Stock Code: 3010

Wah Lee Industrial Corporation and Subsidiaries

Consolidated Financial Statements for the Three Months Ended March 31, 2026 and 2025 and Independent Auditors' Review Report

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INDEPENDENT AUDITORS' REVIEW REPORT

Wah Lee Industrial Corporation:

Introduction

We have audited the accompanying consolidated financial statements of Wah Lee Industrial Corporation and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of March 31, 2026 and 2025, and the consolidated statements of comprehensive income, changes in equity and cash flows for January 1 to March 31, 2026 and 2025, and the notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the “consolidated financial statements”). The preparation of fairly expressed consolidated financial reports in accordance with the Financial Reporting Standards of the Securities Issuer and IAS 34 “Interim Financial Reporting” as approved by the Financial Supervisory Commission and issued for effect is the responsibility of management, and the responsibility of the accountant is to draw conclusions on the consolidated financial reports based on the results of the review.

Scope of Review

Except as set out in the following paragraph we performed the review in accordance with the Review of Financial Statements, Standard 2410. The procedures performed in reviewing the consolidated financial statements include inquiries (primarily of persons responsible for financial and accounting matters), analytical procedures and other review procedures. A review is significantly less in scope than an audit and, accordingly, we may not be able to discern all significant matters that might be identified by an audit and, accordingly, we cannot express an audit opinion.

Basis for the Qualified Conclusion

As described in note 13 to the consolidated financial report, the financial statements of the non-material subsidiaries included in the first consolidated financial report for the same period have not been reviewed by the accountants. Its total assets as of March 31, 2026 and 2025 were NT$8,217,658 thousand and NT$7,890,548 thousand, respectively, accounting for 14% and 15% of the total consolidated assets, respectively. Total liabilities amounted to NT$3,450,710 thousand and NT$3,197,799 thousand, respectively, accounting for 11% of the total consolidated liabilities. The comprehensive profit and loss from January 1 to March 31, 2026 and 2025 were NT$82,565 thousand and NT$53,392 thousand respectively, accounting for 6% and 11% of the consolidated comprehensive profit and loss, respectively. In addition, as described in note 14 of the consolidated financial report, the investment balance of Wah Lee Industrial Corporation and its subsidiaries under the equity method as of March 31, 2026 and 2025 was NT$2,409,656 thousand and

NT$2,394,244 thousand, respectively, and from January 1 to March 31, 2026 and 2025, the shares of related party enterprises and joint venture profits and losses recognized under the equity method were NT$52,396 thousand and NT$64,212 thousand, respectively, which are recognized and disclosed on the basis of the financial statements of the invested companies that have not been reviewed by the accountants during the same period.

Qualified Conclusion

Based on the results of this auditor's review, apart from the non-critical subsidiaries mentioned in the foundation paragraph of the retention conclusions and the financial statements of the investee companies that partially adopt the equity method, which have been reviewed by the CPAs and may have an impact on the consolidated financial reports, it has not been found that the consolidated financial statements have not been prepared in accordance with the financial reporting standards of securities issuers in all material aspects and the International Accounting Standard No. 34 “Interim Financial Report” approved by the Financial Supervisory Commission and issued for effect, which makes it impossible to express the consolidated financial situation of Warwick Enterprises and its subsidiaries as of March 31, 2026 and 2025, and the consolidated financial performance and consolidated cash flow of January 1 to March 31, 2026 and 2025.

Deloitte & Touche

CPA Jui-Hsuan Hsu

Document No. approved by Financial Supervisory Commission
Jin-Kuan-Zheng-Sheng-Zi No. 1020025513

CPA Marcus Hsu

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May 12, 2026

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 audit such consolidated financial statements are those generally applied in the Republic of China.

The English version of independent auditors’ report and the accompanying financial statements are not reviewed nor audited by independent auditors.

For the convenience of readers, the independent auditors’ 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’ report and consolidated financial statements shall prevail.

Wah Lee Industrial Corporation and Subsidiaries
Consolidated Balance Sheets
March 31, 2026, December 31, 2025 and March 31, 2025
Unit: In Thousands of New Taiwan Dollars

		March 31, 2026		December 31, 2025		March 31, 2025	
Code	Assets	Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	$ 7,164,556	12	$ 7,333,786	13	$ 5,856,061	11
1110	Financial assets at fair value through profit or loss - current (Note 7)	101,594	-	1,008,317	2	700,861	1
1120	Financial assets at fair value through other comprehensive income - current (Note 8)	233,500	1	223,500	1	175,000	-
1150	Notes receivable (Notes 9 and 30)	2,354,211	4	2,448,139	4	3,016,300	6
1160	Notes receivable - net from related parties (Notes 9 and 29)	2,284	-	-	-	1,070	-
1170	Accounts receivable, net (Note 9)	19,624,155	34	17,949,474	32	16,938,205	33
1180	Accounts receivable - related parties (Notes 9 and 29)	157,986	-	174,449	-	109,465	-
1197	Finance lease receivables - non-current (Note 10)	22,293	-	21,275	-	11,623	-
1200	Other receivables	97,286	-	123,274	-	90,053	-
1210	Other receivables - related parties (Notes 14 and 29)	3,663	-	145,260	-	11,490	-
1220	Current tax assets	6,047	-	7,462	-	4,132	-
130X	Inventory (Note 11)	5,972,831	10	5,796,737	10	5,633,509	11
1421	Prepayments for purchases	1,537,961	3	1,794,170	3	1,506,431	3
1476	Other financial assets - current (Notes 12 and 30)	1,236,335	2	790,374	1	919,083	2
1479	Other current assets	189,600	-	258,881	1	190,365	1
11XX	Total current assets	38,704,302	66	38,075,098	67	35,163,648	68
	Non-current assets						
1510	Financial assets at fair value through profit or loss - non-current (Note 7)	70,657	-	65,916	-	61,009	-
1517	Financial assets at fair value through other comprehensive income - non-current (Note 8)	913,503	2	788,678	1	611,674	1
1550	Investments accounted for using the equity method (Note 14)	8,620,217	15	8,139,244	14	7,951,000	16
1600	Property, plant and equipment (Notes 15, 29, 30, and 31)	7,519,618	13	7,530,451	13	6,240,277	12
1755	Right-of-use assets (Note 16)	795,889	1	609,008	1	563,543	1
1805	Goodwill	624,398	1	624,188	1	178,667	-
1822	Other intangible assets	281,214	1	290,726	1	125,899	-
1840	Deferred tax assets	478,657	1	434,702	1	451,762	1
1915	Prepayments for equipment	1,653	-	1,637	-	187,484	1
1940	Finance lease receivables - non-current (Note 10)	43,177	-	45,374	-	32,064	-
1980	Other financial assets - non-current (Notes 12 and 30)	227,846	-	253,758	1	161,203	-
1990	Other non-current assets	19,880	-	20,346	-	24,014	-
15XX	Total non-current assets	19,596,709	34	18,804,028	33	16,588,596	32
1XXX	Total assets	$ 58,301,011	100	$ 56,879,126	100	$ 51,752,244	100
Code	Liabilities and Equity						
	Current liabilities						
2100	Short-term borrowings (Note 17)	$ 7,834,348	14	$ 8,451,641	15	$ 6,982,581	13
2110	Short-term bills payable (Note 17)	-	-	84,776	-	-	-
2120	Financial liabilities at fair value through profit or loss - current (Note 7)	3,922	-	-	-	16,434	-
2130	Contract liabilities - current (Notes 22 and 29)	334,660	1	479,839	1	417,188	1
2150	Notes payable (Note 18)	1,804,526	3	1,515,853	3	1,665,573	3
2170	Accounts payable (Note 18)	9,471,581	16	9,086,128	16	7,669,836	15
2180	Accounts payable - related parties (Notes 18 and 29)	391,808	1	510,555	1	342,439	1
2216	Dividends payable (Note 21)	1,375,015	2	-	-	1,375,015	3
2219	Other payables (Note 19)	1,274,657	2	1,371,042	2	1,296,184	2
2220	Other payables - related parties (Note 29)	2,680	-	2,751	-	26,654	-
2230	Current tax liabilities	772,474	1	632,250	1	378,929	1
2250	Provisions - current (Note 31)	64,649	-	64,649	-	64,649	-
2280	Lease liabilities - current (Note 16)	105,931	-	99,536	-	95,716	-
2322	Current portion of long-term borrowings (Note 17)	249,656	-	206,635	-	176,810	-
2365	Refund liability - current	593,118	1	489,960	1	494,224	1
2399	Other current liabilities	22,843	-	29,275	-	25,111	-
21XX	Total current liabilities	24,301,868	41	23,024,890	40	21,027,343	40
	Non-current liabilities						
2500	Financial liabilities at fair value through profit or loss - non-current (Notes 7 and 26)	112,200	-	112,200	-	-	-
2540	Long-term borrowings (Note 17)	5,476,101	10	5,540,853	10	4,855,609	10
2550	Provisions - non-current	66,643	-	70,494	-	57,031	-
2580	Lease liabilities - non-current (Note 16)	729,486	1	552,548	1	498,866	1
2640	Net defined benefit liability - non-current	144,519	-	145,949	-	167,107	-
2645	Guarantee deposits received	3,721	-	3,685	-	4,043	-
2570	Deferred tax liabilities	1,481,133	3	1,394,340	3	1,499,518	3
25XX	Total non-current liabilities	8,013,803	14	7,820,069	14	7,082,174	14
2XXX	Total liabilities	32,315,671	55	30,844,959	54	28,109,517	54
	Equity attributable to owners of the Company (Note 21)						
	Share capital						
3110	Ordinary Share Capital	2,594,368	4	2,594,368	4	2,594,368	5
3200	Capital surplus	3,841,556	7	3,847,560	7	3,900,418	8
	Retained Earnings						
3310	Legal reserve	3,432,369	6	3,432,369	6	3,179,735	6
3320	Special Reserve	72,302	-	72,302	-	72,302	-
3350	Undistributed Earnings	11,519,852	20	12,229,491	22	10,597,917	21
3300	Total retained earnings	15,024,523	26	15,734,162	28	13,849,954	27
3400	Other Equity	2,223,863	4	1,701,482	3	1,206,780	2
31XX	Total equity attributable to owners of the Company	23,684,310	41	23,877,572	42	21,551,520	42
36XX	Non-controlling interests (Note 21)	2,301,030	4	2,156,595	4	2,091,207	4
3XXX	Total equity	25,985,340	45	26,034,167	46	23,642,727	46
	Total liabilities and equity	$ 58,301,011	100	$ 56,879,126	100	$ 51,752,244	100

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to Deloitte & Touche auditors' report dated May 12, 2026)

Wah Lee Industrial Corporation and Subsidiaries

Consolidated Statements of Comprehensive Income

From January 1 to March 31, 2026 and 2025

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

		From January 1 to March 31, 2026		From January 1 to March 31, 2025	
Code		Amount	%	Amount	%
4000	Operating revenue (Notes 22 and 29)	$ 21,842,510	100	$ 18,599,295	100
5000	Operating costs (Notes 11, 23, and 29)	20,064,796	92	17,207,353	92
5900	Gross profit	1,777,714	8	1,391,942	8
	Operating expenses (Note 9, 23 and 29)				
6100	Selling and marketing expenses	713,880	3	600,958	3
6200	General and administrative expenses	159,742	1	158,452	1
6450	Expected credit loss recognized	68,240	-	87,261	1
6000	Total operating expenses	941,862	4	846,671	5
6900	Operating income	835,852	4	545,271	3
	Non-operating income and expenses (Notes 23 and 29)				
7100	Interest income	45,170	-	32,071	-
7010	Other income	25,373	-	24,316	-
7020	Other gains and losses	40,324	-	39,949	-
7050	Financial costs	(140,068)	(1)	(84,918)	-
7060	Share of profit of associates and joint ventures accounted for using the equity method	161,179	1	169,886	1
7000	Non-operating income and expenses	131,978	-	181,304	1
7900	Income before tax	967,830	4	726,575	4
7950	Income tax expenses (Note 24)	224,352	1	145,682	1
8200	Net income for this period	743,478	3	580,893	3

(Continued)

(Concluded)

Code		From January 1 to March 31, 2026 Amount	%	From January 1 to March 31, 2025 Amount	%
	Other comprehensive income (Notes 21 and 24)				
	Items that will not be reclassified subsequently to profit or loss:				
8316	Unrealized gain (loss) on investments in equity instruments designated as at fair value through other comprehensive income	$ 17,557	-	($ 40,947)	-
8320	Share of other comprehensive income (loss) of associates accounted for using the equity method	216,455	1	(281,676)	(2)
8349	Income tax relating to items that will not be reclassified subsequently to profit or loss	2,920	-	6,291	-
8310		236,932	1	(316,332)	(2)
	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translating the financial statements of foreign operations	299,235	1	227,006	1
8370	Share of other comprehensive gain (loss) of associates accounted for using the equity method	109,553	1	57,246	1
8399	Income tax relating to items that may be reclassified subsequently to profit or loss	(56,796)	-	(41,521)	-
8360		351,992	2	242,731	2
8300	Other Comprehensive Income (net of tax)	588,924	3	(73,601)	-
8500	Total comprehensive income for the period	$ 1,332,402	6	$ 507,292	3
	Net profit attributable to:				
8610	Owners of the Company	$ 642,021	3	$ 503,455	3
8620	Non-controlling interests	101,457	-	77,438	-
8600		$ 743,478	3	$ 580,893	3

(Continued)

(Concluded)

Code		From January 1 to March 31, 2026 Amount	%	From January 1 to March 31, 2025 Amount	%
	Total comprehensive income attributable to:				
8710	Owners of the Company	$ 1,187,757	5	$ 393,805	2
8720	Non-controlling interests	144,645	1	113,487	1
8700		$ 1,332,402	6	$ 507,292	3
	EARNINGS PER SHARE (Note 25)				
9750	Basic	$ 2.47		$ 1.94	
9850	Diluted	$ 2.45		$ 1.92	

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

(Please refer to Deloitte & Touche auditors' report dated May 12, 2026)

Wah Lee Industrial Corporation and Subsidiaries

Consolidated Statement of Changes in Equity

From January 1 to March 31, 2026 and 2025

Unit: In Thousands of New Taiwan Dollars

		Equity Attributable to Owners of the Company										
							Other Equity					
				Retained Earnings								
Code		Ordinary Share Capital	Capital surplus	Legal reserve	Special Reserve	Undistributed Earnings	Exchange differences on translating the financial statements of foreign operations	Unrealized gain on financial assets at FVTOCI	Total	Total	Non-controlling interests	Total Equity
A1	Balance at January 1, 2026	$ 2,594,368	$ 3,847,560	$ 3,432,369	$ 72,302	$ 12,229,491	($ 176,588)	$ 1,878,070	$ 1,701,482	$ 23,877,572	$ 2,156,595	$ 26,034,167
	Appropriation and distribution for 2025 earnings (Note 21)											
B5	Cash dividends distributed to the shareholders of the Company	-	-	-	-	(1,375,015)	-	-	-	(1,375,015)	-	(1,375,015)
C7	Changes in capital surplus from investments in associates accounted for using the equity method	-	(6,214)	-	-	-	-	-	-	(6,214)	-	(6,214)
D1	From January 1 to March 31, 2026, net income	-	-	-	-	642,021	-	-	-	642,021	101,457	743,478
D3	Other comprehensive income (loss) from January 1 to March 31, 2026	-	-	-	-	-	308,804	236,932	545,736	545,736	43,188	588,924
D5	From January 1 to March 31, 2026, total comprehensive income	-	-	-	-	642,021	308,804	236,932	545,736	1,187,757	144,645	1,332,402
M7	Changes in ownership interest in subsidiaries	-	210	-	-	-	-	-	-	210	(210)	-
Q1	Associates disposed the investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	23,355	-	(23,355)	(23,355)	-	-	-
Z1	Balance at March 31, 2026	$ 2,594,368	$ 3,841,556	$ 3,432,369	$ 72,302	$ 11,519,852	$ 132,216	$ 2,091,647	$ 2,223,863	$ 23,684,310	$ 2,301,030	$ 25,985,340
A1	Balance at January 1, 2025	$ 2,594,368	$ 3,905,495	$ 3,179,735	$ 72,302	$ 11,473,192	$ 46,712	$ 1,266,003	$ 1,312,715	$ 22,537,807	$ 1,977,720	$ 24,515,527
	Appropriation and distribution for 2024 earnings (Note 21)											
B5	Cash dividends distributed to the shareholders of the Company	-	-	-	-	(1,375,015)	-	-	-	(1,375,015)	-	(1,375,015)
C7	Changes in capital surplus from investments in associates accounted for using the equity method	-	(5,077)	-	-	-	-	-	-	(5,077)	-	(5,077)
D1	From January 1 to March 31, 2025, net income	-	-	-	-	503,455	-	-	-	503,455	77,438	580,893
D3	Other comprehensive income (loss) from January 1 to March 31, 2025	-	-	-	-	-	206,682	(316,332)	(109,650)	(109,650)	36,049	(73,601)
D5	From January 1 to March 31, 2025, Total comprehensive income (loss)	-	-	-	-	503,455	206,682	(316,332)	(109,650)	393,805	113,487	507,292
Q1	Disposal of the investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	(3,715)	-	3,715	3,715	-	-	-
Z1	Balance at March 31, 2025	$ 2,594,368	$ 3,900,418	$ 3,179,735	$ 72,302	$ 10,597,917	$ 253,394	$ 953,386	$ 1,206,780	$ 21,551,520	$ 2,091,207	$ 23,642,727

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

(Please refer to Deloitte & Touche auditors' report dated May 12, 2026)

