

**Taiwan Union Technology Corporation
and Subsidiaries**

**Consolidated Financial Statements for the
Nine Months Ended September 30, 2025 and 2024 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Taiwan Union Technology Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Taiwan Union Technology Corporation and its subsidiaries as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the “consolidated financial statements”). 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 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 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. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that caused 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 September 30, 2025 and 2024, its consolidated financial performance for the three months ended September 30, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Po-Jen Weng and Szu-Lan Chu.

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 12, 2025

Notice to Readers

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

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2025		December 31, 2024		September 30, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 5,176,905	17	\$ 6,280,003	24	\$ 6,244,818	25
Financial assets at fair value through profit or loss - current (Notes 7 and 28)	-	-	-	-	31,345	-
Financial assets at amortized cost - current (Note 8)	1,705,377	5	757,491	3	405,664	2
Notes receivable (Note 9)	891,550	3	769,094	3	854,671	3
Trade receivables (Note 9)	10,975,306	35	8,942,324	35	8,797,929	35
Other receivables	167,215	1	74,591	-	108,535	-
Current tax assets (Note 23)	88,540	-	74,446	-	128,068	1
Inventories (Note 10)	5,262,510	17	3,189,127	12	3,009,191	12
Prepayments	9,247	-	43,587	-	12,575	-
Other current assets - other	181,204	1	133,505	1	122,904	1
Total current assets	24,457,854	79	20,264,168	78	19,715,700	79
NON-CURRENT ASSETS						
Property, plant and equipment (Note 12)	4,364,757	14	4,338,681	17	4,392,598	18
Right-of-use assets (Note 13)	84,795	-	92,374	1	92,178	1
Other intangible assets (Note 14)	17,738	-	10,006	-	9,458	-
Deferred tax assets (Note 23)	58,344	-	40,876	-	46,136	-
Prepayments for equipment	2,006,972	7	1,057,453	4	534,102	2
Refundable deposits (Note 30)	19,225	-	17,817	-	14,851	-
Other non-current assets	42,633	-	56,508	-	53,000	-
Total non-current assets	6,594,464	21	5,613,715	22	5,142,323	21
TOTAL	\$ 31,052,318	100	\$ 25,877,883	100	\$ 24,858,023	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 15)	\$ 1,864,560	6	\$ 543,360	2	\$ 460,856	2
Financial liabilities at fair value through profit or loss - current (Notes 7 and 28)	2,385	-	29,493	-	-	-
Notes payable	-	-	99	-	-	-
Trade payables	7,985,226	26	5,498,789	21	5,430,059	22
Other payables (Note 17)	1,154,940	4	1,142,951	5	998,493	4
Current tax liabilities (Note 23)	416,962	1	156,067	1	136,255	-
Provisions - current (Note 18)	64,980	-	53,068	-	50,720	-
Current portion of puttable bonds (Note 16)	-	-	-	-	414,017	2
Current portion of long-term borrowings (Note 15)	306,750	1	418,715	2	418,715	2
Other current liabilities (Note 17)	32,831	-	29,962	-	35,057	-
Total current liabilities	11,828,634	38	7,872,504	31	7,944,172	32
NON-CURRENT LIABILITIES						
Financial liabilities at fair value through profit or loss - non-current (Notes 7 and 28)	-	-	5,800	-	5,200	-
Bonds payable (Note 16)	-	-	1,925,555	8	1,921,273	8
Long-term borrowings (Note 15)	2,806,667	9	1,523,738	6	1,628,417	7
Deferred tax liabilities (Note 23)	104,855	1	102,173	-	96,113	-
Net defined benefit liabilities - non-current (Note 19)	34,690	-	65,484	-	70,876	-
Guarantee deposits received	34,647	-	45,601	-	56,560	-
Total non-current liabilities	2,980,859	10	3,668,351	14	3,778,439	15
Total liabilities	14,809,493	48	11,540,855	45	11,722,611	47
EQUITY (Note 20)						
Share capital						
Ordinary shares	2,826,849	9	2,759,739	10	2,720,330	11
Capital collected in advance	59,827	-	203	-	5,005	-
Total share capital	2,886,676	9	2,759,942	10	2,725,335	11
Capital surplus	4,800,137	15	2,930,218	11	2,529,804	10
Retained earnings						
Legal reserve	1,933,394	6	1,672,555	7	1,672,555	7
Special reserve	-	-	307,257	1	307,257	1
Unappropriated earnings	7,062,670	23	6,487,060	25	5,778,198	23
Total retained earnings	8,996,064	29	8,466,872	33	7,758,010	31
Other equity	(440,052)	(1)	179,996	1	122,263	1
Total equity	16,242,825	52	14,337,028	55	13,135,412	53
TOTAL	\$ 31,052,318	100	\$ 25,877,883	100	\$ 24,858,023	100

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

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Note 21)	\$ 8,062,873	100	\$ 6,622,087	100	\$ 21,215,452	100	\$ 16,760,187	100
OPERATING COSTS (Note 10)	<u>6,148,080</u>	<u>76</u>	<u>5,118,711</u>	<u>77</u>	<u>16,332,393</u>	<u>77</u>	<u>12,882,177</u>	<u>77</u>
GROSS PROFIT	<u>1,914,793</u>	<u>24</u>	<u>1,503,376</u>	<u>23</u>	<u>4,883,059</u>	<u>23</u>	<u>3,878,010</u>	<u>23</u>
OPERATING EXPENSES (Note 22)								
Selling and marketing expenses	289,047	3	265,719	4	829,465	4	735,624	4
General and administrative expenses	221,907	3	176,125	3	607,449	3	490,777	3
Research and development expenses	136,375	2	92,588	1	390,389	1	254,142	2
Expected credit loss (gain)	<u>1,925</u>	<u>-</u>	<u>(226)</u>	<u>-</u>	<u>2,227</u>	<u>-</u>	<u>(2,260)</u>	<u>-</u>
Total operating expenses	<u>649,254</u>	<u>8</u>	<u>534,206</u>	<u>8</u>	<u>1,829,530</u>	<u>8</u>	<u>1,478,283</u>	<u>9</u>
PROFIT FROM OPERATIONS	<u>1,265,539</u>	<u>16</u>	<u>969,170</u>	<u>15</u>	<u>3,053,529</u>	<u>15</u>	<u>2,399,727</u>	<u>14</u>
NON-OPERATING INCOME AND EXPENSES (Note 22)								
Interest income	23,923	-	38,604	1	88,355	-	106,606	-
Other gains and losses	48,701	-	(31,659)	(1)	1,685	-	(35,301)	-
Finance costs	<u>(20,500)</u>	<u>-</u>	<u>(14,419)</u>	<u>-</u>	<u>(51,497)</u>	<u>-</u>	<u>(33,464)</u>	<u>-</u>
Total non-operating income and expenses	<u>52,124</u>	<u>-</u>	<u>(7,474)</u>	<u>-</u>	<u>38,543</u>	<u>-</u>	<u>37,841</u>	<u>-</u>
PROFIT BEFORE INCOME TAX	1,317,663	16	961,696	15	3,092,072	15	2,437,568	14
INCOME TAX EXPENSE (Note 23)	<u>(315,149)</u>	<u>(4)</u>	<u>(207,643)</u>	<u>(3)</u>	<u>(765,880)</u>	<u>(4)</u>	<u>(538,042)</u>	<u>(3)</u>
NET PROFIT FOR THE PERIOD	<u>1,002,514</u>	<u>12</u>	<u>754,053</u>	<u>12</u>	<u>2,326,192</u>	<u>11</u>	<u>1,899,526</u>	<u>11</u>
OTHER COMPREHENSIVE INCOME								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized loss on investments in equity investments designated at fair value through other comprehensive income	-	-	(1,104)	-	-	-	(1,104)	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	<u>477,237</u>	<u>6</u>	<u>77,421</u>	<u>1</u>	<u>(620,048)</u>	<u>(3)</u>	<u>429,520</u>	<u>3</u>
Other comprehensive income (loss) for the period	<u>477,237</u>	<u>6</u>	<u>76,317</u>	<u>1</u>	<u>(620,048)</u>	<u>(3)</u>	<u>428,416</u>	<u>3</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 1,479,751</u>	<u>18</u>	<u>\$ 830,370</u>	<u>13</u>	<u>\$ 1,706,144</u>	<u>8</u>	<u>\$ 2,327,942</u>	<u>14</u>

(Continued)

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
NET PROFIT ATTRIBUTABLE								
TO:								
Owners of the Company	\$ 1,002,514	12	\$ 754,053	11	\$ 2,326,192	11	\$ 1,899,526	11
Non-controlling interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,002,514</u>	<u>12</u>	<u>\$ 754,053</u>	<u>11</u>	<u>\$ 2,326,192</u>	<u>11</u>	<u>\$ 1,899,526</u>	<u>11</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE								
TO:								
Owners of the Company	\$ 1,479,751	18	\$ 830,370	13	\$ 1,706,144	8	\$ 2,327,942	14
Non-controlling interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,479,751</u>	<u>18</u>	<u>\$ 830,370</u>	<u>13</u>	<u>\$ 1,706,144</u>	<u>8</u>	<u>\$ 2,327,942</u>	<u>14</u>
EARNINGS PER SHARE								
(Note 24)								
From continuing operations								
Basic	\$ 3.58		\$ 2.77		\$ 8.37		\$ 6.99	
Diluted	\$ 3.44		\$ 2.63		\$ 8.01		\$ 6.72	

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

(Concluded)

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company							Others		Total Equity
	Share Capital			Capital Surplus	Retained Earning		Exchange Difference on Translation of the Financial Statements of Foreign Operations	Unrealized Gains on Financial Assets at Fair Value Through Other Comprehensive Income		
	Shares (In Thousands)	Ordinary Shares	Capital Collected in Advance		Legal Reserve	Special Reserve			Unappropriated Earnings	
BALANCE ON JANUARY 1, 2024	271,176	\$ 2,711,755	\$ 3,317	\$ 2,222,119	\$ 1,590,103	\$ 120,731	\$ 5,235,687	\$ (307,257)	\$ 3,067	\$ 11,579,522
Appropriation of the 2023 earnings										
Legal reserve	-	-	-	-	82,452	-	(82,452)	-	-	-
Special reserve	-	-	-	-	-	186,526	(186,526)	-	-	-
Cash dividends of ordinary shares	-	-	-	-	-	-	(1,090,000)	-	-	(1,090,000)
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	-	1,963	-	(1,963)	-
Net profit for the nine months ended September 30, 2024	-	-	-	-	-	-	1,899,526	-	-	1,899,526
Other comprehensive income for the nine months ended September 30, 2024, net of income tax	-	-	-	-	-	-	-	429,520	(1,104)	428,416
Total comprehensive (loss) income for the nine months ended September 30, 2024	-	-	-	-	-	-	1,899,526	429,520	(1,104)	2,327,942
Recognized on issuance of employee share options (Note 25)	-	-	-	3,993	-	-	-	-	-	3,993
Equity components recognized for convertible corporate bonds issued by the Company	-	-	-	195,159	-	-	-	-	-	195,159
Convertible bonds converted to ordinary shares	-	8	4,155	48,342	-	-	-	-	-	52,505
Issuance of ordinary shares under employee share options	857	8,567	(2,467)	60,191	-	-	-	-	-	66,291
BALANCE ON SEPTEMBER 30, 2024	272,033	\$ 2,720,330	\$ 5,005	\$ 2,529,804	\$ 1,672,555	\$ 307,257	\$ 5,778,198	\$ 122,263	\$ -	\$ 13,135,412
BALANCE ON JANUARY 1, 2025	275,974	\$ 2,759,739	\$ 203	\$ 2,930,218	\$ 1,672,555	\$ 307,257	\$ 6,487,060	\$ 179,996	\$ -	\$ 14,337,028
Appropriation of the 2024 earnings										
Legal reserve	-	-	-	-	260,839	-	(260,839)	-	-	-
Special reserve	-	-	-	-	-	(307,257)	307,257	-	-	-
Cash dividends of ordinary shares	-	-	-	-	-	-	(1,797,000)	-	-	(1,797,000)
Repayments of bond payables	-	-	-	(49)	-	-	-	-	-	(49)
Net profit for the nine months ended September 30, 2025	-	-	-	-	-	-	2,326,192	-	-	2,326,192
Other comprehensive loss for the nine months ended September 30, 2025, net of income tax	-	-	-	-	-	-	-	(620,048)	-	(620,048)
Total comprehensive (loss) income for the nine months ended September 30, 2025	-	-	-	-	-	-	2,326,192	(620,048)	-	1,706,144
Recognized on issuance of employee share options (Note 25)	-	-	-	36,872	-	-	-	-	-	36,872
Convertible bonds converted to ordinary shares	6,308	63,080	59,137	1,801,844	-	-	-	-	-	1,924,061
Issuance of ordinary shares under employee share options	403	4,030	487	31,252	-	-	-	-	-	35,769
BALANCE ON SEPTEMBER 30, 2025	282,685	\$ 2,826,849	\$ 59,827	\$ 4,800,137	\$ 1,933,394	\$ -	\$ 7,062,670	\$ (440,052)	\$ -	\$ 16,242,825

