non-current [Note VI (III)]	1,026,126	14	1,028,200	15	234,044	5
1550	Investments accounted for under the equity method [Note VI (VI)]	57,944	1	59,077	1	63,003	1
1600	Property, plant and equipment [Note VI (VIII)]	1,492,436	21	1,437,947	21	1,417,024	25
1755	Right-of-use assets [Note VI (IX) and (XIV)]	71,266	1	78,343	1	80,178	1
1780	Intangible assets [Note VI (XI)]	85,144	1	76,115	1	77,322	1
1840	Deferred income tax assets [Note VI(XVI)]	35,270	1	46,246	1	41,340	1
1920	Refundable deposits	11,505	-	11,140	-	32,167	1
1990	Other non-current assets [Note VI (X)]	99,729	1	50,572	1	20,930	-
		2,884,805	40	2,793,049	41	1,966,008	35
	Total assets	$ 7,143,812	100	6,858,346	100	5,596,744	100

Code	Liabilities and Equity	Amount	%	Amount	%	Amount	%
	Current liabilities:						
2100	Short-term loans [Note VI (XII)]	$ 1,605,000	22	1,420,000	21	997,000	18
2170	Accounts payable	460,820	6	527,553	8	373,963	7
2180	Accounts payable - related parties [Note VII]	8,529	-	10,303	-	12,228	-
2201	Payroll and bonus payable	180,800	3	191,576	3	145,602	3
2213	Payable on equipment	79,768	1	36,175	-	39,365	1
2280	Lease liabilities - current [Note VI (XIV)]	21,618	-	25,480	-	21,056	-
2322	Long-term loans due within one year or one operating cycle [Note VI (XIII)]	146,134	2	158,634	2	161,500	3
2399	Other current liabilities	263,654	4	243,709	4	211,122	3
		2,766,323	38	2,613,430	38	1,961,836	35
	Non-current liabilities:						
2540	Long-term loans [Note VI (XIII)]	140,276	2	152,185	2	285,722	5
2570	Deferred income tax liabilities [Note VI(XVI)]	8,322	-	11,050	-	-	-
2580	Lease liabilities - non-current [Note VI (XIV)]	39,711	1	42,921	1	48,794	1
		188,309	3	206,156	3	334,516	6
	Total liabilities	2,954,632	41	2,819,586	41	2,296,352	41
	Equity **[Note VI (XVII)]:**						
3100	Share capital	919,535	13	889,535	13	889,535	16
3200	Capital surplus	1,113,527	16	768,527	11	768,493	14
3300	Retained earnings	1,839,446	26	1,704,124	25	1,512,087	27
3400	Other equities	241,022	3	598,662	9	31,859	1
3500	Treasury stock	(40,374)	(1)	(40,374)	(1)	(40,374)	(1)
	Equity attributable to owners of the parent Company	4,073,156	57	3,920,474	57	3,161,600	57
36XX	Non-controlling equity [Note VI (XVII)]	116,024	2	118,286	2	138,792	2
	Total equity	4,189,180	59	4,038,760	59	3,300,392	59
	Total liabilities and equity	$ 7,143,812	100	6,858,346	100	5,596,744	100

2025.3.31 2024.12.31 2024.3.31

(See the attached notes to consolidated financial report)

Chairman: Dr. DJ Zheng **Manager: Shi-Dong Lin** **Accounting Manager: Pei-Ling Li**

APAQ TECHNOLOGY CO., LTD. and Subsidiaries

Consolidated Statements of Comprehensive Income

January 1 to March 31, 2025 and 2024

Unit: NT$ thousand

		January to March 2025		January to March, 2024	
		Amount	**%**	**Amount**	**%**
4110	**Net sales revenue** [Notes VI (XX) & VII]	$ 905,019	100	721,366	100
5110	Cost of goods sold [Notes VI (V), (VIII), (XI), (XXI) and (VII)]	620,734	69	502,036	70
5950	**Gross profit**	284,285	31	219,330	30
6000	**Operating expenses [Notes VI (VIII), (XI), (XIV), (XXI) and (VII)]:**				
6100	Selling expenses	43,298	5	31,945	4
6200	Administrative expenses	64,977	7	54,876	8
6300	Research and development expenses	36,230	4	37,841	5
	Total operating expenses	144,505	16	124,662	17
6900	**Operating profit**	139,780	15	94,668	13
7000	**Non-operating income and expenses:**				
7020	Other gains and losses [Notes VI (II), (VII) and (XXII)]	8,110	1	38,002	4
7050	Financial costs [Notes VI(XIV) & (XXII)]	(9,245)	(1)	(6,362)	(1)
7100	Interest income [Note VI(XXII)]	5,987	1	4,714	1
7230	Net foreign exchange gain (loss) [Note VI (XXIII)]	23,283	3	55,401	8
7370	Share of profit (loss) of associates accounted for under the equity method [Note VI(VI)]	1,360	-	(1,770)	-
	Non-operating income and net expenses	29,495	4	89,985	12
7900	**Income before income tax**	169,275	19	184,653	25
7950	**Less: Income tax expense** [Note VI (XVI)]	40,622	5	46,662	6
	Net income for the period	128,653	14	137,991	19
8300	**Other comprehensive income:**				
8310	**Items that may not be reclassified subsequently to profit or loss**				
8316	Unrealized gains (losses) from investments in equity instruments at fair value through other comprehensive income	(25,130)	(3)	21,087	3
	Total of items that may not be reclassified subsequently to profit or loss	(25,130)	(3)	21,087	3
8360	**Items that may be reclassified subsequently to profit or loss**				
8361	Exchange differences resulting from translating the financial statements in foreign operations	41,604	5	107,592	15
8399	Less: income tax related to items that may be reclassified [Note VI (XVI)]	(8,321)	1	(21,518)	3
	Total of items that may be reclassified subsequently to profit or loss	33,283	4	86,074	12
8300	**Other comprehensive income (net of tax) for the period**	8,153	1	107,161	15
8500	**Total comprehensive income for the year**	$ 136,806	15	245,152	34
	Net income for the period attributable to:				
8610	Owners of parent company	$ 135,322	15	140,064	19
8620	Non-controlling equity	(6,669)	(1)	(2,073)	-
		$ 128,653	14	137,991	19
	Comprehensive income attributable to:				
8710	Owners of parent company	$ 143,475	16	247,225	34
8720	Non-controlling equity	(6,669)	(1)	(2,073)	-
		$ 136,806	15	245,152	34
	Earnings per share (Unit: NT$) [Note VI (XIX)]				
9750	Basic earnings per share	$	1.54		1.59
9850	Diluted earnings per share	$	1.53		1.58

(See the attached notes to consolidated financial report)

Chairman: Dr. DJ Zheng **Manager: Shi-Dong Lin** **Accounting Manager: Pei-Ling Li**

APAQ TECHNOLOGY CO., LTD. and Subsidiaries

Consolidated Statements of Changes in Equity

January 1 to March 31, 2025 and 2024

Unit: NT$ thousand

			Retained earnings				Other equity items							
	Share capital - common stocks	Capital surplus	Legal reserve	Special reserve	Undistributed earnings	Total	Exchange differences resulting from translating the financial statements in foreign operations	Gains from investments in equity instruments at fair value through other comprehensive income	Unearned employee compensation	Total	Treasury stock	Total equity attributable to owners of the parent Company	Non-controlling equity	Total equity
Balance as of January 1, 2024	$ 889,535	768,493	230,596	50,087	1,091,340	1,372,023	(102,070)	26,768	-	(75,302)	(40,374)	2,914,375	-	2,914,375
Net income (loss) for the period	-	-	-	-	140,064	140,064	-	-	-	-	-	140,064	(2,073)	137,991
Other comprehensive income for the period	-	-	-	-	-	-	86,074	21,087	-	107,161	-	107,161	-	107,161
Total comprehensive income for the year	-	-	-	-	140,064	140,064	86,074	21,087	-	107,161	-	247,225	(2,073)	245,152
Non-controlling equity arising from mergers and acquisitions	-	-	-	-	-	-	-	-	-	-	-	-	140,865	140,865
Balance as of March 31, 2024	**$ 889,535**	**768,493**	**230,596**	**50,087**	**1,231,404**	**1,512,087**	**(15,996)**	**47,855**	**-**	**31,859**	**(40,374)**	**3,161,600**	**138,792**	**3,300,392**
Balance as of January 1, 2025	$ 889,535	768,527	272,437	75,303	1,356,384	1,704,124	10,333	588,329	-	598,662	(40,374)	3,920,474	118,286	4,038,760
Net income (loss) for the period	-	-	-	-	135,322	135,322	-	-	-	-	-	135,322	(6,669)	128,653
Other comprehensive income for the period	-	-	-	-	-	-	33,283	(25,130)	-	8,153	-	8,153	-	8,153
Total comprehensive income for the year	-	-	-	-	135,322	135,322	33,283	(25,130)	-	8,153	-	143,475	(6,669)	136,806
Stock-based compensation transactions	30,000	345,000	-	-	-	-	-	-	(365,793)	(365,793)	-	9,207	-	9,207
Non-controlling equity variables	-	-	-	-	-	-	-	-	-	-	-	-	4,407	4,407
Balance as of March 31, 2025	**$ 919,535**	**1,113,527**	**272,437**	**75,303**	**1,491,706**	**1,839,446**	**43,616**	**563,199**	**(365,793)**	**241,022**	**(40,374)**	**4,073,156**	**116,024**	**4,189,180**

(See the attached notes to consolidated financial report)

Chairman: Dr. DJ Zheng **Manager: Shi-Dong Lin** **Accounting Manager: Pei-Ling Li**