Wah Lee Industrial Corporation and Subsidiaries

Consolidated Statements of Cash Flows

From January 1 to March 31, 2026 and 2025

Unit: In Thousands of New Taiwan Dollars

Code		From January 1 to March 31, 2026	From January 1 to March 31, 2025
	Cash flows from operating activities		
A10000	Net profit before tax for the period	$ 967,830	$ 726,575
A20010	Adjustments for:		
A20100	Depreciation expenses	121,768	107,898
A20200	Amortization expenses	10,485	9,026
A20300	Expected credit loss recognized	68,240	87,261
A20400	Net loss (gain) of financial instruments at FVTPL	6,180	(11,726)
A20900	Financial costs	140,068	84,918
A21200	Interest income	(45,170)	(32,071)
A21300	Dividend income	(4,816)	(4,721)
A22300	Share of profit of associates and joint ventures accounted for using the equity method	(161,179)	(169,886)
A22500	Net profit on disposal of property, plant and equipment	(460)	(208)
A23700	Write-downs of inventories	25,563	19,141
A24100	Net unrealized loss (gain) on foreign currency exchange	(8,301)	1,514
A22900	Provisions for reversal losses	-	(774)
A29900	Lease modification benefits	(19)	-
A30000	Net changes in operating assets and liabilities		
A31115	Financial assets mandatorily classified as at fair value through profit or loss	-	1,053
A31130	Notes receivable	93,859	36,439
A31140	Notes receivable - related parties	(2,284)	(1,070)
A31150	Accounts receivable	(1,755,658)	1,251,421
A31160	Accounts receivable - related parties	16,348	32,047
A31180	Other receivables	32,706	(5,135)
A31190	Other receivables - related parties	1,086	(727)
A31200	Merchandise inventories	(203,467)	62,908
A31230	Prepayments for purchases	256,209	585,589
A31240	Other current assets	69,281	(8,401)
A31990	Finance lease receivables	1,179	(18,797)
A32110	Financial liabilities held for trading	(5,915)	(1,233)
A32125	Contract liabilities	(145,179)	(41,685)

(Continued)

(Concluded)

Code		From January 1 to March 31, 2026	From January 1 to March 31, 2025
A32130	Notes payable	$ 288,673	($ 23,872)
A32150	Accounts payable	385,453	(498,299)
A32160	Accounts payable - related parties	(118,747)	(21,310)
A32180	Other payables	(66,169)	43,837
A32190	Other payables - related parties	(71)	(3,799)
A32200	Refund liabilities	103,158	91,054
A32230	Other current liabilities	(6,432)	(6,769)
A32240	Net Defined Benefit Liabilities	(1,346)	(1,019)
A33000	Cash generated from operations	62,873	2,289,179
A33100	Interest received	38,452	24,967
A33200	Dividends received	145,327	145,196
A33300	Interest paid	(122,369)	(96,170)
A33500	Income tax paid	(89,029)	(64,919)
AAAA	Net cash generated from operating activities	35,254	2,298,253
	Cash flows from investing activities		
B00010	Acquisition of financial assets at fair value through other comprehensive income	(117,000)	-
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	-	3,266
B00100	Acquisition of financial assets at FVTPL	(135,678)	(1,523,641)
B00200	Proceeds from disposal of financial assets at fair value through profit or loss	1,050,012	1,484,976
B01800	Acquired associate	-	(117,174)
B02700	Property, plant, and equipment acquired	(105,038)	(79,242)
B02800	Proceeds from disposal of property, plant, and equipment	9,512	438
B04500	Acquisition of other intangible assets	(45)	(22)
B06500	Increase in other financial assets	(420,049)	(185,063)
BBBB	Net cash generated from (used in) investing activities	281,714	(416,462)
	Cash flow from financing activities		
C00200	Decrease in short-term borrowings	(655,870)	(907,329)
C00500	Decrease in short-term bills payable	(85,000)	-
C01600	Proceeds from long-term borrowings	488,339	8,406
C01700	Repayment of long-term borrowings	(532,832)	(46,199)
C03000	Increase (decrease) in guarantee deposits received	36	(5)
C04020	Repayment of the principal portion of lease liabilities	(35,170)	(30,278)
CCCC	Net cash used in financing activities	(820,497)	(975,405)

(Continued)

(Concluded)

Code		From January 1 to March 31, 2026	From January 1 to March 31, 2025
DDDD	Effect of exchange rate changes on the balance of cash and cash equivalents	$ 334,299	$ 283,469
EEEE	Net increase (decrease) in cash and cash equivalents	(169,230)	1,189,855
E00100	Cash and cash equivalents at the beginning of the period	7,333,786	4,666,206
E00200	Cash and cash equivalents at the ending of the period	$ 7,164,556	$ 5,856,061

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

(Please refer to Deloitte & Touche auditors' report dated May 12, 2026)

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. Organization

Wah Lee Industrial Corporation (the "Company") was incorporated in October 1968 and is mainly engaged in the import/export and agency business of composite materials, engineering plastic, printed circuit board, semiconductor, and computer related manufacturing materials and equipment.

The Company's shares were listed and have been trading on the Taiwan Stock Exchange since July 22, 2002.

The consolidated financial statements, which include the Company and its subsidiaries (collectively, the "Group"), are presented in the Company's functional currency, the New Taiwan dollar.

2. Date and Procedures for Approval of Financial Statements

The consolidated financial statements were published following approval by the Board of Directors on May 12, 2026.

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 Financial Supervisory Commission (FSC)

   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.

b. New IFRSs issued by the International Accounting Standards Board (IASB) but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
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 amendment)	January 1, 2027
Amendment to IAS 21: "Conversion to a presentation currency for highly inflationary economies"	January 1, 2027

Note 1. Unless stated otherwise, the aforementioned newly issued/amended/revised standards or interpretations are effective for annual reporting periods beginning after the respective dates.

Note 2. On September 25, 2025, the Financial Supervisory Commission announced that, as of January 1, 2028, domestic enterprises shall apply IFRS 18, and they may elect to adopt it early once the Commission has approved it.

IFRS 18 "Presentation and disclosure in Financial Statements" and Related Consequential Amendments

IFRS 18 replaces IAS 1 "Presentation of Financial Statements". The key changes of the standard are as follow:

- The Group shall assess whether it had engaged in specific principal operating activities of investing in specific types of assets and of providing financing to customers, and accordingly classify the income and expense items in the income statement into categories such as operating, investing, financing, income tax, and discontinued operations categories.
- The income statement shall report operating profit or loss, pre-financing profit or loss before tax, as well as subtotals and totals of the profit or loss.
- Provide guidance to strengthen aggregation and disaggregation regulations: The Group must identify assets, liabilities, equity, income, expenses, and cash flows arising from individual transactions or other matters, and classify and aggregate them based on common characteristics, so that each individual item reported in the main financial statements has at least one similar characteristic. Items with dissimilar characteristics should be further disaggregated in the main financial statements and notes. The Group will only label such items as "Other" when no more informative labels can be found.
- Enhancing the disclosure of performance measures defined by management: When the Group engages publicly beyond of the financial statements or communicates with financial statement users regarding management's perspective on a particular aspect of the Group's overall financial performance, it should disclose, in a single note in the financial statements, information related to the performance measures defined by management. This includes a description of the measure, how it is calculated, its reconciliation with subtotals or totals defined by IFRS Accounting Standards, as well as the impact of related adjustments on income tax and non-controlling interests.

In addition, IAS 7 "Cash Flow Statement" was subject to the following consequential amendments:

- The Group shall use the operating profit as the starting point for the indirect method of reporting cash flows from operating activities.

- Interest and dividend received by the Group are classified as investing activities, whereas interest and dividend paid are classified as financing activities. If the Group is assessed to have a specific principal operating activity, the types of dividend income, interest income, and interest expense reported in the income statement must be considered to determine the classification of receiving dividends, receiving interest, and paying interest in the cash flow statement. However, each of the above cash flows can only be classified under a single activity in the statement of cash flows.

As of the date the Group's financial statements were approved, the Group is continuously assessing the possible impact of the application of the above standards and interpretations on the Company’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. Summary of Significant Accounting Policies

a. Statement of Compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. This consolidated financial report does not contain all IFRS Accounting Standards disclosures required by the full annual financial report.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for the financial instruments measured at fair value (including contingent consideration in business combinations), and the net defined benefit liabilities 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: Quoted prices (unadjusted) in active markets for identical assets or liabilities on the measurement date.

2) Level 2 inputs: Inputs, other than quoted prices within level 1 that are observable for the assets or liabilities, either directly (i.e. as prices) or indirectly (i.e., derived from prices); and

3) Level 3 inputs: Unobservable inputs for assets or liabilities.

c. Basis of Consolidation

The preparation principles adopted in this consolidated financial report are the same as those used in the 2025 consolidated financial report. For the detailed information of subsidiaries (including the percentage of ownership and main business), please refer to Note 13, and Tables 6 and 7.

d. Other Significant Accounting Policies

In addition to the descriptions below, please refer to the summary of significant accounting policies in the 2025 consolidated financial statements.

1) Defined welfare and post-employment benefits

The pension cost during the interim period is calculated on the basis of the actuarial determination pension cost rate at the end of the previous year, from the beginning of the year to the end of the current period, and adjusted for major market fluctuations, major plan revisions, repayments or other major one-time events in the current period.

2) Income tax expense

Income tax expense represents the sum of the tax currently payable and deferred tax. Income tax during the interim period is assessed on an annual basis and is calculated on the basis of the pre-varnished earnings for the interim period at the tax rate applicable to the expected total annual earnings.

5. Critical Accounting Judgments and Key Sources of Estimation Uncertainties

For the significant accounting judgments, estimates and key sources of assumption uncertainty used in the consolidated financial statements, please refer to the 2025 Consolidated Financial Statements.

6. Cash and cash equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$ 774	$ 1,227	$ 1,287
Demand deposits in banks	4,514,468	4,409,483	5,051,818
Check accounts in banks	36,928	16,935	31,997
Cash equivalents- bank time deposits with original maturities of 3 months or less	2,612,386	2,906,141	770,959
	$ 7,164,556	$ 7,333,786	$ 5,856,061

a. The market rate intervals of cash equivalents at the end of the reporting period were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Time deposits in banks (%)	1.20～3.83	1.20～3.93	1.23～4.40

b. The Group interacts with a variety of financial institutions with sound credit ratings to disperse credit risk, hence, there was no expected credit loss.

7. Financial Instruments at FVTPL

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets - current			
Mandatorily classified at FVTPL			
Hybrid instruments - structured deposits (a)	$ -	$ 908,916	$ 608,262
Non-derivative financial assets - mutual funds	100,922	99,401	92,599
Derivatives instruments (not designated for hedge) (b)			
Foreign exchange forward contracts	672	-	-
	$ 101,594	$ 1,008,317	$ 700,861
Financial assets - non-current			
Mandatorily classified at FVTPL			
Non-derivative financial assets			
Domestic limited partnership	$ 20,147	$ 18,562	$ 13,032
Foreign limited partnership	50,510	47,354	47,977
	$ 70,657	$ 65,916	$ 61,009
Financial liabilities - current			
Held for trading			
Derivatives instruments (not designated for hedge) (b)			
Foreign exchange forward contracts	$ 3,922	$ -	$ 16,434
Financial liabilities – non-current			
Contingent consideration arising from business combinations (Note 26)	$ 112,200	$ 112,200	$ -

a. The Group entered into structured time deposit contracts with banks. The structured time deposit contract includes an embedded derivative instrument which is not closely related to the host contract. The entire contract was assessed and mandatorily classified as at FVTPL since it contained a host that is an asset within the scope of IFRS 9.

b. The Group entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities. These contracts did not meet the criteria of hedge effectiveness and, therefore, were not accounted for using hedge accounting.

At the end of the year, outstanding foreign exchange forward contracts were as follows:

March 31, 2026

Currency	Maturity Date	Notional Amount (In Thousands)
Buy HKD／Sell USD	2026.04	HKD 343,733／USD 44,000
Buy USD／Sell RMB	2026.05	USD 1,000／CNY 6,870
Buy THB／Sell USD	2026.04	THB 32,112／USD 1,000

March 31, 2025

Currency	Maturity Date	Notional Amount (In Thousands)
Buy RMB／Sell USD	2025.05～2025.11	RMB 164,399／USD 23,429
Buy THB／Sell USD	2025.04	THB 66,944／USD 2,000
Buy USD／Sell MYR	2025.05	USD 150／MYR 664

8. Financial assets at FVTOCI

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Domestic investments in equity instruments			
TPEx-listed stocks	$ 233,500	$ 223,500	$ 175,000
Non-current			
Domestic investments in equity instruments			
Listed and emerging shares	$ 253,571	$ 298,958	$ 304,695
Unlisted stocks	579,624	395,080	215,953
	833,195	694,038	520,648
Foreign investments in equity instruments			
TWSE-listed stocks	14,229	14,589	13,454
TWSE-unlisted stocks	66,079	80,051	77,572
	80,308	94,640	91,026
	$ 913,503	$ 788,678	$ 611,674

These investments in equity instruments are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they consider that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

9. Notes Receivable and Accounts Receivable, Net

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable - unrelated parties			
Notes receivable - operating	$ 2,354,288	$ 2,448,147	$ 3,016,334
Less: Allowance for losses	77	8	34
	$ 2,354,211	$ 2,448,139	$ 3,016,300
Notes receivable - related parties			
Notes receivable - operating	$ 2,284	$ -	$ 1,070
Accounts receivable - unrelated parties			
At amortized cost			
Gross carrying amount	$ 20,184,235	$ 18,428,577	$ 17,365,127
Less: Allowance for losses	560,080	479,103	426,922
	$ 19,624,155	$ 17,949,474	$ 16,938,205
Accounts receivable - related parties			
At amortized cost			
Gross carrying amount	$ 158,329	$ 174,677	$ 109,580
Less: Allowance for losses	343	228	115
	$ 157,986	$ 174,449	$ 109,465

For the information on factored notes receivable pledged as collateral for borrowings, refer to Notes 28 and 30.

The main credit period of sales of goods was 60-90 days. No interest was charged on receivables. 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 accounts receivable at an amount equal to lifetime ECLs. The expected credit losses on receivables are estimated using a provision matrix prepared by reference to the past default records of the customer, the customer's current financial position, and economic condition of the industry in which the customer operates. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

The Group writes off receivables when there is evidence indicating that the debtor is in severe financial difficulty, and there is no realistic prospect of recovery, e.g., when the debtor has been placed under liquidation. For receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

The following tables detail the loss allowance of receivables based on the Group's provision matrix:

March 31, 2026

Cost	Counterparty Without Signs of Default: Not past due	Past due by 1–60 days	Past due by 61–180 days	Past due over 181 days	Counterparty With Signs of Default	Total
Expected credit loss rate (%)	0.01～3	0.5～15	5～45	40～50	50～100	
Gross carrying amount	$ 20,717,478	$ 1,279,964	$ 205,202	$ 78,384	$ 418,108	$ 22,699,136
Loss allowance (Lifetime ECLs)	(48,497)	(23,864)	(35,772)	(37,756)	(414,611)	(560,500)
Amortized cost	$ 20,668,981	$ 1,256,100	$ 169,430	$ 40,628	$ 3,497	$ 22,138,636

December 31, 2025

Cost	Counterparty Without Signs of Default: Not past due	Past due by 1–60 days	Past due by 61–180 days	Past due over 181 days	Counterparty With Signs of Default	Total
Expected credit loss rate (%)	0.01～3	0.5～15	5～45	40～50	50～100	
Gross carrying amount	$ 19,567,201	$ 977,445	$ 74,730	$ 71,510	$ 360,515	$ 21,051,401
Loss allowance (Lifetime ECLs)	(60,591)	(20,630)	(16,759)	(35,330)	(346,029)	(479,339)
Amortized cost	$ 19,506,610	$ 956,815	$ 57,971	$ 36,180	$ 14,486	$ 20,572,062

March 31, 2025

Cost	Counterparty Without Signs of Default: Not past due	Past due by 1–60 days	Past due by 61–180 days	Past due over 181 days	Counterparty With Signs of Default	Total
Expected credit loss rate (%)	0.01～3	0.5～20	5～40	40～50	50～100	
Gross carrying amount	$ 18,733,212	$ 1,098,291	$ 162,536	$ 120,925	$ 377,147	$ 20,492,111
Loss allowance (Lifetime ECLs)	(21,533)	(21,131)	(31,280)	(56,432)	(296,695)	(427,071)
Amortized cost	$ 18,711,679	$ 1,077,160	$ 131,256	$ 64,493	$ 80,452	$ 20,065,040

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

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Opening balance	$479,339	$334,987
Impairment losses recognized of the period	68,240	87,261
Amounts written off of the period	-	(132)
Foreign exchange translation differences	12,921	4,955
Ending balance	$560,500	$427,071

10. Finance lease receivables

	March 31, 2026	December 31, 2025	March 31, 2025
Undiscounted lease payments			
Year 1	$ 26,905	$ 25,969	$ 14,400
Year 2	22,997	22,617	13,655
Year 3	16,282	16,308	9,974
Year 4	8,128	10,555	7,658
Year 5	179	976	4,811
	74,491	76,425	50,498
Less: Unearned finance income	(9,021)	(9,776)	(6,811)
Finance lease receivables	$ 65,470	$ 66,649	$ 43,687
Current	$ 22,293	$ 21,275	$ 11,623
Non-current	43,177	45,374	32,064
	$ 65,470	$ 66,649	$ 43,687

The Group has signed equipment financial leasing agreements, with financial leasing terms from 2 to 5 years. The implicit interest rate for finance leases is between 3.91% and 9.60%.

The Group measures the allowance for losses on finance lease receivables based on lifetime ECLs. Finance lease receivables are secured by the leased equipment. As of the balance sheet date, there are no overdue finance lease receivables. The Group has assessed the above finance lease receivables and determined that there is no impairment.