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

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 3,092,072	\$ 2,437,568
Adjustments for:		
Depreciation expenses	317,857	337,546
Amortization expenses	3,301	3,440
Expected credit loss (reversed) recognized on trade receivables	2,227	(2,260)
Gain on fair value changes of financial assets at fair value through profit or loss	(30,479)	(5,541)
Compensation costs of employee share options	36,872	3,993
Finance costs	51,497	33,464
Interest income	(88,355)	(106,606)
Loss (gain) on disposal of property, plant and equipment	1,490	(650)
Write-downs of inventories	132,731	-
Reversal of write-down of inventories	-	(1,339)
Gain on repayment of bonds payable	(33)	-
Recognition of provisions	14,117	24,100
Changes in operating assets and liabilities		
Notes receivable	(122,456)	(78,541)
Trade receivables	(2,035,164)	(2,859,230)
Other receivables	(147,527)	(40,952)
Inventories	(2,199,001)	(949,840)
Prepayments	34,340	17,276
Other current assets	(47,699)	(59,207)
Notes payable	(99)	(153)
Trade payables	2,486,437	1,642,793
Other payables	(13,305)	220,234
Other current liabilities	2,869	17,573
Defined benefit liabilities	(30,794)	(4,065)
Cash generated from operations	1,460,898	629,603
Interest paid	(37,359)	(22,982)
Income taxes paid	(533,865)	(824,422)
Net cash generated from (used in) operating activities	889,674	(217,801)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at amortized cost	(947,886)	-
Proceeds from sale of financial assets at amortized cost	-	250,539
Purchase of financial assets at fair value through profit or loss	(14,099)	(14,512)
Proceeds from sale of financial assets at fair value through profit or loss	-	32,145
Proceeds from sale of financial assets at fair value through other comprehensive income	-	7,067
Purchase of property, plant and equipment	(241,593)	(106,181)

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TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS (In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2025	2024
Proceeds from disposal of property, plant and equipment	\$ 599	\$ 1,101
Increase in refundable deposits	(1,408)	(314)
Payments for intangible assets	(11,309)	(1,909)
Increase in other non-current assets	-	(2,035)
Decrease in other non-current assets	13,875	-
Increase in prepayments for equipment	(1,109,632)	(500,670)
Interest received	<u>143,258</u>	<u>103,053</u>
Net cash used in investing activities	<u>(2,168,195)</u>	<u>(231,716)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	1,864,560	310,856
Repayments of short-term borrowings	(543,360)	(34,684)
Repayment of bonds	(500)	-
Proceeds from long-term borrowings	1,485,000	300,000
Repayments of long-term borrowings	(314,036)	(314,036)
Proceeds from issuance of convertible bonds	-	2,114,411
Dividends paid	(1,797,000)	(1,090,000)
Proceeds from issuance of ordinary shares	35,769	66,291
Proceeds from guarantee deposits received	-	41,001
Refund of guarantee deposits received	<u>(10,954)</u>	<u>-</u>
Net cash generated from financing activities	<u>719,479</u>	<u>1,393,839</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>(544,056)</u>	<u>342,251</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(1,103,098)	1,286,573
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>6,280,003</u>	<u>4,958,245</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 5,176,905</u>	<u>\$ 6,244,818</u>

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

(Concluded)

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Taiwan Union Technology Corporation (the “Company”) was incorporated under the Company Act and other related regulations of the Republic of China (ROC) on May 22, 1974. Its former name was Taiwan Union Glass Industrial Co., Ltd., and its name was changed to Taiwan Union Technology Corporation since 2000. The Company’s shares have been listed on the Taipei Exchange (TPEX) since December 18, 2003.

The Company mainly produces copper clad laminate, prepreg and mass lamination, and is a supplier of printed circuit boards.

The consolidated financial statements of the Company and its subsidiaries (collectively, the “Group”) are presented in the Company’s functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors on November 12, 2025.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRS Accounting Standards”) endorsed and issued into effect by the FSC

Except for the following, the initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have a material impact on the Group’s accounting policies:

Amendments to IAS 21 “Lack of Exchangeability”

The initial application of the Amendments to IAS 21 “Lack of Exchangeability” did not have a material impact on the Group’s accounting policies.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
IFRS 17 “Insurance Contracts” (including the 2020 and 2021 amendments to IFRS 17)	January 1, 2023

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments to IAS 21, the Group shall not restate the comparative information and shall recognize any effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or, if applicable, to the cumulative amount of translation differences in equity as well as affected assets or liabilities.

Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”

1) The amendments to the application guidance of classification of financial assets

The amendments mainly amend the requirements for the classification of financial assets, including:

- a) If a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,
 - In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and
 - In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.
- b) To clarify that a financial asset has non-recourse features if an entity’s ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets.
- c) To clarify that the characteristics of contractually linked instruments include a prioritization of payments to the holders of financial assets using multiple contractually linked instruments (tranches) established through a waterfall payment structure, resulting in concentrations of credit risk and a disproportionate allocation of cash shortfalls from the underlying pool between the tranches.

2) The amendments to the application guidance of derecognition of financial liabilities

The amendments mainly stipulate that a financial liability is derecognized on the settlement date. However, when settling a financial liability in cash using an electronic payment system, the Group can choose to derecognize the financial liability before the settlement date if, and only if, the Group has initiated a payment instruction that resulted in:

- The Group having no practical ability to withdraw, stop or cancel the payment instruction;
- The Group having no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- The settlement risk associated with the electronic payment system being insignificant.

An entity shall apply the amendments retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application. An entity may restate prior periods if, and only if, it is possible to do so without the use of hindsight.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

- c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

- 1) Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"

The amendments stipulate that, when the Group sells or contributes assets that constitute a business (as defined in IFRS 3) to an associate or joint venture, the gain or loss resulting from the transaction is recognized in full. Also, when the Group loses control of a subsidiary that contains a business but retains significant influence or joint control, the gain or loss resulting from the transaction is recognized in full.

Conversely, when the Group sells or contributes assets that do not constitute a business to an associate or joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group's interest as an unrelated investor in the associate or joint venture, i.e., the Group's share of the gain or loss is eliminated. Also, when the Group loses control of a subsidiary that does not contain a business but retains significant influence or joint control over an associate or a joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group's interest as an unrelated investor in the associate or joint venture, i.e., the Group's share of the gain or loss is eliminated.

- 2) IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 will supersede IAS 1 "Presentation of Financial Statements". The main changes comprise:

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.

- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the other impacts of the above amended standards and interpretations on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

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

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

See Note 11 and Table 5 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2024.

1) Carbon fee provision

In accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC, the carbon fee provision is recognized and measured on the basis of the best estimate of the expenditure required to settle the obligation for the current year and the proportion of actual emissions to the total annual emissions.

2) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

3) Income tax expense

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2024 for the material accounting judgments and key sources of estimation uncertainty of these consolidated financial statements.

In the application of the Group's accounting policies, management is required to make judgments, estimations, and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

6. CASH AND CASH EQUIVALENTS

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 299	\$ 366	\$ 347
Checking accounts and demand deposits	2,677,028	1,752,064	1,495,931
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits	1,989,663	4,098,005	3,475,298
Repurchase agreements collateralized by bonds	<u>509,915</u>	<u>429,568</u>	<u>1,273,242</u>
	<u>\$ 5,176,905</u>	<u>\$ 6,280,003</u>	<u>\$ 6,244,818</u>

The market rate intervals of cash in banks and repurchase agreements collateralized by bonds at the end of the year were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Bank deposits	0.001%-4.80%	0.001%-5.26%	0.001%-5.30%
Repurchase agreements collateralized by bonds	1.45%-1.68%	1.50%-1.55%	1.45%-5.40%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Foreign exchange forward contracts (a)	\$ -	\$ -	\$ 3,104
Swap contracts (b)	-	-	16,183
Cross-currency swap contracts (c)	-	-	557
Non-derivative financial assets			
Convertible bonds of domestic listed shares	-	-	10,835
Non-derivative instruments			
Convertible bonds	<u>-</u>	<u>-</u>	<u>666</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,345</u>

Financial liabilities at FVTPL - current

Financial liabilities mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Swap contracts (b)	\$ 1,251	\$ 12,215	\$ -
Foreign exchange forward contracts (a)	1,134	-	-
Cross-currency swap contracts (c)	<u>-</u>	<u>17,278</u>	<u>-</u>
	<u>\$ 2,385</u>	<u>\$ 29,493</u>	<u>\$ -</u>

(Continued)

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial liabilities at FVTPL - non-current</u>			
Financial liabilities mandatorily classified as at FVTPL			
Non-derivative instruments			
Convertible bonds	\$ -	\$ 5,800	\$ 5,200 (Concluded)

- a. At the end of the reporting period, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>September 30, 2025</u>			
Sell	USD/NTD	2025.10.03	USD2,000/NTD59,712
		2025.11.04	USD2,000/NTD60,786
		2025.12.03	USD2,000/NTD60,732
<u>September 30, 2024</u>			
Sell	USD/NTD	2024.10.30	USD2,000/NTD63,160
		2024.10.30	USD3,000/NTD96,816
		2024.12.02	USD3,000/NTD94,992

- b. At the end of the reporting period, outstanding swap contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>September 30, 2025</u>			
Swap contracts	USD/NTD	2025.10.22	USD6,000/NTD181,260
<u>December 31, 2024</u>			
Swap contracts	USD/NTD	2025.01.24	USD4,000/NTD127,296
		2025.01.24	USD8,000/NTD254,400
		2025.03.27	USD7,000/NTD226,555
<u>September 30, 2024</u>			
Swap contracts	USD/NTD	2024.10.28	USD10,000/NTD325,100
		2024.10.28	USD2,000/NTD64,882
		2024.10.28	USD3,000/NTD96,408
		2024.10.28	USD2,000/NTD63,974
		2024.11.27	USD3,000/NTD94,845
		2024.11.27	USD7,000/NTD220,990
		2024.12.27	USD8,000/NTD253,000

- c. At the end of the reporting period, outstanding cross-currency swap contracts not under hedge accounting were as follows:

December 31, 2024

Notional Amount (In Thousands)	Maturity Date	Range of Interest Rates Paid	Range of Interest Rates Received
THB1,000,000/NTD946,550	2025.09.30	6%	1.5%

September 30, 2024

Notional Amount (In Thousands)	Maturity Date	Range of Interest Rates Paid	Range of Interest Rates Received
USD3,000/NTD95,850	2024.11.27	6%	1.5%

The Group entered into cross-currency swap contracts to manage exposures to exchange rate and interest rate fluctuations of foreign currency denominated assets and liabilities.

8. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Domestic investments			
Time deposits with original maturities of more than 3 months	\$ 1,705,377	\$ 757,491	\$ 405,664

The range of interest rates for time deposits with original maturities of more than 3 months was approximately 1.65%-4.21%, 1.46%-4.45% and 1.575%-5.4% per annum as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.

9. NOTES RECEIVABLE AND TRADE RECEIVABLES

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Notes receivable</u>			
Notes receivable - operating	\$ 891,550	\$ 769,094	\$ 854,671
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 10,977,692	\$ 8,257,488	\$ 7,849,664
Less: Allowance for impairment loss	(2,386)	(234)	(14,930)
	10,975,306	8,257,254	7,834,734
At FVTOCI	-	685,070	963,195
	\$ 10,975,306	\$ 8,942,324	\$ 8,797,929

Trade Receivables

a. At amortized cost

The average credit period of sales of goods was 90 to 120 days. No interest was charged on trade receivables. At the end of each reporting period, the Group revises its estimate of the number of employee share options that are expected to vest. The impact of the revision of the original estimates is recognized in profit or loss such that the cumulative expenses reflect the revised estimate, with a corresponding adjustment to capital surplus - employee share options.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date.