APAQ TECHNOLOGY CO., LTD. and Subsidiaries

Consolidated Statements of Cash Flows

January 1 to March 31, 2025 and 2024

Unit: NT$ thousand

	January to March 2025	January to March, 2024
Cash flows from operating activities:		
Income before income tax for the period	$ 169,275	184,653
Adjustments:		
Income and expense items		
Depreciation	65,586	60,894
Amortization	1,512	1,224
Loss (gain) on valuation of financial assets at fair value through profit or loss	(1,966)	784
Interest expenses	9,245	6,362
Interest income	(5,987)	(4,714)
Dividend income	(572)	-
Share of loss (profit) of associates accounted for under the equity method	(1,360)	1,770
Loss on disposal of property, plant and equipment	233	-
Gain on disposal of investment	(6,130)	(30,759)
Share-based remuneration cost	9,207	-
Other expenses and losses that do not affect current cash flow	90	-
Total profit and loss items	69,858	35,561
Changes in operating assets and liabilities:		
Accounts receivable and notes receivable (including related parties)	123,305	79,217
Inventories	(30,962)	(43,796)
Other operating assets	42,898	(12,624)
Accounts payable (including related parties)	(105,805)	(2,843)
Other operating liabilities	15,021	21,835
Total adjustments	114,315	77,350
Cash generated from operations	283,590	262,003
Interest received	4,094	4,211
Dividends received	572	-
Interest paid	(9,241)	(6,622)
Income tax paid	(35,307)	(3,981)
Net cash inflows generated by operating activities	243,708	255,611
Cash flows from investing activities:		
Acquisition of financial assets at fair value through profit or loss - current	-	(18,052)
Acquisition of financial assets at fair value through other comprehensive income - non-current	(23,056)	-
Acquisition of investments accounted for under the equity method	-	(9,099)
Net cash inflow from acquisition of subsidiaries	-	66,295
Acquisition of property, plant and equipment	(43,929)	(46,598)
Increase in refundable deposits	(353)	(879)
Decrease in other non-current assets	1,315	783
Increase in prepayments for equipment	(57,571)	(593)
Net cash inflow (outflow) from investing activities	(123,594)	(8,143)
Cash flows from financing activities:		
Increase in short-term loans	295,000	160,000
Repayment of short-term loans	(110,000)	-
Repayment of long-term loans	(24,409)	(15,278)
Repayment of lease principal	(7,192)	(6,486)
Net cash flows generated from financing activities	153,399	138,236
Effect of changes in exchange rate	47,961	20,672
Increase in cash and cash equivalents for the period	321,474	406,376
Beginning balance of cash and cash equivalents	1,541,797	1,124,174
Ending balance of cash and cash equivalents	**$ 1,863,271**	**1,530,550**

(See the attached notes to consolidated financial report)

Chairman: Dr. DJ Zheng **Manager: Shi-Dong Lin** **Accounting Manager: Pei-Ling Li**

APAQ TECHNOLOGY CO., LTD. and Subsidiaries
Notes to Consolidated Financial Statements
Quarter 1 of 2025 and 2024
(In Thousands of New Taiwan Dollars, Unless Otherwise Specified)

I. Company History

APAQ TECHNOLOGY CO., LTD. (hereinafter referred to as the "Company") was established on December 23, 2005 with the registered address at 4F., No. 2 & 6, Kedong 3rd Rd., Zhunan Township, Miaoli County. The Company's stock has been listed and traded at TWSE since December 9, 2014.

The Company and its subsidiaries (hereinafter collectively referred to as the "Consolidated Company") primarily engage in the research, development, manufacturing, and sales of electronic components and related businesses. The main products include ultra-small, high-temperature resistant, long-life, low-impedance electrolytic capacitors, and the Company collaborates with customers to develop and manufacture high-voltage capacitors, chip-type capacitors, organic semiconductor solid-state capacitors, and high-energy storage capacitors.

II. Approval Date and Procedures of the Consolidated Financial Statements

The consolidated financial statements have been approved and released by the Board of Directors on May 7, 2025.

III. Application of New and Amended Standards and Interpretations

(I) Impact of adopting newly issued or amended standards and interpretations endorsed by the Financial Supervisory Commission.

Since January 1, 2025, the consolidated company has adopted below newly amended IFRSs which do not have a material impact on the consolidated financial statements.

- Amendments to IAS 21 ''Lack of Exchangeability''
- Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures regarding the "Classification and Measurement of Financial Instruments" — specifically, the application guidance under Section 4.1 of IFRS 9 and the related disclosure requirements under IFRS 7.

(II) Newly issued and amended standards and interpretations yet to be endorsed by the FSC

The standards and interpretations released and amended by the International Accounting Standards Board (hereinafter referred to as "IASB") but not yet endorsed by FSC with potential impact to the consolidated company are as follows:

New and Amended Standards	Major Amendments	Effective Date Issued by IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	The new standard introduces three types of gains and losses, two income statement subtotals and a single note on management performance measures. These three amendments and enhancements to how information is segmented in financial statements lay the foundation for providing users with better and more consistent information and will impact all companies.	January 1, 2027
IFRS 18 “Presentation and Disclosure in Financial Statements”	• A more structured income statement: According to current standards, companies use different formats to express their financial performance, making it difficult for investors to compare the financial performance of different companies. The new standard adopts a more structured income statement, introduces a new definition of “operating profit” sub-total and requires that all gains and losses will be categorized into three new distinct categories based on the company’s principal operating activities. • Management Performance Measures (MPMs): The new standard introduces a definition of management performance measure and requires companies to explain, for each measure in a separate note to the financial statements, why it provides useful information, how it is calculated and how it reconciles the measure to the amount recognized under IFRS accounting standards. • More disaggregated information: The new standard includes guidance on how companies can enhance the disaggregation of information in their financial statements. This includes guidance on whether the information should be included in the primary financial statements or further disaggregated in the notes.	January 1, 2027

The consolidated company is in the process of evaluating the impact on its financial position and performance of the adoption of the aforementioned standards and interpretations. The results thereof will be disclosed when the evaluation is completed.

The consolidated company has evaluated that the below standards released and amended but not yet endorsed do not have 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”
- IFRS 17 “Insurance Contracts” and Amendments to IFRS 17
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures regarding the “Classification and Measurement of Financial Instruments” — specifically, the application guidance under Section 3.1 and 3.3 of IFRS 9 and the related disclosure requirements under IFRS 7.
- Annual Improvements to International Financial Reporting Standards
- Amendments to IFRS 9 and IFRS 7 addressing contracts referencing nature-dependent electricity

IV. Summary of Significant Accounting Policies

(I) Statement of Compliance

The consolidated financial statements have been prepared in conformity with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” (hereinafter referred to as the “Preparation Regulations”) and IAS 34 “Interim Financial Reporting” endorsed and issued into effect by the FSC. This consolidated financial statements does not include all the necessary information that should be disclosed in the annual consolidated financial statements prepared in accordance with the International Financial Reporting Standards, International Accounting Standards, Interpretations, and Interpretation Announcements approved and issued by the Financial Supervisory Commission (hereinafter referred to as the “approved international financial reporting standards by the Financial Supervisory Commission”).

Except for the following descriptions, the consolidated financial statements adopt the same accounting policies as the ones used in the consolidated financial statements for the year ended December 31, 2024. Please refer to Note IV of the consolidated financial statements for the year ended December 31, 2024 for details.

(II) Basis of consolidation

1. Subsidiaries included in the consolidated financial statements:

Investor company	Name of Subsidiaries	Nature of Business	Percentage of Ownership 2025.3.31	2024.12.31	2024.3.31	Description:
The Company	APAQ Investments Limited (APAQ Samoa)	Investment holding company	100%	100%	100%	
APAQ Samoa	APAQ Technology (Wuxi) Co., Ltd. (APAQ Wuxi)	Production and sales of electronic products	100%	100%	100%	
The Company	APAQ Technology (Hubei) Co., Ltd. (APAQ Hubei)	Production and sales of electronic products	100%	100%	100%	
The Company	AiPAQ Technology Co., Ltd. (AiPAQ Technology)	R&D and sales of electronic products	52%	52%	52%	Note

Note: The consolidated company acquired control over the company on February 15, 2024, and from that date onwards, included the company in the consolidated financial statements.

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

(III) Income tax

The consolidated company measured and disclosed the income tax expenses of the interim period pursuant to Paragraph B12, IAS 34 "Interim Financial Reporting."

Income tax expense is measured by multiplying the pre-tax net profit for the reporting period by the management's best estimate of the effective tax rate for the full year. The current income tax expense and deferred income tax expense are then allocated based on the proportion of the estimated full-year current income tax expense and deferred income tax expense.

Income tax expenses recognized directly in equity or other comprehensive income were measured using the applicable tax rates at the time of expected realization or settlement of the temporary differences between the carrying amount of related assets and liabilities for financial reporting purposes and their tax bases.

V. Significant Accounting Judgments, Estimates and Key Sources of Uncertainty over Assumptions

In preparing the consolidated financial statements in accordance with the reporting standards and IAS 34 "Interim Financial Reporting" endorsed by the FSC, management is required to make judgments and estimates about the future (including climate-related risks and opportunities), which affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. There may be differences between actual results and estimates.

When preparing the consolidated financial statements, significant accounting judgments, estimates and key sources of uncertainty made by the management for the adoption of the consolidated company's accounting policies are consistent with Note V of the consolidated financial statements for the year ended December 31, 2024.

VI. Details of Significant Accounts

Except for the following descriptions, the details of significant accounts in the consolidated financial statements are not materially different from the consolidated financial statements for the year ended December 31, 2024. Please refer to Note VI of the consolidated financial statements for the year ended December 31, 2024 for relevant information.

(I) Cash and cash equivalents

	2025.3.31	2024.12.31	2024.3.31
Cash and demand deposit	$ 1,764,068	1,525,405	1,119,917
Time deposit	99,203	16,392	410,633
Cash and cash equivalents	**$ 1,863,271**	**1,541,797**	**1,530,550**

Please refer to Note VI (XXIII) for currency risk and sensitivity analysis disclosure of the financial assets and liabilities.

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

1. Current:

	2025.3.31	2024.12.31	2024.3.31
Financial assets mandatorily measured at fair value through profit or loss			
U.S. Treasury bonds	**$ 49,069**	**47,079**	**47,043**

In January 2024, the Consolidated Company purchased U.S. Treasury notes with a face value of US$600 thousand, at a fair value of US$18,051 thousand at the time of acquisition.

2. Non-current:

	2025.3.31	2024.12.31	2024.3.31
Financial assets mandatorily measured at fair value through profit or loss			
Domestic Limited Partnership Companies			
AyeVest Investment Company Limited Partnership (AyeVest VC)	$ 5,385	5,409	-

The amount of profit or loss recognized at fair value, please refer to Note VI (XXII).

