Topkey Corporation and Subsidiaries

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

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Topkey Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Topkey Corporation and its subsidiaries (the "Group") as of September 30, 2025 and 2024, the related consolidated statements of comprehensive income for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the nine months ended September 30, 2025 and 2024, and the related notes, including a summary of significant accounting policies "(collectively referred to as the consolidated financial statements)". Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As disclosed in Note 11 to the consolidated financial statements, the financial statements and the notes of non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2025 and 2024, combined total assets of these non-significant subsidiaries were NT$574,647 thousand and NT$599,874 thousand, respectively, both representing 4%, respectively, of the consolidated total assets, and combined total liabilities of these subsidiaries were NT$138,333 thousand and NT$249,537 thousand, respectively, representing 3% and 4%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the amount of combined comprehensive income (loss) of these subsidiaries were NT$9,849 thousand, NT$(15,447) thousand, NT$44,166 thousand and NT$(523) thousand, respectively, representing 2%, (6%), 5% and 0%, respectively, of the consolidated total comprehensive income (loss).

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not give a true and fair view of the consolidated financial position of the Group as of September 30, 2025 and 2024, its consolidated financial performance for the three months ended September 30, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Shao-Chun Wu and Ting-Chien Su.

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 10, 2025

<u>Notice to Readers</u>

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

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

TOPKEY CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	September 30, 2025		December 31, 2024		September 30, 2024	
ASSETS	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 5,319,356	39	$ 7,018,422	43	$ 5,677,579	39
Financial assets at amortized cost - current (Notes 7 and 25)	19,938	-	20,278	-	20,285	-
Trade receivables (Note 8)	1,863,961	14	2,059,331	13	1,929,625	13
Other receivables	43,117	-	85,755	1	86,315	-
Inventories (Note 9)	987,888	7	1,525,734	10	1,444,225	10
Other current assets	267,062	2	219,897	1	257,614	2
Total current assets	8,501,322	62	10,929,417	68	9,415,643	64
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income - non-current (Note 10)	-	-	-	-	-	-
Property, plant and equipment (Note 12)	4,532,743	33	4,633,273	29	4,574,631	31
Right-of-use assets (Note 13)	462,926	4	509,938	3	510,802	4
Deferred tax assets (Note 20)	91,502	1	30,235	-	49,966	-
Refundable deposits	9,848	-	12,592	-	12,261	-
Other non-current assets	33,877	-	62,164	-	54,408	1
Total non-current assets	5,130,896	38	5,248,202	32	5,202,068	36
TOTAL	$ 13,632,218	100	$ 16,177,619	100	$ 14,617,711	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 14)	$ 633,390	5	$ 2,527,437	16	$ 2,042,533	14
Notes payable and trade payables	490,445	4	584,043	4	550,068	4
Other payables (Note 15)	516,343	4	658,498	4	553,768	4
Current tax liabilities (Note 20)	80,869	1	288,915	2	266,975	2
Lease liabilities - current (Note 13)	17,022	-	20,715	-	22,860	-
Current portion of long-term borrowings (Note 14)	189,226	1	73,187	-	67,556	-
Other current liabilities	747,130	5	767,589	5	767,261	5
Total current liabilities	2,674,425	20	4,920,384	31	4,271,021	29
NON-CURRENT LIABILITIES						
Long-term borrowings (Note 14)	897,270	7	956,190	6	865,826	6
Deferred tax liabilities (Note 20)	371,083	3	415,125	3	331,655	2
Lease liabilities - non-current (Note 13)	208,566	1	223,739	1	224,485	2
Guarantee deposits	522	-	251	-	248	-
Other non-current liabilities	71,333	-	51,425	-	25,051	-
Total non-current liabilities	1,548,774	11	1,646,730	10	1,447,265	10
Total liabilities	4,223,199	31	6,567,114	41	5,718,286	39
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY						
Capital stock	908,200	7	908,200	6	908,200	6
Capital surplus	1,639,532	12	1,639,532	10	1,639,532	11
Retained earnings						
Legal reserve	1,342,259	10	1,170,978	7	1,170,978	8
Special reserve	140,145	1	372,946	2	372,946	2
Unappropriated earnings	5,415,349	39	5,255,608	33	4,646,076	32
Other equity						
Exchange differences on translation of the financial statement of foreign operations	(419,995)	(3)	(130,145)	(1)	(188,804)	(1)
Unrealized valuation loss on financial assets at fair value through other comprehensive income	(10,000)	-	(10,000)	-	(10,000)	-
Total equity attributable to owners of the Company	9,015,490	66	9,207,119	57	8,538,928	58
NON-CONTROLLING INTERESTS	393,529	3	403,386	2	360,497	3
Total equity	9,409,019	69	9,610,505	59	8,899,425	61
TOTAL	$ 13,632,218	100	$ 16,177,619	100	$ 14,617,711	100

