WALRUS PUMP CO., LTD. AND SUBSIDIARY

CONSOLIDATED FINANCIAL STATEMENTS AND

INDEPENDENT AUDITORS' REVIEW REPORT

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Walrus Pump Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Walrus Pump Co., Ltd. and subsidiary (the "Group") as at June 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months and six months then ended, as well as the consolidated statements of changes in equity and of cash flows for the six months then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of review

We conducted our reviews in accordance with the Standard on Review Engagements 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Qualified conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as at June 30, 2025 and 2024, and of its consolidated financial performance for the three months and six months then ended and its consolidated cash flows for the six months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission.

Chen, Ching Chang	Liao, Fu-Ming

For and on Behalf of PricewaterhouseCoopers, Taiwan

August 7, 2025

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

WALRUS PUMP CO., LTD. AND SUBSIDIARY
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2025, DECEMBER 31, 2024 AND JUNE 30, 2024
(Expressed in thousands of New Taiwan dollars)

	Assets	Notes	June 30, 2025 AMOUNT	%	December 31, 2024 AMOUNT	%	June 30, 2024 AMOUNT	%
	Current assets							
1100	Cash and cash equivalents	6(1)	$ 355,056	13	$ 253,819	11	$ 260,005	12
1110	Current financial assets at fair value through profit or loss	6(2)	399	-	-	-	-	-
1136	Financial assets at amortised cost-current	6(3) and 8	37,144	1	11,031	-	43,078	2
1150	Notes receivable, net	6(4)	62,901	2	53,339	2	54,936	2
1170	Accounts receivable, net	6(4)	235,180	8	210,550	9	237,585	11
1200	Other receivables		1,494	-	4,248	-	1,389	-
130X	Inventories	6(5)	440,431	16	412,373	17	363,067	17
1410	Prepayments		19,227	1	12,836	1	16,518	1
1470	Other current assets		779	-	623	-	635	-
11XX	**Total current assets**		1,152,611	41	958,819	40	977,213	45
	Non-current assets							
1600	Property, plant and equipment	6(6) and 8	1,244,950	44	1,119,647	47	913,376	42
1755	Right-of-use assets	6(7), 7 and 8	204,907	7	229,812	10	242,614	11
1780	Intangible assets	6(8)	9,907	1	7,105	-	7,670	-
1840	Deferred tax assets		8,972	-	7,464	-	6,370	-
1900	Other non-current assets	6(9) and 8	187,628	7	66,118	3	34,251	2
15XX	**Total non-current assets**		1,656,364	59	1,430,146	60	1,204,281	55
1XXX	**Total assets**		$ 2,808,975	100	$ 2,388,965	100	$ 2,181,494	100

(Continued)

WALRUS PUMP CO., LTD. AND SUBSIDIARY
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2025, DECEMBER 31, 2024 AND JUNE 30, 2024
(Expressed in thousands of New Taiwan dollars)

	Liabilities and Equity	Notes	June 30, 2025 AMOUNT	%	December 31, 2024 AMOUNT	%	June 30, 2024 AMOUNT	%
	Current liabilities							
2100	Short-term borrowings	6(10) and 8	$ 644,000	23	$ 248,000	11	$ 378,000	17
2120	Current financial liabilities at fair value through profit or loss		220	-	-	-	-	-
2130	Contract liabilities-current	6(18)	1,971	-	8,248	-	9,865	-
2150	Notes payable		8,550	-	8,002	-	13,030	1
2170	Accounts payable		228,616	8	212,579	9	292,007	13
2200	Other payables	6(11)	125,326	5	180,752	8	145,570	7
2230	Current tax liabilities		5,986	-	7,065	-	13,630	1
2250	Current provisions		9,938	-	15,294	1	6,171	-
2280	Lease liabilities-current	7	22,364	1	22,679	1	22,315	1
2320	Long-term liabilities, current portion	6(12) and 8	15,744	1	-	-	-	-
2399	Other current liabilities	6(14)	3,134	-	2,908	-	1,646	-
21XX	**Total current liabilities**		1,065,849	38	705,527	30	882,234	40
	Non-current liabilities							
2540	Long-term borrowings	6(12) and 8	703,610	25	563,684	24	479,384	22
2550	Provisions-non-current	6(14)	6,320	-	6,742	-	7,620	-
2570	Deferred tax liabilities		532	-	683	-	642	-
2580	Lease liabilities-non-current	7	130,910	5	155,984	6	165,222	8
2600	Other non-current liabilities		4,031	-	233	-	300	-
25XX	**Total non-current liabilities**		845,403	30	727,326	30	653,168	30
2XXX	**Total liabilities**		1,911,252	68	1,432,853	60	1,535,402	70
	Equity							
	Share capital	6(15)						
3110	Common share		403,491	14	403,491	17	353,491	16
	Capital surplus	6(16)						
3200	Capital surplus		403,603	15	403,603	17	181,313	9
	Retained earnings	6(17)						
3310	Legal reserve		31,083	1	20,967	1	20,967	1
3350	Unappropriated retained earnings		61,763	2	123,061	5	85,902	4
	Other equity interest							
3400	Other equity interest		(2,217)	-	4,990	-	4,419	-
3XXX	**Total equity**		897,723	32	956,112	40	646,092	30
	Significant contingent liabilities and unrecognised contract commitments	9						
	Significant events after the balance sheet date	11						
3X2X	**Total liabilities and equity**		$ 2,808,975	100	$ 2,388,965	100	$ 2,181,494	100

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

WALRUS PUMP CO., LTD. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
SIX MONTHS ENDED JUNE 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)

			Three months ended June 30				Six months ended June 30			
			2025		2024		2025		2024	
	Items	Notes	AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000	Operating revenue	6(14)(18)	$ 423,298	100	$ 448,645	100	$ 852,729	100	$ 813,077	100
5000	Operating costs	6(5)(21)	(313,776)	(74)	(316,437)	(70)	(622,147)	(73)	(575,818)	(71)
5900	Gross profit from operations		109,522	26	132,208	30	230,582	27	237,259	29
	Operating expenses	6(21)								
6100	Selling expenses		(28,715)	(7)	(24,122)	(6)	(53,649)	(7)	(46,147)	(6)
6200	Administrative expenses		(43,300)	(10)	(45,805)	(10)	(87,320)	(10)	(88,076)	(11)
6300	Research and development expenses		(18,146)	(5)	(14,807)	(3)	(35,899)	(4)	(29,018)	(3)
6450	Excepted credit impairment loss	12(2)	106	-	(618)	-	1,603	-	(578)	-
6000	Total operating expenses		(90,055)	(22)	(85,352)	(19)	(175,265)	(21)	(163,819)	(20)
6900	Operating profit		19,467	4	46,856	11	55,317	6	73,440	9
	Non-operating income and expenses									
7100	Interest income	6(3)	1,198	-	1,173	-	1,368	-	2,051	-
7010	Other income	6(19)	399	-	1,945	-	634	-	2,440	1
7020	Other gains and losses	6(20)	(21,537)	(5)	2,148	1	(16,712)	(2)	7,431	1
7050	Finance costs	6(7) and 7	(1,785)	-	(3,462)	(1)	(2,697)	-	(7,272)	(1)
7000	Total non-operating income and expenses		(21,725)	(5)	1,804	-	(17,407)	(2)	4,650	1
7900	**Profit before income tax**		(2,258)	(1)	48,660	11	37,910	4	78,090	10
7950	Income tax benefit (expense)	6(22)	3,436	1	(8,044)	(2)	(4,359)	-	(14,091)	(2)
8200	**Profit for the period**		$ 1,178	-	$ 40,616	9	$ 33,551	4	$ 63,999	8
	Other comprehensive income									
	Components of other comprehensive income that will be reclassified to profit or loss									
8361	Financial statements translation differences of foreign operations		($ 8,925)	(2)	$ 619	-	($ 7,207)	(1)	$ 1,976	-
8300	**Total other comprehensive income (loss) for the period**		($ 8,925)	(2)	$ 619	-	($ 7,207)	(1)	$ 1,976	-
8500	**Total comprehensive income (loss) for the period**		($ 7,747)	(2)	$ 41,235	9	$ 26,344	3	$ 65,975	8
	Profit attributable to:									
8610	Shareholders of the parent		$ 1,178	-	$ 40,616	9	$ 33,551	4	$ 63,999	8
	Total comprehensive income (loss) attributable to:									
8710	Shareholders of the parent		($ 7,747)	(2)	$ 41,235	9	$ 26,344	3	$ 65,975	8
	Earnings per share (in dollars)	6(23)								
9710	Basic earnings per share		$	0.03	$	1.15	$	0.83	$	1.81
9810	Diluted earnings per share			0.03		1.15		0.83		1.81