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

	2025.3.31	2024.12.31	2024.3.31
Domestic listed common stocks -			
TAI-TECH ADVANCED ELECTRONICS CO., LTD. (TAI-TECH)	$ 10,494	-	-
Domestic and foreign unlisted common stocks -			
Foxfortune Technology Ventures Limited	22,302	21,878	26,192
Inpaq Korea Co., Ltd. (Inpaq Korea)	2,123	2,517	4,859
Element I Venture Capital Co., Ltd. (Element I VC)	13,645	13,305	11,056
Kuan Kun Electronic Enterprise Co., Ltd. (Kuan Kun Electronics)	67,431	158,114	96,185
AICP Technology Corporation (AICP Technology)	1,584	2,119	2,578
IPU Semiconductor Co., Ltd. (IPU Semiconductor)	21,224	32,625	24,144
WK Technology Fund IX II Ltd. (WK Technology Fund IX II)	26,610	26,430	27,150
I-SEE Vision Technology Inc. (I-SEE Vision Technology)	23,403	32,286	41,880
Syntec Technology Co., Ltd. (Syntec Technology)	792,360	695,576	-
Phoenix VI Innovation & Venture Capital Co., Ltd. (Phoenix VI)	44,950	43,350	-
	$ 1,026,126	1,028,200	234,044

Information on major equity investments denominated in foreign currencies as of the reporting date is as follows:

	2025.3.31			2024.12.31			2024.3.31		
	Foreign currency	Exchange rate	NT$	Foreign currency	Exchange rate	NT$	Foreign currency	Exchange rate	NT$
US$	$ 738	33.205	24,425	745	32.785	24,395	971	32	31,051

Equity instruments held by the consolidated company are strategic long-term investments and not for trading purposes, so they have been designated to be measured at fair value through other comprehensive income.

In March 2025, the Consolidated Company acquired 99 thousand shares of Tai-Tech Advanced Electronics Co., Ltd., with a total investment amount of NT$11,512 thousand.

In March 2025 and May 2024, the Consolidated Company acquired 20 thousand and 1,400 thousand shares of Syntec Technology Co., Ltd., with investment amounts of NT$11,544 thousand and NT$210,000 thousand, respectively.

In May 2024, the Consolidated Company invested in Phoenix VI Innovation & Venture Capital Co., Ltd., acquiring 5,000 thousand shares for a total investment amount of NT$50,000 thousand.

Foxfortune Technology Ventures Limited resolved to reduce its capital by 20% in July 2024, and to return NT$5,118 thousand to the Company.

Element I Venture Capital Co., Ltd. reduced its capital and returned NT$1,200 thousand to the Company in June 2024, as resolved by the shareholders' meeting.

The consolidated company recognized dividend income of NT$572 thousand for 2025, as specified above for investments in equity instruments measured at fair value through other comprehensive income. Please refer to Note VI (XXII) for further details.

(IV) Notes and accounts receivable (including related parties)

	2025.3.31	2024.12.31	2024.3.31
Notes receivable	$ 48,475	49,086	53,772
Accounts receivable	1,370,950	1,500,079	1,116,164
Accounts receivable - related parties	83,389	73,360	63,532
	$ 1,502,814	1,622,525	1,233,468

The consolidated company adopts a simplified method to estimate the expected credit loss for all accounts receivables (including related parties), that is, using the lifetime expected credit loss. For this purpose, these accounts receivables are categorized based on common credit risk characteristics of customers' capability to pay for amount due in accordance with the contracts with forward-looking information incorporated, including general economic and related industry information.

	2025.3.3 1		
	Carrying amount of accounts receivable (including related parties)	Ratio of loss on lifetime expected credit	Allowance for lifetime expected credit loss
Not past due	$ 1,476,577	0%	-
Past due 1-90 days	26,237	0%	-
Total	$ 1,502,814		-

	2024.12.31		
	Carrying amount of accounts receivable (including related parties)	Ratio of loss on lifetime expected credit	Allowance for lifetime expected credit loss
Not past due	$ 1,608,945	0%	-
Past due 1-90 days	13,580	0%	-
Total	$ 1,622,525		-

	2024.3.31		
	Carrying amount of accounts receivable (including related parties)	Ratio of loss on lifetime expected credit	Allowance for lifetime expected credit loss
Not past due	$ 1,223,789	0%	-
Past due 1-90 days	9,679	0%	-
Total	$ 1,233,468		-

The Consolidated Company did not recognize any impairment loss for accounts receivable (including related parties) for three months ended March 31, 2025 and 2024.

(V) Inventories, net

	2025.3.31	2024.12.31	2024.3.31
Raw materials	$ 251,720	206,937	157,306
Work in process and semi-finished products	112,379	97,254	89,361
Finished goods and merchandise	395,081	424,027	501,975
	$ 759,180	728,218	748,642

The details of operating costs were as follows:

		January to March 2025	January to March, 2024
Cost of goods sold	$	620,734	502,036
Loss on market value decline and obsolete and slow-moving inventories		-	-
	$	620,734	502,036

As of March 31, 2025 and 2024, none of the Consolidated Company's inventories were pledged as collateral.

(VI) Investments accounted for under the equity method

During the period ended on the financial reporting date, the investments accounted for using the equity method by the consolidated company are individually immaterial and are listed as follows:

		2025.3.31	2024.12.31	2024.3.31
Associate	$	57,944	59,077	63,003

Share of profits and losses from affiliated enterprises enjoyed by the Consolidated Company:

		January to March 2025	January to March, 2024
Net income (loss) for the period	$	1,360	(1,770)
Other comprehensive income for the period		-	-
Total comprehensive income	$	1,360	(1,770)

(VII) Business combinations

On February 15, 2024, the consolidated company acquired 22% of the shares of affiliate AiPAQ Technology Co., Ltd. for an additional cash amount of NT$151,920 thousand, resulting in the consolidated company's ownership percentage increasing from 30% to 52%, and gained control over AiPAQ; therefore, the financial statements of AiPAQ are consolidated into the consolidated company from the date of acquisition. Additionally, the previously held interests in the acquired entity were remeasured at fair value, treated as a disposal, resulting in a gain of NT$36,889 thousand recognized in the current period.

AiPAQ's main business is the manufacturing and sales of electronic components. It is expected to expand its market share in the relevant field.

The main categories of consideration transferred, as well as the assets acquired and liabilities assumed on the acquisition date, are as follows:

1. The main categories of consideration transferred are as follows on the acquisition date fair value:

Long-term equity investments - valued at remeasurements	$	59,850
Cash		151,920
Total	**$**	**211,770**

2. Identifiable assets acquired and liabilities assumed

The fair values of identifiable assets acquired and liabilities assumed at the acquisition date are summarized below:

Cash and cash equivalents	$	213,475
Accounts receivable		890
Other current assets		4,455
Real property, plant, and equipment		76,859
Right-of-use assets		15,068
Patent technology		9,181
Other non-current assets		2,543
Accounts payable		(683)
Other current liabilities		(19,675)
Fair value of identifiable net assets	**$**	**302,113**

3. The goodwill recognized due to the capital increase in AiPAQ is as follows:

Consideration transferred	$	211,770
Add: Non-controlling equity (measured as the proportion of identifiable net assets to non-controlling equity)		145,014
Less: Fair value of identifiable net assets		(302,113)
Goodwill	**$**	**54,671**

On December 31, 2024, the recognized net asset amount was based on a provisional fair value assessment. The entire difference between the transfer consideration and the fair value of the acquired net assets was temporarily recorded as goodwill amounting to NT$53,315 thousand. The consolidated company continuously reviewed the aforementioned matters during the measurement period, and after assessment, the difference between the transfer consideration and the fair value of the acquired net assets was determined to be NT$63,852 thousand. The final valuation was completed in the first quarter of 2025, adjusting goodwill to NT$54,671 thousand and patent technology to NT$9,181 thousand.

(VIII) Real property, plant, and equipment

	Buildings	Machinery and equipment	Other equipment and others	Construction in progress and equipment to be tested	Total
Cost:					
Balance as of January 1, 2025	$ 399,384	2,311,895	272,468	227,177	3,210,924
Additions	-	6,284	8,167	80,229	94,680
Disposals and obsolescence	-	(4,804)	(27)	-	(4,831)
Reclassification	-	17,974	917	(18,981)	(90)
Effects of changes in foreign exchange rate	5,691	32,032	2,151	3,128	43,002
Balance as of March 31, 2025	$ 405,075	2,363,381	283,676	291,553	3,343,685
Balance as of January 1, 2024	$ 374,858	2,189,675	218,193	146,742	2,929,468
Acquisition of mergers (Note VI (VII))	-	-	-	74,646	74,646
Additions	-	21,307	7,110	22,062	50,479
Disposals and obsolescence	-	(222)	-	-	(222)
Reclassification	-	74,696	2,742	(77,438)	-
Effects of changes in foreign exchange rate	15,133	85,830	5,485	5,633	112,081
Balance as of March 31, 2024	$ 389,991	2,371,286	233,530	171,645	3,166,452
Depreciation:					
Balance as of January 1, 2025	$ 248,109	1,329,184	195,684	-	1,772,977
Depreciation for the period	5,281	44,925	8,037	-	58,243
Disposals and obsolescence	-	(4,572)	(26)	-	(4,598)
Effects of changes in foreign exchange rate	3,576	19,250	1,801	-	24,627
Balance as of March 31, 2025	$ 256,966	1,388,787	205,496	-	1,851,249
Balance as of January 1, 2024	$ 214,105	1,259,269	160,055	-	1,633,429
Depreciation for the period	5,800	40,103	8,344	-	54,247
Disposals and obsolescence	-	(222)	-	-	(222)
Effects of changes in foreign exchange rate	8,766	48,966	4,242	-	61,974
Balance as of March 31, 2024	$ 228,671	1,348,116	172,641	-	1,749,428
Carrying Amount:					
January 1, 2025	$ 151,275	982,711	76,784	227,177	1,437,947
March 31, 2025	$ 148,109	974,594	78,180	291,553	1,492,436
January 1, 2024	$ 160,753	930,406	58,138	146,742	1,296,039
March 31, 2024	$ 161,320	1,023,170	60,889	171,645	1,417,024