The following table details the loss allowance of trade receivables based on the Group's provision matrix.

September 30, 2025

	Not Past Due	1 to 90 Days Past Due	Over 90 Days Past Due	Total
Gross carrying amount	\$ 10,971,058	\$ 5,832	\$ 802	\$ 10,977,692
Loss allowance (Lifetime ECLs)	<u>(1,563)</u>	<u>(21)</u>	<u>(802)</u>	<u>(2,386)</u>
Amortized cost	<u>\$ 10,969,495</u>	<u>\$ 5,811</u>	<u>\$ -</u>	<u>\$ 10,975,306</u>

December 31, 2024

	Not Past Due	1 to 90 Days Past Due	Over 90 Days Past Due	Total
Gross carrying amount	\$ 8,208,640	\$ 48,787	\$ 61	\$ 8,257,488
Loss allowance (Lifetime ECLs)	<u>(43)</u>	<u>(130)</u>	<u>(61)</u>	<u>(234)</u>
Amortized cost	<u>\$ 8,208,597</u>	<u>\$ 48,657</u>	<u>\$ -</u>	<u>\$ 8,257,254</u>

September 30, 2024

	Not Past Due	1 to 90 Days Past Due	Over 90 Days Past Due	Total
Gross carrying amount	\$ 7,820,061	\$ 14,676	\$ 14,927	\$ 7,849,664
Loss allowance (Lifetime ECLs)	<u>(1)</u>	<u>(2)</u>	<u>(14,927)</u>	<u>(14,930)</u>
Amortized cost	<u>\$ 7,820,060</u>	<u>\$ 14,674</u>	<u>\$ -</u>	<u>\$ 7,834,734</u>

The Group's expected credit loss rate for each range in the above table is as follows: Not more than 9% for receivables not past due within 90 days; and 100% for receivables past due over 90 days.

The movements of the loss allowance of trade receivables were as follows:

	For the Nine Months Ended September 30	
	2025	2024
Balance on January 1	\$ 234	\$ 17,190
Add: Net remeasurement of loss allowance	2,227	-
Less: Amounts write-off	(30)	-
Less: Net remeasurement of loss allowance	-	(2,260)
Foreign exchange gains and losses	<u>(45)</u>	<u>-</u>
Balance on September 30	<u>\$ 2,386</u>	<u>\$ 14,930</u>

b. At FVTOCI

For some trade receivables, the Group will decide whether to sell these trade receivables to banks without recourse based on its level of working capital. These trade receivables are classified as at FVTOCI because they are held within a business model whose objective is achieved by both the collecting of contractual cash flows and the selling of financial assets.

September 30, 2025: None

December 31, 2024

	Not Past Due	1 to 90 Days Past Due	Over 90 Days Past Due	Total
Gross carrying amount	\$ 685,070	\$ -	\$ -	\$ 685,070
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Amortized cost	<u>\$ 685,070</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 685,070</u>

September 30, 2024

	Not Past Due	1 to 90 Days Past Due	Over 90 Days Past Due	Total
Gross carrying amount	\$ 963,195	\$ -	\$ -	\$ 963,195
Loss allowance (Lifetime ECLs)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Amortized cost	<u>\$ 963,195</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 963,195</u>

Factored trade receivables for the nine months ended September 30, 2025 and 2024 were as follows:

Counterparty	Receivables Sold	Advances Received at Year-end	Interest Rates on Advances Received (%)	Retained Amount	Credit Line
<u>December 31, 2024</u>					
E.SUN bank	\$ 371,888	\$ -	-	\$ 371,888	\$ 524,560
Chang Hwa Bank	<u>313,182</u>	<u>-</u>	-	<u>313,182</u>	<u>688,485</u>
	<u>\$ 685,070</u>	<u>\$ -</u>		<u>\$ 685,070</u>	<u>\$ 1,213,045</u>
<u>September 30, 2024</u>					
E.SUN bank	\$ 702,151	\$ -	-	\$ 702,151	\$ 1,138,704
Chang Hwa Bank	<u>261,044</u>	<u>-</u>	-	<u>261,044</u>	<u>664,650</u>
	<u>\$ 963,195</u>	<u>\$ -</u>		<u>\$ 963,195</u>	<u>\$ 1,803,354</u>

The above credit lines may be used on a revolving basis. The Group decided to sell these trade receivables to banks without recourse.

10. INVENTORIES

	September 30, 2025	December 31, 2024	September 30, 2024
Finished goods	\$ 944,648	\$ 783,442	\$ 799,695
Work in process	311,249	241,660	195,026
Raw materials	3,814,210	2,100,850	1,963,201
Raw material in transit	155,503	30,256	18,711
Spare parts	<u>36,900</u>	<u>32,919</u>	<u>32,558</u>
	<u>\$ 5,262,510</u>	<u>\$ 3,189,127</u>	<u>\$ 3,009,191</u>

The nature of the cost of inventories were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Cost of inventories sold	\$ 6,166,272	\$ 5,095,737	\$ 16,199,662	\$ 12,883,516
Inventory write-downs (reversed)	<u>(18,192)</u>	<u>22,974</u>	<u>132,731</u>	<u>(1,339)</u>
	<u>\$ 6,148,080</u>	<u>\$ 5,118,711</u>	<u>\$ 16,332,393</u>	<u>\$ 12,882,177</u>

Inventory write-downs were reversed as a result of the increase selling prices in certain markets.

11. SUBSIDIARIES

Subsidiaries Included in the Consolidated Financial Statements

The detail information of the subsidiaries at the end of reporting period was as follows:

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
Taiwan Union Technology Corporation	Taiwan Union Holding Corporation (TUCH)	Investment holding	100	100	100	a
Taiwan Union Technology Corporation	Taiwan Union Technology (Thailand) Co., Ltd.	Manufacture and sale of CCL and PP.	100	100	100	b
Taiwan Union Holding Corporation	Taiwan Union (Samoa) Corporation (TUCS)	Investment holding	100	100	100	c
	Taiwan Union Investment Corporation (TUCI)	International trading and investment holding	100	100	100	d
Taiwan Union (Samoa) Corporation	Taiwan Union (Changshu) Corporation	Manufacture and sale of CCL and PP.	100	100	100	e
Taiwan Union Investment Corporation	Taiwan Union (Zhongshan) Corporation	Manufacture and sale of CCL and PP.	100	100	100	f

- Taiwan Union Holding Corporation (“TUCH”) is a 100% owned subsidiary of Taiwan Union Technology Corporation. It was established in the British Virgin Islands in March 2001 and obtained approval from the Investment Commission of the Ministry of Economic Affairs for investment activities.
- Taiwan Union Technology (Thailand) Co., Ltd. (“Taiwan Union Technology Thailand”) was established in December 2022 with 100% investment from Taiwan Union Technology Corporation. The Company mainly produces copper clad laminate and prepreg.
- Taiwan Union (Samoa) Corporation (“TUCS”) is a 100% owned subsidiary of TUCH. It was established in the Independent State of Samoa in May 2004 and obtained approval from the Investment Commission of the Ministry of Economic Affairs for investment activities.
- Taiwan Union Investment Corporation (“TUCI”) is a 100% owned subsidiary of TUCH. It was established in the Independent State of Samoa in October 2006 and obtained approval from the Investment Commission of the Ministry of Economic Affairs for investment activities.
- Taiwan Union (Changshu) Corporation (“TUCC”) is a 100% owned subsidiary of TUCS. It was established in the Zhejiang Province, China and obtained the business license in August 2004. The validity period of the business license is from August 16, 2004 to August 15, 2054. The Company mainly produces copper clad laminate and prepreg.

- f. Taiwan Union (Zhongshan) Corporation (“TUCZ”) is a 100% owned subsidiary of TUCI. It was established in the Guangdong Province, China and obtained the business license in December 2006. The validity period of the business license is from December 12, 2006 to December 12, 2056. The Company mainly produces copper clad laminate and prepreg.

12. PROPERTY, PLANT AND EQUIPMENT

	Freehold Land	Buildings	Machinery and Equipment	Utilities Equipment	Transportation Equipment	Office Equipment	Other Equipment	Total
<u>Cost</u>								
Balance on January 1, 2025	\$ 1,173,630	\$ 2,155,970	\$ 5,259,807	\$ 688,900	\$ 32,573	\$ 241,472	\$ 1,283,591	\$ 10,835,943
Additions	-	45,048	161,715	6,305	1,389	2,682	46,270	263,409
Disposals	-	(1,819)	(15,214)	(707)	(2,025)	(2,864)	(15,193)	(37,822)
Reclassification	202	-	133,171	2,430	1,144	1,039	22,127	160,113
Effects of foreign currency exchange differences	(6,611)	(58,502)	(156,156)	-	(952)	(11,180)	(50,868)	(284,269)
Balance on September 30, 2025	<u>\$ 1,167,221</u>	<u>\$ 2,140,697</u>	<u>\$ 5,383,323</u>	<u>\$ 696,928</u>	<u>\$ 32,129</u>	<u>\$ 231,149</u>	<u>\$ 1,285,927</u>	<u>\$ 10,937,374</u>
<u>Accumulated depreciation and impairment</u>								
Balance on January 1, 2025	\$ -	\$ 1,063,825	\$ 3,990,105	\$ 347,149	\$ 23,283	\$ 175,733	\$ 897,167	\$ 6,497,262
Depreciation expenses	-	55,580	155,421	36,094	2,213	15,071	51,471	315,850
Disposals	-	(1,815)	(14,721)	(707)	(1,823)	(2,711)	(13,956)	(35,733)
Effects of foreign currency exchange differences	-	(39,455)	(121,519)	-	(542)	(8,033)	(35,213)	(204,762)
Balance on September 30, 2025	<u>\$ -</u>	<u>\$ 1,078,135</u>	<u>\$ 4,009,286</u>	<u>\$ 382,536</u>	<u>\$ 23,131</u>	<u>\$ 180,060</u>	<u>\$ 899,469</u>	<u>\$ 6,572,617</u>
Carrying amounts on September 30, 2025	<u>\$ 1,167,221</u>	<u>\$ 1,062,562</u>	<u>\$ 1,374,037</u>	<u>\$ 314,392</u>	<u>\$ 8,998</u>	<u>\$ 51,089</u>	<u>\$ 386,458</u>	<u>\$ 4,364,757</u>
Carrying amounts on December 31, 2024 and January 1, 2025	<u>\$ 1,173,630</u>	<u>\$ 1,092,145</u>	<u>\$ 1,269,702</u>	<u>\$ 341,751</u>	<u>\$ 9,290</u>	<u>\$ 65,739</u>	<u>\$ 386,424</u>	<u>\$ 4,338,681</u>
<u>Cost</u>								
Balance on January 1, 2024	\$ 1,123,614	\$ 2,096,964	\$ 5,097,224	\$ 670,190	\$ 33,249	\$ 219,037	\$ 1,221,738	\$ 10,462,016
Additions	-	8,054	31,783	15,901	4,509	6,452	24,204	90,903
Disposals	-	(100)	(13,047)	-	(4,924)	(6,225)	(1,959)	(26,255)
Reclassification	-	3,255	16,243	3,658	-	223	6,455	29,834
Effects of foreign currency exchange differences	35,832	38,202	102,542	-	493	6,934	32,551	216,554
Balance on September 30, 2024	<u>\$ 1,159,446</u>	<u>\$ 2,146,375</u>	<u>\$ 5,234,745</u>	<u>\$ 689,749</u>	<u>\$ 33,327</u>	<u>\$ 226,421</u>	<u>\$ 1,282,989</u>	<u>\$ 10,773,052</u>
<u>Accumulated depreciation and impairment</u>								
Balance on January 1, 2024	\$ -	\$ 957,660	\$ 3,704,943	\$ 299,103	\$ 25,329	\$ 155,472	\$ 799,457	\$ 5,941,964
Depreciation expenses	-	57,262	158,415	36,666	2,647	17,524	62,956	335,470
Disposals	-	(100)	(12,902)	-	(4,825)	(6,215)	(1,762)	(25,804)
Effects of foreign currency exchange differences	-	23,793	78,430	-	357	4,626	21,618	128,824
Balance on September 30, 2024	<u>\$ -</u>	<u>\$ 1,038,615</u>	<u>\$ 3,928,886</u>	<u>\$ 335,769</u>	<u>\$ 23,508</u>	<u>\$ 171,407</u>	<u>\$ 882,269</u>	<u>\$ 6,380,454</u>
Carrying amounts on September 30, 2024	<u>\$ 1,159,446</u>	<u>\$ 1,107,760</u>	<u>\$ 1,305,859</u>	<u>\$ 353,980</u>	<u>\$ 9,819</u>	<u>\$ 55,014</u>	<u>\$ 400,720</u>	<u>\$ 4,392,598</u>

No impairment loss or reversal of impairment loss was recognized for the nine months ended September 30, 2025 and 2024.