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

WALRUS PUMP CO., LTD. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
SIX MONTHS ENDED JUNE 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

		Equity attributable to owners of the parent						
				Retained Earnings		Other Equity Interest		
	Notes	Ordinary share	Capital surplus, additional paid-in capital	Legal reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Gains (losses) on remeasurements of defined benefit plan	Total equity
Six months ended June 30, 2024								
Balance at January 1, 2024		$ 353,491	$ 181,313	$ 13,647	$ 85,782	$ 100	$ 2,343	$ 636,676
Profit for the period		-	-	-	63,999	-	-	63,999
Other comprehensive income for the period		-	-	-	-	1,976	-	1,976
Total comprehensive income		-	-	-	63,999	1,976	-	65,975
Distribution of 2023 earnings								
Legal reserve		-	-	7,320	(7,320)	-	-	-
Cash dividends		-	-	-	(56,559)	-	-	(56,559)
Balance at June 30, 2024		$ 353,491	$ 181,313	$ 20,967	$ 85,902	$ 2,076	$ 2,343	$ 646,092
Six months ended June 30, 2025								
Balance at January 1, 2025		$ 403,491	$ 403,603	$ 20,967	$ 123,061	$ 2,647	$ 2,343	$ 956,112
Profit for the period		-	-	-	33,551	-	-	33,551
Other comprehensive loss for the period		-	-	-	-	(7,207)	-	(7,207)
Total comprehensive income (loss)		-	-	-	33,551	(7,207)	-	26,344
Distribution of 2024 earnings								
Legal reserve		-	-	10,116	(10,116)	-	-	-
Cash dividends		-	-	-	(84,733)	-	-	(84,733)
Balance at June 30, 2025		$ 403,491	$ 403,603	$ 31,083	$ 61,763	($ 4,560)	$ 2,343	$ 897,723

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

WALRUS PUMP CO., LTD. AND SUBSIDIARY
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

	Notes	Six months ended June 30 2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		$ 37,910	$ 78,090
Adjustments			
Adjustments to reconcile profit (loss)			
Gain on current financial assets and liabilities at fair value through profit or loss	6(2)(20)	(1,036)	-
Depreciation	6(6)(7)(21)	38,467	35,269
Amortization	6(8)(21)	1,395	1,935
Interest income		(1,368)	(2,051)
Interest expense		2,697	7,272
Gain on disposal of property, plant and equipment	6(20)	(10)	-
Expected credit impairment (gain) loss	12(2)	(1,603)	578
Changes in operating assets and liabilities			
Changes in operating assets			
Current financial assets and liabilities at fair value through profit or loss		857	-
Notes receivable, net		(9,562)	(651)
Accounts receivable, net		(23,027)	(53,189)
Other receivables		2,850	1,256
Inventories		(28,058)	(29,483)
Prepayments		(6,288)	(6,910)
Other current assets		(156)	93
Other non-current assets		291	8,132
Changes in operating liabilities			
Contract liabilities-current		(6,277)	1,144
Notes payable		548	7,923
Accounts payable		16,037	168,661
Other payables		(30,597)	(1,683)
Current provisions		(5,356)	6,171
Other current liabilities		226	(8,380)
Provisions-non-current		(422)	(432)
Other non-current liabilities		3,798	(59)
Cash (outflow) inflow generated from operations		(8,684)	213,686
Interest received		1,272	2,236
Interest paid		(2,198)	(6,729)
Income tax paid		(7,347)	(800)
Net cash flows (used in) from operating activities		(16,957)	208,393
CASH FLOWS FROM INVESTING ACTIVITIES			
(Increase) decrease in financial assets at amortised cost		(26,113)	19,027
Acquisition of property, plant and equipment	6(24)	(297,968)	(116,167)
Proceeds from disposal of property, plant and equipment		133	38
Acquisition of intangible assets	6(8)	(4,200)	-
Increase in deposits received		(411)	(746)
Net cash flows used in investing activities		(328,559)	(97,848)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from short-term borrowings	6(25)	814,000	458,291
Repayment of short-term borrowings	6(25)	(418,000)	(537,291)
Decrease in lease liabilities	6(25)	(13,276)	(11,178)
Proceeds from long-term borrowings	6(25)	155,670	70,616
Repayment of long-term borrowings	6(25)	-	(43,089)
Payment of cash dividends	6(17)	(84,733)	-
Net cash flows from (used in) financing activities		453,661	(62,651)
Effect of exchange rate changes		(6,908)	1,853
Net increase in cash and cash equivalents		101,237	49,747
Cash and cash equivalents at beginning of period		253,819	210,258
Cash and cash equivalents at end of period		$ 355,056	$ 260,005

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

WALRUS PUMP CO., LTD. AND SUBSIDIARY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
SIX MONTHS ENDED JUNE 30, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. History and Organisation

Walrus Pump Co., Ltd. (the "Company") was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.) in April 1978. The Company and its subsidiary (the "Group") are primarily engaged in the design, manufacturing and trading of pumps, motors, sprayers, mechanical parts, hydraulic and pneumatic systems for labor saving, automation machines and their components.

2. The Date of Authorisation for Issuance of the Financial Statements and Procedures for Authorisation

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

3. Application of New Standards, Amendments and Interpretations

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards ("IFRS®") Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission ("FSC")

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

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 21, 'Lack of exchangeability'	January 1, 2025

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

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2026 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’	January 1, 2026
Amendments to IFRS 9 and IFRS 7, ‘Contracts referencing nature-dependent electricity’	January 1, 2026
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendment to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9 - comparative information’	January 1, 2023
Annual Improvements to IFRS Accounting Standards-Volume 11	January 1, 2026

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

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
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 International Accounting Standards Board
IFRS 18, ‘Presentation and disclosure in financial statements’	January 1, 2027
IFRS 19, ‘Subsidiaries without public accountability: disclosures’	January 1, 2027

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

IFRS 18, ‘Presentation and disclosure in financial statements’ replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

4. Summary of Material Accounting Policies

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2024, except for the compliance statement, basis of preparation, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

A. The consolidated financial statements of the Group have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standard 34, 'Interim Financial Reporting' that came into effect as endorsed by the FSC.

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

(2) Basis of preparation

A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:

(a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

(b) Defined benefit liabilities recognised based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC® Interpretations, and SIC® Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

Basis for preparation of these consolidated financial statements are the same as that for the preparation of the consolidated financial statements as of and for the year ended December 31, 2024.

B. Subsidiaries included in the consolidated financial statements:

			Ownership (%)			
Name of investor	Name of subsidiary	Business activities	June 30, 2025	December 31, 2024	June 30, 2024	Description
The company	Suzhou Walrus Pump Co., Ltd.	Manufacture and sales of water-pump	100%	100%	100%	-

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

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

E. Significant restrictions: None.

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

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

A. Financial assets at fair value through profit or loss are financial assets that are not measured at amortised cost or fair value through other comprehensive income.

B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognised and derecognised using settlement date accounting.

C. At initial recognition, the Group measures the financial assets at fair value and recognises the transaction costs in profit or loss. The Group subsequently measures the financial assets at fair value, and recognises the gain or loss in profit or loss.