11. Inventories

	March 31, 2026	December 31, 2025	March 31, 2025
Raw materials	$ 27,348	$ 3,039	$ -
Merchandise inventories	5,945,483	5,793,698	5,633,509
	$ 5,972,831	$ 5,796,737	$ 5,633,509

The cost of goods sold related to inventory from January 1 to March 31, 2026 and 2025 were NT$19,681,917 thousand and NT$16,877,864 thousand respectively, which included the following items:

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Write-downs of inventories	$ 25,563	$ 19,141

12. Other financial assets

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Time deposits with original maturities of more than 3 months	$ 662,018	$ 271,238	$ 133,559
Reverse repurchase agreements on government bonds	73,029	-	-
Structured deposits	-	-	45,734
Pledged deposits	500,091	518,196	739,750
Refundable deposits	1,197	940	40
	$ 1,236,335	$ 790,374	$ 919,083
Non-current			
Pledged deposits	$ 104,451	$ 163,134	$ 69,932
Refundable deposits	123,395	90,624	91,271
	$ 227,846	$ 253,758	$ 161,203

a. The market rate intervals of other financial assets at the end of the reporting period were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Deposits in banks (%)	1.05～4.00	1.15～3.77	1.10～4.50
Reverse repurchase agreements on government bonds (%)	1.30～2.00	-	-

b. The counterparties of the Group’s deposits and reverse repurchase agreements on government bonds were financial institutions with good credit and no significant default concerns. Hence, there was no expected credit loss.

c. Refer to Note 30 for information on other financial assets pledged as collateral.

13. **Subsidiary**

Subsidiaries included in the consolidated financial statements

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

Investee company name	Name of Subsidiary	Main Business	Percentage of Ownership (%) March 31, 2026	December 31, 2025	March 31, 2025	Remarks
The Company	Wah Lee Holding Ltd.	International investments	100.00	100.00	100.00	Note 1
	Raycong Industrial (H.K.) Ltd. (Raycong H.K.)	Trading business of engineering plastics, high-performance composite materials, industrial materials and equipment	53.69	53.69	53.69	
	Wah Lee Japan Corp. (WL Japan)	Import and export business of synthetic resins, industrial plastics, mold machinery and equipment, and electronic machine parts	88.46	88.46	88.46	Note 1
	Wah Lee Korea Ltd. (WL Korea)	Import and export business of synthetic resins, industrial plastics, mold machinery and equipment, and electronic machine parts	100.00	100.00	100.00	Note 1
	Sakuragawa Solar Godogaisha	Solar power generation business	99.99	99.99	99.99	Note 1
	Miyazaki Solar Godogaisha	Solar power generation business	99.99	99.99	99.99	Note 1
	PT. Wah Lee Indonesia (WL Indonesia)	Trading business of industrial materials	70.00	70.00	70.00	Note 1
	Wah Lee Vietnam Co., Ltd. (WL Vietnam)	Trading business of industrial materials	100.00	100.00	100.00	Note 1
	Tranceed Logistics Co., Ltd. (Tranceed Logistics)	Freight forwarders and leasing business	63.33	63.33	63.33	Note 1
	Wah Tech Industrial Co., Ltd. (WT Industrial)	Trading business of industrial materials	51.00	51.00	51.00	Note 1
	Kingstone Energy Technology Corporation (KS Corp.)	Solar power generation business	99.57	99.57	99.57	Note 1
	Evergreen New Energy Corp.	Solar power generation business	100.00	100.00	100.00	Note 1
	Wah Lee Philippines International Corp. (WL Philippines Corp.)	Trading business of industrial materials	99.99	99.99	99.99	Note 1
	Wah Lee Philippines Inc. (WL Philippines Inc.)	Trading business of industrial materials	99.99	99.99	99.99	Note 1
	Hightech Polymer Sdn. Bhd. (Hightech)	Trading business of industrial materials	51.00	51.00	51.00	Note 1
	Wah Lee Tech (Singapore) Pte. Ltd. (WL Singapore)	Agency of semiconductor materials and equipment	100.00	100.00	100.00	Note 1
	Wah Lee Innovation Materials Private Limited (WL India)	Trading business of industrial materials	99.00	99.00	99.00	Note 1
	Advance Hightech Solutions Inc. (Advance Hightech)	Trading business of engineering plastics, high-performance composite materials, industrial materials, and semiconductor materials and equipment	100.00	100.00	100.00	Note 1
	High Tech Gas Company Ltd. (High Tech Gas)	Manufacturing chemical materials	60.00	60.00	60.00	Note 1

(Continued)

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Investee company name	Name of Subsidiary	Main Business	Percentage of Ownership (%) March 31, 2026	December 31, 2025	March 31, 2025	Remarks
	Innovation Service Co., Ltd.	Leasing business	68.75	68.75	58.33	Notes 1 and 2
	Jing De Gases Co., Ltd.	Manufacture of specialty mixed gases	51.00	51.00	-	Note 26
	Perpetual New Energy Co., Ltd.	Renewable energy investments	100.00	100.00	-	Note 26
Evergreen New Energy Corp.	Fanxin Development Co., Ltd. (Fanxin)	Solar power generation business	100.00	100.00	100.00	Note 1
	Fansheng Development Co., Ltd. (Fansheng)	Solar power generation business	100.00	100.00	100.00	Note 1
	Evergreen New Power Corporation	Operating energy technology services business	-	100.00	100.00	Dissolution registration was completed in February 2026; see Note 1
Wah Lee Holding Ltd.	SHC Holding Ltd.	International investments	100.00	100.00	100.00	Note 1
	Raycong H.K.	Trading business of engineering plastics, high-performance composite materials, industrial materials and equipment	46.31	46.31	46.31	
	Regent King International Limited (Regent King)	Trading business of engineering plastics, high-performance composite materials, industrial materials and equipment	100.00	100.00	100.00	Note 1
Raycong H.K.	Dong Guan Hua Gang International Trading Co., Ltd. (Dong Guan Hua Gang)	Trading business of industrial raw materials	100.00	100.00	100.00	
	Shanghai Yi Kang Chemicals & Industries Co., Ltd. (Shanghai Yi Kang)	Purchase and trading of industrial materials	70.00	70.00	70.00	
	Huaying Supply Chain Management (Shenzhen) Co., Ltd. (Shenzhen Huaying)	Supply chain management and consultancy service	100.00	100.00	100.00	Note 1
	Raycong (Vietnam) Company Limited (RC Vietnam)	Trading business of industrial materials	100.00	100.00	100.00	Note 1
	Anhua Huixinkang Hemodialysis Co., Ltd (Anhua Huixinkang)	Medical service	70.00	70.00	77.78	Notes 1 and 3
Shanghai Yi Kang	Meditek (Shanghai) Co., Ltd. (Shanghai Meditek)	Import and export business of goods and technology	100.00	100.00	70.00	Notes 1 and 4
	Crown Medical Equipment (Shanghai) Co., Ltd. (Shanghai Crown)	Trading business of medical devices and equipment	64.96	100.00	69.97	Notes 1, 4, and 5
	Fenghuang Xingwah Shouzheng Health Management Co., Ltd (Fenghuang Xingwah Shouzheng)	Medical devices manufacturing technology developing and consulting	70.00	70.00	70.00	Note 1
Shanghai Meditek	Shanghai Crown	Trading business of medical devices and equipment	35.04	-	-	Notes 1 and 5

(Continued from previous page)

Investee company name	Name of Subsidiary	Main Business	Percentage of Ownership (%) March 31, 2026	December 31, 2025	March 31, 2025	Remarks
Dong Guan Hua Gang	Guangzhou Xingxian Medical Management Consulting Co., Ltd (Guangzhou Xingxian)	Medical consulting	100.00	100.00	100.00	Note 1
	Anhua Huixinkang Hemodialysis Co., Ltd (Anhua Huixinkang)	Medical service	30.00	30.00	22.22	Notes 1 and 3
Shenzhen Huaying	Xiamen Huashengda Logistics Co., Ltd. (Xiamen Huashengda)	Warehousing and logistics	70.00	70.00	70.00	Note 1
	Wah-Yi Advanced Materials Co., Ltd. (WahYi Shanghai)	Trading business of engineering plastic raw materials, industrial materials, and chemical products	100.00	100.00	-	Established in September 2025
KS Corp.	KSB Energy Corporation (KSB Corp.)	Solar power generation business	100.00	100.00	100.00	Note 1
	KSC Energy Corporation (KSC Corp.)	Solar power generation business	100.00	100.00	100.00	Note 1
Perpetual New Energy Co., Ltd.	Eternal New Energy Co., Ltd.	Renewable energy investments	100.00	100.00	-	Note 26
Eternal New Energy Co., Ltd.	KSA Corp.	Solar power generation business	100.00	100.00	-	Note 26
	WH Energy	Solar power generation business	100.00	100.00	-	Note 26
	Heng Sheng Energy Co., Ltd.	Solar power generation business	100.00	100.00	-	Note 26
WT Industrial	P.T. Wah Tech Indonesia)WT Indonesia)	Trading business of industrial materials	66.00	66.00	66.00	Note 1
	Wah Lee Innovation Materials Private Limited (WL India)	Trading business of industrial materials	1.00	1.00	1.00	Note 1
Tranceed Logistics	Cyuan Cheng Logistic Co., Ltd. (Cyuancheng Logistics)	Freight forwarders and leasing business	100.00	100.00	100.00	Note 1

Note 1. It is a non-significant subsidiary whose financial statements have not been reviewed by an accountant.

Note 2. In September 2025, the Group increased its capital in Innovation Service Co., Ltd. with cash of NT$20,000 thousand, resulting in an increase in ownership to 68.75%. As the aforementioned transaction did not change the controlling interest of the Company in Innovation Service Co., Ltd., the Company processed it as an equity transaction and decreased the capital surplus by NT$665 thousand.

Note 3. Anhua Huixinkang Company increased its capital by RMB500 thousand in June 2025 through Dong Guan Hua Gang. Raycong H.K. and Dong Guan Hua Gang hold 70% and 30% equity stakes, respectively, in Anhua Huixinkang Company.

Note 4. In September 2025, Shanghai Yi Kang acquired the shares of Shanghai Meditek and Shanghai Lihuang from unrelated parties, increasing its ownership to 100%.

Note 5. Shanghai Adi converted its receivables from Shanghai Lihuang into equity in February 2026. As of March 31, 2026, Shanghai Yi Kang and Shanghai Adi held 64.96% and 35.04% equity interests, respectively, in Shanghai Lihuang.

14. Investment accounted for using the equity method

	March 31, 2026	December 31, 2025	March 31, 2025
Investments in associates			
Material associates			
CWE Inc.	$ 5,449,186	$ 5,114,051	$ 4,832,242
Associates that are not individually material	3,081,399	2,939,741	3,037,673
	8,530,585	8,053,792	7,869,915
Investment in joint ventures			
Joint ventures that are not individually material	89,632	85,452	81,085
	$ 8,620,217	$ 8,139,244	$ 7,951,000

Refer to Tables 6 and 7 for the main business and location of the investments accounted for using the equity method.

a. Material associates

Company Name	March 31, 2026	December 31, 2025	March 31, 2025
CWE Inc.	28.14%	28.10%	28.07%

Fair values (Level 1) of investments in associates with available published price quotation are summarized as follows:

Company Name	March 31, 2026	December 31, 2025	March 31, 2025
CWE Inc.	$ 8,420,738	$ 8,598,850	$ 8,272,311

The Company's shareholding ratio in CWE Inc. is calculated based on the number of issued ordinary shares outstanding, minus the number of treasury shares, to reflect the actual share of equity held by the Company.

The following summary of financial information is prepared based on the consolidated financial report of CWE Inc. and reflects adjustments made during the adoption of the equity method.

	March 31, 2026	December 31, 2025	March 31, 2025
Current assets	$ 26,759,286	$ 24,701,745	$ 18,137,191
Non-current assets	16,286,714	16,200,199	19,546,175
Current liabilities	(10,365,387)	(9,083,986)	(7,701,305)
Non-current liabilities	(10,240,355)	(9,203,280)	(9,505,330)
Equity	22,440,258	22,614,678	20,476,731
Non-controlling interests	(4,762,406)	(4,653,774)	(4,947,682)
	$ 17,677,852	$ 17,960,904	$ 15,529,049
Percentage of ownership held by the Company (%)	28.14	28.10	28.07
Equity attributable to the Company	$ 5,381,759	$ 5,046,624	$ 4,764,815
Goodwill	67,427	67,427	67,427
Carrying amount of investment	$ 5,449,186	$ 5,114,051	$ 4,832,242

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Operating revenue	$ 5,422,396	$ 4,503,871
Net income for this period	$ 598,409	$ 547,573
Other comprehensive (loss) income for the year	981,681	(747,312)
Total comprehensive income for the year	$ 1,580,090	($ 199,739)
Cash dividends received	$ 140,511	$ 138,532

As of December 31, 2025, the dividends not yet received by the Company amounted to NT$140,511 thousand, respectively, and are recognized under "Other Receivables - Related Parties."

b. Aggregate information of associates and joint ventures that are not individually material

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
The Group’s share		
Net income for this period	$ 59,354	$ 76,673
Other comprehensive (loss) income for the year	86,485	(2,401)
Total comprehensive income for the year	$145,839	$ 74,272

c. Changes in investment in associates and joint ventures

1) In January 2025, the Group invested NT$117,174 thousand in Shanghai Guojia International Logistics Co., Ltd. (Shanghai Guojia), acquiring a 20% shareholding.

2) The Company received a return of capital of NT$12,000 thousand from Perpetual New Energy Co., Ltd. in May 2025. In November 2025, the Company acquired an 88% interest in Perpetual New Energy and its subsidiaries for NT$253,440 thousand in cash. See Note 26, "Business Combinations".

3) In July 2025, the Group invested NT$20,069 thousand in BL Anakie Sdar Pty Ltd. (BL Anakie Sdar), acquiring a 30.8% shareholding.

d. The share of profit or loss and other comprehensive profit or loss enjoyed by the consolidated company on the above equity method of the investee company is partially recognized and disclosed according to the financial statements not reviewed by the CPAs. The book value of its investment as of March 31, 2026 and 2025 was NT$2,409,656 thousand and NT$2,394,244 thousand, respectively, and the shares of associates and joint venture profits and losses recognized under the equity method from January 1 to March 31, 2026 and 2025 were NT$52,396 thousand and NT$64,212 thousand, respectively.

15. Property, Plant, and Equipment

From January 1 to March 31, 2026

	Land	Buildings	Power generation equipment	Others	Property under construction and equipment to be inspected	Total
Cost						
Balance at January 1, 2026	$ 2,155,772	$ 1,151,545	$ 3,616,131	$ 1,483,047	$ 1,719,549	$10,126,044
Additions	-	306	1,565	2645	71,579	76,095
Disposals	-	-	-	(33,909)	-	(33,909)
Reclassified	-	-	(606)	6,810	(6,204)	-
Effects of foreign currency exchange differences	(68)	17,105	(398)	8,427	925	25,991
Balance at March 31, 2026	$ 2,155,704	$ 1,168,956	$ 3,616,692	$ 1,467,020	$ 1,785,849	$10,194,221
Accumulated depreciation and impairment						
Balance at January 1, 2026	$ -	$ 505,369	$ 955,828	$ 1,134,396	$ -	$ 2,595,593
Depreciation expenses	-	7,092	48,912	34,107	-	90,111
Disposals	-	-	-	(24,857)	-	(24,857)
Effects of foreign currency exchange differences	-	8,432	(205)	5,529	-	13,756
Balance at March 31, 2026	$ -	$ 520,893	$ 1,004,535	$ 1,149,175	$ -	$ 2,674,603
Carrying amount at December 31, 2025 and January 1, 2026	$ 2,155,772	$ 646,176	$ 2,660,303	$ 348,651	$ 1,719,549	$ 7,530,451
Net amount at March 31, 2026	$ 2,155,704	$ 648,063	$ 2,612,157	$ 317,845	$ 1,785,849	$ 7,519,618

From January 1 to March 31, 2025

Cost	Land	Buildings	Power generation equipment	Others	Property under construction and equipment to be inspected	Total
Balance at January 1, 2025	$ 2,078,960	$ 1,105,440	$ 2,899,250	$ 1,342,668	$ 925,011	$ 8,351,329
Additions	-	229	812	15,744	28,611	45,396
Disposals	-	-	(12)	(9,499)	(27)	(9,538)
Reclassified	-	1,131	14,662	1,451	(17,244)	-
Effects of foreign currency exchange differences	2,894	10,921	16,991	5,995	853	37,654
Balance at March 31, 2025	$ 2,081,854	$ 1,117,721	$ 2,931,703	$ 1,356,359	$ 937,204	$ 8,424,841
Accumulated depreciation and impairment						
Balance at January 1, 2025	$ -	$ 454,397	$ 648,407	$ 994,034	$ -	$ 2,096,838
Depreciation expenses	-	6,815	41,505	32,925	-	81,245
Disposals	-	-	(12)	(9,296)	-	(9,308)
Effects of foreign currency exchange differences	-	5,005	6,949	3,835	-	15,789
Balance at March 31, 2025	$ -	$ 466,217	$ 696,849	$ 1,021,498	$ -	$ 2,184,564
Net amount at March 31, 2025	$ 2,081,854	$ 651,504	$ 2,234,854	$ 334,861	$ 937,204	$ 6,240,277

a. Reconciliation of the additions to property, plant and equipment and the cash paid stated in the statements of cash flows is as follows:

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Additions	$ 76,095	$ 45,396
Capitalization of interest and depreciation expense	(4,893)	(2,644)
Increase in prepayments for equipment	16	28,181
Decrease in payables for equipment	29,969	6,460
Decrease in provisions	3,851	1,849
Cash paid	$105,038	$ 79,242

b. Property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Offices	20 to 63 years
Office interior decoration	5 years
Power generation equipment	5 to 20 years
Others	2 to 15 years

c. The Company is located in the Zilong section of Jiali District, Tainan City where a portion of the land is designated for agricultural and livestock. Due to the legal restrictions, the registration of agricultural land was registered under the name of a related party, Chang, Tsuen-Hsien. However, the related party has signed an agreement with the Group where the related party will fully cooperate with the Group to transfer the agricultural land right to the Group or a specific person in the future free of charge. The agricultural land has been mortgaged to the Group with a maximum limit of $200 million.

d. Refer to Note 30 for the carrying amount of property, plant and equipment pledged as collateral for borrowings.