(IX) Right-of-use assets

		Land use rights	Buildings	Transportation equipment	Total
Cost of right-of-use assets:					
Balance as of January 1, 2025	$	12,203	86,196	1,610	100,009
Effects of changes in foreign exchange rate		174	186	-	360
Balance as of March 31, 2025	$	12,377	86,382	1,610	100,369
Balance as of January 1, 2024	$	11,598	46,006	1,567	59,171
Acquisition of mergers (Note VI (VII))		-	15,323	-	15,323
Additions		-	36,262	-	36,262
Disposals (contract expiration and early termination)		-	(11,564)	-	(11,564)
Effects of changes in foreign exchange rate		468	500	-	968
Balance as of March 31, 2024	$	12,066	86,527	1,567	100,160
Depreciation of right-of-use assets:					
Balance as of January 1, 2025	$	1,815	19,583	268	21,666
Depreciation for the period		76	7,133	134	7,343
Effects of changes in foreign exchange rate		27	67	-	94
Balance as of March 31, 2025	$	1,918	26,783	402	29,103
Balance as of January 1, 2024	$	1,437	21,674	1,306	24,417
Acquisition of mergers (Note VI (VII))		-	255	-	255
Depreciation for the period		73	6,443	131	6,647
Disposals (contract expiration and early termination)		-	(11,564)	-	(11,564)
Effects of changes in foreign exchange rate		60	167	-	227
Balance as of March 31, 2024	$	1,570	16,975	1,437	19,982
Carrying amount of right-of-use assets:					
January 1, 2025	$	10,388	66,613	1,342	78,343
March 31, 2025	$	10,459	59,599	1,208	71,266
January 1, 2024	$	10,161	24,332	261	34,754
March 31, 2024	$	10,496	69,552	130	80,178

(X) Other assets - current and non-current

		2025.3.31	2024.12.31	2024.3.31
Prepayments for equipment	$	88,701	38,230	14,519
Business tax credit		40,920	82,732	22,854
Prepaid expenses		29,881	29,698	34,695
Long-term deferred expenses		11,028	12,342	6,411
Prepayments for goods and others		13,872	13,248	13,484
	$	184,402	176,250	91,963

(XI) Intangible assets

The cost and amortization details of the consolidation company's intangible assets are as follows:

	Goodwill	Computer software	Royalty fees	Patent technology	Total
Cost:					
Balance as of January 1, 2025	$ 53,315	14,787	45,038	-	113,140
Adjustment to acquisition of mergers (Note VI (VII))	1,356	-	-	9,181	10,537
Effects of changes in foreign exchange rate	-	24	-	-	24
Balance as of March 31, 2025	**$ 54,671**	**14,811**	**45,038**	**9,181**	**123,701**
Balance as of January 1, 2024	$ -	12,170	45,038	-	57,208
Acquisition of mergers (Note VI (VII))	53,315	-	-	-	53,315
Effects of changes in foreign exchange rate	-	65	-	-	65
Balance as of March 31, 2024	**$ 53,315**	**12,235**	**45,038**	**-**	**110,588**
Amortization:					
Balance as of January 1, 2025	$ -	10,128	26,897	-	37,025
Amortization for the period	-	498	938	76	1,512
Effects of changes in foreign exchange rate	-	20	-	-	20
Balance as of March 31, 2025	**$ -**	**10,646**	**27,835**	**76**	**38,557**
Balance as of January 1, 2024	$ -	8,849	23,144	-	31,993
Amortization for the period	-	286	938	-	1,224
Effects of changes in foreign exchange rate	-	49	-	-	49
Balance as of March 31, 2024	**$ -**	**9,184**	**24,082**	**-**	**33,266**
Carrying Amount:					
January 1, 2025	**$ 53,315**	**4,659**	**18,141**	**-**	**76,115**
March 31, 2025	**$ 54,671**	**4,165**	**17,203**	**9,105**	**85,144**
January 1, 2024	**$ -**	**3,321**	**21,894**	**-**	**25,215**
March 31, 2024	**$ 53,315**	**3,051**	**20,956**	**-**	**77,322**

(XII) Short-term loans

	2025.3.31	2024.12.31	2024.3.31
Unsecured bank loans	$ 1,605,000	1,420,000	997,000
Unused credit	$ 845,000	1,112,432	853,000
Interest rate range	1.85%~2.10%	1.85%~2.13%	1.72%~1.89%

The newly added amounts for the periods from January 1 to March 31, 2025 and 2024 were NT$295,000 thousand and NT$160,000 thousand, respectively, with interest rates ranging from 1.92% to 1.975% and from 1.72% to 1.80%, and maturity dates from April to June 2025 and from April to May 2024, respectively. The amounts repaid were NT$110,000 thousand and NT$0 thousand, respectively.

(XIII) Long-term loans

	2025.3.31	2024.12.31	2024.3.31
Unsecured bank loans	$ 286,410	310,819	447,222
Less: Due within one year	(146,134)	(158,634)	(161,500)
	$ 140,276	152,185	285,722
Unused credit	$ 320,000	320,000	375,000
Interest rate range	1.925%~ 2.310%	1.925%~ 2.200%	1.80%~ 2.135%

(XIV) Lease liabilities

The carrying amount of the consolidated company’s lease liability is as follows:

	2025.3.31	2024.12.31	2024.3.31
Current	$ 21,618	25,480	21,056
Non-current	$ 39,711	42,921	48,794

For maturity analysis, please refer to Note VI (XXIII)Financial instruments.

The amount recognized in profit or loss of the lease is as follows:

	January to March 2025	January to March, 2024
Interest expense on lease liabilities	$ 242	219
Expense for lease assets of low value	$ 19	19

The lease amounts recognized in the statements of cash flows are:

	January to March 2025	January to March, 2024
Total cash outflow for lease	$ 7,453	6,724

1. Leasing of houses and buildings

The consolidated company leased houses and buildings as office premises and factory buildings as of March 31, 2025 with lease term of 1 to 5 years. Some leases include the option to extend for the same period when the lease terminates.

Some of the above-mentioned leases include the option to extend. These leases are managed separately by each region, so the individual terms and conditions agreed are different within the consolidated company. These options are only enforceable by the consolidated company, not the lessor. Where it is not possible to reasonably determine that the optional lease extension will be exercised, the payment related to the period covered by the option is not included in the lease liability.

2. Other leases

The lease term for leasing office premises of the consolidated company is two years. These leases are of low value, and the consolidated company chooses to apply the recognition exemptions requirement instead of recognizing the right-of-use assets and lease liabilities.

(XV) Employee benefits

For pension expenses of the consolidated company for the periods from January 1 to March 31, 2025 and 2024, please refer to Note XII for details.

(XVI) Income tax

1. Income tax expenses

The Income tax expenses of the consolidated company for the periods from January 1 to March 31, 2025 and 2024 are detailed as follows:

The amount of the consolidated company's income tax expense was as follows:

	January to March 2025	**January to March, 2024**
Current income tax expenses	$ 40,695	48,236
Deferred income tax expense	(73)	(1,574)
	$ 40,622	**46,662**

2. The amount of the consolidated company's income tax expense recognized in other comprehensive income was as follows:

	January to March 2025	**January to March, 2024**
Exchange differences (gains) on financial report arising from translation of foreign operations	**$ 8,321**	**21,518**

3. The ROC income tax authorities have examined the Company's income tax returns through 2022.

(XVII) Capital and other equity

Except for the following descriptions, there was no significant change in the capital and other equity of the consolidated company from January 1 to March 31, 2025 and 2024. Please refer to Note VI (XVII) of the consolidated financial statements for the year ended December 31, 2024 for details.

1. Issuance of Common Stock

In March 2025, the Company issued 3,000 thousand shares of restricted employee shares, and the related registration of change was completed on April 11, 2025.

2. Capital surplus

	2025.3.31	2024.12.31	2024.3.31
Share premium	$ 320,766	320,766	320,766
Compensation cost of shares retained for employee subscription at cash capital increase	7,852	7,852	7,852
Subscription right to convertible corporate bonds	117	117	117
Treasury stock transactions	3,642	3,642	3,642
Premium from conversion of corporate bonds to common stocks	433,380	433,380	433,380
Long-term equity investment shareholding ratio change effect amount	2,736	2,736	2,736
Profit from exercise of disgorgement	34	34	-
Restricted employee shares	345,000	-	-
	$ 1,113,527	768,527	768,493

In accordance with the Company Act, realized additional paid-in capital can only be distributed as stocks or cash dividends in accordance with shareholders' original shareholding percentages after offsetting losses. The above-mentioned realized additional paid-in capital includes amount in excess of the face amount during shares issuance and acceptance of bestowal. In accordance with the "Regulations Governing the Offering and Issuance of Securities by Securities Issuers," the total of additional paid-in capital appropriated for capital every year shall not exceed 10% of the paid-in capital.

The capital surplus generated by the exercise of the disgorgement may only be used to offset losses.

3. Retained earnings

The appropriation of earnings of the two most recent years were resolved and approved in the Board meeting and shareholders' meetings held on February 26, 2025, and on May 29, 2024, respectively. Information on dividends appropriated to owners is as follows:

	2024		2023	
	Dividends per share	**Amount**	**Dividends per share**	**Amount**
Dividends distributed to owners of common stocks:				
Cash (NT$)	**$ 3.6**	**316,633**	**2.3**	**202,293**

The profit distribution for 2023 of the Republic of China is consistent with the resolutions made by the Board of Directors of the Company. The appropriation of 2024 earnings is subject to the resolution of the Company's shareholders' meeting, and related information is available on the MOPS.

4. Non-controlling equity

	January to March 2025	**January to March, 2024**
Opening balance	$ 118,286	-
Net loss for the current period	(6,669)	(2,073)
Arising from mergers and acquisitions	-	140,865
Adjustment to net fair value of acquisition of mergers (Note VI (VII))	4,407	-
Balance at end of the period	**$ 116,024**	**138,792**

(XVIII) Share-based Payment

Restricted employee shares:

The Company held a shareholders' meeting on June 21, 2022, and resolved to issue 3,000 thousand shares of restricted employee rights stock, limited to full-time employees of the Company who meet specific conditions. This resolution has been reported to and approved by the Securities and Futures Bureau of the Financial Supervisory Commission. On February 26, 2025, the Board of Directors resolved to issue 3,000 thousand shares and established March 25, 2025, as the record date for the issuance of new shares. The above capital increase has completed the statutory change registration process.