(5) Financial liabilities at fair value through profit or loss

A. Financial liabilities are classified in this category of held for trading if acquired principally for the purpose of repurchasing in the short-term. Derivatives are also categorised as financial liabilities held for trading unless they are designated as hedges.

B. At initial recognition, the Group measures the financial liabilities at fair value. All related transaction costs are recognised in profit or loss. The Group subsequently measures these financial liabilities at fair value with any gain or loss recognised in profit or loss.

(6) Employee benefits

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

(7) Income tax

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

5. Critical Accounting Judgements, Estimates and Key Sources of Assumption Uncertainty

There have been no significant changes as of June 30, 2025. Please refer to Note 5 in the consolidated financial statements for the year ended December 31, 2024.

6. Details of Significant Accounts

(1) Cash and cash equivalents

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand	$ 544	$ 431	$ 470
Demand and checking accounts deposits	319,274	239,058	246,200
Time deposits	35,238	14,330	13,335
	$ 355,056	$ 253,819	$ 260,005

A. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

B. The Group has no cash and cash equivalents pledged to others.

(2) Financial assets and liabilities at fair value through profit or loss – current

Items	June 30, 2025	December 31, 2024	June 30, 2024
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Non-hedging derivatives			
Forward foreign exchange contracts	$ 399	$ -	$ -
Financial liabilities mandatorily measured at fair value through profit or loss			
Non-hedging derivatives			
Forward foreign exchange contracts	($ 220)	$ -	$ -

A. Amounts recognised in profit or loss in relation to financial assets and liabilities at fair value through profit or loss are listed below:

	Three months ended June 30	
	2025	2024
Financial assets and liabilities mandatorily measured at fair value through profit or loss		
Derivative financial instruments	($ 1,865)	$ -

	Six months ended June 30	
	2025	2024
Financial assets and liabilities mandatorily measured at fair value through profit or loss		
Derivative financial instruments	$ 1,036	$ -

B. The Group entered into contracts relating to derivative financial assets and liabilities which were not accounted for under hedge accounting. The information is listed below:

	June 30, 2025	
Derivative financial instruments	Contract amount (notional principal)	Contract period
Current items:		
Forward foreign exchange contracts		
- Buy JPY sell NTD	JPY33,885 thousand	2025.1.16 ~ 2025.9.25
- Sell USD buy NTD	USD 767 thousand	2025.6.23 ~ 2025.8.14

(a) As of December 31, 2024 and June 30, 2024, the Group did not enter into contracts relating to derivative financial assets and liabilities which were not accounted for under hedge accounting

(b) Forward foreign exchange contracts

The Group entered into forward foreign exchange contracts to buy (sell) foreign exchange to hedge exchange rate risk of import and export proceeds. However, these forward foreign exchange contracts are not accounted for under hedge accounting.

C. The Group has no financial assets at fair value through profit or loss pledged to others.

D. Information relating to credit risk of financial assets at fair value through profit or loss is provided in Note 12(2).

(3) Fnancial assets at amortised cost-current

Items	June 30, 2025	December 31, 2024	June 30, 2024
Current items:			
Restricted demand deposits	$ 19,144	$ 3,031	$ 35,078
Restricted time deposits	-	8,000	8,000
Time deposits with original maturity over three months	18,000	-	-
	$ 37,144	$ 11,031	$ 43,078

A. Amounts recognised in profit or loss in relation to financial assets at amortised cost are listed below:

	Three months ended June 30	
	2025	2024
Interest income	$ 58	$ 135

	Six months ended June 30	
	2025	2024
Interest income	$ 224	$ 548

B. Details of the Group’s financial assets at amortised cost pledged to others as collateral are provided in Note 8.

C. Information relating to credit risk of financial assets at amortised cost is provided in Note 12(2). The counterparties of the Group’s investments in certificates of deposits are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

(4) Notes and accounts receivable

	June 30, 2025		December 31, 2024		June 30, 2024	
Notes receivable	$	62,901	$	53,339	$	54,936
Accounts receivable	$	235,811	$	212,800	$	240,190
Less: Allowance for uncollectible accounts	(	631)	(	2,250)	(	2,605)
	$	235,180	$	210,550	$	237,585

A. The ageing analysis of accounts receivable that were past due but not impaired is as follows:

	June 30, 2025		December 31, 2024		June 30, 2024	
Not past due	$	231,892	$	208,678	$	221,208
Up to 90 days < past due		3,898		4,101		18,967
Over 91 days past due		21		21		15
	$	235,811	$	212,800	$	240,190

The above ageing analysis was based on past due date.

B. As of June 30, 2025, December 31, 2024 and June 30, 2024, notes and accounts receivable were all from contracts with customers. As of January 1, 2024, the balance of notes and accounts receivable from contracts with customers amounted to $241,284.

C. The Group has no notes receivable or accounts receivable pledged to others as collateral.

D. As at June 30, 2025, December 31, 2024 and June 30, 2024, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group’s accounts and notes receivable was $298,712, $266,139 and $295,126, respectively.

E. Information relating to credit risk of accounts receivable and notes receivable is provided in Note 12(2).

(5) Inventories

	June 30, 2025		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 151,608	($ 11,640)	$ 139,968
Semi-finished goods and work in progress	195,019	(9,487)	185,532
Finished goods and merchandise inventory	116,341	(1,410)	114,931
	$ 462,968	($ 22,537)	$ 440,431

	December 31, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 167,520	($ 14,722)	$ 152,798
Semi-finished goods and work in progress	161,977	(10,097)	151,880
Finished goods and merchandise inventory	109,054	(1,359)	107,695
	$ 438,551	($ 26,178)	$ 412,373

	June 30, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 166,412	($ 15,736)	$ 150,676
Semi-finished goods and work in progress	176,964	(9,740)	167,224
Finished goods and merchandise inventory	47,399	(2,232)	45,167
	$ 390,775	($ 27,708)	$ 363,067

The amount recognised as cost of goods sold for the period:

	Three months ended June 30	
	2025	2024
Cost of goods sold	$ 312,301	$ 313,617
Inventories retirement losses	-	383
Estimated warranty loss	2,774	1,298
(Gain on reversal of) loss on decline in market value	(1,071)	1,412
Revenue from sale of scraps	(228)	(273)
	$ 313,776	$ 316,437

	Six months ended June 30	
	2025	2024
Cost of goods sold	$ 618,611	$ 574,562
Inventories retirement losses	3,225	1,615
Estimated warranty loss	4,426	2,340
Gain on reversal of decline in market value	(3,641)	(2,093)
Revenue from sale of scraps	(474)	(606)
	$ 622,147	$ 575,818

The Group reversed a previous inventory write-down which was accounted for as reduction of cost of goods sold because the Company sold certain inventories which were previously provisioned for loss on decline in market value.

(6) Property, plant and equipment

	2025								
	Land	Buildings and structures	Machinery and equipment	Transportation equipment	Office equipment	Molding equipment	Others	Unfinished construction	Total
At January 1									
Cost	$ 64,438	$ 135,724	$ 280,836	$ 41,101	$ 65,251	$ 148,011	$ 76,625	$ 801,459	$ 1,613,445
Accumulated depreciation	-	(40,754)	(203,866)	(22,343)	(49,438)	(139,135)	(38,262)	-	(493,798)
	$ 64,438	$ 94,970	$ 76,970	$ 18,758	$ 15,813	$ 8,876	$ 38,363	$ 801,459	$ 1,119,647
Opening net book amount as at January 1	$ 64,438	$ 94,970	$ 76,970	$ 18,758	$ 15,813	$ 8,876	$ 38,363	$ 801,459	$ 1,119,647
Additions	-	2,312	8,520	187	1,427	701	4,546	133,684	151,377
Disposals	-	-	(118)	-	(5)	-	-	-	(123)
Reclassifications	-	-	-	-	-	-	-	2,719	2,719
Depreciation charge	-	(1,965)	(10,124)	(2,614)	(3,445)	(3,609)	(6,609)	-	(28,366)
Net exchange differences	-	-	(227)	(24)	(20)	-	(33)	-	(304)
Closing net book amount as at June 30	$ 64,438	$ 95,317	$ 75,021	$ 16,307	$ 13,770	$ 5,968	$ 36,267	$ 937,862	$ 1,244,950
At June 30									
Cost	$ 64,438	$ 138,036	$ 284,648	$ 40,924	$ 62,885	$ 144,945	$ 79,930	$ 937,862	$ 1,753,668
Accumulated depreciation	-	(42,719)	(209,627)	(24,617)	(49,115)	(138,977)	(43,663)	-	(508,718)
	$ 64,438	$ 95,317	$ 75,021	$ 16,307	$ 13,770	$ 5,968	$ 36,267	$ 937,862	$ 1,244,950