16. Lease Agreements

a. Right-of-use assets

From January 1 to March 31, 2026

	Land	Buildings	Other equipment	Total
Opening balance	$ 68,376	$530,810	$ 9,822	$609,008
Additions	159,596	58,862	-	218,458
Reclassified	72,571	(72,571)	-	-
Depreciation expenses	(3,382)	(26,396)	(1,879)	(31,657)
Lease modification	-	-	(714)	(714)
Effects of foreign currency exchange differences	(2,032)	2,704	122	794
Ending balance	$295,129	$493,409	$ 7,351	$795,889

From January 1 to March 31, 2025

	Land	Buildings	Other equipment	Total
Opening balance	$ 66,764	$423,773	$ 17,439	$507,976
Additions	-	80,880	647	81,527
Depreciation expenses	(981)	(23,211)	(2,461)	(26,653)
Effects of foreign currency exchange differences	45	543	105	693
Ending balance	$ 65,828	$481,985	$ 15,730	$563,543

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount of lease liabilities			
Current	$105,931	$ 99,536	$ 95,716
Non-current	$729,486	$552,548	$498,866

Range of discount rate (%) for lease liabilities was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Land	1.85～2.67	1.85～2.67	1.85～2.50
Buildings	1.10～5.61	1.10～5.61	1.10～5.61
Other equipment	1.43～4.30	1.43～4.30	1.43～4.30

c. Material leasing activities and terms

The Group leases the abovementioned subjects for the use of office and warehouse, for installation of power generation equipment, and transportation equipment, which will expire from April 2026 to December 2046. At the end of the lease term, the Group has a priority to lease the leasing premises, but no right of first refusal.

d. Other lease information

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Expenses relating to short-term leases	$ 46,051	$ 39,000
Expenses relating to low-value asset leases	$ 1,006	$ 1,017
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 4,702	$ 4,704
Total cash outflow for leases	$ 91,621	$ 77,632

The Group's leases of certain subjects qualify as short-term or low-value asset leases, and the Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

17. Borrowings

a. Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Secured bank borrowings (Note 30)	$ 249,977	$ 736,340	$ 1,003,556
Unsecured bank borrowings	7,584,371	7,715,301	5,979,025
	$ 7,834,348	$ 8,451,641	$ 6,982,581
Annual interest rate (%)	0.59～7.50	0.42～7.00	0.72～5.64

b. Short-term bills payable - as of December 31, 2025 only

	Amount
Commercial paper payable (Note 30)	
Mega Bills Finance Corp.	$ 85,000
Less: Discounts on short-term bills payable	224
	$ 84,776
Annual interest rate (%)	2.92

Related to the credit limit of the syndicated bank loan. Please refer to Note 3 Long-term borrowings for details.

c. Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured borrowings			
Syndicated bank loans (Note 1)	$ 2,000,000	$ 2,000,000	$ 2,000,000
Less: Syndicated loan fee	1,333	1,583	2,333
	1,998,667	1,998,417	1,997,667
Bank loans	409,174	409,288	438,094
	2,407,841	2,407,705	2,435,761
Secured borrowings (Note 30)			
Bank loans (Notes 2 and 3)	3,317,916	3,339,783	2,596,658
	5,725,757	5,747,488	5,032,419
Less: Portion due within one year	249,656	206,635	176,810
	$ 5,476,101	$ 5,540,853	$ 4,855,609
Annual interest rate (%)			
Syndicated bank loans	2.24	2.24～3.04	2.23
Bank loans	1.92～4.10	1.92～4.10	1.75～4.10
Expiration period			
Syndicated bank loans	2027.08	2027.08	2027.08
Bank loans	2026.07～2037.06	2026.01～2037.06	2025.08～2037.06

Note 1. The Company signed a syndicated loan agreement with seven banks led by Mega International Commercial Bank Co., Ltd. in August 2022. The main contents of the syndicated loan agreement are as follows:

(1) The total amount of syndicated bank loans is NT$5 billion, divided into credit limit A, credit limit B, credit limit C and credit limit D. The term of credit limit A, credit limit B and credit limit C is 5 years from the initial drawdown date (August 2022) and the fractional reserve and debt recycling is available within the total amount of syndicated loans, and the maximum term of credit limit D is from the date of receipt of corporate bond payments in full, and the drawdown of credit limit D may be made one or multiple times. However, it shall not be drawn on a revolving basis.

(2) Pursuant to the bank loan agreement, the Group should maintain certain financial ratios which should be calculated based on audited annual consolidated financial statements. The Company had met the requirement as of December 31, 2025.

Note 2. The subsidiary Perpetual New Energy entered into a syndicated loan agreement in October 2023 with Bank SinoPac and four other financial institutions. All loans were prepaid in full in January 2026.

Note 3. Some of the subsidiary's bank loan agreements require the maintenance of specific financial ratios based on the audited annual parent company only or separate financial statements. Subsidiaries had met the requirement as of December 31, 2025.

18. Notes and Accounts Payable

Notes and accounts payable (including related parties) are mainly related to operating activities. Trading conditions are negotiated separately. The Group has formulated a financial risk management policy, in order to ensure all payables are paid within the pre-agreed credit period, therefore no interest is required.

19. Other payables

	March 31, 2026	December 31, 2025	March 31, 2025
Payable for salaries or bonuses	$ 552,534	$ 623,364	$ 621,294
Payable for employees' compensation and remuneration of directors	386,627	304,122	354,162
Payable for freight	41,927	46,910	40,155
Payable for interest	36,331	36,578	17,114
Payable for commission	26,230	46,744	26,248
Payable for equipment	25,907	55,876	33,408
Others	205,101	257,448	203,803
	$ 1,274,657	$ 1,371,042	$ 1,296,184

20. Retirement Benefit Plans

The defined benefit plan-related pension expenses recognized from January 1 to March 31, 2026 and 2025 were calculated based on the pension cost rate as actuarially determined at December 31, 2025 and 2024, respectively, amounting to NT$1,126 thousand and NT$1,391 thousand.

21. Equity

a. Share capital

	March 31, 2026	December 31, 2025	March 31, 2025
Number of authorized shares (in thousands)	500,000	500,000	500,000
Amount of authorized shares	$ 5,000,000	$ 5,000,000	$ 5,000,000
Number of issued and fully paid shares (in thousands)	259,437	259,437	259,437
Amount of issued and fully paid shares	$ 2,594,368	$ 2,594,368	$ 2,594,368

Fully paid ordinary shares, which have a par value of NT$10, carry one vote per share and carry a right to dividends. Based on the Company's Articles of Incorporation (the "Articles"), part of authorized shares can be issued as preferred shares.

The Company reserves NT$100,000 thousand of capital reserve for the issuance of stock options, bonds with warrants, preferred shares with warrants, totaling 10,000 thousand shares.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)			
Issuance of share capital	$ 2,934,483	$ 2,934,483	$ 2,934,483
Difference between consideration paid and the carrying amount of the subsidiaries' net assets during actual acquisition	64,771	64,561	65,226
Difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition from associates accounted for using the equity method	372,232	372,232	372,232
Expired share options	22,374	22,374	22,374
Donations	11,867	11,867	11,867
May be used only to offset a deficit			
Share of changes in capital surplus of associates	435,829	442,043	494,236
	$ 3,841,556	$ 3,847,560	$ 3,900,418

Note 1. 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 dividend 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 10% of the remaining profit, except when the accumulated amount of such legal reserve equals to the Company’s total issued capital, 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. If distribution is to be made by issuing new shares, it shall be resolved by the shareholders' meeting before distribution. The common share dividends will be distributed after the distribution of preferred share dividends based on the Articles.

The Company's Articles of Incorporation also authorize the board of directors, with the presence of two-thirds or more of the directors and a majority of the attending directors, to decide on the distribution of dividends, bonuses, capital surplus, or legal reserves, in whole or in part, in cash, and report to the shareholders' meeting. If distribution is to be made by issuing new shares, it shall be resolved by the shareholders' meeting.

The Company's dividend policy is based on, amongst other considerations, its current and future development plans, the investment environment, capital requirements, domestic and international competition, and shareholders' interests. Each year, no less than 10% of the distributable earnings will be allocated for shareholder dividends. However, no distribution shall be made if the balance of distributable earnings is less than 1% of paid-in capital. Dividends may be distributed to shareholders in cash or in shares, with cash dividends being no less than 50% of the total dividends.

The legal reserve may be used to offset deficit. 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.

Items referred to under Rule No. 1010012865 and Rule No. 1010047490 issued by the FSC and in the directive titled “Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs (IFRS Accounting Standards)” should be appropriated to or reversed from a special reserve by the Company. When the Company first adopted the IFRS accounting standards, it recognized an increase in retained earnings of NT$72,302 thousand arising from the conversion to IFRS accounting standards and allocated it to special reserves.

The Company proposes the following resolution regarding the distribution of earnings for 2025 and 2024, as discussed in the Board of Directors meeting in March 2026 and resolved in the annual shareholders' meeting in May 2025:

	Appropriation of Earnings		Dividends Per Share (NT$)	
	2025	2024	2025	2024
Legal reserve	$ 238,395	$ 252,634		
Cash dividends	1,375,015	1,375,015	$ 5.3	$ 5.3

The aforementioned cash dividends were respectively resolved for distribution by the Board of Directors on March 11, 2026, and April 14, 2025, and are included in dividends payable. The remaining earnings distribution items for 2025 are still subject to approval at the shareholders' meeting scheduled for May 26, 2026.

d. Other equity items

1) Exchange differences on translating the financial statements of foreign operations

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Opening balance	($176,588)	$ 46,712
Recognized for the period		
Exchange differences on translating the financial statements of foreign operations	256,047	190,957
Share from associates accounted for using the equity method	109,553	57,246
Effects of income taxes	(56,796)	(41,521)
Ending balance	$132,216	$253,394

2) Unrealized gain on financial assets at FVTOCI

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Opening balance	$ 1,878,070	$ 1,266,003
Recognized for the period		
Unrealized (loss) gain - equity instruments	17,557	(40,947)
Share from associates accounted for using the equity method	216,455	(281,676)
Effects of income taxes	2,920	6,291

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	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Cumulative unrealized gain of equity instruments transferred to retained earnings due to disposal		
Investments in equity instruments designated as at fair value through other comprehensive income	-	4,369
Share from associates accounted for using the equity method	(23,355)	(654)
Ending balance	$2,091,647	$ 953,386

e. Non-controlling interests

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Opening balance	$2,156,595	$1,977,720
Other comprehensive (loss) income of the period		
Net income for this period	101,457	77,438
Exchange differences on translating the financial statements of foreign operations	43,188	36,049
Changes in ownership interest in subsidiaries	(210)	-
	$2,301,030	$2,091,207

22. Revenue

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Revenue from contracts with customers		
Revenue from sale of goods	$ 21,387,611	$ 18,198,428
Other operating revenues	454,899	400,867
	$ 21,842,510	$ 18,599,295

a. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Notes receivable (including related parties)	$ 2,356,495	$ 2,448,139	$ 3,017,370	$ 3,052,721
Accounts receivable, net (including related parties)	19,782,141	18,123,923	17,047,670	18,423,372
	$ 22,138,636	$ 20,572,062	$ 20,065,040	$ 21,476,093
Contract liabilities				
Sale of goods	$ 334,660	$ 479,839	$ 417,188	$ 458,873

The changes in the balance of contract liabilities primarily resulted from the timing difference between the date the Group fulfills its performance obligation and the date the customer's payment is received. There are no significant changes from January 1 to March 31, 2026 and 2025.

Revenue recognized in the current reporting period from the contract liabilities at the beginning of the period is as follows:

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Sale of goods	$387,159	$165,070

b. Disaggregation of revenue from contracts with customers

Please refer to Note 34 for information about the disaggregation of revenue.

23. Income before tax

The details of net income before tax includes the following items:

a. Other income (Note 29)

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Rent income	$ 2,369	$ 2,630
Consulting service income	837	6,072
Dividend income	4,816	4,721
Grants income	515	450
Other income	16,836	10,443
	$ 25,373	$ 24,316

b. Other gains and losses

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Net gain (loss) of financial instruments at FVTPL	(\$ 6,180)	\$ 11,726
Net foreign exchange gains	46,607	29,751
Net profit on disposal of property, plant and equipment	460	208
Lease modification benefits	19	-
Others	(582)	(1,736)
	\$ 40,324	\$ 39,949

c. Financial costs

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Interest on bank loans	\$116,904	\$ 84,679
Amortization of borrowing facility management fee	23,365	250
Interest on lease liabilities	4,692	2,633
Less: Amount included in cost of qualifying assets	4,893	2,644
	\$140,068	\$ 84,918
Interest capitalized rate (%)	2.18～2.48	2.18～2.38

d. Depreciation and amortization

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Property, Plant, and Equipment	\$ 90,111	\$ 81,245
Right-of-use assets	31,657	26,653
Intangible assets	10,048	8,558
Other non-current assets	437	468
	\$132,253	\$116,924
An analysis of depreciation expense by function		
Operating cost	\$ 87,756	\$ 75,737
Operating expenses	34,012	32,161
	\$121,768	\$107,898
An analysis of amortization expense by function		
Operating cost	\$ 4,492	\$ 1,740
Operating expenses	5,993	7,286
	\$ 10,485	\$ 9,026

e. Employee benefits expense

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Short-term employee benefits	$564,682	$452,466
Post-employment benefits (Note 20)		
Defined contribution plans	24,371	22,489
Defined benefit plans	1,126	1,391
	25,497	23,880
	$590,179	$476,346
An analysis by function		
Operating cost	$ 57,675	$ 40,367
Operating expenses	532,504	435,979
	$590,179	$476,346

f. Compensation of employees and remuneration to directors

The Company accrued compensation of employees and remuneration of directors at the rates no lower than 2% and no higher than 2%, 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 Company proposed an amendment to the articles of incorporation at the 2025 Annual Shareholders' Meeting, stipulating that no less than 8% of the aforementioned amount for employees' compensation shall be allocated for the compensation of grassroots employees. Estimated employee remuneration and director remuneration (including entry-level employees' remuneration) from January 1 to March 31, 2026 and 2025 are as follows:

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Percentages for estimation		
Employees' compensation (%)	9	9
Directors' remuneration (%)	1.15	1.15
Amount		
Employees' compensation	$ 73,157	$ 56,824
Director's remuneration	$ 9,348	$ 7,261

The compensation of employees and remuneration of directors for the years ended December 31, 2024 and 2023 which have been approved by the Company's Board of Directors on March 11, 2026 and March 12, 2025, were as follows:

	2025		2024	
	Withdrawal Rate (%)	Amount	Withdrawal Rate (%)	Amount
Compensation of employees paid in cash	9	$269,665	9	$257,211
Remuneration of directors paid in cash	1.15	34,457	1.15	32,866

If there is a change in the amount after the approval date of the annual consolidated financial statements, the change will be accounted for as a change in an accounting estimate and the adjustment accounted for in the following year.

There was 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, 2025 and 2024.

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.

24. Income Taxes

a. The major components of income tax expense recognized in profit or loss:

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Current income taxes		
In respect of the current period	$234,089	$198,625
Adjustments for prior years	(3,421)	(711)
	230,668	197,914
Deferred tax		
In respect of the current period	($ 6,316)	($ 52,232)
	$224,352	$145,682

b. Income tax benefits (expenses) recognized in other comprehensive income

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Deferred tax		
Generated in the current period		
Unrealized gain on financial assets at FVTOCI	$ 2,920	$ 6,291
Exchange differences on the translation of financial statements of foreign operations	(56,796)	(41,521)
	($ 53,876)	($ 35,230)

c. Income tax assessments

The income tax returns of the Company and the domestic subsidiaries through 2023 have been assessed by the tax authorities.

25. Earnings per Share

Earnings and weighted average number of shares outstanding used in the computation of EPS were as follows:

a. Net profit for the period－profit attributable to owners of the Company

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Net income used in computation of basic and diluted EPS	$642,021	$503,455

b. Number of shares (in thousands)

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Weighted average number of shares outstanding used in computation of basic EPS	259,437	259,437
Effect of potentially dilutive shares		
Employees' compensation	2,311	2,369
Weighted average number of shares outstanding used in computation of diluted EPS	261,748	261,806

The Company offers to settle the employees' compensation in cash or shares; thus, the Company assumes that the entire amount of the compensation will be settled in shares and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted EPS, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted EPS until the shareholders resolve the number of shares to be distributed to employees at their meeting in the following year.