The restricted stock rights granted to employees must be fully delivered to a trust institution designated by the Company for safekeeping before the vested conditions are met. They may not be sold, pledged, or transferred. Except for the rights placed in trust custody and restricted rights before vested conditions are met, all other rights are the same as the issued common stock shares of the Company. In addition, if the restricted employee rights shares allotted to the employees in accordance with the issuance method do not meet the vested conditions, the shares will be fully recovered by the Company from the employees free of charge and canceled. The details are as follows:

	Restricted employee shares
	2025 Annual Issuance
Date of provision	2025.3.12
Quantity (thousand/unit)	3,000
Contract Period	1 to 5 years
Recipient	Employee
Vesting conditions	Note
Subscription Price per Share (NTD)	0
Adjusted Contract Price (NTD)	0

Note: From the date of allocation, if an individual has continuously served in the Company for one, two, three, four, or five years, the annual benefits will be determined based on the overall performance indicators of the Company and the individual's performance indicators for that year.

As of March 31, 2025, the balance of unearned employee compensation amounts to NT$365,793 thousand, recorded as a reduction in other equity.

(XIX) Earnings per share

	January to March 2025	**January to March, 2024**
Basic EPS:		
Net income attributable to the Company for the period	$ 135,322	140,064
Weighted average number of common stocks outstanding (in thousands of shares)	87,954	87,954
Basic EPS (NT$)	$ 1.54	1.59
Diluted EPS:		
Net income attributable to the Company for the period	$ 135,322	140,064
Weighted average number of common stocks outstanding (in thousands of shares)	87,954	87,954
Effect of potential diluted ordinary shares:		
Employee compensation to be distributed in stocks	372	488
Unvested restricted employee shares	34	-
Weighted average number of common stocks outstanding for the calculation of diluted EPS (in thousands of shares)	88,360	88,442
Diluted EPS (NT$)	$ 1.53	1.58

(XX) Revenue of customer contract

		January to March 2025	January to March, 2024
Major regional markets			
China	$	781,728	657,726
Taiwan		47,900	32,388
Other Countries		75,391	31,252
	$	905,019	721,366
Major products			
Coiled conductive polymer solid state capacitors	$	633,322	520,082
Chip-type conductive polymer solid state capacitors		271,697	201,284
	$	905,019	721,366

Disclosure of accounts receivable and their impairment, please refer to Note VI (IV).

(XXI) Employee compensations and remuneration for Directors

The Company's Articles of Incorporation provide that if there is profit in the year, at least 8% of profit shall be allocated for employee compensation, and no more than 3% shall be allocated for remunerations of the Directors. However, if the Company has accumulated losses, it shall reserve a portion of the profit to offset the losses in advance. In the aforementioned employee compensation amount, no less than 10% should be allocated for the distribution of compensation to frontline employees. Parties eligible to receive the said compensation in the form of stock or cash include employees of affiliated companies who meet certain conditions.

The Company accrued NT$13,779 thousand and NT$16,945 thousand as employee compensation and NT$4,053 thousand and NT$4,984 thousand as remuneration for Directors for the three months ended March 31, 2025 and 2024, respectively. These amounts were calculated using the Company's income before income tax, before deducting employee compensation and Directors' remuneration, multiplied by the percentages stipulated in the Company's Articles of Incorporation. The amounts were recognized as operating costs or operating expenses for the respective periods. Difference between amount distributed and accrued will be regarded as changes in accounting estimates and reflected in profit or loss in the following year. If employee compensation is resolved to be distributed in shares, the number of shares is determined by dividing the amount of compensation by the closing price of common shares on the day preceding the Board of Directors' meeting.

The amounts allocated for remuneration to employees were NT$56,791 thousand and NT$35,769 thousand, and the remuneration to the Board of Directors and Supervisors were NT$16,703 thousand and NT$10,520 thousand for the years ended December 31, 2024 and 2023, respectively, which bear no difference from the Board's resolutions. Relevant information can be found at the Market Observation Post System (MOPS).

(XXII) Non-operating income and expenses

1. Other gains and losses, net

The details of other benefits and losses of the consolidated company are as follows:

	January to March 2025	January to March, 2024
Gain on disposal of investment [Note VI (VII)]	$ 6,130	30,759
Gains (loss) on valuation of financial assets	1,966	(784)
Dividend income	572	-
Subsidy income	52	6,379
Loss on disposal of property, plant and equipment	(233)	-
Others	(377)	1,648
	$ 8,110	**38,002**

2. Finance costs

	January to March 2025	January to March, 2024
Interest expenses of bank loans	$ 9,003	6,143
Interest expense on lease liabilities	242	219
	$ 9,245	**6,362**

3. Interest income

	January to March 2025	January to March, 2024
Interests on bank deposits	$ 5,964	4,707
Other interest income	23	7
	$ 5,987	**4,714**

(XXIII) Financial instruments

Except for the following descriptions, there have been no significant changes in the fair value of the consolidated company's financial instruments and the exposure to credit risk, liquidity risk and market risk arising from the financial instruments. Please refer to Note VI(XXIII) of consolidated financial statements for the year ended December 31, 2024 for relevant information.

1. Credit risk

(1) Credit risk concentration

The consolidated company's customers are concentrated in industries such as consumer electronics, computer peripherals and wireless communication and so on. To reduce the credit risk of the accounts receivable, the consolidated company continuously assesses the customers' financial position and regularly evaluates the possibility of the collection of accounts receivable, as well as making allowances for loss. As of March 31, 2025, December 31, 2024, and March 31, 2024, 35%, 43%, and 46%, respectively, of the Group's accounts receivable were due from five customers, resulting in a significant concentration of credit risk.

(2) Credit risk of accounts receivable and debt securities

Please refer to Note VI (IV) for credit risk exposure of accounts receivable.

Other financial assets measured at amortized cost included other receivables and time deposits. No impairment loss was recognized.

The above-mentioned financial assets have low credit risk, so the allowance loss of that period is measured based on twelve-month expected credit loss (please refer to Note IV (VII) of the consolidated financial statements for the year ended December 31, 2024 for details on how the consolidated company determines the level of credit risk).

2. Liquidity risk

The following table shows the contractual maturity analysis of financial liabilities (including the impact of interest payable):

	Carrying amount	Contract cash flow	Less than 6 months	6-12 months	More than 12 months
March 31, 2025					
Non-derivative financial liabilities					
Short-term loans	$ 1,605,000	1,609,180	1,609,180	-	-
Accounts payable (including related parties)	469,349	469,349	469,349	-	-
Payroll and bonus payable	180,800	180,800	180,800	-	-
Payable on equipment	79,768	79,768	79,768	-	-
Expenses payable (recorded as other current liabilities)	141,529	141,529	141,529	-	-
Lease liabilities (including current and non-current)	61,329	62,870	14,826	8,129	39,915
Long-term loans (including those due within one year)	286,410	291,926	124,884	25,370	141,672
	$ 2,824,185	2,835,422	2,620,336	33,499	181,587

	Carrying amount	Contract cash flow	Less than 6 months	6-12 months	More than 12 months
December 31, 2024					
Non-derivative financial liabilities					
Short-term loans	$ 1,420,000	1,423,698	1,423,698	-	-
Accounts payable (including related parties)	537,856	537,856	537,856	-	-
Payroll and bonus payable	191,576	191,576	191,576	-	-
Payable on equipment	36,175	36,175	36,175	-	-
Expenses payable (recorded as other current liabilities)	130,098	130,098	130,098	-	-
Lease liabilities (including current and non-current)	68,401	70,124	14,747	11,459	43,918
Long-term loans (including those due within one year)	310,819	317,754	51,719	111,748	154,287
	$ 2,694,925	2,707,281	2,385,869	123,207	198,205
March 31, 2024					
Non-derivative financial liabilities					
Short-term loans	$ 997,000	999,872	999,872	-	-
Accounts payable (including related parties)	386,191	386,191	386,191	-	-
Payroll and bonus payable	145,602	145,602	145,602	-	-
Payable on equipment	39,365	39,365	39,365	-	-
Expenses payable (recorded as other current liabilities)	113,224	113,224	113,224	-	-
Lease liabilities (including current and non-current)	69,850	72,087	14,349	7,521	50,217
Long-term loans (including those due within one year)	447,222	460,181	116,259	52,606	291,316
	$ 2,198,454	2,216,522	1,814,862	60,127	341,533

3. Exchange rate risk

(1) Exchange rate risk exposure

The consolidated company's financial assets and liabilities exposed to material exchange rate risk were as follows:

	2025.3.31			2024.12.31			2024.3.31		
	Foreign currency	Exchange rate	NT$	Foreign currency	Exchange rate	NT$	Foreign currency	Exchange rate	NT$
Financial assets									
Monetary items									
US$	$ 71,014	33.205	2,358,020	67,355	32.785	2,208,233	53,619	32	1,715,816
RMB	50,150	4.6258	231,984	5,649	4.5608	257,545	64,551	4.5102	291,138
Financial liabilities									
Monetary items									
US$	2,845	33.205	94,468	2,726	32.785	89,363	1,451	32	46,433

(2) Sensitivity analysis

The consolidated company's exposure to foreign currency risk mainly arises from exchange gains and losses of cash, receivables, short-term loans, accounts payable, and other payables that are denominated in US$ and RMB. Changes in net income for the period from January 1 to March 31, 2025 and 2024 due to depreciation or appreciation of NT$ against US$ and RMB as of March 31, 2025, December 31 and March 31, 2024 with all other variables held constant were as follows:

	Range of the fluctuations	January to March 2025	January to March, 2024
NT$ exchange rate	1% depreciation against USD	$ 18,108	13,355
	1% appreciation against USD	$ (18,108)	(13,355)
	1% depreciation against RMB	$ 1,856	2,328
	1% appreciation against RMB	$ (1,856)	(2,328)

(3) Foreign exchange gains (losses) on monetary items

As the consolidated company has a large variety of functional currencies, the exchange gains and losses of monetary items were disclosed on an aggregated basis. The foreign exchange gains and losses (including realized and unrealized) for the three months ended March 31, 2025 and 2024 were NT$23,283 thousand and NT$55,401 thousand, respectively.

4. Interest Rate Analysis

The interest rate risk exposure of financial assets and financial liabilities of the consolidated company is described in the liquidity risk management of the Notes.