	2024								
	Land	Buildings and structures	Machinery and equipment	Transportation equipment	Office equipment	Molding equipment	Others	Unfinished construction	Total
At January 1									
Cost	$ 64,438	$ 114,996	$ 268,569	$ 34,532	$ 59,922	$ 146,679	$ 68,086	$ 522,189	$ 1,279,411
Accumulated depreciation	-	(37,301)	(193,215)	(18,059)	(43,241)	(134,726)	(27,957)	-	(454,499)
	$ 64,438	$ 77,695	$ 75,354	$ 16,473	$ 16,681	$ 11,953	$ 40,129	$ 522,189	$ 824,912
Opening net book amount as at January 1	$ 64,438	$ 77,695	$ 75,354	$ 16,473	$ 16,681	$ 11,953	$ 40,129	$ 522,189	$ 824,912
Additions		12,594	3,420	580	2,467	2,022	3,236	87,756	112,075
Disposals	-	-	-	-	-	(38)	-	-	(38)
Reclassifications	-	-	-	-	-	-	-	2,560	2,560
Depreciation charge	-	(1,626)	(8,384)	(2,406)	(3,913)	(4,668)	(5,250)	-	(26,247)
Net exchange differences	-	-	75	14	8	-	17	-	114
Closing net book amount as at June 30	$ 64,438	$ 88,663	$ 70,465	$ 14,661	$ 15,243	$ 9,269	$ 38,132	$ 612,505	$ 913,376
At June 30									
Cost	$ 64,438	$ 127,590	$ 270,881	$ 34,733	$ 62,395	$ 148,663	$ 71,360	$ 612,505	$ 1,392,565
Accumulated depreciation	-	(38,927)	(200,416)	(20,072)	(47,152)	(139,394)	(33,228)	-	(479,189)
	$ 64,438	$ 88,663	$ 70,465	$ 14,661	$ 15,243	$ 9,269	$ 38,132	$ 612,505	$ 913,376

A. Amount of borrowing costs capitalised as part of property, plant and equipment and the range of the interest rates for such capitalisation are as follows:

	Three months ended June 30	
	2025	2024
Amount capitalised	$ 4,919	$ 2,140
Range of the interest rates for capitalisation	2.15%~2.2%	2.019%~2.151%

	Six months ended June 30	
	2025	2024
Amount capitalised	$ 9,551	$ 3,946
Range of the interest rates for capitalisation	2.15%~2.2%	2.019%~2.151%

B. Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(7) Lease transactions－lessee

A. The Group leases various assets including land, buildings and business vehicles. Rental contracts are made for periods of 2 to 50 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

B. Short-term leases with a lease term of 12 months or less comprise outdoor advertising walls. Low-value assets comprise multifunction printers.

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

	June 30, 2025	December 31, 2024	June 30, 2024
	Carrying amount	Carrying amount	Carrying amount
Land	$ 163,353	$ 177,957	$ 180,835
Buildings	37,463	47,101	56,362
Transportation equipment	4,091	4,754	5,417
	$ 204,907	$ 229,812	$ 242,614

	Three months ended March 31	
	2025	2024
	Depreciation charge	Depreciation charge
Land	$ 80	$ 79
Buildings	4,617	4,239
Transportation equipment	331	332
	$ 5,028	$ 4,650

	Six months ended June 30	
	2025	2024
	Depreciation charge	Depreciation charge
Land	$ 159	$ 159
Buildings	9,279	8,255
Transportation equipment	663	608
	$ 10,101	$ 9,022

D. For the three months and six months ended June 30, 2025 and 2024, the additions to right-of-use assets were $634, $18,330, $634 and $18,330, respectively.

E. The information on profit and loss accounts relating to lease contracts is as follows:

	Three months ended June 30	
	2025	2024
Items affecting profit or loss		
Interest expense on lease liabilities	$ 369	$ 396
Expense on short-term lease contracts	565	345
Expense on leases of low-value assets	84	71
	$ 1,018	$ 812

	Six months ended June 30	
	2025	2024
Items affecting profit or loss		
Interest expense on lease liabilities	$ 794	$ 723
Expense on short-term lease contracts	904	695
Expense on leases of low-value assets	184	174
	$ 1,882	$ 1,592

F. For the six months ended June 30, 2025 and 2024, the Group’s total cash outflow for leases were $15,158 and $12,770, respectively.

G. Information about the Group’s right-of-use assets that were pledged to others as collateral is provided in Note 8.

(8) Intangible assets

	2025		
	Trademarks	Computer software	Total
At January 1			
Cost	$ 1,590	$ 12,956	$ 14,546
Accumulated amortisation	-	(7,441)	(7,441)
	$ 1,590	$ 5,515	$ 7,105
Opening net book amount as at January 1	$ 1,590	$ 5,515	$ 7,105
Additions	-	4,200	4,200
Amortisation charge	-	(1,395)	(1,395)
Net exchange differences	-	(3)	(3)
Closing net book amount as at June 30	$ 1,590	$ 8,317	$ 9,907
At June 30			
Cost	$ 1,590	$ 17,114	$ 18,704
Accumulated amortisation	-	(8,797)	(8,797)
	$ 1,590	$ 8,317	$ 9,907

	2024		
	Trademarks	Computer software	Total
At January 1			
Cost	$ 1,590	$ 11,257	$ 12,847
Accumulated amortisation	-	(3,244)	(3,244)
	$ 1,590	$ 8,013	$ 9,603
Opening net book amount as at January 1	$ 1,590	$ 8,013	$ 9,603
Amortisation charge	-	(1,935)	(1,935)
Net exchange differences	-	2	2
Closing net book amount as at June 30	$ 1,590	$ 6,080	$ 7,670
At June 30			
Cost	$ 1,590	$ 11,257	$ 12,847
Accumulated amortisation	-	(5,177)	(5,177)
	$ 1,590	$ 6,080	$ 7,670

(9) Other non-current assets

	June 30, 2025	December 31, 2024	June 30, 2024
Prepayments for equipment	$ 173,721	$ 52,331	$ 19,877
Guarantee deposits paid	9,269	8,858	8,777
Others	4,638	4,929	5,597
	$ 187,628	$ 66,118	$ 34,251

Information on the Group’s guarantee deposits paid that were pledged to others as collateral is provided in Note 8.

(10) Short-term borrowings

Type of borrowings	June 30, 2025	December 31, 2024	June 30, 2024	Collateral
Bank borrowings				
Secured borrowings	$ 430,000	$ 248,000	$ 378,000	Note
Unsecured borrowings	214,000	-	-	None
	$ 644,000	$ 248,000	$ 378,000	
Interest rate range	2.11%~2.6%	2.11%~2.33%	2.11%~2.63%	

Note: Details of endorsements and guarantees provided to related parties are provided in Note 7, and information relating to the collaterals is provided in Note 8.