The above items of property, plant and equipment used by the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings

Industrial buildings	20-50 years
Engineering system	1-35 years
Major production equipment	0.5-20 years
Transportation equipment	3-10 years
Office equipment	1-5 years

13. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Carrying amounts</u>			
Land use rights	\$ <u>84,795</u>	\$ <u>92,374</u>	\$ <u>92,178</u>
	For the Three Months Ended September 30		For the Nine Months Ended September 30
	2025	2024	2025 2024
Depreciation charge for right-of-use assets			
Land use rights	\$ <u>645</u>	\$ <u>697</u>	\$ <u>2,007</u> \$ <u>2,076</u>

Except for the aforementioned recognized depreciation, the Group did not have significant sublease and impairment of right-of-use assets during the nine months ended September 30, 2025 and 2024.

b. Material leasing activities and terms

The Group also leases land for producing products in China with lease terms of 48 to 50 years. The Group does not have bargain purchase options to acquire the leasehold land at the end of lease terms.

c. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Expenses relating to short-term leases	\$ <u>3,273</u>	\$ <u>2,473</u>	\$ <u>9,590</u>	\$ <u>7,098</u>
Total cash outflow for leases			\$ <u>(9,590)</u>	\$ <u>(7,098)</u>

The Group has elected to apply the exemption from recognition to leases of OA and other equipment that qualify as short-term leases and not to recognize the related right-of-use assets and lease liabilities for these leases.

14. INTANGIBLE ASSETS

	September 30, 2025	December 31, 2024	September 30, 2024
Software	\$ <u>17,738</u>	\$ <u>10,006</u>	\$ <u>9,458</u>

Except for amortization recognized, the group did not have significant additions, disposals and impairment of other intangible assets during the nine months ended September 30, 2025 and 2024. The amortization expense are amortized on a straight-line basis over their estimated useful lives as follows:

Software	2-10 years
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An analysis of amortization by function

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Operating costs	\$ 134	\$ 188	\$ 411	\$ 546
General and administrative expenses	1,007	959	2,882	2,805
Research and development expenses	<u>-</u>	<u>24</u>	<u>8</u>	<u>89</u>
	<u>\$ 1,141</u>	<u>\$ 1,171</u>	<u>\$ 3,301</u>	<u>\$ 3,440</u>

15. BORROWINGS

a. Short-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
Line of credit borrowings	<u>\$ 1,864,560</u>	<u>\$ 543,360</u>	<u>\$ 460,856</u>

The interest rate range on the credit line of short-term borrowings was 1.85%-2.93%, 1.93%-5.32% and 1.90%-5.56% per annum as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.

b. Long-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Credit borrowings</u>			
Bank loans	\$ 3,113,417	\$ 1,942,453	\$ 2,047,132
Less: Current portion	<u>(306,750)</u>	<u>(418,715)</u>	<u>(418,715)</u>
Long-term borrowings	<u>\$ 2,806,667</u>	<u>\$ 1,523,738</u>	<u>\$ 1,628,417</u>

The Group's borrowings were as follows:

Description	September 30, 2025	December 31, 2024	September 30, 2024
Loans for returning overseas Taiwanese business (1)	\$ 413,417	\$ 727,453	\$ 832,132
Amount: NT\$2,120,000 thousand Maturity: 7-10 years after initial drawdown date Interest rate: 0.675%-0.72% Repayment method: After the grace period, the principal is amortized evenly every month.			

(Continued)

Description		September 30, 2025	December 31, 2024	September 30, 2024
Syndicate credit loan (2)	Amount: NT\$3,000,000 thousand Maturity: May 23, 2028 Interest rate: 2.1869%-2.4848% Repayment method: Each drawdown period lasts for 3 whole years, with the first period being 36 months. Thereafter, every 6 months constitutes one period, with a total of 5 periods for principal repayments.	\$ 1,700,000	\$ 900,000	\$ 900,000
Export-Import Bank of the Republic of China to obtain overseas investment financing loans (3)	Amount: NT\$1,000,000 thousand Maturity: September 11, 2030 Interest rate: 1.9323% Repayment method: The first installment will be after 36 months, and then every 6 months will be one installment. The principal will be paid off evenly in 9 installments.	1,000,000	315,000	315,000
Less: Current portion of long-term borrowings		<u>(306,750)</u>	<u>(418,715)</u>	<u>(418,715)</u>
		<u>\$ 2,806,667</u>	<u>\$ 1,523,738</u>	<u>\$ 1,628,417</u> (Concluded)

- 1) Taiwan Union Corporation has obtained a project loan for returning overseas Taiwanese businesses and signed a medium- and long-term loan contract of NT\$2,120 million with E.SUN Commercial Bank, Shanghai Commercial & Savings Bank, Ltd. and Bank of Taiwan in April 2019. The loan's credit period is seven to ten years.
- 2) On January 3, 2023, Taiwan Union Corporation entered into syndicated loan agreements with E.SUN Commercial Bank, Hua Nan Commercial Bank, Ltd., TAIPEI FUBON Commercial Bank Co., Ltd., Taiwan Cooperative Bank, Bank SinoPac, KGI Bank Co., Ltd., Bank of Taiwan and Land Bank of Taiwan with a limit of NT\$3 billion. The credit period is five years from the date of first use.

Pursuant to the bank loan agreement, before the debts are fully repaid during the duration of the joint loan, the Company should maintain certain financial ratios, which should be calculated based on the audited annual consolidated financial statements of Taiwan Union Technology Corporation.

- 3) Taiwan Union Corporation signed a long-term loan contract of NT\$1,000,000 thousand with the Export-Import Bank of the Republic of China to obtain overseas investment financing loans in September 2023. The credit period is seven years from the date of first use.

16. BONDS PAYABLE

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured domestic bonds	\$ -	\$ 1,925,555	\$ 2,335,290
Less: Current portion	<u>-</u>	<u>-</u>	<u>(414,017)</u>
	<u>\$ -</u>	<u>\$ 1,925,555</u>	<u>\$ 1,921,273</u>

Unsecured Domestic Convertible Bonds

- a. As of May 6, 2024, the Taiwan Union Corporation issued 20 thousand units of 0% NTD-denominated unsecured convertible bonds in Taiwan, with an aggregate principal amount of \$2,000,000 thousand.

Each bond entitles the holder to convert it into ordinary shares of the Taiwan Union Corporation at a conversion price of \$163.6 (original price was \$170, because of ex-dividend the ordinary shares of the Group adjust to \$163.6 on April 23, 2025) Conversion may occur at any time between August 7, 2024 and May 6, 2029. If the convertible bonds meet the specified conditions at that time, bondholders can convert the bonds at a conversion price of \$163.6 per share from August 7, 2024 to May 6, 2029.

The conversion period of the bonds is from August 7, 2024 to March 27, 2029. If the closing price of the Company's ordinary shares is at least 130% of the original conversion price for 30 consecutive trading days or the aggregate outstanding balance of bonds payable is less than 10% of the original issuance amount, the Company has the right to redeem the outstanding bonds payable at par value in cash.

The convertible bonds will be sold back to the bondholder in advance on May 6, 2027, and the bond holder may request the Company to redeem the bonds in cash at face value plus interest compensation.

The convertible bonds contain both liability and equity components. The equity component was presented in equity under the heading of capital surplus - options. The effective interest rate of the liability component was 2.0422% per annum on initial recognition.

From June 23 to August 1, 2025, the closing price of the Taiwan Union Corporation's common shares consistently exceeded the conversion price of the Company's 4th unsecured convertible bonds by 30% or more for a total of 30 days. In accordance with Article 18 of the Issuance and Conversion Procedures for the 4th Unsecured Convertible Bonds, the Company resolved to exercise its redemption right. September 19, 2025, was designated as the record date for the redemption of the fourth bond issue, September 22, 2025, as the delisting date, and September 26, 2025, as the date on which funds or checks were remitted or mailed to bondholders who had not exercised their conversion rights. As of September 2025, bondholders had converted a cumulative total of \$1,999,500 thousand of the Company's bonds.

The remaining unconverted bonds amounting to \$500 thousand were redeemed by remittance on September 26, 2025. The Company allocated the redemption price to the liability component and the equity component, and recognized other income of \$33 thousand in the nine months ended September 30, 2025 for the difference between the amount allocated to the liability component and the carrying value of the bonds.

Proceeds from issuance (less transaction costs of \$5,602 thousand)	\$ 2,114,411
Equity component (less transaction costs allocated to the equity component of \$517 thousand)	(195,159)
Liability component	<u>(4,876)</u>
Liability component (less transaction costs allocated to the liability component of \$5,085 thousand)	1,914,376
Interest charged at an effective interest rate	<u>6,897</u>
Liability component at September 30, 2024	1,921,273
Interest charged at an effective interest rate	<u>4,282</u>
Liability component on December 31, 2024	1,925,555
Interest charged at an effective interest rate	10,660
Convertible bonds converted into ordinary shares	(1,935,727)
Repayments of bond payables	<u>(488)</u>
Liability component at September 30, 2025	<u>\$ -</u>

- b. On May 22, 2020, the Company issued 18 thousand units of 0% NTD-denominated unsecured convertible bonds in Taiwan, with an aggregate principal amount of NT\$1,800,000 thousand.

Each bond entitles the bondholder to convert it into ordinary shares of the Company at a conversion price of \$127.3 (original price was \$153.4, because of ex-dividend the ordinary shares of the Group adjust to \$147.1, \$138.3, \$130.3 and \$127.3, respectively on April 22, 2021, April 14, 2022, April 21, 2023 and April 25, 2024) Conversion may occur at any time between August 23, 2020 and May 22, 2025. If the convertible bonds meet the specified conditions at that time, bondholders can convert the bonds at a conversion price of \$127.3 per share from August 23, 2020 to May 22, 2025.

The conversion period of the bonds is from August 23, 2020 to April 12, 2025. If the closing price of the Company's ordinary shares is at least 130% of the original conversion price for 30 consecutive trading days or the aggregate outstanding balance of bonds payable is less than 10% of the original issuance amount, the Company has the right to redeem the outstanding bonds payable at par value in cash.

The convertible bonds will be sold back to the bondholder in advance on May 22, 2023, and the bond holder may request the Company to redeem the bonds in cash at face value plus interest compensation.

The convertible corporate bonds comprise the liability and equity components, and the equity component is presented in capital surplus - share warrants. The effective interest rate originally recognized in the liability component is 1.2276%.