The following sensitivity analysis is determined by the interest rate risk exposure of non-derivative instruments on the reporting date. For liabilities with floating interest rates, the analysis is based on the assumption that the outstanding liabilities on the reporting date have been outstanding all year round. The primary reason is the variable interest rate loans associated with the consolidated company. Changes in comprehensive income for the three months ended March 31, 2025 and 2024 due to changes in interest rate with all other variables held constant were as follows:

	Range of the fluctuations	January to March 2025	January to March, 2024
Annual borrowing rate	Increase by 1%	$ (3,783)	(2,888)
	Decrease by 1%	$ 3,783	2,888

5. Other price risk

If the price of equity securities and bonds changes on the reporting date (adopt the same basis of analysis for both periods, with the assumption that other variable factors remain unchanged), the impact on comprehensive income items were as follows:

	January to March 2025		January to March, 2024	
Price as of the reporting date	Other comprehensive income before tax	Income before income tax for the period	Other comprehensive income before tax	Income before income tax for the period
Increase by 1%	$ 10,261	545	2,340	470
Decrease by 1%	(10,261)	(545)	(2,340)	(470)

6. Fair value of financial instruments

(1) Type and fair value of financial instruments

The consolidated company's financial assets measured at fair value through profit and loss or through other comprehensive income are measured at fair value on a recurring basis. The carrying amount and fair value of financial assets and liabilities (including information of fair value hierarchy; however, the fair value of financial instruments not measured at fair value and whose carrying amounts are reasonable approximations of their fair value and lease liabilities are not required to be disclosed) were as follows:

	2025.3.31				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss - current					
Government bonds	$ 49,069	49,069	-	-	49,069
Financial assets at fair value through profit or loss - non-current					
Limited partnership	$ 5,385	-	-	5,385	5,385
Financial assets measured at fair value through other comprehensive income - non-current					
Domestic listed stocks	$ 10,494	10,494	-	-	10,494

	2025.3.31				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Domestic and international unlisted stocks	1,015,632	792,360	-	223,272	1,015,632
	$ 1,026,126	802,854	-	223,272	1,026,126
Financial assets measured at amortized cost					
Cash and cash equivalents	$ 1,863,271	-	-	-	-
Notes and accounts receivable (including related parties)	1,502,814	-	-	-	-
Refundable deposits	11,505	-	-	-	-
	$ 3,377,590	-	-	-	-
Financial liabilities measured at amortized cost					
Short-term loans	$ 1,605,000	-	-	-	-
Accounts payable (including related parties)	469,349	-	-	-	-
Payroll and bonus payable	180,800	-	-	-	-
Payable on equipment	79,768	-	-	-	-
Expenses payable (recorded as other current liabilities)	141,529	-	-	-	-
Lease liabilities (including current and non-current)	61,329	-	-	-	-
Long-term loans (including those due within one year)	286,410	-	-	-	-
	$ 2,824,185	-	-	-	-

	2024.12.31				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss - current					
Government bonds	$ 47,079	47,079	-	-	47,079
Financial assets at fair value through profit or loss - non-current					
Limited partnership	$ 5,409	-	-	5,409	5,409
Financial assets measured at fair value through other comprehensive income - non-current					
Domestic and international unlisted stocks	$ 1,028,200	-	-	1,028,200	1,028,200
Financial assets measured at amortized cost					
Cash and cash equivalents	$ 1,541,797	-	-	-	-
Notes and accounts receivable	1,622,525	-	-	-	-

	2024.12.31				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
(including related parties)					
Refundable deposits	11,140	-	-	-	-
	$ 3,175,462	-	-	-	-
Financial liabilities measured at amortized cost					
Short-term loans	$ 1,420,000	-	-	-	-
Accounts payable (including related parties)	537,856	-	-	-	-
Payroll and bonus payable	191,576	-	-	-	-
Payable on equipment	36,175	-	-	-	-
Expenses payable (recorded as other current liabilities)	130,098	-	-	-	-
Lease liabilities (including current and non-current)	68,401	-	-	-	-
Long-term loans (including those due within one year)	310,819	-	-	-	-
	$ 2,694,925	-	-	-	-

	2024.3.31				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss - current					
Government bonds	$ 47,043	47,043	-	-	47,043
Financial assets measured at fair value through other comprehensive income - non-current					
Domestic and international unlisted stocks	$ 234,044	-	-	234,044	234,044
Financial assets measured at amortized cost					
Cash and cash equivalents	$ 1,530,550	-	-	-	-
Notes and accounts receivable (including related parties)	1,233,468	-	-	-	-
Refundable deposits	32,167	-	-	-	-
	$ 2,796,185	-	-	-	-
Financial liabilities measured at amortized cost					
Short-term loans	$ 997,000	-	-	-	-
Accounts payable (including related parties)	386,191	-	-	-	-
Payroll and bonus payable	145,602	-	-	-	-
Payable on equipment	39,365	-	-	-	-
Expenses payable (recorded as other current liabilities)	113,224	-	-	-	-

	2024.12.31				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Lease liabilities (including current and non-current)	69,850	-	-	-	-
Long-term loans (including those due within one year)	447,222	-	-	-	-
	$ 2,198,454	-	-	-	-

(2) Valuation techniques for financial instruments that are measured at fair value

If there is an active market for a financial instrument, the fair value of the instrument is based on the quoted market price in the active market. The market prices announced by major exchanges and the central government bond counter trading centers, which are judged to be popular, are the basis for the fair value of listed (over-the-counter) equity instruments and debt instruments with active market quotations.

A financial instrument has an active market for public quotations if public quotations are obtained from an exchange, broker, underwriter, industry association, pricing service or competent authority in a timely manner and on a regular basis, and the price represents an actual and frequent arm's length market transaction. If above conditions are not met, the market is considered inactive. Generally speaking, a wide bid-ask spread, a significant increase in the bid-ask spread, or a low trading volume are all indicators of an inactive market.

The fair value of financial instruments held by the consolidated company that are traded in an active market are presented by category and attribute as follows:

The fair values of listed redeemable bonds, listed stocks, bills of exchange and corporate bonds, which are financial assets and financial liabilities with standard terms and conditions and traded in active markets, are determined based on the quoted market prices, respectively.

Except for the above-mentioned financial instruments with active markets, the fair values of the remaining financial instruments are obtained using valuation techniques or by reference to quoted prices from counter-parties. The fair values obtained through valuation techniques may be calculated based on the current fair values of other financial instruments with substantially similar conditions and characteristics, discounted cash flow method or other valuation techniques, including the models based on market information available at the date of the consolidated balance sheet (e.g., Taipei Exchange reference yield curves, Reuters average quoted commercial paper rates).

The fair value of financial instruments held by the consolidated company that do not have an active market is estimated based on the type and nature of the instruments. For unquoted equity instruments, the fair value is determined using the Comparable Listed Company Method and the Net Asset Value Method. The key assumptions under the Comparable Listed Company Method include applying the price-to-book ratio, price-to-earnings ratio, estimated EV/EBITDA multiples, and revenue multiples of comparable listed companies. The net asset value method is used to assess the total value of the individual assets and liabilities covered by the valuation technique to reflect the overall value of the Company. This estimate adjusts for the discount effect of the lack of market liquidity of the equity securities.

(3) Transfers between Level 1 and Level 2 fair value hierarchy: None.

(4) Details of changes in Level 3 fair value hierarchy:

	Financial assets at fair value through profit or loss – limited partnership	Financial assets measured at fair value through other comprehensive income - inactive market
Balance as of January 1, 2025	$ 5,409	1,028,200
Total Profit or Loss		
Recognized in profit and loss.	(24)	-
Recognized in other comprehensive income	-	(109,352)
Transfer from Level Three (Note)	-	(695,576)
Balance as of March 31, 2025	**$ 5,385**	**223,272**
Balance as of January 1, 2024		$ 212,957
Recognized in other comprehensive income		21,087
Balance as of March 31, 2024		**$ 234,044**

Note: Financial assets have liquidity; therefore, they are transferred from Level 3.

(5) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

The consolidated company classified the financial assets measured at fair value through profit or loss – non-current and those measured at fair value through other comprehensive income – non-current as Level 3 in the fair value hierarchy. These assets involve multiple significant unobservable inputs that are independent and have no interrelationship. The quantitative information of the significant unobservable inputs is as follows:

Item	Valuation technique	Significant unobservable input	Relationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through profit or loss - non-current (limited partnership)	Net asset value method	• Net asset value • Marketability discount (9% on March 31, 2025, and December 31, 2024)	• The higher the value of net asset, the higher the fair value. • The higher the marketability discount, the lower the fair value.
Financial asset measured at fair value through other comprehensive income - non-current (equity investments without an active market)	Net asset value method	• Net asset value • Marketability discount (9% on March 31, 2025; December 31, 2024; and March 31, 2024)	• The higher the value of net asset, the higher the fair value. • The higher the marketability discount, the lower the fair value.
Financial asset measured at fair value through other comprehensive income - non-current (equity investments without an active market)	Market approach	• The price-to-book ratio multiples as of March 31, 2025, December 31, 2024, and March 31, 2024, were 1.01 to 2.68, 0.98 to 3.22, and 1.04 to 4.81, respectively. • The price-to-earnings ratio multiples for the dates March 31, 2025, December 31, 2024, and March 31, 2024, are 14.81 to 18.74, 17.45 to 18.83, and 18.31 to 22.33, respectively. • l discount (March 31, 2025, December 31, 2024, and March 31, 2024: 17.60%–19.66%, 17.60%–19.66%, and 15.09%–25%, respectively) • The enterprise value to revenue ratio multiplier (3.92 as of December 31, 2024). • Enterprise value to EBITDA multiple (19.42 as of December 31, 2024)	• The higher the price-to-book ratio, the higher the fair value. • The higher the price-to-earning ratio, the higher the fair value. • The higher the marketability discount, the lower the fair value. • The higher the enterprise value-to-revenue multiple, the higher the fair value. • The higher the enterprise value-to-EBITDA multiple, the higher the fair value.