(11) Other payables

	June 30, 2025	December 31, 2024	June 30, 2024
Payable on construction and equipment	$ 48,212	$ 73,413	$ 10,681
Wages, salaries and bonuses payable	44,072	59,332	37,120
Labour and health insurance payable	5,536	4,938	5,190
Pension payable	4,047	3,762	3,368
Employees' compensation payable	3,030	8,876	8,077
Directors' remuneration payable	856	2,536	2,632
Dividends payable	-	-	56,559
Others	19,573	27,895	21,943
	$ 125,326	$ 180,752	$ 145,570

(12) Long-term borrowings

Type of borrowings	June 30, 2025	December 31, 2024	June 30, 2024	Collateral
Long-term bank borrowings				
Secured borrowings	$ 602,354	$ 496,684	$ 412,384	Note
Unsecured borrowings	117,000	67,000	67,000	None
	719,354	563,684	479,384	
Less: Current portion	(15,744)	-	-	
	$ 703,610	$ 563,684	$ 479,384	
Interest rate range	2.15%~2.38%	2.15%	2.15%~2.48%	

Note: Details of endorsements and guarantees provided to related parties are provided in Note 7. Except for the collaterals indirectly guaranteed by the Small & Medium Enterprise Credit Guarantee Fund of Taiwan, information relating to other collaterals is provided in Note 8.

The Company entered into a contract for a syndicated borrowing of banks including First Commercial Bank in April 2023, and the contract period was 7 years. Key contents of the contract are as follows:

(a) The credit line of Tranche A is $640,000, and the credit period is seven years from the date of first drawdown, which is non-revolving.

(b) The credit line of Tranche B is $48,000, and the credit period is seven years from the date of first drawdown, which is non-revolving.

(c) The credit line of Tranche C is $84,000, and the credit period is seven years from the date of first drawdown, which is non-revolving.

(d) The total credit line of Tranche D and Tranche E amounted to $300,000. The credit period of Tranche D is seven years from the date of first drawdown, which is non-revolving. The credit period of Tranche E is five years from the date of first drawdown, which is revolving during the credit period. The credit line shall be reduced from three years after the date of first drawdown and each subsequent year, totaling in three installments. The first and second installment shall be 10%, and the third installment shall be 80% or all of the remaining credit line.

(e) The Company’s main commitments are as follows:

i. The Company should provide six parcels of land, including 1st Subsection, Sinyuan Section, Luzhu District, Kaohsiung City, along with the constructed plants and ancillary facilities on the land and eight pieces of machinery and equipment, as collaterals for the credit of Tranche A and Tranche C.

ii. The Company on the semi-annual and annual consolidated financial statements is required to maintain the following restrictions on financial ratios: The current ratio (current assets divided by current liabilities) should not be less than 100%; the debt ratio (total financial liabilities divided by total equity) should not be higher than 300%; the interest coverage ratio [(profit before tax + interest expense + depreciation + amortisation) divided by interest expense] should not be less than 200%; the net tangible assets (total equity - intangible assets) should not be less than NT$300 million.

The Company calculated the abovementioned financial ratios and amounts based on the consolidated financial statements reviewed by the independent auditors on June 30, 2025, December 31, 2024 and June 30, 2024, which were not in violation of the requirements of the syndicated borrowing contract.

(f) As of June 30, 2025, the amount drawn down from the abovementioned credit line was $669,354.

(13) Pensions

A. (a) The Company has a defined benefit pension plan in accordance with the Labor Standards Act, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 2% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company would assess the balance in the aforementioned labor pension reserve account by the end of December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contributions for the deficit by next March.

(b) There were no employees who were subject to the old work seniority plan on January 1, 2024. The balance in the pension reserve account had been withdrawn in April 2024.

B. (a) Effective July 1, 2005, the Company has established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company contributes monthly an amount at least 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b) Under the regulations of the People's Republic of China, the mainland subsidiaries included in the preparation of the consolidated financial statements contribute to the pension insurance scheme on a monthly basis at a specified percentage of the total local employee salaries. Each employee's pension is managed and arranged centrally by the government. Apart from the monthly contributions, the Group has no further obligations.

(c) The pension costs under the defined contribution pension plans of the Group for the three months and six-months ended June 30, 2025 and 2024 were $4,166, $3,556, $8,209 and $7,015, respectively.

(14) Provisions

	2025		
	Warranty	Sales discounts and allowances	Total
At January 1	$ 13,388	$ 8,648	$ 22,036
Additional provisions	4,426	1,897	6,323
Used during the period	(3,453)	(8,648)	(12,101)
At June 30	$ 14,361	$ 1,897	$ 16,258

	2024		
	Warranty	Sales discounts and allowances	Total
At January 1	$ 9,202	$ 6,572	$ 15,774
Additional provisions	2,340	3,492	5,832
Used during the period	(1,243)	(6,572)	(7,815)
At June 30	$ 10,299	$ 3,492	$ 13,791

Analysis of total provisions:

	June 30, 2025	December 31, 2024	June 30, 2024
Current	$ 9,938	$ 15,294	$ 6,171
Non-current	$ 6,320	$ 6,742	$ 7,620

(15) Share capital

A. As of June 30, 2025, the Company’s authorised capital was $800,000, consisting of 80,000 thousand shares of ordinary share, and the paid-in capital was $403,491 with a par value of $10 (in dollars) per share. All proceeds from shares issued have been collected.

B. Movements in the number of the Company’s ordinary shares outstanding (shares in thousands) for the six months ended June 30, 2025 and 2024 are as follows:

	2025	2024
At January 1 (June 30)	40,349	35,349

The Company had the same number of outstanding shares as at January 1 and June 30 for both period.

(16) Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

(17) Retained earnings

A. Under the Company's Articles of Incorporation, the current year's earnings, if any, shall first be used to pay all taxes and recover prior year's losses and then 10% of the remaining amount shall be appropriate as legal reserve unless legal reserve amounts to the total paid-in capital. In addition, special reserve that has been appropriated or reversed in accordance with related regulations along with the accumulated unappropriated earnings shall be proposed by the Board of Directors for earnings appropriation of dividends and be approved to be appropriated as dividends and bonus or to be retained by the shareholders.

B. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.

C. The appropriations of 2023 earnings as resolved by the shareholders on June 3, 2024 are as follows:

	2023	
	Amount	Dividends per share (in dollars)
Legal reserve	$ 7,320	
Cash dividends	56,559	$ 1.6
	$ 63,879	

D. The appropriations of 2024 earnings as proposed by the shareholders on May 27, 2025 are as follows:

	2024	
	Amount	Dividends per share (in dollars)
Legal reserve	$ 10,116	
Cash dividends	84,733	$ 2.1
	$ 94,849	

The Company's cash dividends for the year ended December 31, 2024 had all been distributed on June 30, 2025.

(18) Operating revenue

	Three months ended June 30	
	2025	2024
Revenue from contracts with customers	$ 423,298	$ 448,645

	Six months ended June 30	
	2025	2024
Revenue from contracts with customers	$ 852,729	$ 813,077

A. Revenue from contracts with customers is disaggregated into the following geographical regions:

	Sales regions			
Three months ended June 30, 2025	Taiwan	Mainland China	Other regions	Total
Revenue from contracts with customers	$ 251,289	$ 35,028	$ 136,981	$ 423,298

	Sales regions			
Three months ended June 30, 2024	Taiwan	Mainland China	Other regions	Total
Revenue from contracts with customers	$ 296,920	$ 25,283	$ 126,442	$ 448,645

	Sales regions			
Six months ended June 30, 2025	Taiwan	Mainland China	Other regions	Total
Revenue from contracts with customers	$ 541,717	$ 66,759	$ 244,253	$ 852,729

	Sales regions			
Six months ended June 30, 2024	Taiwan	Mainland China	Other regions	Total
Revenue from contracts with customers	$ 544,909	$ 50,240	$ 217,928	$ 813,077

B. The Group has recognised the following sales revenue-related contract liabilities:

	June 30, 2025	December 31, 2024	June 30, 2024
Current contract liabilities	$ 1,971	$ 8,248	$ 9,865

C. The revenue recognised that was included in the contract liability balance at the beginning of the three months and six-months ended June 30, 2025 and 2024 was $74, $6,185, $8,213 and $8,721, respectively.