26. **Business Combination**

a. Acquisition of subsidiary

Acquisition Target	Major Operating Activities	Date of Acquisition	Ownership Interests with Voting Rights/Percentage of Acquisition (%)	Transfer of consideration
Perpetual New Energy and its subsidiaries	Renewable energy self-use power generation and energy technology business	November 7, 2025.	100	$ 253,440
Jing De Gases Co., Ltd.	Manufacture of precision mixed gases	December 31, 2025	51	$ 561,000

In fiscal year 2025, in order to expand its operations, the Company equity interests in Perpetual New Energy Co., Ltd. and its subsidiary, Jing De Gases Co., Ltd.

b. Transfer of consideration

	Jing De Gases Co., Ltd.	Perpetual New Energy and its subsidiaries
Cash	$448,800	$253,440
Contingent consideration agreement	112,200	-
Total	$561,000	$253,440

To enter the niche standard gas market and accelerate the development of high value-added businesses, the Company resolved at its Board of Directors meeting in December 2025 to acquire 51% of the shares of Jing De Gases Co., Ltd., totaling 6,936 thousand shares, with an investment amount of NT$561 million. In accordance with the share purchase agreement, 80% of the purchase price, amounting to NT$448,800 thousand, was completed and paid upon the share transfer in December 2025. The remaining 20% of the purchase price, amounting to NT$112,200 thousand, was retained and will be paid in installments of 10% each no later than the end of April 2027 and April 2028, respectively. The payment of the retained amount is conditional on the gross profit of the target company in 2026 and 2027, as shown in the financial statements certified by a CPA, reaching a certain amount. If the gross profit target is not met, the amount payable will be adjusted pro rata based on the gross profit achieved.

Based on Jing De Gases Co., Ltd.'s average gross profit over the past three fiscal years, the Group's management assessed that the aforementioned contingent consideration payment of NT$112,200 thousand is highly likely to occur. Therefore, the fair value of the contingent consideration obligation at the acquisition date was estimated at NT$112,200 thousand.

c. Assets acquired and liabilities assumed on the date of acquisition

	Jing De Gases Co., Ltd.	Perpetual New Energy and its subsidiaries
Current assets		
Cash and cash equivalents	$ 60,480	$ 80,882
Notes receivable and accounts receivable, net	47,728	7,973
Other receivables	3,415	3,951
Merchandise inventories	18,332	45
Prepayments for purchases	793	-
Other current assets	56,485	6,165
Non-current Assets		
Property, Plant, and Equipment	111,998	510,599
Prepayments for equipment	160	-
Right-of-use assets	-	81,787
Other intangible assets	381	189,849
Deferred tax assets - non-current	-	2,655
Other financial assets - non-current	-	91,896
Refundable deposits	2,690	2,260
Current liabilities		
Short-term bills payable	-	(90,976)
Contract liabilities - current	(3,413)	-
Notes payable	(1,009)	-
Accounts payable	(8,561)	-
Other payables	(60,855)	(15,021)
Current tax liabilities	(3,764)	(1,240)
Lease liabilities - current	-	(5,403)
Non-current liabilities		
Long-term borrowings from banks	-	(478,227)
Lease liabilities - non-current	-	(84,539)
Provision for long term liabilities for decommissioning, restoration and remediation costs	-	(12,334)
Deferred income tax liabilities - non-current	-	(2,322)
Guarantee deposits received	(630)	-
	$224,230	$288,000

The initial accounting treatment of the acquisition of Jing De Gases Co., Ltd. was only provisional as of the balance sheet date.

d. Non-controlling interests

The non-controlling interest (49% ownership interest) of Jing De Gases is measured based on the proportionate share of the recognized amounts of the identifiable net assets of the acquired entity.

e. Goodwill arising from the acquisition

	Jing De Gases Co., Ltd.	Perpetual New Energy and its subsidiaries
Transfer of consideration	$561,000	$253,440
Add: Fair value as of the acquisition date of the equity originally held by the Group.	-	34,560
Add: Non-controlling Interests	109,873	-
Less: Fair value of identifiable net assets acquired	(224,230)	(288,000)
Goodwill arising from the acquisition	$446,643	$ -

The goodwill generated from the acquisition mainly comes from the control premium. Additionally, the consideration paid in the merger includes anticipated revenue growth and future market development. However, as these benefits do not meet the recognition criteria for identifiable intangible assets, they are not recognized separately. As described above, the amount used to measure the goodwill was provisional.

f. Net cash outflow on acquisition of subsidiaries

	Jing De Gases Co., Ltd.	Perpetual New Energy and its subsidiaries
Consideration of cash payment	$448,800	$253,440
Less: Cash and cash equivalents balance acquired	(60,480)	(80,882)
	$388,320	$172,558

g. Effect of business combination on operating results

From the acquisition date, the operating results attributable to the acquiree were as follows:

	Jing De Gases Co., Ltd.	Perpetual New Energy and its subsidiaries (November 7 to December 31, 2025)
Operating revenue	$ -	$ 9,604
Net income for this period	$ -	($ 11,609)

If such business combinations occurred at the beginning of the accounting year to which the acquisition date belongs, the Group's pro forma operating revenue for the three months ended March 31, 2025 is NT$18,666,231 thousand, and the pro forma net profit for the same period is NT$605,021 thousand. These amounts cannot reflect the actual revenue and operating results that the Group can generate if the business combination is completed at the beginning of the acquisition year, nor should they be used to forecast future operating results.

27. Capital Risk Management

The Group manages its capital to ensure it will be able to continue as a going concern while maximizing the return to shareholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt and equity.

The key management personnel of the Group periodically review the cost of capital and the risk associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, the number of new shares issued or repurchased, and/or the amount of new debt issued or existing debt redeemed. The Group is not subject to any externally imposed capital requirements, except those discussed in Note 17.

28. **Financial Instruments**

a. Information on fair values - financial instruments not measured at fair value

The Group's management considers that the carrying amounts of financial assets and financial liabilities that are not measured at fair value approximate their fair values.

b. Information on fair values - financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Fund beneficiary certificates	$ 100,922	$ -	$ -	$ 100,922
Foreign exchange forward contracts	-	672	-	672
Domestic limited partnership	-	-	20,147	20,147
Foreign limited partnership	-	-	50,510	50,510
	$ 100,922	$ 672	$ 70,657	$ 172,251
Financial assets at FVTOCI				
Investment in equity instruments				
Domestic listed shares	$ 365,971	$ 121,100	$ -	$ 487,071
Unlisted stocks	-	-	645,703	645,703
Foreign listed shares	14,229	-	-	14,229
	$ 380,200	$ 121,100	$ 645,703	$1,147,003
Financial liabilities at FVTPL				
Foreign exchange forward contracts	$ -	$ 3,922	$ -	$ 3,922
Contingent consideration in business combinations	-	-	112,200	112,200
	$ -	$ 3,922	$ 112,200	$ 116,122

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Fund beneficiary certificates	$ 99,401	$ -	$ -	$ 99,401
Structured deposits	-	908,916	-	908,916
Domestic limited partnership	-	-	18,562	18,562
Foreign limited partnership	-	-	47,354	47,354
	$ 99,401	$ 908,916	$ 65,916	$1,074,233
Financial assets at FVTOCI				
Investment in equity instruments				
Domestic listed shares	$ 379,458	$ 143,000	$ -	$ 522,458
Unlisted stocks	-	-	475,131	475,131
Foreign listed shares	14,589	-	-	14,589
	$ 394,047	$ 143,000	$ 475,131	$1,012,178
Financial liabilities at FVTPL				
Contingent consideration in business combinations	$ -	$ -	$ 112,200	$ 112,200

March 31, 2025

Financial assets at FVTPL	Level 1	Level 2	Level 3	Total
Fund beneficiary certificates	$ 92,599	$ -	$ -	$ 92,599
Structured deposits	-	608,262	-	608,262
Domestic limited partnership	-	-	13,032	13,032
Foreign limited partnership	-	-	47,977	47,977
	$ 92,599	$ 608,262	$ 61,009	$ 761,870
Financial assets at FVTOCI				
Investment in equity instruments				
Domestic listed shares	$ 357,608	$ 122,087	$ -	$ 479,695
Unlisted stocks	-	-	293,525	293,525
Foreign listed shares	13,454	-	-	13,454
	$ 371,062	$ 122,087	$ 293,525	$ 786,674
Financial liabilities at FVTPL				
Foreign exchange forward contracts	$ -	$ 16,434	$ -	$ 16,434

There were no transfers between Level 1 and Level 2 fair values during the three months ended March 31, 2026.

From January 1 to March 31, 2025, the stocks of emerging stock companies held by the Company will officially be listed for trading on March 25, 2025. Consequently, the measurement amount of NT$133,751 thousand will be reclassified from Level 2 to Level 1.

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

Financial assets	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Opening balance	$541,047	$414,682
Purchases	117,000	-
Recognized in profit or loss	3,255	2,316
Recognized in other comprehensive income and loss	53,764	(63,525)
Foreign exchange translation differences	1,294	1,061
Ending balance	$716,360	$354,534

Financial liabilities	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Opening and ending balances	$112,200	$ -

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

(a) Structured deposits are based on the financial product information provided by financial institutions. The valuation method was based on the rate of return of the deposit principal and its linked targets.

(b) Derivative instruments estimate future cash flows based on the observable forward exchange rate at the end of the year and the exchange rate stipulated in the contract and then discount them separately using a discount rate that reflects the credit risk of each counterparty.

(c) Domestic emerging market shares are valued based on trading prices supported by observable market prices.

4) Valuation techniques and inputs for Level 3 fair value measurement

(a) The fair value of the unlisted shares and limited partnership equity investments held by the Group is measured using the market approach, based on the price-book ratio of the comparable companies or by the latest net asset value estimation.

(b) The Group assessed the fair value of contingent consideration in business combinations by evaluating the likelihood that the terms of the agreement would be met.

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets			
FVTPL			
Mandatorily classified at FVTPL	$ 172,251	$ 1,074,233	$ 761,870
Financial assets at FVTOCI			
Investment in equity instruments	1,147,003	1,012,178	786,674
Measured at amortized cost (Note 1)	30,868,322	29,218,514	27,102,930
Financial liabilities			
FVTPL			
Held for trading	3,922	-	16,434
Measured at amortized cost (Note 2)	26,509,078	26,773,919	23,019,729
Contingent consideration in business combinations	112,200	112,200	-

Note 1. Including cash and cash equivalents, notes receivable (including related parties), accounts receivable (including related parties), other receivables (including related parties), and other financial assets, etc.

Note 2. Including short-term borrowings, short-term bills payable, notes payable, accounts payable (including related parties), other payables (including related parties), long-term borrowings (including current portion), bonds payable and guarantee deposits received, etc.

d. Financial risk management objectives and policies

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 relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk, credit risk, and liquidity risk.

1) Market risk

The Group’s activities expose it primarily to the risks as follows:

(a) Foreign currency risk

The Group engages in foreign currency trades, which expose it to foreign currency risk. For the carrying amounts of the monetary assets and liabilities (including monetary items denominated in non-functional currencies that have been eliminated in the consolidated financial statements) denominated in non-functional currencies as of the balance sheet date, please refer to Note 32.

Sensitivity analysis

The Group was mainly exposed to the USD.

The sensitivity ratio used by the Group when reporting exchange rate risk to key management personnel is 1%. The sensitivity analysis included only the outstanding foreign currency denominated monetary items at the balance sheet date. Had the functional currency weakened (strengthened) by 1% against the USD, the pre-tax profit from January 1 to March 31, 2026 and 2025 would have been higher (lower) by NT$56,595 thousand and NT$52,601 thousand, respectively.

(b) Interest rate risk

The Group was exposed to interest rate risk because the Group borrowed 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.

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

	March 31, 2026	December 31, 2025	March 31, 2025
Fair value interest rate risk			
Financial assets	$3,914,294	$3,722,613	$1,689,255
Financial liabilities	4,964,565	5,348,721	3,270,387
Cash flow interest rate risk			
Financial assets	4,617,619	4,612,229	5,166,184
Financial liabilities	9,430,957	9,587,268	9,339,195

Sensitivity analysis

The following sensitivity analysis is determined based on the interest rate risk of non-derivative instruments as of the balance sheet date. For floating rate assets and liabilities, the analysis was prepared assuming the amount of assets and liabilities outstanding as of the balance sheet date is outstanding during the reporting period.

If interest rates had been 1% higher/lower and all other variables were held constant, the Group's pre-tax profit for the three months ended March 31, 2026 and 2025 would have been lower/higher by NT$12,033 thousand and NT$10,433 thousand, respectively, which was mainly attributable to the Group's exposure to interest rates on its variable-rate deposits and borrowings.

(c) Other price risks

The Group was exposed to equity price risk through its investments in equity securities and mutual funds. The Group manages this exposure by maintaining a portfolio of investments with different risks. The Group's equity price risk was mainly concentrated on equity instruments of unlisted shares.

Sensitivity analysis

The sensitivity analysis shows the exposure to equity price risk at the end of the reporting period. If equity prices had been 1% higher/lower, the pre-tax profit from January 1 to March 31, 2026 and 2025 would have been higher/lower by NT$1,716 thousand and NT$1,536 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL, and the pre-tax other comprehensive income from January 1 to March 31, 2026 and 2025 would have been higher/lower by NT$11,470 thousand and NT$7,867 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

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 reporting period, the Group’s maximum exposure to credit risk could be equal to the total of the following:

(a) The carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets; and

(b) The amount of contingent liabilities in relation to financial guarantees provided by the Group.

The Group adopted a policy of only dealing with creditworthy counterparties and 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 credit exposure is controlled by setting credit limits of counterparties annually.

There was no excessive concentration of credit risk as the Group's customer base was large and unrelated to each other.

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. The Group's management monitors the utilization of bank financing limits and ensures compliance with loan covenants.

The analysis of the remaining contractual maturities of non-derivative financial liabilities is prepared based on the earliest possible repayment date of the company, using the undiscounted cash flows of the financial liabilities (including principal and estimated interest). Therefore, liabilities for which the Group may be required to repay immediately are listed in the table below according to the earliest period, without considering the probability that the counterparty will immediately exercise that right; the maturity analysis for other non-derivative financial liabilities is prepared according to the agreed repayment dates.

The undiscounted interest amount of interest cash flows paid at floating interest rates is estimated based on the interest rates on the balance sheet date.

	Within 1 year	1 to 5 years	5 to 10 years	10 to 20 years	Total
March 31, 2026					
Non-interest-bearing liabilities	$ 14,320,267	$ 3,721	$ -	$ -	$ 14,323,988
Lease liabilities	132,726	353,047	286,279	194,398	966,450
Floating-rate instruments	5,599,154	5,138,236	980,426	7,452	11,725,268
Fixed-rate instruments	4,150,913	-	-	-	4,150,913
Financial guarantee liabilities	944,766	-	-	-	944,766
	$ 25,147,826	$ 5,495,004	$ 1,266,705	$ 201,850	$ 32,111,385
December 31, 2025					
Non-interest-bearing liabilities	$ 12,486,329	$ 3,685	$ -	$ -	$ 12,490,014
Lease liabilities	125,305	308,360	222,477	124,383	780,525
Floating-rate instruments	4,165,441	5,044,361	719,595	8,855	9,938,252
Fixed-rate instruments	4,728,753	-	-	-	4,728,753
Financial guarantee liabilities	876,465	-	-	-	876,465
	$ 22,382,293	$ 5,356,406	$ 942,072	$ 133,238	$ 28,814,009
March 31, 2025					
Non-interest-bearing liabilities	$ 12,375,701	$ 4,043	$ -	$ -	$ 12,379,744
Lease liabilities	106,721	278,777	162,110	112,506	660,114
Floating-rate instruments	4,584,880	4,244,961	741,053	13,063	9,583,957
Fixed-rate instruments	2,688,434	1,555	-	-	2,689,989
Financial guarantee liabilities	761,334	-	-	-	761,334
	$ 20,517,070	$ 4,529,336	$ 903,163	$ 125,569	$ 26,075,138

The abovementioned amounts of the financial guarantee contracts are the maximum amounts that the Group may have to pay to fulfill the guarantee obligation if the holders of the financial guarantee contracts claim the full guarantee amounts from the guarantor. Based on expectations as of the balance sheet date, the Company believes that the likelihood of making payments under such contracts is low.

The abovementioned amounts of the variable interest rate non-derivative financial liabilities are subject to change if changes in variable interest rates differ from those estimates of interest rates as of the balance sheet date.

e. Transfers of financial assets

1) Recognition of notes receivable that had been transferred

The Group discounted commercial acceptance bills to banks and transferred a portion of commercial acceptance bills in China to some of its suppliers in order to settle the accounts payable to these banks or suppliers. If these commercial acceptance bills are not recoverable at maturity, banks or suppliers have the right to request the Group to pay the unsettled balance. As the Group has not transferred the significant risks and rewards relating to these commercial acceptance bills, it continues to recognize the full carrying amounts of these commercial acceptance bills and treats these commercial acceptance bills that have been transferred as collateral.

	March 31, 2026	December 31, 2025	March 31, 2025
Factoring bank	$ 249,978	$ 736,340	$ 969,918
Endorsement transfer to suppliers	$ 260,708	$ 309,795	$ 138,754

2) Derecognition of notes receivable that had been transferred

The Group transferred a portion of its banker's acceptance bills in China to some of its suppliers in order to settle the accounts payable 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 accounts payable. However, if the derecognized bills receivable cannot be honored upon maturity, the suppliers still have the right to request the Group to pay the unsettled balance. Therefore, the Group continues to be involved 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 amount of the transferred but unsettled bills receivable. As of March 31, 2026, December 31 and March 31, 2025, the face amount of these unsettled bills receivable was NT$122,577 thousand, NT$116,881 thousand, and NT$37,250 thousand, respectively. The unsettled bills receivable will be due in 1-6 months. Taking into consideration the credit risk of these derecognized bills receivable, the Group estimates that the fair value of its continuing involvement is not significant.

During the period from January 1 to March 31, 2026 and 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 period or cumulatively.