Proceeds from issuance (less transaction costs of \$5,602 thousand)	\$ 1,812,408
Equity component (less transaction costs allocated to the equity component of \$307 thousand)	(99,319)
Liability component	<u>(3,272)</u>
Liability component (less transaction costs allocated to the liability component of \$5,295 thousand)	1,709,817
Interest charged at an effective interest rate	<u>10,972</u>
Liability component on December 31, 2020	1,720,789
Interest charged at an effective interest rate	<u>18,037</u>
Liability component on December 31, 2021	1,738,826
Interest charged at an effective interest rate	<u>18,036</u>
Liability component on December 31, 2022	1,756,862
Interest charged at an effective interest rate	9,761
Redeemed convertible bonds	<u>(1,303,201)</u>
Liability component on December 31, 2023	463,422
Interest charged at an effective interest rate	3,238
Convertible bonds converted into ordinary shares	<u>(52,643)</u>
Liability component on September 30, 2024	<u>\$ 414,017</u>

17. OTHER LIABILITIES

	September 30, 2025	December 31, 2024	September 30, 2024
Other payables			
Payables for compensation of employees and remuneration of directors	\$ 186,491	\$ 202,617	\$ 154,120
Payables for bonuses	164,511	189,234	124,802
Payables for salaries	137,133	133,739	132,534
Payables for processing fee	89,498	83,737	72,845
Payables for business tax	85,483	85,110	97,794
Payables for freight	82,304	67,714	78,540
Payables for purchases of equipment	60,097	38,281	47,318
Payables for commission	53,437	42,533	34,357
Payables for utilities	51,354	50,707	48,545
Payables for repairs and maintenance	50,714	53,349	42,397
Payables for duty	25,560	57,357	48,736
Payables for insurance	20,845	15,858	15,085
Payables for waste treatment	6,794	12,467	14,462
Others	<u>140,719</u>	<u>110,248</u>	<u>86,958</u>
	<u>\$ 1,154,940</u>	<u>\$ 1,142,951</u>	<u>\$ 998,493</u>
Other current liabilities			
Contract liabilities	\$ 6,292	\$ 7,737	\$ 9,351
Temporary credits and receipts under custody	<u>26,539</u>	<u>22,225</u>	<u>25,706</u>
	<u>\$ 32,831</u>	<u>\$ 29,962</u>	<u>\$ 35,057</u>

18. PROVISIONS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Current</u>			
Refund liabilities	\$ 63,097	\$ 53,068	\$ 50,720
Carbon fees	<u>1,883</u>	<u>-</u>	<u>-</u>
Provisions	<u>\$ 64,980</u>	<u>\$ 53,068</u>	<u>\$ 50,720</u>

Provisions are measured at the best estimate of the discounted cash flows of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

Starting from 2025, the Group recognizes the carbon fee provision in accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC. The Group assessed that it was probable to obtain the approval for the self-determined reduction plan from the competent authority, and assessed that it was probable to meet the designated target of the current year. The Group expects to submit the implementation progress report of the self-determined reduction plan for the current year before April 30, 2025; therefore, the carbon fee provision was calculated based on the preferential rate.

19. RETIREMENT BENEFIT PLANS

For the three months ended September 30, 2025 and 2024, the pension expenses of defined benefit plans were \$267 thousand and \$321 thousand, respectively, and for the nine months ended September 30, 2025 and 2024, the pension expenses of defined benefit plans were \$798 thousand and \$961 thousand, respectively, and the amounts were calculated based on the pension cost rate determined by the actuarial calculation on December 31, 2024 and 2023, respectively.

20. EQUITY

a. Share capital

Ordinary shares

	September 30, 2025	December 31, 2024	September 30, 2024
Numbers of shares authorized (in thousands)	500,000	500,000	500,000
Shares authorized	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000
Number of shares issued and fully paid (in thousands)	282,685	275,974	272,033
Shares issued	\$ 2,826,849	\$ 2,759,739	\$ 2,720,330
Capital collected in advance	\$ 59,827	\$ 203	\$ 5,005

The change in the Company's share capital is mainly due to the exercise of employees share options at the request of the option holders and the conversion of the 4th unsecured corporate bonds at the request of the bondholders.

From January 1 to September 30, 2025, the Group converted 452 thousand ordinary shares upon the request of employee stock option holders. Of these, 383 thousand shares converted during the period and 20 thousand shares converted in fiscal year 2024 have completed registration changes. The remaining 69 thousand shares have not yet been registered and are expected to complete statutory registration procedures in the fourth quarter.

As of September 30, 2025, the Group had issued a total of 12,222 thousand new shares through the conversion of convertible bonds. Of these, 5,914 thousand shares had not yet been registered and are expected to complete statutory registration procedures in the fourth quarter.

b. Capital surplus

	September 30, 2025	December 31, 2024	September 30, 2024
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital*			
Issuance of ordinary shares	\$ 859,118	\$ 827,866	\$ 814,107
Conversion of bonds	3,812,166	1,815,212	1,411,833
Treasury share transactions	4,386	4,386	4,386

(Continued)

	September 30, 2025	December 31, 2024	September 30, 2024
<u>May not be used for any purpose</u>			
Employee share options	\$ 124,467	\$ 87,595	\$ 81,338
Share warrants	<u>-</u>	<u>195,159</u>	<u>218,140</u>
	<u>\$ 4,800,137</u>	<u>\$ 2,930,218</u>	<u>\$ 2,529,804</u> (Concluded)

* Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and to once a year).

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the Articles, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as a legal reserve of 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of compensation of employees and remuneration of directors after the amendment, refer to compensation of employees and remuneration of directors in Note 22-f.

The Company's Articles also stipulate a dividends policy, which involves the issuance of stock dividends and cash dividends and includes employees of the Company that meet certain conditions.

An appropriation of earnings to a legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficits. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The Company resolved the amendments explicitly stipulate that when a special reserve is appropriated for cumulative net debit balance reserves from prior period, the sum of net profit for current period and items other than net profit that are included directly in the unappropriated earnings for current period is used if the prior unappropriated earnings is not sufficient.

The appropriations of earnings for 2024 and 2023 were as follows:

	For the Year Ended December 31	
	2024	2023
Legal reserve	\$ 260,839	\$ 82,452
Special reserve	(307,257)	186,526
Cash dividends	1,797,000	1,090,000
Cash dividends per share (NT\$)	6.5	4.0

The above appropriations for cash dividends were resolved by the Company's board of directors on March 12, 2025 and March 6, 2024, respectively; the other proposed appropriations were resolved by the shareholders in their meetings on June 17, 2025 and June 19, 2024, respectively.

21. REVENUE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue from contracts with customers				
Revenue from the sale of goods	\$ 8,062,873	\$ 6,622,087	\$ 21,215,452	\$ 16,760,187
<u>Contract balances</u>				
	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Trade receivables (Note 9)	\$ 10,975,306	\$ 8,942,324	\$ 8,797,929	\$ 5,936,439
Contract liabilities - current (Note 17)				
Sale of goods	\$ 6,292	\$ 7,737	\$ 9,351	\$ 2,379

Refer to Note 34 for the details of revenue.

22. NET PROFIT FROM CONTINUING OPERATIONS

Net profit from continuing operations was attributable to:

a. Interest income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Cash in banks	\$ 23,923	\$ 38,604	\$ 88,355	\$ 106,606

b. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
(Loss) gain on disposal of property, plant and equipment	\$ (1,105)	\$ 237	\$ (1,490)	\$ 650
Net foreign exchange gain (loss)	110,052	(66,147)	(32,090)	(46,832)
(Loss) gain on financial instruments at FVTPL	(57,725)	32,383	30,479	5,541
Gain on redemption of bonds	33	-	33	-
Others	(2,554)	1,868	4,753	5,340
	\$ 48,701	\$ (31,659)	\$ 1,685	\$ (35,301)

c. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest on convertible bonds	\$ 2,098	\$ 5,341	\$ 10,660	\$ 10,135
Interest on bank loans	<u>18,402</u>	<u>9,078</u>	<u>40,837</u>	<u>23,329</u>
	<u>\$ 20,500</u>	<u>\$ 14,419</u>	<u>\$ 51,497</u>	<u>\$ 33,464</u>

d. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of depreciation by function				
Operating costs	\$ 86,183	\$ 90,056	\$ 257,917	\$ 273,548
Operating expenses	<u>19,814</u>	<u>21,111</u>	<u>59,940</u>	<u>63,998</u>
	<u>\$ 105,997</u>	<u>\$ 111,167</u>	<u>\$ 317,857</u>	<u>\$ 337,546</u>
An analysis of amortization by function				
Operating costs	\$ 134	\$ 188	\$ 411	\$ 546
Operating expenses	<u>1,007</u>	<u>983</u>	<u>2,890</u>	<u>2,894</u>
	<u>\$ 1,141</u>	<u>\$ 1,171</u>	<u>\$ 3,301</u>	<u>\$ 3,440</u>

e. Employee benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Post-employment benefits				
Defined contribution plans	\$ 37,749	\$ 30,431	\$ 103,003	\$ 78,536
Defined benefit plans (Note 19)	267	321	798	961
Share-based payments	12,291	1,331	36,872	3,993
Other employee benefits	<u>586,127</u>	<u>527,559</u>	<u>1,707,772</u>	<u>1,461,781</u>
	<u>\$ 636,434</u>	<u>\$ 559,642</u>	<u>\$ 1,848,445</u>	<u>\$ 1,545,271</u>
An analysis of employee benefits expense by function				
Operating costs	\$ 361,549	\$ 341,790	\$ 1,097,182	\$ 938,691
Operating expenses	<u>274,885</u>	<u>217,852</u>	<u>751,263</u>	<u>606,580</u>
	<u>\$ 636,434</u>	<u>\$ 559,642</u>	<u>\$ 1,848,445</u>	<u>\$ 1,545,271</u>

f. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrues compensation of employees and remuneration of directors at rates of no less than 4% and no higher than 8%, and remuneration of directors at rates of no higher than 0.8%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Company's Articles at their 2025 regular meeting. The amendments explicitly stipulate the allocation of 0.5% of the compensation of employees and the remuneration of directors for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 are as follows:

Accrual rate

	For the Nine Months Ended September 30	
	2025	2024
Compensation of employees	6.11%	6.31%
Remuneration of directors	0.68%	0.70%

Amount

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
	In Cash	In Cash	In Cash	In Cash
Compensation of employees	\$ 71,077	\$ 54,850	\$ 167,761	\$ 138,454
Remuneration of directors	\$ 7,729	\$ 6,346	\$ 18,730	\$ 15,666

If there is a change in the amounts after the actual consolidated financial statements are authorized for issue, the difference is recorded as a change in the accounting estimate.

The compensation of employees and remuneration of directors for the years ended December 31, 2024 and 2023, which were approved by the Group's board of directors on March 12, 2025 and March 6, 2024, respectively, were as follows:

	For the Year Ended December 31	
	2024	2023
	In Cash	In Cash
Compensation of employees	\$ 182,284	\$ 93,280
Remuneration of directors	\$ 20,333	\$ 10,405

There is no difference between the actual amounts of compensation of employees and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2024 and 2023.

Information on the compensation of employees and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

g. Gains or losses on foreign currency exchange

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Foreign exchange gain	\$ 136,756	\$ 86,550	\$ 453,406	\$ 199,939
Foreign exchange loss	<u>(26,704)</u>	<u>(152,697)</u>	<u>(485,496)</u>	<u>(246,771)</u>
	<u>\$ 110,052</u>	<u>\$ (66,147)</u>	<u>\$ (32,090)</u>	<u>\$ (46,832)</u>

23. INCOME TAXES

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Current tax				
In respect of the current year	\$ 297,588	\$ 224,984	\$ 764,871	\$ 563,671
Income tax of unappropriated earnings	-	-	42,989	-
Adjustments for prior year	735	-	(27,194)	(21,993)
Deferred tax				
In respect of the current year	<u>16,826</u>	<u>(17,341)</u>	<u>(14,786)</u>	<u>(3,636)</u>
Income tax expense recognized in profit or loss	<u>\$ 315,149</u>	<u>\$ 207,643</u>	<u>\$ 765,880</u>	<u>\$ 538,042</u>

b. Income tax assessments

The Company's income tax returns through 2023 have been examined by the tax authorities. TUCH, TUCS and TUCI are registered in Samoa and the British Virgin Islands, and they are not required to pay tax on their income. As of September 30, 2025, Taiwan Union Technology (Zhongshan) Corporation, Taiwan Union Technology (Changshu) Corporation and Taiwan Union Technology (Thailand) Co., Ltd. calculate income tax expense according to local regulations.