(19) Other income

	Three months ended June 30	
	2025	2024
Government grants revenue	$ 399	$ 53
Other income	-	1,892
	$ 399	$ 1,945

	Six months ended June 30	
	2025	2024
Government grants revenue	$ 435	$ 411
Other income	199	2,029
	$ 634	$ 2,440

(20) Other gains and losses

	Three months ended June 30	
	2025	2024
Net currency exchange (losses) gains	($ 19,532)	$ 2,165
Gain on disposal of property, plant and equipment	10	-
Net loss on financial assets and liabilities at fair value through profit or loss	(1,865)	-
Other losses	(150)	(17)
	($ 21,537)	$ 2,148

	Six months ended June 30	
	2025	2024
Net currency exchange (losses) gains	($ 17,608)	$ 7,478
Gain on disposal of property, plant and equipment	10	-
Net gain on financial assets and liabilities at fair value through profit or loss	1,036	-
Other losses	(150)	(47)
	($ 16,712)	$ 7,431

(21) Expenses by nature

	Three months ended June 30, 2025		
	Classified as operating costs	Classified as operating expenses	Total
Employee benefit expense			
Wages and salaries	$ 37,078	$ 42,701	$ 79,779
Labour and health insurance fees	4,087	4,021	8,108
Pension costs	2,028	2,138	4,166
Other personnel expenses	2,696	3,989	6,685
	$ 45,889	$ 52,849	$ 98,738
Depreciation charge	$ 10,796	$ 8,416	$ 19,212
Amortisation charge	$ 24	$ 662	$ 686

	Three months ended June 30, 2024		
	Classified as operating costs	Classified as operating expenses	Total
Employee benefit expense			
Wages and salaries	$ 30,467	$ 41,608	$ 72,075
Labour and health insurance fees	3,277	3,938	7,215
Pension costs	1,696	1,860	3,556
Other personnel expenses	2,068	3,138	5,206
	$ 37,508	$ 50,544	$ 88,052
Depreciation charge	$ 10,457	$ 7,338	$ 17,795
Amortisation charge	$ 45	$ 900	$ 945

	Six months ended June 30, 2025		
	Classified as operating costs	Classified as operating expenses	Total
Employee benefit expense			
Wages and salaries	$ 72,025	$ 89,138	$ 161,163
Labour and health insurance fees	7,955	8,718	16,673
Pension costs	3,939	4,270	8,209
Other personnel expenses	5,242	7,366	12,608
	$ 89,161	$ 109,492	$ 198,653
Depreciation charge	$ 21,952	$ 16,515	$ 38,467
Amortisation charge	$ 47	$ 1,348	$ 1,395

	Six months ended June 30, 2024		
	Classified as operating costs	Classified as operating expenses	Total
Employee benefit expense			
Wages and salaries	$ 57,658	$ 80,666	$ 138,324
Labour and health insurance fees	6,441	7,260	13,701
Pension costs	3,329	3,686	7,015
Other personnel expenses	4,266	6,253	10,519
	$ 71,694	$ 97,865	$ 169,559
Depreciation charge	$ 20,023	$ 15,246	$ 35,269
Amortisation charge	$ 113	$ 1,822	$ 1,935

A. According to the Company's amended Articles of Incorporation as resolved by the shareholders at their meeting in 2025, the current year's earnings, if any, shall be used to distribute 3%~10% as employees' compensation and shall not be higher than 2% as directors' remuneration, of which the amount of the employees' compensation shall be distributed in a ratio not lower than 2% to the rank-and-file employees. However, if the Company has accumulated deficit, the current year's earnings shall first be reserved to cover the deficit and then be appropriated as employees' compensation and directors' remuneration based on the abovementioned ratios.

B. For the three months and six months ended June 30, 2025 and 2024, employees' compensation and directors' remuneration were accrued as follows:

	Three months ended June 30	
	2025	2024
Employees' compensation	($ 81)	$ 2,598
Directors' remuneration	(23)	1,039
	($ 104)	$ 3,637

	Six months ended June 30	
	2025	2024
Employees' compensation	$ 2,995	$ 3,805
Directors' remuneration	856	1,522
	$ 3,851	$ 5,327

The aforementioned amounts were recognised in salary expenses.

Employees' compensation of $8,876 and directors' remuneration of $2,536 for 2024 as resolved by the Board of Directors were in agreement with those amounts recognised in the 2024 financial statements. The employees' compensation and directors' remuneration will be distributed in the form of cash.

Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(22) Income tax

A. Income tax expense

	Three months ended June 30	
	2025	2024
Current tax:		
Current tax on (loss) profit for the period	($ 986)	$ 11,195
Prior year income tax overestimation	(17)	(2,052)
Total current tax	(1,003)	9,143
Deferred tax:		
Origination and reversal of temporary differences	(2,433)	(1,099)
Income tax (benefit) expense	($ 3,436)	$ 8,044

	Six months ended June 30	
	2025	2024
Current tax:		
Current tax on profit for the period	$ 6,035	$ 14,003
Prior year income tax overestimation	(17)	(2,052)
Total current tax	6,018	11,951
Deferred tax:		
Origination and reversal of temporary differences	(1,659)	2,140
Income tax expense	$ 4,359	$ 14,091

B. The Company's income tax returns through 2022 have been assessed and approved by the Tax Authority.

(23) Earnings per share

	Three months ended June 30, 2025		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 1,178	40,349	$ 0.03
Diluted earnings per share			
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	49	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 1,178	40,398	$ 0.03

	Three months ended June 30, 2024		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 40,616	35,349	$ 1.15
Diluted earnings per share			
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	51	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 40,616	35,400	$ 1.15

	Six months ended June 30, 2025		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 33,551	40,349	$ 0.83
Diluted earnings per share			
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	90	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 33,551	40,439	$ 0.83

	Six months ended June 30, 2024		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	$ 63,999	35,349	$ 1.81
Diluted earnings per share			
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	83	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	$ 63,999	35,432	$ 1.81

(24) Supplemental cash flow information

A. Investing activities with partial cash payments

	Six months ended June 30	
	2025	2024
Purchase of property, plant and equipment	$ 151,377	$ 112,075
Add: Opening balance of payable on construction and equipment	73,413	29,261
Ending balance of prepayments for equipment	173,721	19,877
Less: Ending balance of payable on construction and equipment	(48,212)	(10,681)
Opening balance of prepayments for equipment	(52,331)	(34,365)
Cash paid during the period	$ 297,968	$ 116,167

B. Financing activities with no cash flow effects:

	Six months ended June 30	
	2025	2024
Cash dividends yet to be paid	$ -	$ 56,559

(25) Changes in liabilities from financing activities

	2025			
	Short-term borrowings	Long-term borrowings (Note)	Lease liabilities	Liabilities from financing activities-gross
At January 1	$ 248,000	$ 563,684	$ 178,663	$ 990,347
Changes in cash flow from financing activities	396,000	155,670	(13,276)	538,394
Changes in other non-cash items	-	-	(11,726)	(11,726)
Net exchange differences	-	-	(387)	(387)
At June 30	$ 644,000	$ 719,354	$ 153,274	$ 1,516,628

	2024			
	Short-term borrowings	Long-term borrowings	Lease liabilities	Liabilities from financing activities-gross
At January 1	$ 457,000	$ 451,857	$ 180,177	$ 1,089,034
Changes in cash flow from financing activities	(79,000)	27,527	(11,178)	(62,651)
Changes in other non-cash items	-	-	18,330	18,330
Net exchange differences	-	-	208	208
At June 30	$ 378,000	$ 479,384	$ 187,537	$ 1,044,921

Note: Including current portion.

7. Related Party Transactions

(1) Names of related parties and relationship

Company name	Relationship with the Company
Raymond Huang	The Company’s chairman
Amy Huang	The Company’s general manager
You Chang Investment Co., Ltd. (You Chang Investment)	The Company’s director

(2) Significant related party transactions

A. Lease transactions－lessee

(a) The Company leases buildings from You Chang Investment. Rental contracts are typically made for the period from January 1, 2021 to December 31, 2027. Rents are paid before the 5th day of each month.