(6) Fair value measurement for Level 3, and sensitivity analysis of fair value on reasonably possible alternative assumptions

The consolidated company’s fair value measurement on the financial instruments is considered reasonable; however, when different valuation model or valuation parameters are used, it may lead to different valuation result. If valuation parameters change, financial instruments classified as

Level 3 will have effects on the profit/loss or other comprehensive income, stated as follows:

	Inputs	Increase or decrease change	The changes in fair value are reflected in the current period's profit and loss. Favorable change	Unfavorable change	Fair value change reflected in other comprehensive income Favorable change	Unfavorable change
March 31, 2025						
Financial assets at fair value through profit or loss						
Investments in equity instrument without active market	Marketability discount	±1%	54	(54)	-	-
	Net asset value method	±1%	54	(54)	-	-
Financial assets measured at fair value through other comprehensive income						
Investments in equity instrument without active market	Marketability discount	±1%	-	-	2,233	(2,233)
	Net asset value method	±1%	-	-	1,075	(1,075)
	Equity-to-book ratio (EBR) multiples	±1%	-	-	1,158	(1,158)
	Price-to-earnings ratio (PER) multiples	±1%	-	-	887	(887)
December 31, 2024						
Financial assets at fair value through profit or loss						
Investments in equity instrument without active market	Marketability discount	±1%	54	(54)	-	-
	Net asset value method	±1%	54	(54)	-	-
Financial assets measured at fair value through other comprehensive income						
Investments in equity instrument without active market	Marketability discount	±1%	-	-	10,282	(10,282)
	Net asset value method	±1%	-	-	1,050	(1,050)
	Equity-to-book ratio (EBR) multiples	±1%	-	-	2,277	(2,277)
	Price-to-earnings ratio (PER) multiples	±1%	-	-	1,907	(1,907)
	The enterprise value to revenue ratio multiples	±1%	-	-	6,956	(6,956)
	Enterprise value to EBITDA multiples	±1%	-	-	6,956	(6,956)
March 31, 2024						

	Inputs	Increase or decrease change	The changes in fair value are reflected in the current period's profit and loss. Favorable change	Unfavorable change	Fair value change reflected in other comprehensive income Favorable change	Unfavorable change
Financial assets measured at fair value through other comprehensive income						
Investments in equity instrument without active market	Marketability discount	±1%	-	-	2,340	(2,340)
	Net asset value method	±1%	-	-	644	(644)
	Equity-to-book ratio (EBR) multiples	±1%	-	-	1,278	(1,278)
	Price-to-earnings ratio (PER) multiples	±1%	-	-	1,203	(1,203)

The consolidated company's favorable and unfavorable changes refer to fluctuation of fair value, and the fair value is calculated according to unobservable inputs of different level via the valuation technique. The fair value of the financial instrument is affected by more than one inputs, the table above only reflects the effect caused by the change of one single input, and the correlation and difference among inputs are not considered.

(XXIV) Financial risk management

There were no significant changes in the objectives and policies of the consolidated company's financial risk management comparing to those disclosed in Note VI (XXIV) of the consolidated financial statements for the year ended December 31, 2024.

(XXV) Capital management

The consolidated company's capital management objectives, policies and procedures were consistent with those disclosed in the consolidated financial statements for the year ended December 31, 2024. In addition, there were no significant changes in the aggregate quantitative information of capital management items comparing to the information disclosed in the consolidated financial statements for the year ended December 31, 2024. For relevant information, please refer to Note VI(XXV) of the consolidated financial statements for the year ended December 31, 2024.

(XXVI) Non-cash financing activities

The consolidated company's non-cash investing and financing activities for the period from January 1 to March 31, 2025 and 2024 were as follows:

1. For right-of-use assets obtained via leases, please refer to Note VI (IX).
2. Reconciliation of liabilities arising from financing activities were as follows:

	2025.1.1	Cash flow	Non-cash changes: Change in exchange fluctuations	Non-cash changes: Merger acquisition	Non-cash changes: Other changes	2025.3.31
Short-term loans	$ 1,420,000	185,000	-	-	-	1,605,000
Lease liabilities	68,401	(7,192)	120	-	-	61,329
Long-term loans (including within one year)	310,819	(24,409)	-	-	-	286,410
	$ 1,799,220	153,399	120	-	-	1,952,739

	2024.1.1	Cash flow	Non-cash changes: Change in exchange fluctuations	Non-cash changes: Merger acquisition	Non-cash changes: Other changes	2024.3.31
Short-term loans	$ 837,000	160,000	-	-	-	997,000
Lease liabilities	24,662	(6,486)	334	15,078	36,262	69,850
Long-term loans (including within one year)	462,500	(15,278)	-	-	-	447,222
	$ 1,324,162	138,236	334	15,078	36,262	1,514,072

VII. Related Party Transactions

(I) Related parties' names and relationships

Name of related party	Relationship with the consolidated company
TAI-TECH ADVANCED ELECTRONICS CO., LTD. (TAI-TECH)	Entities with significant influence over the consolidated company.
JDX Technology Co., Ltd. (JDX Technology)	A subsidiary of TAI-TECH (Note 1)
Shenzhen Gather Electronics Science Co., Ltd. (Shenzhen Gather)	An associate to the consolidated company measured at equity method
Hubei Gather Electronics Science Co., Ltd. (Hubei Gather)	A subsidiary controlled by Shenzhen Gather Electronics Science Co., Ltd.
AiPAQ Technology Co., Ltd. (AiPAQ Technology)	The Company's subsidiary (Note 2)

Note 1: Originally an equity-method associate of the consolidated company, all equity was sold by the Company to TAI-TECH on November 1, 2024, and from that date, it became a subsidiary of TAI-TECH.

Note 2: Originally an equity-method associate of the Company, it became a subsidiary of the Company on February 15, 2024

(II) Significant transactions with related parties

1. Operating revenue

	January to March 2025	January to March, 2024
Hubei Gather	$ 23,276	20,559
JDX Technology Co., Ltd.	591	149
	$ 23,867	20,708

The consolidated company's sales price to related parties and non-related parties is determined by the specifications of the products being sold, and some products are given discounts of varying degrees depending on the quantity sold. Therefore, the pricing strategy is not significantly different. The credit conditions of the related parties are from 90 days to 150 days settlement time. The credit conditions of general customers are determined by the individual client's past transaction experience and the results of debt evaluation. The range is between 60 to 150 days settlement time.

2. Purchases

	January to March 2025	January to March, 2024
Hubei Gather	$ 6,817	7,473
AiPAQ Technology Co., Ltd.	-	698
	$ 6,817	**8,171**

The purchase price from related parties is based on the general market price. The payment terms are 30 to 90 days settlement time for general suppliers, and 60 to 90 days settlement time for related parties.

3. Receivables from Related Parties

Financial Statement Account	Category of Related Parties	2025.3.31	2024.12.31	2024.3.31
Accounts receivable	Hubei Gather	$ 82,674	73,026	63,143
Accounts receivable	JDX Technology Co., Ltd.	715	334	389
		$ 83,389	**73,360**	**63,532**

4. Payables to Related Parties

Financial Statement Account	Category of Related Parties	2025.3.31	2024.12.31	2024.3.31
Accounts payable	Hubei Gather	$ 8,529	10,162	12,228
Other Payables	JDX Technology Co., Ltd.	-	141	-
		$ 8,529	**10,303**	**12,228**

5. Property Transactions

The consolidated company sold 23.33% equity of JDX Technology to related party TAI-TECH in November 2024, with a disposal price of NT$2,202 thousand and a disposal gain of NT$317 thousand. As of December 31, 2024, the full payment has been received.

(III) Transactions with key management personnel

Remuneration of major managerial personnel includes:

	January to March 2025		January to March, 2024
Short-term employee benefits	$	13,652	16,390
Benefits after retirement		108	108
	$	13,760	16,498

VIII. Pledged Assets: None.

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

X. Significant Disaster Loss: None.

XI. Significant Subsequent Events: None.

XII. Others

The following is the summary statement of employee benefits and depreciation expenses by function:

Function / Type	January to March 2025			January to March, 2024		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefit expenses						
Salary expense	81,117	78,867	159,984	81,117	69,664	150,781
Labor and health insurance expense	388	2,727	3,115	388	2,510	2,898
Pension expense	325	1,583	1,908	325	1,441	1,766
Other employee benefits expenses	1,916	2,720	4,636	1,916	2,760	4,676
Depreciation	50,980	14,606	65,586	50,440	10,454	60,894
Amortization	45	1,467	1,512	29	1,195	1,224

XIII. Supplementary Disclosures

(I) Information on significant transactions

In accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, the merged company shall disclose the following information concerning material transactions:

Notes to Consolidated Financial Statements of APAQ TECHNOLOGY CO., LTD. and Subsidiaries (continued)

1. Financing provided to others:

No.	Financing company	Financing counterparty	Financial statement account	Related party	Maximum balance for the period	Balance at end of the period	Actual amount drawn down	Interest rate range	Nature of financing	Transaction amount	Reason for short-term financing	Loss allowance	Collateral		Financing limits for each borrowing company	Financing company's total financing amount limits
													Name	Amount		
0	The Company	APAQ Wuxi	Other receivables - related parties	Yes	166,025	166,025	-	-	Business transaction	2,307,963	Business needs of subsidiary	-		-	407,315	1,629,262
0	The Company	APAQ Hubei	Other receivables - related parties	Yes	166,025	166,025	-	-	Short-term financing facility	-	Business needs of subsidiary	-		-	407,315	1,629,262
0	The Company	AiPAQ Technology Co., Ltd.	Other receivables - related parties	Yes	80,000	80,000	-	-	Short-term financing facility	-	Business needs of subsidiary	-		-	407,315	1,629,262

Note 1: The amount of the Company's loan to an individual company or business with which the Company has a business relationship shall be limited to the total value of the underlying transactions between the parties.

Note 2: The Company's limit for loans to a single enterprise shall not exceed 10% of the equity attributable to owners of the parent as specified in the balance sheet of the Company's consolidated financial statements audited and certified by a CPA for the most recent year. The total aggregate amount of loans to others shall be limited to 40% of the equity attributable to owners of the parent as specified in the balance sheet of the Company's consolidated financial statements audited and certified by a CPA for the most recent year.