24. EARNINGS PER SHARE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Basic earnings per share	<u>\$ 3.58</u>	<u>\$ 2.77</u>	<u>\$ 8.37</u>	<u>\$ 6.99</u>
Diluted earnings per share	<u>\$ 3.44</u>	<u>\$ 2.63</u>	<u>\$ 8.01</u>	<u>\$ 6.72</u>

The earnings and weighted average number of ordinary shares outstanding used in the computation of earnings per share were as follows:

Net Profit for the Year

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Net profit attributed to owners of the Company	\$ 1,002,514	\$ 754,053	\$ 2,326,192	\$ 1,899,526
Effect of potentially dilutive ordinary shares				
Interest on convertible bonds (after tax)	<u>1,678</u>	<u>4,273</u>	<u>8,528</u>	<u>8,108</u>
Earnings used in the computation of diluted earnings per share	<u>\$ 1,004,192</u>	<u>\$ 758,326</u>	<u>\$ 2,334,720</u>	<u>\$ 1,907,634</u>

Weighted average number of ordinary shares outstanding (in thousands of shares):

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares used in the computation of basic earnings per share	279,719	272,097	278,066	271,927
Effect of potentially dilutive ordinary shares:				
Employee share options	1,312	939	2,033	1,047
Compensation of employees or bonuses issued to employees	226	322	831	951
Convertible bonds	<u>10,320</u>	<u>15,452</u>	<u>10,465</u>	<u>10,042</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>291,577</u>	<u>288,810</u>	<u>291,395</u>	<u>283,967</u>

If the Group offered to settle the compensation or bonuses paid to employees in cash or shares, the Group assumed that the entire amount of the compensation or bonuses will be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

25. SHARE-BASED PAYMENT ARRANGEMENTS

Employee Share Option Plan of the Company

Qualified employees of the Company and its subsidiaries were granted 3,000 units of options in October 2020 and 4,000 units of options in November 2024. Each option entitles the holder to subscribe for one thousand ordinary shares of the Company. The options granted are valid for 6 years and exercisable at certain percentages two years from the grant date. The options were granted at an exercise price equal to the closing price of the Company's ordinary shares listed on the Taipei Exchange on the grant date. For any subsequent changes in the Company's capital surplus, the exercise price is adjusted accordingly.

Information on employee share options is as follows:

	For the Nine Months Ended September 30			
	2025		2024	
	Number of Options (In Thousands)	Weighted- average Exercise Price (NT\$)	Number of Options (In Thousands)	Weighted- average Exercise Price (NT\$)
Balance on January 1	5,562.25	\$ 156.07	3,707.65	\$ 111.53
Options exercised	(451.75)	79.18	(894.90)	74.08
Options expired	-	-	(1,054.50)	65.80
Balance on September 30	<u>5,110.50</u>	162.87	<u>1,758.25</u>	158.02
Options exercisable, end of period	<u>1,110.50</u>	77.20	<u>1,008.25</u>	80.20

The weighted-average prices of the shares from the employee share options exercised for the nine months ended September 30, 2025 and 2024 were \$210.25 and \$163.33, respectively.

Information on outstanding options as of September 30, 2025 and 2024 is as follows:

	September 30			
	2025		2024	
	Range of Exercise Price (NT\$)	Weighted- average Remaining Contractual Life (In Years)	Range of Exercise Price (NT\$)	Weighted- average Remaining Contractual Life (In Years)
2020.10.28	\$77.2-\$80.2	1.08	\$80.2-\$82.1	2.08
2024.11.18	\$145.8-\$151.5	5.13	-	-

Compensation costs recognized were \$36,872 thousand and \$3,993 thousand for the nine months ended September 30, 2025 and 2024, respectively.

26. CASH FLOW INFORMATION

Non-cash Transactions

Except as disclosed in other notes, for the nine months ended September 30, 2025 and 2024, the Group entered into the non-cash investment activities as follow:

The Group transferred \$160,113 thousand and \$29,834 thousand of prepayment for equipment investments into property, plant and equipment for the nine months ended September 30, 2025 and 2024.

The Group's payables for the acquisition of property, plant, and equipment decreased by \$21,816 thousand and increased by \$15,278 thousand for the nine months ended September 30, 2025 and 2024, respectively.

27. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity attributable to owners of the Company (comprising issued capital, reserves, retained earnings and other equity).

28. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments measured at fair value on a recurring basis:

1) Fair value hierarchy

September 30, 2025

	Level 1	Level 2	Level 3	Total
Financial liabilities at FVTPL				
Derivatives	\$ -	\$ 2,385	\$ -	\$ 2,385

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial liabilities at FVTPL				
Derivatives	\$ -	\$ 29,493	\$ -	\$ 29,493
Convertible bonds of options	-	5,800	-	5,800
	\$ -	\$ 35,293	\$ -	\$ 35,293

September 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivatives	\$ -	\$ 19,844	\$ -	\$ 19,844
Non-derivative financial assets	10,835	-	-	10,835
Convertible bonds of options	<u>-</u>	<u>666</u>	<u>-</u>	<u>666</u>
	<u>\$ 10,835</u>	<u>\$ 20,510</u>	<u>\$ -</u>	<u>\$ 31,345</u>
Financial liabilities at FVTPL				
Convertible bonds of options	<u>\$ -</u>	<u>\$ 5,200</u>	<u>\$ -</u>	<u>\$ 5,200</u>

There were no transfers between Level 1 and Level 2 for the nine months ended September 30, 2025 and 2024.

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the nine months ended September 30, 2024

Financial Assets	Financial Assets at FVTPL Derivatives	Financial Assets at FVTOCI Equity Instruments	Total
Balance on January 1, 2024	\$ -	\$ 8,171	\$ 8,171
Recognized in other comprehensive income (unrealized gain on financial instruments at FVTOCI)	-	(1,104)	(1,104)
Disposal	<u>-</u>	<u>(7,067)</u>	<u>(7,067)</u>
Balance on September 30, 2024	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

3) Valuation techniques and inputs applied for Level 2 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Derivatives - foreign exchange forward contracts	Discounted cash flow. Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.
Derivatives - cross-currency swap contracts	Determined using the information available from the counterparty for valuation and measures the fair value of a cross currency swap contracts using the discounted cash flows model. Future cash flows are estimated based on observable forward exchange rates at balance sheet dates and contract forward rates and discounted at rates that reflect the credit risk of various counterparties.

(Continued)

Financial Instruments	Valuation Techniques and Inputs
Call and put options	Call and put options of convertible bonds are valued using the binomial tree valuation model, based on observable inputs at the end of the period such as the closing price of the stock, volatility, risk-free interest rate, risk discount rate, and liquidity risk at the balance sheet date.
	(Concluded)

b. Categories of financial instruments

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
Financial assets at FVTPL			
Derivatives financial assets	\$ -	\$ -	\$ 19,844
Non-derivative financial assets	-	-	10,835
Convertible bonds of options	-	-	666
Financial assets at amortized cost (1)	18,935,578	16,156,250	15,463,273
Financial assets at FVTOCI			
Trade receivables	-	685,070	963,195
<u>Financial liabilities</u>			
Financial liabilities at FVTPL			
Derivatives financial assets	2,385	29,493	-
Convertible bonds of options	-	5,800	5,200
Financial liabilities at amortized cost (2)	14,152,790	11,098,808	11,328,390

- 1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, financial assets at amortized cost, notes receivable, trade receivables, other receivables, and refundable deposits.
- 2) The balances include financial liabilities at amortized cost, which comprise short-term borrowings, notes payable, trade payables, other payables, bonds payable, one year or a business period of long-term liabilities, long-term borrowings and guarantee amount.

c. Financial risk management objectives and policies

The Group's major financial instruments include equity investments, trade receivables, trade payables, borrowings and convertible bonds. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks related to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Group's policies approved by the board of directors, which provided written principles on foreign currency risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk and interest rate risk, including foreign exchange forward contracts to hedge the exchange rate risk arising on the sales with foreign currency.

There has been no change to the Group's exposure to market risks or the manner in which these risks are managed and measured.

a) Foreign currency risk

Several subsidiaries of the Company have foreign currency denominated sales and purchases, which expose the Group to foreign currency risk. Exchange rate exposures are managed within approved policy parameters utilizing foreign exchange forward contracts and exchange contracts.

The carrying amounts of the Group's monetary assets and monetary liabilities denominated in non-functional currencies as of the balance sheet date (including monetary items denominated in non-functional currencies that have been eliminated in the consolidated financial statements) are set out in Note 32.

The foreign financial assets and liabilities were exposed to risk of foreign currency fluctuations. Utilized derivatives - cross-currency swap to lower foreign currency risk, the Group has established control mechanisms to immediately monitor its foreign currency positions and exchange rate fluctuations.

Sensitivity analysis

The Group was mainly exposed to the USD, RMB and THB.

The following table details the Group's sensitivity to a 1% increase and decrease in the New Taiwan dollar (the functional currency) against the relevant foreign currencies. A 1% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency denominated monetary items and foreign currency forward contracts designated as cash flow hedges, and it adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates. A positive number below indicates an increase in pre-tax profit associated with the New Taiwan dollar weakening 1% against the relevant currency. For a 1% strengthening of the New Taiwan dollar against the relevant currency, there would be an equal and opposite impact on pre-tax profit and other equity, and the balances below would be negative.

	USD Impact		RMB Impact		THB Impact	
	For the Nine Months Ended		For the Nine Months Ended		For the Nine Months Ended	
	September 30		September 30		September 30	
	2025	2024	2025	2024	2025	2024
Profit or loss	\$ 1,476	\$ 13,597	\$ 5,485	\$ 2	\$ 212	\$ 48

* This was mainly attributable to the exposure on outstanding receivables and payables in USD, RMB and THB, which were not hedged at the end of the year.

b) Interest rate risk

The Group is exposed to interest rate risk because entities in the Group borrow funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings and using interest rate swap contracts and forward interest rate contracts. Hedging activities are evaluated regularly to align with interest rate views and defined risk appetite ensuring the most cost-effective hedging strategies are applied.

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

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
Financial assets			
Cash equivalents	\$ 2,499,578	\$ 4,527,573	\$ 4,748,540
Financial assets at amortized cost	<u>1,705,377</u>	<u>757,491</u>	<u>405,664</u>
	<u>\$ 4,204,955</u>	<u>\$ 5,285,064</u>	<u>\$ 5,154,204</u>
Financial liabilities			
Short-term borrowings	\$ 1,864,560	\$ 543,360	\$ 460,856
Current portion of puttable bonds	-	-	414,017
Current portion of long-term liabilities	306,750	418,715	418,715
Long-term borrowings	2,806,667	1,523,738	1,628,417
Bond payables	<u>-</u>	<u>1,925,555</u>	<u>1,921,273</u>
	<u>\$ 4,977,977</u>	<u>\$ 4,411,368</u>	<u>\$ 4,843,278</u>
Cash flow interest rate risk			
Financial assets			
Bank demand deposits	<u>\$ 2,675,386</u>	<u>\$ 1,751,511</u>	<u>\$ 1,495,372</u>

The Group is exposed to fair value interest rate risk in relation to fixed-rate bank borrowings.

The Group is also exposed to cash flow interest rate risk in relation to variable-rate bank borrowings. The Group's cash flow interest rate risk is mainly arises from variable-rate borrowings denominated in USD.

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for both derivative and non-derivative instruments at the end of the year. For floating rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the year was outstanding for the whole year. A 25-basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 25 basis points higher/lower and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2025 and 2024 would have increased by \$5,016 thousand and \$2,804 thousand, respectively, which would have been mainly attributable to the Group's exposure to interest rates on its variable-rate bank deposits.

c) Other price risk

The Group was exposed to equity price risk through for investments in unlisted equity securities. Equity investments are held for strategic rather than trading purposes, the Group does not actively trade these investments. The Group's equity price risk is mainly concentrated in equity instruments operating in the Taiwan Stock Exchange.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. At the end of the year, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group, arises from the carrying amount of the respective recognized financial assets as stated in the balance sheets.

The Group adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group only transacts with entities that are rated the equivalent of investment grade and above. This information is supplied by independent rating agencies where available and, if not available, the Group uses other publicly available financial information and its own trading records to rate its major customers. The Group's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread among approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved by the risk management committee annually.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

Ultimate responsibility for liquidity risk management rests with the board of directors, which has built an appropriate liquidity risk management framework for the Group's short-, medium- and long-term funding and liquidity management requirements. The Group manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, and continuously monitoring forecasted and actual cash flows as well as matching the maturity profiles of financial assets and liabilities.

a) Liquidity and interest rate risk table for non-derivative financial liabilities

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The table was drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows.