(b) Ending balance of right-of-use assets

	June 30, 2025	December 31, 2024	June 30, 2024
You Chang Investment	$ 28,285	$ 33,941	$ 39,598

(c) Lease liabilities

(i) Outstanding balance:

	June 30, 2025	December 31, 2024	June 30, 2024
You Chang Investment	$ 29,359	$ 35,084	$ 40,761

(ii) Interest expense

	Three months ended June 30	
	2025	2024
You Chang Investment	$ 132	$ 179

	Six months ended June 30	
	2025	2024
You Chang Investment	$ 275	$ 370

B. Endorsements and guarantees provided to related parties:

	June 30, 2025	December 31, 2024	June 30, 2024
Raymond Huang and Amy Huang	$ 1,363,354	$ 811,684	$ 857,384

(3) Key management compensation

	Three months ended June 30	
	2025	2024
Short-term employee benefits	$ 17,530	$ 12,091
Post-employment benefits	670	531
Other long-term benefits	726	701
	$ 18,926	$ 13,323

	Six months ended June 30	
	2025	2024
Short-term employee benefits	$ 31,672	$ 23,958
Post-employment benefits	1,284	1,031
Other long-term benefits	1,304	1,320
	$ 34,260	$ 26,309

8. Pledged Assets

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

Pledged asset	Book value June 30, 2025	Book value December 31, 2024	Book value June 30, 2024	Purpose
Financial assets at amortised cost-current	$ 19,144	$ 11,031	$ 43,078	Guarantee for short-term borrowings
Land	64,438	64,438	64,438	Guarantee for long term and short-term borrowings
Buildings and structures	95,317	94,970	88,663	Guarantee for long term and short-term borrowings
Unfinished construction	711,463	597,899	388,667	Guarantee for long-term borrowings
Right-of-use assets	191,030	211,766	220,142	Guarantee for long term and short-term borrowings
Guarantee deposits paid (shown as other non-current assets)	9,269	8,858	8,777	Performance guarantee
	$ 1,090,661	$ 988,962	$ 813,765	

9. Significant Contingent Liabilities and Unrecognised Contract Commitments

Capital expenditure contracted for at the balance sheet date but not yet incurred is as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Property, plant and equipment	$ 133,630	$ 268,950	$ 376,500

In line with the increase in order volume and production capacity of products, the Group plans to build the plant in Luzhu District, Kaohsiung City. The Group has entered into construction contracts.

10. Significant Disaster Loss

None.

11. Significant Events after the Balance Sheet Date

On July 17, 2025, the Company's restricted stocks to employees for the year ending December 31, 2025 has been approved by the Financial Supervisory Commission. The effective date of capital increase from restricted stocks to employees will be set on September 1, 2025. The relevant matters pertaining to the issuance of the restricted stocks to employees will be conducted in accordance with the terms of the restricted stocks.

12. Others

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders and issue new shares to reduce debt.

(2) Financial instruments

A. Financial instruments by category

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets			
Financial assets mandatorily measured at fair value through profit or loss	$ 399	$ -	$ -
Financial assets at amortised cost			
Cash and cash equivalents	355,056	253,819	260,005
Financial assets at amortised cost	37,144	11,031	43,078
Notes receivable	62,901	53,339	54,936
Accounts receivable	235,180	210,550	237,585
Other receivables	1,494	4,248	1,389
Guarantee deposits paid (shown as other non-current assets)	9,269	8,858	8,777
	$ 701,443	$ 541,845	$ 605,770

	June 30, 2025	December 31, 2024	June 30, 2024
Financial liabilities			
Financial liabilities mandatorily measured at fair value through profit or loss	$ 220	$ -	$ -
Financial liabilities at amortised cost			
Short-term borrowings	644,000	248,000	378,000
Notes payable	8,550	8,002	13,030
Accounts payable	228,616	212,579	292,007
Other accounts payable	125,326	180,752	145,570
Long-term borrowings (including current portion)	719,354	563,684	479,384
	$ 1,726,066	$ 1,213,017	$ 1,307,991
Lease liability	$ 153,274	$ 178,663	$ 187,537

B. Financial risk management policies

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

(b) Risk management is carried out by a central treasury department (Company treasury) under policies approved by the Board of Directors. The Group treasury identifies, evaluates and hedges financial risks in close co-operation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Exchange rate risk

i. The Group operates internationally and is exposed to exchange rate risk arising from the transactions of the Company and its subsidiaries used in various functional currency, primarily with respect to the USD. Foreign exchange rate risk arises from future commercial transactions and recognised assets and liabilities.

ii. The Group hedges foreign exchange rate by using forward exchange contracts. However, the Group does not adopt hedging accounting. Details of financial assets or liabilities at fair value through profit or loss are provided in Note 6(2).

iii. The Group's businesses involve some non-functional currency operations (the Company's functional currency: NTD; the subsidiaries' functional currency: RMB). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	June 30, 2025		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 4,550	29.3	$ 133,315

	December 31, 2024		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 3,558	32.79	$ 116,649

	June 30, 2024		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	$ 4,050	32.45	$ 131,423

iv. The total exchange (loss) gain, including realised and unrealised, arising from significant foreign exchange variation on the monetary items held by the Group for the three months and six months ended June 30, 2025 and 2024, amounted to ($19,532), $2,165, ($17,608) and $7,478, respectively.

v. Analysis of foreign currency market risk arising from significant foreign exchange variation:

	Six months ended June 30, 2025		
	Sensitivity analysis		
	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	1%	$ 1,333	$ -

	Six months ended June 30, 2024		
	Sensitivity analysis		
	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
(Foreign currency: functional currency)			
Financial assets			
Monetary items			
USD:NTD	1%	$ 1,314	$ -

(b) Credit risk

i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financia l instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.

ii. The Group manages its credit risk taking into consideration the entire company's concern. According to the Group's credit policy, the Group is responsible for managing and analysing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilisation of credit limits is regularly monitored.

iii. In line with credit risk management procedure, when the counterparty experiences financial difficulties or dishonors the check, the default has occurred.

iv. The Group manages credit risk of cash in banks and other financial instruments based on the Company's credit policy. Only rated banks with an optimal rating and financial institutes with investment grade are accepted.

v. The Group adopts following assumptions under IFRS 9 to assess whether there has been a significant increase in credit risk or default on that instrument since initial recognition:

If the contract payments were past due over 90 days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.

vi. The Group classifies customer's accounts receivable in accordance with credit rating of customer and customer types. The Group applies the modified approach using a provision matrix to estimate the expected credit loss.

vii. The Group used the forecastability to adjust historical and timely information to assess the default possibility of accounts receivable. On June 30, 2025, December 31, 2024 and June 30, 2024, the provision matrix is as follows:

	Not past due	Up to 90 days past due	Over 91 days past due	Total
At June 30, 2025				
Expected loss rate	0.15%	8.95%~57.96%	100.00%	
Total book value	$ 231,892	$ 3,898	$ 21	$ 235,811
Loss allowance	(406)	(204)	(21)	(631)

	Not past due	Up to 90 days past due	Over 91 days past due	Total
At December 31, 2024				
Expected loss rate	0.50%~1.00%	2.62%~42.08%	100.00%	
Total book value	$ 208,678	$ 4,101	$ 21	$ 212,800
Loss allowance	(1,888)	(341)	(21)	(2,250)

	Not past due	Up to 90 days past due	Over 91 days past due	Total
At June 30, 2024				
Expected loss rate	0.50%~0.67%	2.62%~23.47%	100.00%	
Total book value	$ 221,208	$ 18,967	$ 15	$ 240,190
Loss allowance	(1,840)	(750)	(15)	(2,605)

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

	2025	2024
	Accounts receivable	Accounts receivable
At January 1	$ 2,250	$ 2,025
(Reversal of) provision for impairment	(1,603)	578
Net exchange differences	(16)	2
At June 30	$ 631	$ 2,605

viii. The Group did not accrue loss allowance for notes receivable since the Group had no significant expected credit losses of notes receivable.