29. Related Party Transactions

Except those discussed in Note 15, transactions between the Group and related parties were disclosed as follows:

a. Name of related parties and relationship with the Group

Name of Related Party	Relationship with the Group
CWE Inc.	Associate
Nagase Wahlee Plastics Corp.	Associate
Wah Hong Corp.	Associate
ORC Technology Corp.	Associate
Shanghai Hua Chang Trading Co., Ltd.	Associate
Xiamen JianYuan Rung Logistic Co., Ltd.	Associate
Shanghai Guojia Co., Ltd.	Associate
Born Tech Industrial Co., Ltd.	Associate
BL Anakie Solar Pty Ltd.	Associate
Eternal New Energy Co., Ltd.	Subsidiary (Subsidiary of associate before November 2025)
KSA Corp.	Subsidiary (Subsidiary of associate before November 2025)
WH Energy	Subsidiary (Subsidiary of associate before November 2025)
ORC Electrical Machinery Corp. (ORC Corp.)	Joint venture
Shanghai Chang Wah Electromaterials Inc.	Associate's subsidiary
Chang Wah International Trade (Shenzhen) Co., Ltd.	Associate's subsidiary
Chang Wah Technology Co. Ltd.	Associate's subsidiary
SIP Chang Hong Optoelectronics Ltd.	Associate's subsidiary
Sun Hong Optronics Ltd.	Associate's subsidiary
Wah Ma Chemical Sdn. Bhd.	Associate's subsidiary
PT. Wah Hong Indonesia	Associate's subsidiary
Yi Hua Electronics Co., Ltd.	Substantive related party
Welo-tech Corp.	Other related party (Investment company which uses the equity method for subsidiaries)
Daily Polymer Corp.	Other related parties (The Company is a corporate director of the company)
Asahi Kasei Wah Lee Hi-Tech Corp.	Other related parties (The Company is a corporate director of the company)
JingYi Technology Co.	Other related parties (The Company is a corporate director of the company)
Forcera Materials Co., Ltd.	Other related parties (The Company is a corporate director of the company)
Minima Co., Ltd.	Other related parties (The Company is a corporate director of the company)
TaiGene Biotechnology Co., Ltd.	Other related parties (The Company is a corporate supervisor of the company)

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Name of Related Party	Relationship with the Group
Bao Guang Investment Co., Ltd.	Other related party (Its person in charge is a relative within the first degree of kinship of the Chairman of the Company)
Raycon Industries Inc.	Other related parties (Its person in charge is a relative within the second degree of kinship of the Chairman of the Company)
Chang, Tsuen-Hsien	Key management personnel (Chairman concurrently serving as President)
Kao, Wen-Pin	Other related party (Director of subsidiary)

b. Operating transactions

1) Operating revenue

Categories of related parties	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Revenue from sale of goods		
Associates and their subsidiaries	$132,501	$ 94,881
Substantive related party	482	-
Other related parties	-	6,329
	$132,983	$101,210
Other operating revenues		
Associates and their subsidiaries	$ 6,720	$ 4,390
Other related parties	2,307	2,556
	$ 9,027	$ 6,946

The selling prices and collection terms of sales to related parties were similar to third parties.

2) Purchase of goods

Categories of related parties	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Associates and their subsidiaries	$136,296	$151,347
Other related parties	396,465	356,083
	$532,761	$507,430

The Group purchases goods from related parties. Since similar products are not purchased from non-related parties, the prices cannot be compared. The payment terms are not significantly different from those with general suppliers.

3) Operating expenses

Categories of related parties	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Associates and their subsidiaries	$ 622	$ 390
Other related parties	3,307	2,988
	$ 3,929	$ 3,378

This includes transactions such as commissions, shipping fees, rent, service fees, and import/export fees.

4) Receivables from related parties

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable - related parties			
Associates and their subsidiaries	$ 2,284	$ -	$ 1,070
Accounts receivable - related parties			
Associates and their subsidiaries			
CWE Inc.	93,130	117,134	57,957
Others	63,982	56,209	44,358
Substantive related party	482	382	-
Other related parties	735	952	7,265
	158,329	174,677	109,580
Less: Allowance for losses	343	228	115
	$ 157,986	$ 174,449	$ 109,465
Other receivables - related parties			
Associates and their subsidiaries			
CWE Inc.	$ -	$ 140,511	$ -
Others	3,248	4,267	11,148
	3,248	144,778	11,148
Other related parties	415	482	342
	$ 3,663	$ 145,260	$ 11,490

The outstanding receivables from related parties are unsecured. Other receivables are mainly dividends receivable.

5) Contract liabilities

Categories of related parties	March 31, 2026	December 31, 2025	March 31, 2025
Associates and their subsidiaries	$ 5,141	$ 734	$ -

6) Payables to related parties

	March 31, 2026	December 31, 2025	March 31, 2025
Accounts payable - related parties			
Associates and their subsidiaries	$ 115,046	$ 90,291	$ 102,140
Other related parties	276,762	420,264	240,299
	$ 391,808	$ 510,555	$ 342,439
Other payables - related parties			
Associates and their subsidiaries	$ 2,512	$ 2,575	$ 26,638
Other related parties	168	176	16
	$ 2,680	$ 2,751	$ 26,654

The outstanding payables to related parties are unsecured. Other payables are mainly payables for equipment.

7) Financial liabilities at FVTPL－non-current

Categories of related parties	March 31, 2026	December 31, 2025	March 31, 2025
Other related parties	$ 56,100	$ 56,100	$ -

This relates to the payable retained under the contingent consideration agreement for the acquisition of equity interests in Jing De Gases Co., Ltd. Please refer to Note 26 for details.

c. Property, plant, and equipment acquired

Category of related parties/name	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Associates and their subsidiaries		
KSA Corp.	$ -	$ 24,452

d. Disposal of property, plant, and equipment

Categories of related parties	Disposal Price		Gain on Disposal	
	From January 1 to March 31, 2026	From January 1 to March 31, 2025	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Associates and their subsidiaries	$ -	$ 28	$ -	$ 1

e. Other income

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Associate	$ 3,588	$ 5,462
Other related parties	990	892
	$ 4,578	$ 6,354

Other income included rental income, consulting service income, and endorsement income, etc.

f. Endorsements and Guarantees

Categories of related parties	March 31, 2026	December 31, 2025	March 31, 2025
Associate			
Amount endorsed	$ 1,337,319	$ 1,342,993	$ 1,337,232
Amount utilized	$ 755,134	$ 692,529	$ 682,998
Other related parties			
Amount endorsed	$ 92,249	$ 92,249	$ 66,280
Amount utilized	$ 67,055	$ 67,055	$ 41,086

g. Remuneration of key management personnel

The amounts of the remuneration of directors and other members of key management personnel were as follows:

	From January 1 to March 31, 2026	From January 1 to March 31, 2025
Short-term employee benefits	$ 29,632	$ 24,121
Post-employment benefits	109	109
	$ 29,741	$ 24,230

The remuneration of directors and other key management was determined by the remuneration committee based on the performance of individuals and market trends.

30. Assets Pledged as Collateral

The Group provided the following assets as collateral for borrowings from the bank and performance guarantee:

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable	$ 510,686	$ 1,046,135	$ 1,108,672
Other financial assets - current	500,091	518,196	739,750
Other financial assets - non-current	104,451	163,134	69,932
Property, Plant, and Equipment			
Freehold land	$ 1,748,096	$ 1,748,164	$ 1,753,116
Buildings	268,906	270,825	277,102
Power generation equipment	2,259,001	2,300,874	1,916,771
Property under construction and equipment to be inspected	157,939	157,939	-
Others	3,517	7,033	19,608
	$ 5,552,687	$ 6,212,300	$ 5,884,951

31. Significant Contingent Liabilities and Unrecognized Commitments

Significant commitments and contingencies of the Group as of March 31, 2026 were as follows:

a. The Group’s unused letters of credit for the purchase of merchandise amounted to NT$13,633 thousand.

b. The unrecognized commitments for acquisition of property, plant and equipment were NT$653,600 thousand.

c. Company A has initiated legal proceedings against our subsidiary, Kingstone Energy Technology Corporation, due to the latter's failure to meet its procurement obligations as stipulated in a supply contract. Company A is seeking compensation in the amount of NT$50,363 thousand. In October 2020, Company A obtained a favorable judgment in the first instance. However, Kingstone Energy Technology Corporation, subsequently filed an appeal in accordance with the law. In 2021, an estimated provision of NT$50,363 thousand was recognized for related losses and liabilities. As of the date the financial statements were approved, the case is still under trial, and the outcome of the final litigation remains highly uncertain.

d. In May 2025, Company B sent official letters to the Company and its subsidiaries Dong Guan Hua Gang and Guangzhou Xing Xian, alleging infringement of trade secrets, and filed a lawsuit in court requesting economic loss compensation and litigation costs amounting to RMB10,380 thousand. The Group considered the plaintiff's claim to be unfounded. After evaluating the aforementioned incident's impact on the Group's operations and financial statements, it is determined that there is no significant effect.

However, as of the date the consolidated financial statements were approved, the case is still under trial, and the outcome of the final litigation remains highly uncertain.

32. Significant Assets and Liabilities Denominated in Foreign Currency

The significant assets and liabilities denominated in foreign currencies were as follows:

	Foreign Currency Amount	Exchange Rate		Carrying Value
March 31, 2026				
Monetary financial assets				
USD	$ 352,057	31.995	(USD: NTD)	$ 11,264,070
USD	140,734	7.840	(USD: HKD)	4,502,771
USD	31,225	6.901	(USD: RMB)	999,053
USD	687	26,663	(USD: VND)	21,973
USD	5,752	32.708	(USD: THB)	184,042
USD	873	4.181	(USD: MYR)	27,936
Non-monetary financial assets				
Investment accounted for using the equity method				
USD	224,870	31.995	(USD: NTD)	7,194,725
RMB	177,724	0.1449	(RMB: USD)	824,015
RMB	1,377,943	1.1361	(RMB: HKD)	6,388,832
JPY	684,177	0.2005	(JPY: NTD)	137,177
HKD	1,388,184	4.0810	(HKD: NTD)	5,665,178
HKD	1,197,225	0.1276	(HKD: USD)	4,885,877
THB	254,594	0.9782	(THB: NTD)	249,044
MYR	22,961	7.6530	(MYR: NTD)	175,724
Monetary financial liabilities				
USD	300,252	31.995	(USD: NTD)	9,606,573
USD	16,871	7.840	(USD: HKD)	539,798
USD	28,995	6.901	(USD: RMB)	927,700
USD	1,808	26,663	(USD: VND)	57,848
USD	5,396	32.708	(USD: THB)	172,639
USD	1,118	4.181	(USD: MYR)	35,770
December 31, 2025				
Monetary financial assets				
USD	315,898	31.43	(USD: NTD)	9,928,668
USD	139,359	7.784	(USD: HKD)	4,380,057
USD	26,855	6.991	(USD: RMB)	844,061
USD	642	26,636	(USD: VND)	20,164
USD	5,734	31.370	(USD: THB)	180,209
USD	1,047	4.2010	(USD: MYR)	32,917
Non-monetary financial assets				
Investment accounted for using the equity method				
USD	219,209	31.430	(USD: NTD)	6,889,740
RMB	172,397	0.1430	(RMB: USD)	775,065
RMB	1,334,893	1.1134	(RMB: HKD)	6,001,406
JPY	673,587	0.2008	(JPY: NTD)	135,256
HKD	1,340,017	4.038	(HKD: NTD)	5,410,988
HKD	1,155,684	0.1285	(HKD: USD)	4,666,654
THB	236,539	1.0019	(THB: NTD)	236,988

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	Foreign Currency Amount	Exchange Rate		Carrying Value
MYR	$ 22,344	7.4810	(MYR: NTD)	$ 167,156
Monetary financial liabilities				
USD	326,321	31.43	(USD: NTD)	10,256,267
USD	11,742	7.784	(USD: HKD)	369,057
USD	30,850	6.991	(USD: RMB)	969,605
USD	2,160	26,636	(USD: VND)	67,896
USD	4,291	31.370	(USD: THB)	134,868
USD	903	4.2010	(USD: MYR)	28,376
March 31, 2025				
Monetary financial assets				
USD	304,205	33.205	(USD: NTD)	10,101,121
USD	135,289	7.780	(USD: HKD)	4,492,271
USD	23,030	7.260	(USD: RMB)	764,695
USD	625	25,941	(USD: VND)	20,739
USD	6,124	33.738	(USD: THB)	203,335
USD	1,838	4.599	(USD: MYR)	61,025
Non-monetary financial assets				
Investment accounted for using the equity method				
USD	205,600	33.205	(USD: NTD)	6,826,970
RMB	171,488	0.1377	(RMB: USD)	784,285
RMB	1,288,535	1.0716	(RMB: HKD)	5,892,987
JPY	647,068	0.2227	(JPY: NTD)	144,102
HKD	1,257,529	4.2680	(HKD: NTD)	5,367,135
HKD	1,084,544	0.1285	(HKD: USD)	4,628,932
THB	315,073	0.9842	(THB: NTD)	310,089
MYR	21,434	7.2200	(MYR: NTD)	154,755
Monetary financial liabilities				
USD	278,686	33.205	(USD: NTD)	9,253,778
USD	9,499	7.780	(USD: HKD)	315,418
USD	18,158	7.260	(USD: RMB)	602,939
USD	1,843	25,941	(USD: VND)	61,187
USD	3,206	33.738	(USD: THB)	106,470
USD	1,305	4.599	(USD: MYR)	43,323

For the period from January 1 to March 31, 2026 and 2025, realized and unrealized net foreign exchange gains were NT$46,607 thousand and NT$29,751 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the Group’s entities.

33. Additional Disclosures

a. Information about significant transactions

1) Financing provided to others: Table 1.

2) Endorsements/Guarantees provided to others: Table 2.

3) Material marketable securities held at the end of the period (excluding investments in subsidiaries and associates): Table 3.

4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 4.

5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 5.

6) Others: Intercompany relationships and significant intercompany transactions: Table 9.

b. Information on investees: Table 6.

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, ownership percentage, investment income 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: Table 7.

2) Any of the following 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:

(a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Table 8.

(b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: Table 8.

(c) The amount of property transactions and the amount of the resultant gains or losses: None.

(d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: Table 2.

(e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds: Table 1.

(f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services.

The Company's other significant transactions with investee companies in mainland China as of and for the period from January 1 to March 31, 2026 and March 31, 2026 were as follows:

Transaction Party	Line Item	Amount
Shanghai Yi Kang	Other income	$ 7,774
Shanghai Yi Kang	Operating expenses	107,806
Shanghai Yi Kang	Other receivables	37,951
Shanghai Yi Kang	Other payables	132,245

34. Segment Information

Information reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance is distinguished by operating areas and categories of merchandise and service. The Group’s reportable segments were as follows:

- Wah Lee Industrial Corporation (“Wah Lee”) is mainly engaged in the import/export and agency business of composite materials, engineering plastic, printed circuit board, semiconductor, and computer related manufacturing materials and equipment.
- Raycong H.K., Dong Guan Hua Gang and its subsidiary (collectively “Raycong”) are mainly engaged in the trade of engineering plastic, composite materials and equipment.
- Shanghai Yi Kang and its subsidiary (collectively “Shanghai Yi Kang”) are mainly engaged in the trade of manufacturing materials and import/export business.
- Others - Other subsidiaries which were below the quantitative threshold were not listed as reportable segments. Please refer to Note 13 for details.

Segment revenue and results

The following is an analysis of the Group’s revenue and results from operations by reportable segment:

From January 1 to March 31, 2026	The Company	Raycong	Shanghai Yi Kang	Others	Adjustment and Elimination	Total
Revenue from External Customers	$13,218,466	$ 2,860,903	$ 4,049,661	$ 1,713,480	$ -	$21,842,510
Inter-segment revenue	454,481	19,818	124,373	75,207	(673,879)	-
Segment revenue	$13,672,947	$ 2,880,721	$ 4,174,034	$ 1,788,687	($ 673,879)	$21,842,510
Departmental operating income	$ 324,975	$ 60,764	$ 299,427	$ 125,371	$ 25,315	$ 835,852
Interest income	11,107	38,493	5,249	1,487	(11,166)	45,170
Other income	48,507	(5,021)	7,016	373	(25,502)	25,373
Other gains and losses	11,956	19,905	2,202	3,818	2,443	40,324
Financial costs	(90,810)	(6,163)	(5,019)	(40,076)	2,000	(140,068)
Segment profit before tax	305,735	107,978	308,875	90,973	(6,910)	806,651

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	The Company	Raycong	Shanghai Yi Kang	Others	Adjustment and Elimination	Total
From January 1 to March 31, 2026						
Income tax expense	($ 88,319)	($ 28,145)	($ 79,819)	($ 28,337)	$ 268	($ 224,352)
Segment profit after tax	$ 217,416	$ 79,833	$ 229,056	$ 62,636	($ 6,642)	582,299
Share of profit or loss of associates under the equity method						161,179
Consolidated net profit						$ 743,478
Identifiable assets	$23,666,873	$11,166,787	$ 8,112,411	$ 8,388,754	($ 2,278,429)	$49,056,396
Goodwill						624,398
Investment accounted for using the equity method						8,620,217
Total assets						$58,301,011
From January 1 to March 31, 2025						
Revenue from External Customers	$10,561,394	$ 2,737,450	$ 3,793,632	$ 1,506,819	$ -	$18,599,295
Inter-segment revenue	491,835	13,134	83,143	52,772	(640,884)	-
Segment revenue	$11,053,229	$ 2,750,584	$ 3,876,775	$ 1,559,591	($ 640,884)	$18,599,295
Departmental operating income	$ 206,545	($ 3,661)	$ 241,579	$ 68,907	$ 31,901	$ 545,271
Interest income	19,790	46,641	2,016	1,277	(37,653)	32,071
Other income	50,037	3,941	4,811	1,688	(36,161)	24,316
Other gains and losses	24,769	8,291	5,542	1,630	(283)	39,949
Financial costs	(90,350)	(13,017)	(8,351)	(11,271)	38,071	(84,918)
Segment profit before tax	210,791	42,195	245,597	62,231	(4,125)	556,689
Income tax expense	(63,832)	(8,250)	(65,181)	(8,469)	50	(145,682)
Segment profit after tax	$ 146,959	$ 33,945	$ 180,416	$ 53,762	($ 4,075)	411,007
Share of profit or loss of associates under the equity method						169,886
Consolidated net profit						$ 580,893
March 31, 2025						
Identifiable assets	$21,032,659	$12,251,974	$ 8,181,090	$ 7,153,501	($ 4,996,647)	$43,622,577
Goodwill						178,667
Investment accounted for using the equity method						7,951,000
Total assets						$51,752,244

Segment profit represented the profit before tax earned by each segment without share of profits of associates. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

For the purpose of monitoring segment performance and allocating resources between segments, all assets are allocated to reportable segments other than interests in associates accounted for using the equity method.