September 30, 2025

	Weighted Average Effective Interest Rate (%)	On Demand or Less than 1 Month	1-3 Months	3 Months - 1 Year	1+ Years
<u>Non-derivative financial liabilities</u>					
Notes payable and trade payables		\$ 1,921,185	\$ 3,928,494	\$ 2,136,350	\$ -
Fixed interest rate liabilities	0.675-2.93	663,703	1,070,951	628,478	2,813,998

December 31, 2024

	Weighted Average Effective Interest Rate (%)	On Demand or Less than 1 Month	1-3 Months	3 Months - 1 Year	1+ Years
<u>Non-derivative financial liabilities</u>					
Notes payable and trade payables		\$ 1,423,760	\$ 2,674,112	\$ 1,401,016	\$ -
Fixed interest rate liabilities	0.68-5.32	185,808	467,592	316,619	3,456,246

September 30, 2024

	Weighted Average Effective Interest Rate (%)	On Demand or Less than 1 Month	1-3 Months	3 Months - 1 Year	1+ Years
<u>Non-derivative financial liabilities</u>					
Notes payable and trade payables		\$ 1,443,789	\$ 2,642,409	\$ 1,343,861	\$ -
Fixed interest rate liabilities	0.68-5.56	99,622	472,058	731,193	3,557,455

The amount included above for variable interest rate instruments for non-derivative financial assets and liabilities may be subject to change if variable interest rates differ from those estimates of interest rates determined at the end of the year.

b) Liquidity and interest rate risk table for derivative financial liabilities

The following table details the Group's liquidity analysis of its derivative financial instruments. The table is based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settle on a net basis, and the undiscounted gross inflows and outflows on those derivatives that require gross settlement. When the amount payable or receivable is not fixed, the amount disclosed is determined by reference to the projected interest rates as illustrated by the yield curves at the end of the year.

September 30, 2025

	Less than 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Net settled</u>				
Swap contracts	\$ (1,251)	\$ -	\$ -	\$ -
<u>Gross settled</u>				
Foreign exchange forward contracts				
Inflows	\$ 181,230	\$ -	\$ -	\$ -
Outflows	(182,364)	-	-	-
	\$ (1,134)	\$ -	\$ -	\$ -
Cross-currency swap contracts				
Inflows	\$ 946,550	\$ -	\$ -	\$ -
Outflows	(946,550)	-	-	-
	\$ -	\$ -	\$ -	\$ -

December 31, 2024

	Less than 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Net settled</u>				
Swap contracts	\$ (12,215)	\$ -	\$ -	\$ -
<u>Gross settled</u>				
Cross-currency swap contracts				
Inflows	\$ -	\$ 946,550	\$ -	\$ -
Outflows	-	(963,828)	-	-
	\$ -	\$ (17,278)	\$ -	\$ -

September 30, 2024

	Less than 3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Net settled</u>				
Swap contracts	\$ 16,183	\$ -	\$ -	\$ -
<u>Gross settled</u>				
Foreign exchange forward contracts				
Inflows	\$ 254,968	\$ -	\$ -	\$ -
Outflows	(251,864)	-	-	-
	\$ 3,104	\$ -	\$ -	\$ -
Cross-currency swap contracts				
Inflows	\$ 95,850	\$ -	\$ -	\$ -
Outflows	(95,293)	-	-	-
	\$ 557	\$ -	\$ -	\$ -

c) Financing facilities

	September 30, 2025	December 31, 2024	September 30, 2024
Bank loan facilities:			
Amount utilized	\$ 4,977,977	\$ 2,504,958	\$ 2,509,892
Amount unutilized	7,435,569	10,025,499	9,530,880
	\$ 12,413,546	\$ 12,530,457	\$ 12,040,772

d) Transfers of financial assets

The Group transferred a portion of its banker's acceptance bills in mainland China to some of its suppliers in order to settle the trade payables to these suppliers. As the Group has transferred substantially all risks and rewards relating to these bills receivable, it derecognized the full carrying amount of the bills receivable and the associated trade payables. However, if the derecognized bills receivable are not paid at maturity, the suppliers have the right to request that the Group pay the unsettled balance; therefore, the Group still has continuing involvement in these bills receivable.

The maximum exposure to loss from the Group's continuing involvement in the derecognized bills receivable is equal to the face amounts of the transferred but unsettled bills receivable, and as of September 30, 2025, the face amounts of these unsettled bills receivable were \$399,019 thousand. The unsettled bills receivable will be due in 3 months after September 30, 2025. Taking into consideration the credit risk of these derecognized bills receivable, the Group estimates that the fair values of its continuing involvement are not significant.

During the nine months ended September 30, 2025, the Group did not recognize any gains or losses upon the transfer of the banker's acceptance bills. No gains or losses were recognized from the continuing involvement, both during the current year or cumulatively.

29. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note.

Compensation of Key Management Personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 32,060	\$ 19,347	\$ 82,861	\$ 53,645
Post-employment benefits	270	216	806	647
Share-based payments	<u>2,314</u>	<u>192</u>	<u>6,944</u>	<u>576</u>
	<u>\$ 34,644</u>	<u>\$ 19,755</u>	<u>\$ 90,611</u>	<u>\$ 54,868</u>

The remuneration of directors and key executives, as determined by the remuneration committee, was based on the performance of individuals and market trends.

30. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for deposit:

	September 30, 2025	December 31, 2024	September 30, 2024
Pledged deposits			
Fuel deposits	\$ 10,500	\$ 10,500	\$ 10,500
Others	<u>8,725</u>	<u>7,317</u>	<u>4,351</u>
	<u>\$ 19,225</u>	<u>\$ 17,817</u>	<u>\$ 14,851</u>

31. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and unrecognized commitments of the Group as of September 30, 2025 and 2024 were as follows:

Significant unrecognized commitments

Taiwan Union Technology (Thailand) Co., Ltd. and the Group entered into a contract for the purchase of machinery, equipment and accessories for the construction of a plant. The total contract price was approximately NT\$3,463,971 thousand, and as of September 30, 2025, the payment for the machinery and equipment was NT\$2,243,355 thousand.

32. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the group entities and the exchange rates between foreign currencies and respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

September 30, 2025

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 121,539	30.455 (USD:NTD)	\$ 3,700,264
USD	34,968	7.106 (USD:RMB)	1,064,610
USD	9,131	32.162 (USD:THB)	278,004
RMB	167,892	4.271 (RMB:NTD)	717,066
THB	27,979	0.947 (THB:NTD)	26,485
EUR	162	35.770 (EUR:NTD)	5,777
JPY	19,473	0.206 (JPY:NTD)	<u>4,007</u>
			<u>\$ 5,796,213</u>

Financial liabilities

Monetary items			
USD	102,620	30.455 (USD:NTD)	\$ 3,124,258
USD	44,485	7.106 (USD:RMB)	1,354,349
USD	12,473	32.162 (USD:THB)	379,750
RMB	7,371	4.271 (RMB:NTD)	31,483
JPY	126,928	0.206 (JPY:NTD)	26,122
JPY	46,532	0.048 (JPY:RMB)	<u>8,934</u>
			<u>\$ 4,924,896</u>

December 31, 2024

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 102,933	32.785 (USD:NTD)	\$ 3,374,669
USD	46,031	7.188 (USD:RMB)	1,509,127
THB	1,009,855	0.962 (THB:NTD)	971,784
RMB	37,129	4.478 (RMB:NTD)	166,265
JPY	8,306	0.210 (JPY:NTD)	1,743
EUR	78	34.140 (EUR:NTD)	<u>2,670</u>
			<u>\$ 6,026,258</u>
			(Continued)

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial liabilities</u>			
Monetary items			
USD	\$ 69,691	32.785 (USD:NTD)	\$ 2,284,835
USD	44,784	7.188 (USD:RMB)	1,468,238
JPY	78,565	0.210 (JPY:NTD)	16,491
RMB	1,226	4.478 (RMB:NTD)	5,489
JPY	15,139	0.047 (JPY:RMB)	<u>3,178</u>
			<u>\$ 3,778,231</u>
			(Concluded)

September 30, 2024

	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 122,963	31.650 (USD:NTD)	\$ 3,891,793
USD	53,544	7.007 (USD:RMB)	1,694,654
THB	6,088	0.987 (THB:NTD)	6,008
EUR	95	35.380 (EUR:NTD)	3,360
JPY	4,848	0.222 (JPY:NTD)	<u>1,078</u>
			<u>\$ 5,596,893</u>

Financial liabilities

Monetary items			
USD	56,254	7.007 (USD:RMB)	\$ 1,780,452
USD	66,554	31.650 (USD:NTD)	2,106,422
JPY	142,412	0.222 (JPY:NTD)	31,658
JPY	8,083	0.049 (JPY:RMB)	<u>1,797</u>
			<u>\$ 3,920,329</u>

For three months ended September 30, 2025 and 2024, realized and unrealized net foreign exchange gains and losses were \$110,052 thousand and \$(66,147) thousand, respectively, and for the nine months ended September 30, 2025 and 2024, realized and unrealized net foreign exchange gains and losses were \$(32,090) thousand and \$(46,832) thousand, respectively. Due to the variety of foreign currency transactions, it is not possible to disclose exchange gains and losses separately for each materially affected foreign currency.

33. SEPARATELY DISCLOSED ITEMS

- a. Information on significant transactions and information on investees
 - 1) Financing provided. (Table 1)
 - 2) Endorsements/guarantees provided. (Table 2)
 - 3) Significant marketable securities held. (excluding investment in subsidiaries, associates and joint ventures) (None)
 - 4) Total purchases from or sales to related parties of at least NT\$100 million or 20% of paid-in capital. (Table 3)
 - 5) Receivables from related parties of at least NT\$100 million or 20% of paid-in capital. (Table 4)
 - 6) Intercompany relationships and significant intercompany transactions (Table 8)
- b. Information on investments (Table 5)
- c. Information on investments in mainland China
 - 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds inflow and outflow of capital, percentage of ownership, investment gain or loss, carrying amount of the investment at the end of the period ending balance, repatriations of investment income, and limit on the amount of investment in the mainland China area amount received as dividends from the investee and limitation on investee. (Table 6)
 - 2) Significant transactions with investee companies in mainland China, either directly or indirectly through a third area, and their prices, payment terms, and unrealized gains or losses: (Table 7)
 - a) The purchase amounts and percentage of total purchases and the payables' balances and percentage of the total payables at the end of the period.
 - b) The sales amounts and percentage of total sales and the receivables' balances and percentage of the total receivables at the end of the period.
 - c) The amount of property transactions and the amount of the related gains or losses.
 - d) The ending balance of negotiable instrument endorsements/guarantees or pledges of collateral and the related purposes.
 - e) The highest balance during the period, the ending balance, the interest rate range, and total interest for the period with respect to financing of funds.
 - f) Other transactions that have a significant effect on the profit or loss or the financial position, such as the rendering or receipt of services.

34. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments were as follows:

- Taiwan Union Technology Corporation
- Mainland China and other subsidiaries

The copper clad laminate (direct sales) segment includes a number of direct sales operations in various cities within China each of which is considered a separate operating segment by the chief operating decision maker (CODM). For financial statement presentation purposes, these individual operating segments have been aggregated into a single operating segment taking into account the following factors:

- The nature of the products and production processes are similar;
- The methods used to distribute the products to the customers are the same.

Segment revenue and results

The following was an analysis of the Group's revenue and results by reportable segments:

	Segment Revenue		Segment Profit	
	For the Nine Months Ended		For the Nine Months Ended	
	September 30		September 30	
	2025	2024	2025	2024
Domestic sales and manufacturing department	\$ 9,447,131	\$ 6,674,684	\$ 733,094	\$ 502,422
Overseas sales and manufacturing department	<u>11,768,321</u>	<u>10,085,503</u>	<u>2,320,435</u>	<u>1,897,305</u>
	<u>\$ 21,215,452</u>	<u>\$ 16,760,187</u>	3,053,529	2,399,727
Other income			88,355	106,606
Financial cost			(51,497)	(33,464)
Other gains and losses			<u>1,685</u>	<u>(35,301)</u>
Profit before tax			<u>\$ 3,092,072</u>	<u>\$ 2,437,568</u>

Segment revenue reported above represents revenue generated from external customers. There were no inter-segment sales for the nine months ended September 30, 2025 and 2024.

Segment profit represented the profit before tax earned by each segment without allocation of central administration costs and directors' salaries, other income, other gains and losses, finance costs and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Financing Company	Counter Party	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Amount Actually Drawn	Interest Rate (%)	Nature for Financing	Transaction Amounts	Reason for Financing	Allowance for Bad Debt	Collateral		Financing Limits for Each Borrowing Company (Note 2)	Financing Company's Total Financing Amount Limits (Note 2)
													Item	Value		
0	Taiwan Union Technology Corporation	Taiwan Union Technology (Thailand) Co., Ltd.	Other receivables	Yes	\$ 1,181,040	\$ -	\$ -	1.9-2.4	Need for short-term financing	\$ -	Capital expenditure for plant construction	\$ -	NA	\$ -	\$ 6,497,130	\$ 6,497,130

Note 1: The numbers to be filled are described as follows:

a. For the issuer, fill in 0.

b. Investees are numbered sequentially starting from 1 according to the company type.