(c) Liquidity risk

i. Cash flow forecasting is prepared by Company treasury. Company treasury monitors rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

ii. The Group has the following undrawn borrowing facilities:

	June 30, 2025	December 31, 2024	June 30, 2024
Expiring within one year	$ 428,455	$ 485,000	$ 308,000
Expiring beyond one year	532,646	538,316	370,616
	$ 961,101	$ 1,023,316	$ 678,616

iii. Except for those listed in the table below, the Group's non-derivative financial liabilities will expire within 1 year. As of June 30, 2025, December 31, 2024 and June 30, 2024, the cash flows within 1 year of notes payable, accounts payable and other payables are in agreement with the balance of each account in the balance sheets.

June 30, 2025	Within one year	Beyond one year	Total
Non-derivative financial liabilities:			
Short-term borrowings	$ 648,904	$ -	$ 648,904
Lease liability	$ 25,614	$ 179,565	$ 205,179
Long-term borrowings (including current portion)	$ 31,976	$ 763,382	$ 795,358

December 31, 2024	Within one year	Beyond one year	Total
Non-derivative financial liabilities:			
Short-term borrowings	$ 248,800	$ -	$ 248,800
Lease liability	$ 26,149	$ 203,409	$ 229,558
Long-term borrowings (including current portion)	$ 12,790	$ 618,253	$ 631,043

June 30, 2024	Within one year	Beyond one year	Total
Non-derivative financial liabilities:			
Short-term borrowings	$ 379,763	$ -	$ 379,763
Lease liability	$ 26,241	$ 214,000	$ 240,241
Long-term borrowings (including current portion)	$ 367	$ 526,913	$ 527,280

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The Group's investment in derivative financial instruments are included in Level 2.

Level 3: Unobservable inputs for the asset or liability.

B. Financial instruments not measured at fair value:

The carrying amounts of the Group's cash and cash equivalents, current financial assets at amortised cost, notes receivable, accounts receivable, other receivables, guarantee deposits paid, short-term borrowings, notes payable, accounts payable, other payables, long-term borrowings (including current portion) and lease liabilities are approximate to their fair values.

C. The related information of financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities at June 30, 2025, December 31, 2024 and June 30, 2024 are as follows:

June 30, 2025	Level 1	Level 2	Level 3	Total
Recurring fair value measurements				
Financial assets mandatorily measured at fair value through profit or loss				
Non-hedging derivatives				
Forward foreign exchange contracts	-	399	-	399
Financial liabilities mandatorily measured at fair value through profit or loss				
Non-hedging derivatives				
Forward foreign exchange contracts	-	(220)	-	(220)
	$ -	$ 179	$ -	$ 179

There was no such transaction as of December 31, 2024 and June 30, 2024.

D. For the six months ended June 30, 2025 and 2024, there was no transfer between Level 1 and Level 2.

E. For the six months ended June 30, 2025 and 2024, there were no financial and non-financial instruments in Level 3, and there was no transfer into or out from Level 3.

13. Supplementary Disclosures

(1) Significant transactions information

A. Loans to others: None.

B. Provision of endorsements and guarantees to others: None.

C. Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): None.

D. Purchases or sales of goods from or to related parties reaching $100 million or 20% of paid-in capital or more: None.

E. Receivables from related parties reaching $100 million or 20% of paid-in capital or more: None.

F. Significant inter-company transactions during the reporting periods: None.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): None.

(3) Information on investments in Mainland China

A. Basic information: Please refer to table 1.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: None.

14. Segment Information

(1) General information

The management of the Group has identified reportable segments based on the information used by the Board of Directors for decision-making purposes.

The Group is divided into business segments, primarily consisting of the Home Business Unit, Industrial Business Unit, Greater China Region, and International Business Unit.

(2) Measurement of segment information

The segment information provided to the chief operating decision-maker for the reportable segments is as follows. Additionally, the Group does not provide the chief operating decision maker with total assets and total liabilities figures for making operational decisions.

Three months ended June 30, 2025	Taiwan Home Business Unit	Taiwan Industrial Business Unit	Taiwan Others	Greater China Region	International Business Unit	Total
Segment revenue	$ 215,804	$ 51,826	$ -	$ 35,028	$ 120,640	$ 423,298
Segment profit (loss)	$ 15,119	($ 5,635)	($ 2,705)	$ 2,531	$ 10,157	$ 19,467
Interest income and other income						1,597
Other gains and losses						(21,537)
Financial cost						(1,785)
Loss before income tax						(2,258)
Income tax benefit						3,436
Profit for the period						$ 1,178

Three months ended June 30, 2024	Taiwan Home Business Unit	Taiwan Industrial Business Unit	Taiwan Others	Greater China Region	International Business Unit	Total
Segment revenue	$ 249,254	$ 47,666	$ -	$ 25,283	$ 126,442	$ 448,645
Segment profit (loss)	$ 33,334	($ 9,012)	($ 2,990)	$ 726	$ 24,798	$ 46,856
Interest income and other income						3,118
Other gains and losses						2,148
Financial cost						(3,462)
Profit before income tax						48,660
Income tax expense						(8,044)
Profit for the period						$ 40,616

Six months ended June 30, 2025	Taiwan Home Business Unit	Taiwan Industrial Business Unit	Taiwan Others	Greater China Region	International Business Unit	Total
Segment revenue	$ 445,685	$ 96,032	$ -	$ 66,759	$ 244,253	$ 852,729
Segment profit (loss)	$ 40,790	($ 16,309)	($ 2,922)	$ 4,495	$ 29,263	$ 55,317
Interest income and other income						2,002
Other gains and losses						(16,712)
Financial cost						(2,697)
Profit before income tax						37,910
Income tax expense						(4,359)
Profit for the period						$ 33,551

Six months ended June 30, 2024	Taiwan Home Business Unit	Taiwan Industrial Business Unit	Taiwan Others	Greater China Region	International Business Unit	Total
Segment revenue	$ 455,381	$ 89,528	$ -	$ 50,240	$ 217,928	$ 813,077
Segment profit (loss)	$ 51,654	($ 18,596)	($ 148)	$ 919	$ 39,611	$ 73,440
Interest income and other income						4,491
Other gains and losses						7,431
Financial cost						(7,272)
Profit before income tax						78,090
Income tax expense						(14,091)
Profit for the period						$ 63,999

(3) Reconciliation for segment income

Sales between segments are carried out at arm’s length. The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that in the statement of comprehensive income.

Walrus Pump Co., Ltd. And Subsidiaries

Information on investments in Mainland China

Six months ended June 30, 2025

Table 1

Expressed In thousands of NTD

(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2025	Amount remitted from Taiwan to Mainland China/Amount remitted back to Taiwan for the six months ended June 30, 2025		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2025	Net income of investee for the six months ended June 30, 2025	Ownership held by the Company (direct or indirect)	Investment income (loss) recognised by the Company for the six months ended June 30, 2025 (Note 2)	Book value of investments in Mainland China as of June 30, 2025	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2025	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
Suzhou Walrus	Manufcture and sales of water-pump	$ 73,250 (USD 2,500 thousand)	(1)	$ 38,090 (USD 1,300 thousand)	$ -	$ -	$ 38,090 (USD 1,300thousand)	$ 4,316	100%	$ 4,316	$ 77,112	$ -	

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2025	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
Suzhou Walrus	$ 38,090 (USD 1,300 thousand))	$ 73,250 (USD 2,500 thousand)	$ 538,634

Note 1: Investment methods are classified into the following three categories; fill in the number of category each case belongs to:

(1) Directly invest in a company in Mainland China.

(2) Through investing in an existing company in the third area, which then invested in the investee in Mainland China.

(3) Others

Note 2: Investment income (loss) was recognised based on the financial statements audited by the parent company’s CPA.

Note 3: The numbers in this table are expressed in New Taiwan dollars. Where foreign currencies are involved, they are translated into New Taiwan dollars using the U.S. dollar exchange rate of $33.205 as of the balance sheet date.