TABLE 1

Wah Lee Industrial Corporation and Subsidiaries

Lending Funds to Other Parties

For the period from January 1 to March 31, 2026

Unit: In Thousands of New Taiwan Dollars

No.	Financing Company	Counterparty	Current Account	Related Party	Maximum Balance for the Year	Ending balance (Note 1)	Amount utilized (Notes 1 and 4)	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-Term Financing	Allowance for Impairment Loss	Collateral Item	Collateral Value	Financing Limit for Each Borrower	Aggregate Financing Limit	Remarks
1	Shanghai Yi Kang	Shanghai Meditek	Other receivables - related parties	Yes	$ 278,190	$ 278,190	$ 95,048	4.27	Short-term financing	$ -	Operating capital	$ -	-	$ -	$ 1,525,357	$ 1,525,357	Note 2
1	Shanghai Yi Kang	Fenghuang Xingwah Shouzheng	Other receivables - related parties	Yes	44,047	44,047	37,556	4.61	Short-term financing	-	Operating capital	-	-	-	1,525,357	1,525,357	Note 2
2	Shenzhen Huaying	Xiamen Huashengda	Other receivables - related parties	Yes	9,273	9,273	7,697	4.00	Short-term financing	-	Operating capital	-	-	-	29,289	29,289	Note 2
3	Dong Guan Hua Gang	Guangzhou Xingxian	Other receivables - related parties	Yes	37,092	37,092	23,183	4.00	Short-term financing	-	Operating capital	-	-	-	815,699	815,699	Note 2
3	Dong Guan Hua Gang	Anhua Huixinkang	Other receivables - related parties	Yes	23,183	23,183	10,896	4.00	Short-term financing	-	Operating capital	-	-	-	815,699	815,699	Note 2
4	Wah Lee Holding Ltd.	The Company	Other receivables - related parties	Yes	703,890	703,890	703,890	-	Short-term financing	-	Operating capital	-	-	-	1,962,348	1,962,348	Note 2
5	Raycong H.K.	Dong Guan Hua Gang	Other receivables - related parties	Yes	417,285	417,285	-	2.08	Short-term financing	-	Operating capital	-	-	-	4,220,422	4,220,422	Note 3
5	Raycong H.K.	RC Vietnam	Other receivables - related parties	Yes	15,998	15,998	15,998	6.00	Short-term financing	-	Operating capital	-	-	-	4,220,422	4,220,422	Note 3
5	Raycong H.K.	The Company	Other receivables - related parties	Yes	1,599,750	1,599,750	959,850	3.89	Short-term financing	-	Operating capital	-	-	-	4,220,422	4,220,422	Note 3
6	Eternal New Energy Co., Ltd.	KSA Corp.	Other receivables - related parties	Yes	-	-	-	-	Short-term financing	-	Operating capital	-	-	-	100,802	100,802	Notes 3 and 4

Note 1. USD is converted by the spot exchange USD1=NT$31.995; RMB is converted by the spot exchange RMB1=NT$4.6365; and HKD is converted by the spot exchange HKD1=NT$4.0810.

Note 2. The individual and aggregate financing limit for the parent company and subsidiaries included in the consolidated financial statements of the parent company shall not exceed 30% of the parent company's equity.

Note 3. The individual and aggregate financing limit for the parent company and subsidiaries included in the consolidated financial statements of the parent company shall not exceed 40% of the parent company's equity.

Note 4. KSA Corp. fully repaid the loan and the related financing arrangement was terminated in January 2026.

Note 5. It was eliminated on consolidation.

TABLE 2

Wah Lee Industrial Corporation and Subsidiaries

Endorsements and Guarantees

For the period from January 1 to March 31, 2026

Unit: In Thousands of New Taiwan Dollars

No.	Endorsement/Guarantee Provider	Endorsee/Guarantee		Limit on Endorsements/ Guarantees Given on Benefit of Each Party (Notes 1—7)	Maximum Amount Endorsed/Guaranteed During the Year	Outstanding Endorsements/ Guarantees at The End of the Year (Notes 8 and 9)	Amount utilized (Notes 8 and 9)	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsements/ Guarantees to Net Equity per Latest Financial Statements (%)	Maximum Endorsements/ Guarantees Amount Allowable (Notes 1—7)	Guarantee Provided by Parent Company to Subsidiary	Guarantee Provided by Subsidiary to Parent Company	Guarantee Provided to Subsidiaries in Mainland China	Remarks
		Company Name	Relationship											
0	The Company	WL Vietnam	Subsidiary of the Company	$ 7,105,293	$ 505,521	$ 505,521	$ 40,604	$ -	2.13	$ 23,684,309	Y	N	N	
0	The Company	Regent King	Subsidiary of the Company	7,105,293	31,995	31,995	-	-	0.14	23,684,309	Y	N	N	
0	The Company	WL India	Subsidiary of the Company	4,736,862	34,465	34,180	-	-	0.14	23,684,309	Y	N	N	
0	The Company	WL Philippines Inc.	Subsidiary of the Company	4,736,862	31,995	31,995	2,560	-	0.14	23,684,309	Y	N	N	
0	The Company	Miyazaki Solar Godogaisha	Subsidiary of the Company	4,736,862	176,976	173,344	102,335	-	0.73	23,684,309	Y	N	N	
0	The Company	Raycong H.K., Shanghai Yi Kang, and Dong Guan Hua Gang	Subsidiary of the Company	4,736,862	150,000	150,000	65,415	-	0.63	23,684,309	Y	N	Y	
0	The Company	WL Indonesia	Subsidiary of the Company	4,736,862	94,395	63,990	-	-	0.27	23,684,309	Y	N	N	
0	The Company	Hightech	Subsidiary of the Company	4,736,862	351,945	351,945	20,441	-	1.49	23,684,309	Y	N	N	
0	The Company	Nagase Wahlee Plastics Corp.	Shareholder of an investee provides endorsements/guarantees to the company in proportion to the shareholding percentage	4,736,862	467,000	375,000	163,850	-	1.58	23,684,309	N	N	N	
0	The Company	Shanghai Hua Chang Trading Co., Ltd.	Shareholder of an investee provides endorsements/guarantees to the company in proportion to the shareholding percentage	4,736,862	903,506	903,506	523,557	-	3.81	23,684,309	N	N	Y	
0	The Company	Asahi Kasei Wah Lee Hi-Tech Corp.	Shareholder of an investee provides endorsements/guarantees to the company in proportion to the shareholding percentage	4,736,862	117,443	92,249	67,055	-	0.39	23,684,309	N	N	N	
1	Shanghai Yi Kang	Shanghai Meditek	Subsidiary of the Company	1,016,905	194,733	194,733	8,461	-	3.83	2,542,262	Y	N	Y	
2	KS Corp.	BL Anakie Solar	Shareholder of an investee provides endorsements/guarantees to the company in proportion to the shareholding percentage	176,094	58,813	58,813	67,727	-	7.72	352,188	N	N	N	
2	KS Corp.	KSA Corp.	Companies that the Company has business relations with	176,094	6,902	6,902	2,667	-	0.91	352,188	N	N	N	
3	Dong Guan Hua Gang	Guangzhou Xingxian	Subsidiary of the Company	815,699	74,184	74,184	30,142	-	2.73	1,359,498	Y	N	Y	
4	Raycong H.K.	Dong Guan Hua Gang	Subsidiary of the Company	2,110,211	319,950	319,950	222,036	319,950	3.03	5,275,527	Y	N	Y	
4	Raycong H.K.	RC Vietnam	Subsidiary of the Company	2,110,211	169,574	169,574	17,393	-	1.61	5,275,527	Y	N	N	
4	Raycong H.K.	Xiamen Huashengda	Subsidiary of the Company	2,110,211	31,995	31,995	17,661	-	0.30	5,275,527	Y	N	Y	
5	Cyuan Cheng Logistic	Tranceed Logistics	Parent company of the Company	55,000	52,500	52,500	-	-	106.96	55,000	N	Y	N	
6	KSA Corp.	Eternal New Energy Co., Ltd.	Parent company of the Company	153,027	4,000,000	-	-	-	-	153,027	N	Y	N	
6	KSA Corp.	Heng Sheng Energy Co., Ltd.	Affiliated Company	153,027	4,000,000	-	-	-	-	153,027	N	N	N	
7	WH Energy	Eternal New Energy Co., Ltd.	Parent company of the Company	30,113	4,000,000	-	-	-	-	30,113	N	Y	N	
7	WH Energy	Heng Sheng Energy Co., Ltd.	Affiliated Company	30,113	4,000,000	-	-	-	-	30,113	N	N	N	
8	Heng Sheng Energy Co., Ltd.	Eternal New Energy Co., Ltd.	Parent company of the Company	4,945	4,000,000	-	-	-	-	4,945	N	Y	N	
9	Eternal New Energy Co., Ltd.	Heng Sheng Energy Co., Ltd.	Subsidiary of the Company	756,016	4,000,000	-	-	-	-	756,016	Y	N	N	
10	Perpetual New Energy Co., Ltd.	Eternal New Energy Co., Ltd.	Subsidiary of the Company	755,179	299,500	-	-	-	-	755,179	Y	N	N	

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Note 1. The limit of the Company's guarantee to a single party is 20% of the Company's net equity. However, if the guaranteed party is a subsidiary of the Company that directly or indirectly holds 100% of the voting shares, the limit of the guarantee to a single party is 30% of the Company's net equity. The maximum limit for the Company's endorsements and guarantees to external parties is 100% of the Company's net equity.

Note 2. The limit on endorsement/guarantee given on behalf of each party shall not exceed 20% of the equity of Shanghai Yikang. The maximum total amount of endorsement/guarantee shall not exceed 50% of the equity of Shanghai Yikang.

Note 3. The limit on endorsement/guarantee given on behalf of each party shall not exceed 30% of the equity of Dongguan Hua Gang. The maximum total amount of endorsement/guarantee shall not exceed 50% of the equity of Dongguan Hua Gang.

Note 4. The limit on endorsement/guarantee given on behalf of each party shall not exceed 20% of the equity of Raycong H.K.. The maximum total amount of endorsement/guarantee shall not exceed 50% of the equity of Raycong H.K..

Note 5. The endorsement and guarantee amount provided by Kingstone Energy Technology Corporation, not related to undertaking projects, shall not exceed 50% of the paid-in capital for a single enterprise. The total amount of endorsement and guarantee shall not exceed 100% of the paid-in capital.

Note 6. The credit limit for Cyuan Cheng Logistic Co., Ltd, both for a single enterprise and for external guarantees is equal to its paid-in capital multiplied by 100%.

Note 7. For the endorsement and guarantee provided by Kingstone Energy Technology Corporation to BL Anakie Solar, the approved amount was based on the Board meeting minutes. The actual utilized amount exceeded the ending balance of the endorsement and guarantee due to exchange rate differences.

Note 8. The external endorsements and guarantees provided by KSA Corp., WH Energy, Heng Sheng Energy Co., Ltd., Eternal New Energy Co., Ltd., and Perpetual New Energy Co., Ltd. were all fully released in February 2026.

Note 9. USD is converted by the spot exchange USD1=NT$31.995; JPY is converted by the spot exchange JPY1=NT$0.2005; RMB is converted by the spot exchange RMB1=NT$4.6365; and HKD is converted by the spot exchange HKD1=NT$4.0810.

TABLE 3

Wah Lee Industrial Corporation and Subsidiaries

Material Marketable Securities Held at the End of the Period

March 31, 2026

Unit: In Thousands of New Taiwan Dollars

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	End of the period				Remarks
				Number of Shares/Units	Carrying Value	Percentage of Ownership (%)	Fair Value	
The Company	Stock							
	Chang Wah Technology Co. Ltd.	Associate's subsidiary	Financial assets at FVTOCI - current	5,000,000	$233,500	0.53	$233,500	Note
	Asahi Kasei Wah Lee Hi-Tech Corp.	The Company is the director of the company	Financial assets at FVTOCI - non-current	9,497	276,212	19.38	276,212	Note
	Locus Cell Co., Ltd.	-	Financial assets at FVTOCI - non-current	5,000,000	121,100	2.50	121,100	Note
	JSR Micro Advanced Manufacturing Taiwan Co., Ltd.	The Company is the director of the company	Financial assets at FVTOCI - non-current	11,700,000	117,000	10.00	117,000	Note

Note 1. Material marketable securities held at the end of the period amounting to more than NT$100 million.

TABLE 4

Wah Lee Industrial 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 period from January 1 to March 31, 2026

Unit: In Thousands of New Taiwan Dollars

Buyer/Seller	Transaction Party	Relationship	Transaction Details				Situations and reasons where the trading conditions differ from those of a normal transaction		Notes/Accounts Receivable (Payable)		Remarks
			Purchase/Sale	Amount	% of Total Percentage of Goods (%)	Credit period	Unit Price	Credit period	Balance	% of Total	
The Company	Shanghai Yi Kang	Subsidiary	Sales	$ 222,771	1	30 to 120 days after monthly closing	Normal trade terms	The terms with related parties are not significantly different from those with third parties	$ 307,232	1	Note
Raycong H.K.	Dong Guan Hua Gang	Subsidiary	Sales	154,880	1	30 to 180 days after monthly closing	Normal trade terms	The terms with related parties are not significantly different from those with third parties	155,062	1	Note
	Asahi Kasei Wah Lee Hi-Tech Corp.	A corporate director of the Company	Purchase of goods	(342,608)	(2)	105 days after monthly closing	No comparable transactions with third party	The terms with related parties are not significantly different from those with third parties	(237,303)	(2)	-

Note 1. It was eliminated on consolidation.

TABLE 5

Wah Lee Industrial Corporation and Subsidiaries

Receivables from Related Parties Amounting to At Least NT$100 Million or 20% of the Paid-in Capital

March 31, 2026

Unit: In Thousands of New Taiwan Dollars

Company Name of Accounts Receivable	Transaction Party	Relationship	Ending Balance (Notes 1 and 2)	Turnover Rate (times)	Overdue Receivable from Related Party		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
The Company	Shanghai Yi Kang	Subsidiary	$345,183	2.96	$ -	-	$ 33,379	$ -
Raycong H.K.	Dong Guan Hua Gang	Subsidiary	155,062	4.35	-	-	53,540	-
Raycong H.K.	The Company	Parent company	976,329	-	-	-	1,285	-
Wah Lee Holding Ltd.	The Company	Parent company	703,890	-	-	-	-	-
Shanghai Yi Kang	The Company	Parent company	132,650	-	-	-	30,008	-

Note 1. Including accounts receivable and other receivables. Other receivables are mainly receivable funds from loans.

Note 2. It was eliminated on consolidation.