2. Endorsement or guarantee provided to others:

No.	Name of endorsement / guarantee provider	Endorsement / guarantee counterparty		Limit on endorsement / guarantee amount provided to each guaranteed party	Maximum balance for the period	Balance at end of the period	Actual amount drawn down	Endorsement guarantee with property pledged as collateral amount	Ratio of accumulated endorsement / guarantee to net equity per latest financial statements	Maximum endorsement/guarantee amount allowable	Guarantee provided by parent company to a subsidiary	Guarantee provided by a subsidiary to parent company	Guarantee provided to subsidiaries in Mainland China
		Name	Relationship										
0	The Company	APAQ Wuxi	Subsidiary	4,073,156	166,025	166,025	-	-	4.08%	4,073,156	Y	N	Y
0	The Company	APAQ Hubei	Subsidiary	4,073,156	166,025	166,025	-	-	4.08%	4,073,156	Y	N	Y
0	The Company	AiPAQ Technology Co., Ltd.	Subsidiary	4,073,156	80,000	80,000	-	-	1.96%	4,073,156	Y	N	N

Note 1: The amount of endorsement/guarantee for a single entity is limited to the amount of the Company's most recent consolidated financial statements audited by the CPA attributable to the parent company's owner's equity.

Note 2: The total amount of endorsements/guarantees to external parties shall be limited to the amount of equity attributable to the owners of the parent company in the balance sheet of the Company's consolidated financial statements as audited (reviewed) by the CPAs in the most recent period.

3. Holding of material marketable securities at the end of the period (excluding investments in subsidiaries, associates and joint ventures):

Held company	Marketable securities type and name	Relationship with the issuer	Financial statement account	End of the period				Remarks
				Shares	Carrying amount	Shareholding ratio	Fair value	
The Company	U.S. Treasury bonds	None	Financial assets at fair value through profit or loss - current	1,600	49,069	- %	49,069	
The Company	Kaiwei Venture Capital	None	Financial assets at fair value through profit or loss - non-current	600	5,385	5.39%	5,385	
The Company	Foxfortune Technology Ventures Limited	None	Financial assets measured at fair value through other comprehensive income - non-current	624	22,302	5.80%	22,302	
The Company	Inpaq Korea	None	Financial assets measured at fair value through other comprehensive income - non-	18	2,123	10.73%	2,123	

Held company	Marketable securities type and name	Relationship with the issuer	Financial statement account	End of the period				Remarks
				Shares	Carrying amount	Shareholding ratio	Fair value	
			current					
The Company	Element I Venture Capital Co., Ltd.	None	Financial assets measured at fair value through other comprehensive income - non-current	1,480	13,645	3.64%	13,645	
The Company	Kuan Kun Electronic Enterprise Co., Ltd.	None	Financial assets measured at fair value through other comprehensive income - non-current	3,770	67,431	5.39%	67,431	
The Company	AICP Technology Corporation	None	Financial assets measured at fair value through other comprehensive income - non-current	240	1,584	3.20%	1,584	
The Company	IPU Semiconductor Co., Ltd.	None	Financial assets measured at fair value through other comprehensive income - non-current	800	21,224	8.00%	21,224	
The Company	WK Technology Fund IX II Ltd.	None	Financial assets measured at fair value through other comprehensive income - non-current	3,000	26,610	2.67%	26,610	
The Company	I-See Vision Technology Inc.	None	Financial assets measured at fair value through other comprehensive income - non-current	2,500	23,403	11.18%	23,403	
The Company	Syntec Technology Co., Ltd.	None	Financial assets measured at fair value through other comprehensive income - non-current	1,420	792,360	2.17%	792,360	
The Company	Phoenix VI Innovation & Venture Capital Co., Ltd.	None	Financial assets measured at fair value through other comprehensive income - non-current	5,000	44,950	2.54%	44,950	
The Company	TAI-TECH	None	Financial assets measured at fair value through other comprehensive income - non-current	99	10,494	0.10%	10,494	

4. Related party transactions with purchase or sales amount of at least NT$100 million or 20% of the paid-in capital: None.

Company	Counterparty	Relationship	Transaction Details				Details of non-arm's length transaction		Notes/accounts receivable or payable		Remarks
			Purchases /sales	Amount	Percentage of total purchases (sales)	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total receivables (payables)	
The Company	APAQ Wuxi	Subsidiary	Purchases	619,484	98 %	60 days monthly settlement	-	Note 1	(596,735)	98%	Note 2
APAQ Wuxi	APAQ Hubei	Same parent company	Purchases	114,956	39 %	120 days monthly settlement	-	Note 1	(70,138)	11%	Note 2

Note 1: The payment term of general suppliers ranges from 30 days to 90 days on monthly settlement, and the payment term for APAQ Wuxi and APAQ Hubei are 60 days and 120 days settlement time.

Note 2: Related transactions and ending balances have been eliminated from the consolidated financial statements.

5. Receivables from related party reach NT$100 million or 20% of paid-in capital amount:

Company	Counterparty	Relationship	Balance of receivables from related parties	Turnover rate	Overdue receivables from related parties		Amounts received in subsequent periods (Note)	Loss allowance
					Amount	Treatment method		
APAQ Wuxi	The Company	Parent-subsidiary	596,735	-	-	-	11,444	-

Note: This refers to the retrieval status as of April 18, 2025.

6. Parent-subsidiary company business relation and material transactions:

No.	Company	Counterparty	Nature of relationship	Transaction details			
				Financial statement account	Amount	Transaction Terms	Percentage of consolidated revenue or assets
0	The Company	APAQ Wuxi	Parent-subsidiary	Purchases	619,484	60 days monthly settlement	68%
0	The Company	APAQ Wuxi	Parent-subsidiary	Sales	23,830	60 days monthly settlement	3%
0	The Company	APAQ Wuxi	Parent-subsidiary	Accounts payable	596,735	60 days monthly settlement	8%
1	APAQ Wuxi	APAQ Hubei	Subsidiary-subsidiary	Purchases	114,956	120 days monthly settlement	13%
1	APAQ Wuxi	APAQ Hubei	Subsidiary-subsidiary	Accounts payable	70,138	120 days monthly settlement	1%

(II) Information on reinvestment:

The information on investees is as follows (excluding investees in Mainland China):

Investor company	Investee company	Location	Primary Business	Original investment amount		Ending balance			Net income (loss) of the investee for the period	Investment profit or loss recognized for the period	Remarks
				End of the period	End of last year	Shares	Percentage	Carrying amount			
The Company	APAQ Samoa	Samoa	Holding	1,405,325	1,405,325	45,392	100%	2,703,250	69,042	62,042	Subsidiary, Note 1 and Note 2
The Company	AiPAQ Technology Co., Ltd.	Taiwan	Production and sales of electronic components	181,920	181,920	11,440	52%	180,364	(13,817)	(6,945)	Subsidiary, Note 2

Note 1: Share of profit/loss includes adjustments for upstream transactions between associates.

Note 2: Related transactions and ending balances have been eliminated from the consolidated financial statements.

(III) Information on investments in Mainland China:

1. Information on reinvestments in Mainland China:

Investee company	Primary Business	Paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of beginning of the period	Investment flows		Accumulated outflow of investment from Taiwan as of end of the period	Net income (loss) of the investee for the period	The Company's percentage of direct or indirect ownership	Investment profit or loss recognized for the period	Carrying amount of investment at the end of period	Accumulated inward remittance of investment earnings as of the end of period	Remarks
					Outflow	Inflow							
APAQ Wuxi	Production and sales of electronic components	1,262,892 (US$41,700 thousand)	Note 2	1,293,113 (US$41,700 thousand)	-	-	1,293,113 (US$41,700 thousand)	68,924	100%	68,924 Note 3	2,699,475 Note 3	-	Note 5
Shenzhen Gather Electronics Science Co., Ltd.	Production and sales of electronic components	74,013 (RMB16,000 thousand)	Note 2	53,997 (RMB11,900 thousand)	-	-	53,997 (RMB11,900 thousand)	18,260	35%	1,360 Note 4	57,944 Note 4	-	Associate
APAQ Hubei	Production and sales of electronic components	274,646 (US$8,800 thousand)	Note 1	256,755 (US$8,800 thousand)	-	-	256,755 (US$8,800 thousand)	20,865	100%	19,550 Note 3	490,767 Note 3	-	Note 5

2. Limits of reinvestments in Mainland China:

Accumulated investment remitted from Taiwan to Mainland China at the end of the current period (Note VI)	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA) (Note VI)	Upper limit on investment authorized by MOEAIC
1,603,865 (USD50,500 thousand and RMB9,800 thousand)	1,643,711 (USD53,700 thousand and RMB11,900 thousand)	(Note 7)

Note 1: Direct investment in Mainland China.
Note 2: Investment in Mainland China indirectly through a third region.
Note 3: It was recognized based on financial report of the same period reviewed by the CPAs.
Note 4: It was recognized based on financial report of the same period not reviewed by the CPAs.
Note 5: Related transactions and ending balances have been eliminated from the consolidated financial statements.
Note 6: The paid-in capital is converted into NT dollars at the exchange rate on the balance sheet date. The amount of investment remitted in the current period is converted into NT dollars at previous exchange rates. The investment amount approved by Investment Commission, MOEA of US$53,700 thousand and RMB11,900 thousand is converted into NT dollars at previous exchange rates. In addition, as of March 31, 2025, there are approved investment amounts of US$3,200 thousand, of which US$2,000 thousand had lapsed due to non-execution within three years, and the remaining US$1,200 thousand had not been remitted.
Note 7: The Company has obtained the certificate letter of enterprise headquarters operation scope issued by the Industrial Development Bureau, MOEA. The upper limits for investments in Mainland China set by the Investment Commission, MOEA no longer apply.

3. Significant transactions:

Please refer to the "Information on Significant Transactions" for direct or indirect significant transactions between the consolidated company and investees in China (which have been eliminated during the preparation of consolidated financial statements) for the period from January 1 to March 31, 2025.

XIV. Segment Information

The consolidated company focuses on producing ultra-small, high temperature-resistant, long life, low impedance electrolytic capacitors and cooperates with customers to develop and manufacture high voltage capacitors, chip capacitors, organic semiconductor solid capacitors and high energy storage capacitors. It is a single operating segment. The information of the operating segment is consistent with the consolidated financial statements. Please refer to the consolidated statements of comprehensive income for revenue (revenue from external customers) and income/loss of the segment and the consolidated balance sheets for segment information.