Note 2: The total amount of such financing facility shall not exceed 40% of the lender’s net worth. While the financing was provided to a foreign subsidiary, which was directly or indirectly held by the Company, the credit financing limit for each borrower was not subject to the 40% limit.

The financial statement net worth as at September 30, 2025 was \$16,242,825 thousand × 40% = \$6,497,130 thousand.

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

ENDORSEMENT FOR OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Endorsement Guarantor Company Name	Guaranteed by the Endorsement		Quota for A Single Enterprise Endorsement Guarantee (Note 3)	The Highest Endorsement in This Period Guaranteed Balance	End of Term Endorsement Guaranteed Balance	Actual Spending Amount	Guarantee Amount Secured by Property Endorsement	Cumulative Endorsement Guarantee the Amount Accounted for the Most Recent Financial Statement Net Worth Ratio of (%)	Endorsement Guarantee Maximum Limit (Note 3)	Parent Company Subsidiary Endorsement Guarantee	Subsidiary Pair Parent Company Endorsement Guarantee	Mainland China Endorsement Guarantee	Note
		Name of the Company	Relationship (Note 2)											
0	Taiwan Union Technology Corporation	Taiwan Union Technology (Thailand) Co., Ltd.	b.	\$ 16,242,825	\$ 1,968,400	\$ 1,893,200	\$ 1,514,560	\$ -	11.66	\$ 24,364,238	Y	N	N	

Note 1: The number column is completed in the following manners:

- a. 0 is reserved for issuer.
- b. Each invested company is numbered in sequential order starting from 1.

Note 2: The relationship between the endorser and guarantee is classified into seven categories as follows. It is only necessary to mark the type:

- a. A company which the Company has business dealings with.
- b. The company with the majority shareholdings of voting rights held by the Company directly and indirectly.
- c. The company holds the majority shareholdings of voting rights of the Company directly and indirectly.
- d. The company with more than 90% shareholdings of voting rights held by the Company directly and indirectly.
- e. The company needing mutual guarantee pursuant to an agreement in the same industry or between joint proprietors for undertaking engineering projects.
- f. The company received endorsements/guarantees from the shareholders proportionally to their shareholding due to a joint venture relationship.
- g. Escrow and joint and several guarantee of the contracts in the same industry that involve the transaction of pre-sale houses according to the Consumer Protection Act.

Note 3: The limit calculated based on the Company’s procedures for endorsement and guarantee is as follows:

- a. The Company’s aggregate amount of endorsement and guarantee for external entities shall not exceed 150% of the Company’s net value. The limit of financing provided and the total amount of guarantees shall not exceed the net value of the Company.
- b. According to the rules above, the maximum amount of aggregate endorsement and guarantee provided by the Company was the net value of \$16,242,825 thousand × 150% = \$24,364,238 thousand and the maximum endorsement and guarantee for a single entity was the net value of \$16,242,825 thousand for September 30, 2025.

TABLE 3

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Buyer	Related Party	Relationship	Transaction Details				Unusual Transactions		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Taiwan Union Technology Corporation	Taiwan Union (Changshu) Corporation	1	Sale	\$ 467,440	5	It is similar with those offered to third parties	\$ -	-	Trade receivables \$ 177,204	4	
	Taiwan Union (Zhongshan) Corporation	1	Sale	283,612	3	It is similar with those offered to third parties	-	-	Trade receivables 69,887	1	
Taiwan Union (Changshu) Corporation	Taiwan Union (Zhongshan) Corporation	3	Sale	323,682	5	It is similar with those offered to third parties	-	-	Trade receivables 106,895	3	
	Taiwan Union Technology Corporation	2	Sale	131,567	2	It is similar with those offered to third parties	-	-	Trade receivables 31,393	1	
Taiwan Union Technology (Thailand) Co., Ltd.	Taiwan Union Technology Corporation	2	Sale	208,108	73	It is similar with those offered to third parties	-	-	Trade receivables 197,251	72	

There are three types of relationship categorized as follow:

- 1. The holding companies to subsidiaries.
- 2. Subsidiaries to the holding companies.
- 3. Subsidiaries to subsidiaries.

TABLE 4

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Related Party	Relationship	Ending Balance (Note)	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Taiwan Union Technology Corporation	Taiwan Union (Changshu) Corporation	Subsidiaries	Trade receivables \$ 177,204	3.94	\$ -	-	\$ 46,305	\$ -
			Other receivables 204,458	(Note 2)	-	-	-	-
	Taiwan Union (Zhongshan) Corporation	Subsidiaries	Other receivables 170,438	(Note 2)	-	-	-	-
Taiwan Union (Changshu) Corporation	Taiwan Union (Zhongshan) Corporation	Subsidiaries	Trade receivables 106,895	5.04	-	-	48,222	-
Taiwan Union Technology (Thailand) Co., Ltd.	Taiwan Union Technology Corporation	Parent company	Trade receivables 197,251	2.81	-	-	117,987	-

Note 1: The amount was eliminated in the consolidated financial statements.

Note 2: The other receivables of Taiwan Union Technology Corporation to Taiwan Union (Changshu) Corporation and Taiwan Union (Zhongshan) Corporation are all provided by labor and technology authorization, so there is no turnover rate.

TABLE 5

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2025			Net Income (Losses) of the Investee	Investment Gain (Loss) Recognized in the Current Period	Note
				September 30, 2025	December 31, 2024	Number of Shares (In Thousands)	Percentage of Ownership (%)	Carrying Amount			
Taiwan Union Technology Corporation	Taiwan Union Holding Corp. Taiwan Union Technology (Thailand) Co., Ltd.	British Virgin Islands Thailand	Holding and reinvestment Sales and manufacturing CCL and PP.	\$ 2,047,229 2,330,630	\$ 2,047,229 1,370,430	63,012,000 250,000,000	100 100	\$ 10,164,559 2,245,221	\$ 1,518,807 (93,556)	\$ 1,518,807 (93,556)	
Taiwan Union Holding Corp.	Taiwan Union (Samoa) Corporation Taiwan Union Investment Corporation	Samoa Samoa	Holding and reinvestment Holding and reinvestment	1,004,502 975,993	1,004,502 975,993	30,730,000 30,300,000	100 100	4,821,805 5,185,436	791,572 722,768	791,572 722,768	

Note: The amount was eliminated in the consolidated financial statements.

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. Name of the investees in mainland China, main businesses and products, paid-in capital, method of investment, inward and outward remittance of funds, percentage of ownership, investment gain or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area:

Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of September 30, 2025	Investee Company’s Current Net Income	Percentage of Ownership (%)	Investment Income (Loss) Recognized	Carrying Amount as of September 30, 2025	Accumulated Inward Remittance of Earnings as of September 30, 2025	Note
					Outflow	Inflow							
Taiwan Union (Changshu) Corporation	Sales and manufacturing CCL and PP.	\$ 997,031	Investment in mainland China companies through a company established in a third region.	\$ 997,031	\$ -	\$ -	\$ 997,031	\$ 790,183	100.00	\$ 790,183	\$ 4,773,399	\$ 1,731,200	Note
Taiwan Union (Zhongshan) Corporation	Sales and manufacturing CCL and PP.	966,580	Investment in mainland China companies through a company established in a third region.	966,580	-	-	966,580	722,403	100.00	722,403	5,171,793	342,400	Note

2. Limit on the investment amounts in mainland China:

	Accumulated Outward Remittance for Investment in Mainland China as of September 30, 2025	Investment Amounts Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by the Investment Commission, MOEA
Taiwan Union (Changshu) Corporation	\$ 997,031	\$ 997,031	\$ 9,745,695
Taiwan Union (Zhongshan) Corporation	966,580	966,580	9,745,695

The calculation method of the investment limit for investments in mainland China according to the regulations of the Ministry of Economic Affairs of the People’s Republic of China is as follows:

The Ministry of Economic Affairs of the People’s Republic of China announced in August 2008 that the investment limit for investments in mainland China is 60% of the net value or the combined net value, whichever is higher.

Note: Financial statements reviewed by the Company’s accountant.

TABLE 7

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

**SIGNIFICANT TRANSACTIONS WITH INVESTEE COMPANIES IN MAINLAND CHINA, EITHER DIRECTLY OR INDIRECTLY THROUGH A THIRD PARTY, AND THEIR PRICES, PAYMENT TERMS, AND UNREALIZED GAINS OR LOSSES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Significant direct or indirect transactions with the investees, prices and terms of payment, unrealized gain or loss:

Company Name	Related Party	Transaction Type	Transaction Details					Accounts/Notes Receivable/Payable		Unrealized Gain or Loss	Remark
			Amount	Percentage (%)	Price	Payment Terms	Compared with Terms of Third Parties	Balance	%		
Taiwan Union Technology Corporation	Taiwan Union (Changshu) Corporation	Sales	\$ 467,440	5	It is similar with those offered to third parties	It is similar with those offered to third parties	It is similar with those offered to third parties	Trade receivables \$ 177,204	4	\$ 24,446	
	Taiwan Union (Zhongshan) Corporation	Sales	283,612	3	It is similar with those offered to third parties	It is similar with those offered to third parties	It is similar with those offered to third parties	Trade receivables 69,887	1	7,735	

- Note 1: The amount was eliminated in the consolidated financial statements.
- Note 2: The amount of property transactions and profit and loss generated: None.
- Note 3: Endorsement of the guarantee or provision of the collateral balance and its purpose: Table 2.
- Note 4: The highest balance, ending balance, interest rate range and current interest of the financial: Table 1.
- Note 5: Other transactions that have a significant impact on the current profit or loss or financial position, such as the provision or receipt of services: Taiwan Union Technology Corporation provided technical remuneration to Taiwan Union (Changshu) Corporation for a royalty income of \$226,699 thousand.
Taiwan Union (Zhongshan) Corporation for a royalty income of \$189,623 thousand.

TAIWAN UNION TECHNOLOGY CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

No.	Company Name	Counterparty	Nature of Relationship (Note 1)	Intercompany Transactions			
				Accounts	Amount	Transaction Terms (Note 2)	Percentage of Consolidated Total Gross Sales or Total Assets (%)
0	Taiwan Union Technology Corporation	TUCC	1	Purchases	\$ 131,567	It is similar with those offered to third parties.	1
				Sales of goods	467,440	It is similar with those offered to third parties.	2
				Royalty income	226,699	Technical royalty that TUCC paid to Taiwan Union Technology Corporation	1
				Trade receivables	177,204	It is similar with those offered to third parties.	1
		TUCZ	1	Other receivables	204,458	Technical royalty that TUCC paid to Taiwan Union Technology Corporation	1
				Sales of goods	283,612	It is similar with those offered to third parties.	1
				Royalty income	189,623	Technical royalty that TUCZ paid to Taiwan Union Technology Corporation	1
				Trade receivables	69,887	It is similar with those offered to third parties.	-
				Other receivables	170,438	Technical royalty that TUCZ paid to Taiwan Union Technology Corporation	1
1	Taiwan Union (Changshu) Corporation	TUCZ	3	Sales of goods	323,682	It is similar with those offered to third parties.	2
				Trade receivables	106,895	It is similar with those offered to third parties.	-
2	Taiwan Union Technology (Thailand) Co., Ltd.	Taiwan Union Technology Corporation	2	Sales of goods	208,108	It is similar with those offered to third parties.	1
				Trade receivables	197,251	It is similar with those offered to third parties.	1

Note 1: The parent company and its subsidiaries are numbered as follows:

- a. Parent company: 0.
- b. Subsidiaries: 1 onward.

Note 2: Nature of relationship is indicated as follows:

- a. Transactions from the parent company to a subsidiary: 1.
- b. Transactions from a subsidiary to the parent company: 2.
- c. Transactions between subsidiaries: 3.

Note 3: The percentage calculation is based on the consolidated total operating revenue or total assets. For balance sheet items, each item’s period-end balance is shown as a percentage of the consolidated total assets as of September 30. For profit or loss items, cumulative amounts are shown as a percentage of the consolidated total operating revenue for the nine months ended September 30.

Note 4: The important transaction of this form may be determined by the company according to the principle of materiality.