TABLE 6

Wah Lee Industrial Corporation and Subsidiaries

Information on Investees

For the period from January 1 to March 31, 2026

Unit: In Thousands of New Taiwan Dollars

Investee company name	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Shares	%	Carrying amount (Note 2)	Net Income (Loss) of the Investee	Share of Profit (Loss)(Notes 1 and 2)	Remarks
				End of This Period	End of the Previous Year						
The Company	Wah Lee Holding Ltd.	BVI	International investments	$ 430,666	$ 430,666	13,070,000	100.00	$ 6,599,173	$ 134,553	$ 134,677	Subsidiary
The Company	Raycong H.K.	Hong Kong	Trading business of engineering plastics, high-performance composite materials, industrial materials and equipment	304,113	304,113	56,000,000	53.69	5,733,786	238,735	128,328	Subsidiary
The Company	CWE Inc.	Taiwan	Agency of IC packaging material and equipment	449,349	449,349	197,902,180	28.14	5,449,186	362,396	101,825	Associate
The Company	Nagase Wahlee Plastics Corp.	Taiwan	Trading business of synthetic resin product and related material, agency of domestic and international products distribution quotation and bidding business	20,810	20,810	4,000,000	40.00	784,181	62,025	24,809	Associate
The Company	Wah Hong Corp.	Taiwan	Manufacturing of LCD material, BMC (bulk molding compound) material and molded product	977,962	977,962	27,135,978	27.13	1,272,580	40,235	10,918	Associate
The Company	ORC Technology Corp.	Taiwan	Trading business and service of exposure machine and parts	6,000	6,000	600,000	35.00	56,937	(521)	(182)	Associate
The Company	WL Japan	Japan	Import and export business of synthetic resins, industrial plastics, mold machinery and equipment, and electronic machine parts	21,490	21,490	2,300	88.46	3,624	-	-	Subsidiary
The Company	WL Korea	South Korea	Import and export business of synthetic resins, industrial plastics, mold machinery and equipment, and electronic machine parts	18,856	18,856	147,000	100.00	2,821	(20)	(20)	Subsidiary
The Company	Sakuragawa Solar Godogaisha	Japan	Solar power generation business	46,008	46,008	-	99.99	90,333	961	961	Subsidiary
The Company	Miyazaki Solar Godogaisha	Japan	Solar power generation business	82,103	82,103	-	99.99	43,220	967	967	Subsidiary
The Company	WL Indonesia	Indonesia	Trading business of industrial materials	48,261	48,261	1,610,000	70.00	24,290	(1,475)	(1,032)	Subsidiary
The Company	WL Vietnam	Vietnam	Trading business of industrial materials	16,293	16,293	-	100.00	50,874	2,166	2,166	Subsidiary
The Company	Tranceed Logistics	Taiwan	Freight forwarders and leasing business	95,000	95,000	9,500,000	63.33	252,742	8,601	5,447	Subsidiary
The Company	WT Industrial	Thailand	Trading business of industrial materials	200,000	200,000	7,650	51.00	249,044	35,445	18,077	Subsidiary
The Company	KS Corp.	Taiwan	Solar power generation business	794,628	794,628	35,067,582	99.57	900,863	(4,091)	(5,275)	Subsidiary
The Company	WL Philippines Corp.	Philippines	Trading business of industrial materials	7,755	7,755	127,495	99.99	4,765	(34)	(34)	Subsidiary
The Company	WL Philippines Inc.	Philippines	Trading business of industrial materials	7,747	7,747	126,997	99.99	19,434	2,259	2,259	Subsidiary
The Company	ORC Corp.	Taiwan	Trading business of industrial materials	4,000	4,000	400,000	40.00	89,632	10,450	4,180	Joint Venture
The Company	Evergreen New Energy Corp.	Taiwan	Solar power generation business	130,000	130,000	13,000,000	100.00	114,227	143	143	Subsidiary
The Company	Hightech	Malaysia	Trading business of industrial materials	205,335	205,335	7,650,000	51.00	247,969	9,356	3,309	Subsidiary
The Company	WL Singapore	Singapore	Agency of semiconductor materials and equipment	435,145	435,145	1,600,000	100.00	615,336	15,383	15,383	Subsidiary
The Company	Perpetual New Energy Co., Ltd.	Taiwan	Renewable energy self-use power generation and energy technology business	289,440	289,440	30,000,000	100.00	251,726	(27,598)	(27,598)	Subsidiary
The Company	WL India	India	Trading business of industrial materials	14,575	14,575	3,861,000	99.00	4,952	(1,300)	(1,287)	Subsidiary
The Company	Advance Hightech	United States	Trading business of engineering plastics, high-performance composite materials, industrial materials, and semiconductor materials and equipment	92,430	92,430	3,000,000	100.00	49,791	(4,489)	(4,489)	Subsidiary
The Company	High Tech Gas	Taiwan	Manufacturing chemical materials	90,000	90,000	9,000,000	60.00	79,862	(3,436)	(2,062)	Subsidiary

(Continued)

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Investee company name	Investee Company	Location	Main Businesses and Products	Original Investment Amount: End of This Period	Original Investment Amount: End of the Previous Year	Shares	%	Carrying amount (Note 2)	Net Income (Loss) of the Investee	Share of Profit (Loss)(Notes 1 and 2)	Remarks
The Company	Innovation Service Co., Ltd.	Taiwan	Leasing business	$ 55,000	$ 55,000	5,500,000	68.75	$ 51,801	765	526	Subsidiary
The Company	Jing De Gases Co., Ltd.	Taiwan	Manufacture of specialty mixed gases	561,000	561,000	6,936,000	51.00	573,609	24,724	12,609	Subsidiary
Tranceed Logistics	Cyuan Cheng Logistics	Taiwan	Freight forwarders and leasing business	42,947	42,947	5,500,000	100.00	49,083	(3,811)	(3,811)	Subsidiary
KS Corp.	KSB Corp.	Taiwan	Solar power generation business	51,130	51,130	5,113,000	100.00	51,987	141	141	Subsidiary
KS Corp.	KSC Corp.	Taiwan	Solar power generation business	34,000	34,000	3,400,000	100.00	2,547	(16)	(16)	Subsidiary
KS Corp.	BL Anakie Solar	Australia	Solar power generation business	20,069	20,069	1,031,800	30.80	21,749	(1,965)	(605)	Associate
Perpetual New Energy Co., Ltd.	Eternal New Energy Co., Ltd.	Taiwan	Renewable energy investments	279,583	279,583	29,950,000	100.00	252,005	(27,577)	(27,577)	Subsidiary
Eternal New Energy Co., Ltd.	KSA Corp.	Taiwan	Solar power generation business	216,677	226,677	5,130,000	100.00	212,704	(1,584)	(3,973)	Subsidiary
Eternal New Energy Co., Ltd.	WH Energy	Taiwan	Solar power generation business	30,659	115,159	550,000	100.00	30,538	325	(121)	Subsidiary
Eternal New Energy Co., Ltd.	Heng Sheng Energy Co., Ltd.	Taiwan	Solar power generation business	1,689	1,689	100,000	100.00	1,648	(41)	(41)	Subsidiary
Evergreen New Energy Corp.	Fanxin	Taiwan	Solar power generation business	38,325	38,325	3,850,000	100.00	38,138	(12)	(12)	Subsidiary
Evergreen New Energy Corp.	Fansheng	Taiwan	Solar power generation business	31,812	31,812	3,200,000	100.00	31,631	(12)	(12)	Subsidiary
Evergreen New Energy Corp.	Evergreen New Power Corp.	Taiwan	Operating energy technology services business	-	5,000	500,000	-	-	(10)	(10)	-
Wah Lee Holding Ltd.	SHC Holding Ltd.	Republic of Mauritius	International investments	43,892	43,892	1,290,000	100.00	816,403	21,877	21,877	Subsidiary
Wah Lee Holding Ltd.	Raycong H.K.	Hong Kong	Trading business of engineering plastics, high-performance composite materials, industrial materials and equipment	943,164	943,164	48,296,655	46.31	4,885,877	238,735	110,551	Subsidiary
Wah Lee Holding Ltd.	Regent King	Hong Kong	Trading business of engineering plastics, high-performance composite materials, industrial materials and equipment	39	39	10,000	100.00	7,612	2,448	2,448	Subsidiary
Raycong H.K.	RC Vietnam	Vietnam	Trading business of industrial materials	6,141	6,141	1,358	100.00	(7,120)	(1,103)	(1,103)	Subsidiary
WT Industrial	WT Indonesia	Indonesia	Trading business of industrial materials	3,953	3,953	18,150	66.00	2,120	(11)	(7)	Subsidiary
WT Industrial	WL India	India	Trading business of industrial materials	147	147	39,000	1.00	50	(1,300)	(13)	Subsidiary
WT Industrial	Born Tech	Thailand	Trading business of industrial materials	928	928	9,800	49.00	11,791	2,351	1,152	Associate

Note 1. The share of profit (loss) recognized for the period included eliminated unrealized gains or losses and amortization of investment premium.

Note 2. Receivables from subsidiary were eliminated on consolidation.

Note 3. Please refer to Table 7 for the information on investees in mainland China.

TABLE 7

Wah Lee Industrial Corporation and Subsidiaries
Information on Investments in Mainland China
For the period from January 1 to March 31, 2026
Unit: In Thousands of New Taiwan Dollars

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2026	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2026	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) Recognized for This Year (Note 1)	Carrying Amount as of March 31, 2026	Accumulated Repatriation of Investment Income as of March 31, 2026	Remarks
					Outward	Inward							
Dong Guan Hua Gang	Trading business of industrial materials	$ 1,208,513	Invested through the third region, Raycong H.K.	$ -	$ -	$ -	$ -	$ 39,365	100	$ 39,365	$ 2,713,364	$ 425,949	
Shanghai Yi Kang	Purchase and trading of industrial materials	1,053,140	Invested through the third region, Raycong H.K.	340,629	-	-	340,629	226,662	70	158,664	3,578,968	351,641	
Shenzhen Huaying	Supply chain management and consultancy service	25,601	Invested through the third region, Raycong H.K.	-	-	-	-	281	100	281	97,631	42,174	
Shanghai Hua Chang Trading Co., Ltd.	International trading and trading consulting; trading agent and commercial simple processing within enterprises in the bonded area	76,788	Invested through the third region, SHC Holding Ltd.	43,714	-	-	43,714	73,303	30	21,991	810,784	181,137	
Shanghai Meditek	Import and export of goods and technology	13,910	Invested through Chinese corporation, Shanghai Yi Kang	-	-	-	-	(3,240)	70	(2,268)	(37,517)	-	
Shanghai Crown	Trading business of medical devices and equipment	15,440	Invested through Chinese corporation, Shanghai Yi Kang	-	-	-	-	(17)	70	(12)	141	-	
Fenghuang Xingwah Shouzheng	Engaging in medical device manufacturing technology development and consulting business	23,183	Invested through Chinese corporation, Shanghai Yi Kang	-	-	-	-	(3,491)	49	(1,711)	(3,899)	-	
Guangzhou Xingxian	Medical consulting	23,183	Invested through Chinese corporation, Dong Guan Hua Gang	-	-	-	-	(3,611)	100	(3,611)	5,423	-	
Anhua Huixinkang	Medical service	41,729	Invested through the third region Raycong H.K. and through Mainland Chinese corporation, Dongguan Hua Gang	-	-	-	-	(2,473)	100	(2,473)	18,626	-	
Xiamen Huashengda	Warehousing and logistics	13,910	Invested through Chinese corporation, Shenzhen Huaying	-	-	-	-	981	70	686	3,212	-	
Xiamen JianYuan Rung Logistic Co., Ltd.	Warehousing and logistics	37,092	Invested through Chinese corporation, Shenzhen Huaying	-	-	-	-	2,161	30	648	11,178	-	
Xiamen Jia Cheng Yuan Trading and Development Co. Ltd.	Warehousing and logistics	9,273	Invested through Chinese corporation, Shenzhen Huaying	-	-	-	-	(385)	30	(116)	2,884	-	
WahYi Shanghai	Trading business of engineering plastic raw materials, industrial materials, and chemical products	6,955	Invested through Chinese corporation, Shenzhen Huaying	-	-	-	-	(502)	100	(502)	6,110	-	
Shanghai Guojia Co., Ltd.	Road transportation of general goods and hazardous goods, and international transportation agency services	104,321	Invested through Chinese corporation, Shanghai Yi Kang		-	-	-	3,736	14	(3,441)	109,315	-	

Investee company name	Accumulated Outward Remittance for Investment in Mainland China at the End of the Period (Note 3)	Investment Amount Authorized by Investment Commission, MOEA (Note 2)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 3)
Wah Lee Holding Ltd.	$ 384,343	$ 2,508,315	$ -

Note 1. The disclosure of investment gains and losses the current year is based on the following:

1. Dongguan Hua Gang and Shanghai Yikang: Audited by the CPAs of the parent company in Taiwan
2. Others are based on unaudited financial statements.

Note 2. The difference of $2,123,972 thousand between accumulated outward remittance for investment in Mainland China and investment amount authorized by investment commission, MOEA is due to investment of NT$1,366,473 thousand (USD8,882 thousand, HKD266,870 thousand and RMB3,500 thousand) through Raycong H.K., investment of NT$111,175 thousand (USD3,572 thousand) through Wah Yuen Technology Holding Limited, transferred capital from retained earnings of NT$434,385 thousand (USD13,790 thousand) of Shanghai Yi Kang, investment of NT$14,500 thousand (USD500 thousand) through SHC Holding Ltd., investment without significant influence of $42,644 thousand and the invested amount of $154,795 thousand which had already been liquidated but not yet revoked.

Note 3. Under the "Principles Governing the Review of Investments or Technical Cooperation in Mainland China" issued by the Investment Commission on August 29, 2008, the Company had obtained the certificate issued by the Industrial Bureau of the Ministry of Economic Affairs in accordance with the business scope of the operating headquarters; thus, the amount that can be invested in companies located in mainland China is unlimited.

TABLE 8

Wah Lee Industrial Corporation and Subsidiaries

Significant Transactions with Investee Companies in Mainland China, Either Directly or Indirectly through a Third Region, and Their Prices, Payment Terms, and Unrealized Gains or Losses

For the period from January 1 to March 31, 2026

Unit: In Thousands of New Taiwan Dollars

Buyer/Seller	Investee Company	Transaction Type	Purchase/Sale		Price	Transaction Details		Notes/Accounts Receivable (Payable)		Unrealized (Gain) Loss	Remarks
			Amount (Note)	%		Payment Terms	Comparison with Normal Transactions	Amount	Percentage (%)		
The Company	Shanghai Yi Kang	Sales	$ 222,771	1	Normal trade terms	30 to 120 days after monthly closing	The terms with related parties are not significantly different from those to third parties	$ 307,232	1	$ 9,072	Note
Raycong H.K.	Dong Guan Hua Gang	Sales	154,880	1	Normal trade terms	30 to 180 days after monthly closing	The terms with related parties are not significantly different from those to third parties	155,062	1	-	Note

Note 1. It was eliminated on consolidation.

TABLE 9

Wah Lee Industrial Corporation and Subsidiaries

Intercompany relationships and major intercompany transactions

For the period from January 1 to March 31, 2026

Unit: In Thousands of New Taiwan Dollars

No.	Trader	Counterparty	Relationship	Transaction Details			
				Items	金額	Transaction Details	% of Total Sales or Assets
0	The Company	Shanghai Yi Kang	Parent to subsidiary	Operating revenue	$ 222,771	According to the contract	1
0	The Company	Shanghai Yi Kang	Parent to subsidiary	Net accounts receivable	307,232	According to the contract	1
0	The Company	Shanghai Yi Kang	Parent to subsidiary	Other receivables	37,951	According to the contract	-
0	The Company	Dong Guan Hua Gang	Parent to subsidiary	Operating revenue	44,279	According to the contract	-
0	The Company	Dong Guan Hua Gang	Parent to subsidiary	Net accounts receivable	11,683	According to the contract	-
0	The Company	Raycong H.K.	Parent to subsidiary	Operating revenue	54,879	According to the contract	-
0	The Company	Raycong H.K.	Parent to subsidiary	Net accounts receivable	15,375	According to the contract	-
0	The Company	Raycong H.K.	Parent to subsidiary	Other income	14,189	According to the contract	-
0	The Company	Raycong H.K.	Parent to subsidiary	Other receivables	44,861	According to the contract	-
0	The Company	KS Corp.	Parent to subsidiary	Contract liabilities	70,224	According to the contract	-
0	The Company	WT Industrial	Parent to subsidiary	Operating revenue	22,455	According to the contract	-
0	The Company	WT Industrial	Parent to subsidiary	Net accounts receivable	13,579	According to the contract	-
0	The Company	WT Industrial	Parent to subsidiary	Other receivables	11,958	According to the contract	-
0	The Company	WL Vietnam	Parent to subsidiary	Operating revenue	16,010	According to the contract	-
0	The Company	WL Vietnam	Parent to subsidiary	Net accounts receivable	18,421	According to the contract	-
0	The Company	WL Singapore	Parent to subsidiary	Operating revenue	46,079	According to the contract	-
0	The Company	WL Singapore	Parent to subsidiary	Net accounts receivable	32,827	According to the contract	-
0	The Company	Hightech	Parent to subsidiary	Operating revenue	33,740	According to the contract	-
0	The Company	Hightech	Parent to subsidiary	Net accounts receivable	25,367	According to the contract	-
0	The Company	KSA Corp.	Parent to subsidiary	Contract liabilities	20,282	According to the contract	-
1	Shanghai Yi Kang	The Company	Subsidiary to parent	Other operating revenues	107,806	According to the contract	-
1	Shanghai Yi Kang	The Company	Subsidiary to parent	Net accounts receivable	132,650	According to the contract	-
1	Shanghai Yi Kang	Dong Guan Hua Gang	Subsidiary to subsidiary	Operating revenue	14,205	According to the contract	-
1	Shanghai Yi Kang	Shanghai Meditek	Parent to subsidiary	Other receivables	98,126	According to the contract	-
1	Shanghai Yi Kang	Fenghuang Xingwah Shouzheng	Parent to subsidiary	Other receivables	37,989	According to the contract	-
2	Dong Guan Hua Gang	Raycong H.K.	Subsidiary to Parent	Operating revenue	19,709	According to the contract	-
2	Dong Guan Hua Gang	Raycong H.K.	Subsidiary to Parent	Net accounts receivable	99,014	According to the contract	-
2	Dong Guan Hua Gang	Guangzhou Xingxian	Subsidiary to parent	Other receivables	23,752	According to the contract	-
2	Dong Guan Hua Gang	Anhua Huixinkang	Parent to subsidiary	Other receivables	11,153	According to the contract	-
3	Raycong H.K.	The Company	Subsidiary to parent	Other receivables	975,043	According to the contract	2
3	Raycong H.K.	Dong Guan Hua Gang	Parent to subsidiary	Operating revenue	154,880	According to the contract	1

(Continued)

(Concluded)

No.	Trader	Counterparty	Relationship	Transaction Details			
				Items	Amount	Transaction Details	% of Total Sales or Assets
3	Raycong H.K.	Dong Guan Hua Gang	Parent to subsidiary	Net accounts receivable	$ 155,062	According to the contract	-
3	Raycong H.K.	Raycong (Vietnam)	Parent to subsidiary	Other receivables	16,064	According to the contract	-
4	WL Singapore	The Company	Subsidiary to parent	Operating revenue	34,835	According to the contract	-
5	Wah Lee Holding Ltd.	The Company	Subsidiary to parent	Other receivables	703,890	According to the contract	1
6	Tranceed Logistics	The Company	Subsidiary to parent	Other operating revenues	30,941	According to the contract	-
6	Tranceed Logistics	The Company	Subsidiary to parent	Net accounts receivable	16,392	According to the contract	-