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

(With Deloitte & Touche review report dated November 10, 2025)

TOPKEY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
NET REVENUE (Note 18)	$ 2,417,866	100	$ 2,600,104	100	$ 7,333,835	100	$ 6,821,501	100
COST OF GOODS SOLD (Notes 9 and 19)	1,577,455	65	1,717,087	66	4,694,295	64	4,467,862	66
GROSS PROFIT	840,411	35	883,017	34	2,639,540	36	2,353,639	34
OPERATING EXPENSES								
Selling and marketing expenses (Note 19)	57,920	2	52,736	2	168,235	2	156,086	2
General and administrative expenses (Note 19)	179,012	8	181,115	7	580,202	8	542,840	8
Research and development expenses (Note 19)	119,002	5	115,240	4	357,352	5	323,944	5
Expected credit loss (Note 8)	3,768	-	929	-	8,887	-	1,707	-
Total operating expenses	359,702	15	350,020	13	1,114,676	15	1,024,577	15
INCOME FROM OPERATIONS	480,709	20	532,997	21	1,524,864	21	1,329,062	19
NON-OPERATING INCOME AND EXPENSES								
Finance costs (Note 19)	(7,457)	-	(17,581)	(1)	(54,366)	(1)	(48,232)	(1)
Interest income	35,012	1	71,468	3	172,961	2	213,898	3
Government grants income	1,712	-	1,386	-	31,602	-	26,251	1
Other gains	9,836	-	9,263	-	32,523	1	34,727	1
(Loss) gain on disposal of property, plant and equipment	(3,225)	-	970	-	(3,606)	-	1,526	-
Net foreign exchange (loss) gain	43,198	2	(107,277)	(4)	(83,741)	(1)	79,219	1
Reversal of impairment loss on property, plant and equipment (Note 12)	-	-	101	-	864	-	224	-
Other losses	(984)	-	(609)	-	(1,898)	-	(1,291)	-
Total non-operating income and expenses	78,092	3	(42,279)	(2)	94,339	1	306,322	5
INCOME BEFORE INCOME TAX	558,801	23	490,718	19	1,619,203	22	1,635,384	24
INCOME TAX EXPENSE (Note 20)	180,180	7	164,257	6	431,458	6	482,096	7
NET INCOME	378,621	16	326,461	13	1,187,745	16	1,153,288	17
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	217,785	9	(64,326)	(2)	(390,096)	(5)	233,571	4

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TOPKEY CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
Income tax relating to items that will be reclassified subsequently to profit or loss	$ (40,123)	(2)	$ 11,692	-	$ 72,463	1	$ (43,536)	(1)
Other comprehensive income (loss) for the period, net of income tax	177,662	7	(52,634)	(2)	(317,633)	(4)	190,035	3
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	$ 556,283	23	$ 273,827	11	$ 870,112	12	$ 1,343,323	20
NET PROFIT ATTRIBUTABLE TO:								
Owners of the Company	$ 350,924	15	$ 319,924	13	$ 1,097,241	15	$ 1,103,277	16
Non-controlling interests	27,697	1	6,537	-	90,504	1	50,011	1
	$ 378,621	16	$ 326,461	13	$ 1,187,745	16	$ 1,153,288	17
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of the Company	$ 511,418	21	$ 273,153	11	$ 807,391	11	$ 1,277,419	19
Non-controlling interests	44,865	2	674	-	62,721	1	65,904	1
	$ 556,283	23	$ 273,827	11	$ 870,112	12	$ 1,343,323	20
EARNINGS PER SHARE (Note 21)								
Basic	$ 3.86		$ 3.52		$ 12.08		$ 12.15	
Diluted	$ 3.85		$ 3.51		$ 12.02		$ 12.08	

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

(With Deloitte & Touche review report dated November 10, 2025) (Concluded)

TOPKEY CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owner of the Company									
			Retained Earnings (Note 17)			Other Equity				
	Common Shares (Note 17)	Capital Surplus (Note 17)	Legal Reserve	Special reserve	Unappropriated Earnings	Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Loss on Financial Assets at Fair Value through Other Comprehensive Income	Total	Non-controlling Interests (Note 11)	Total Equity
BALANCE AT JANUARY 1, 2024	$ 908,200	$ 1,639,532	$ 1,029,440	$ 330,291	$ 4,498,962	$ (362,946)	$ (10,000)	$ 8,033,479	$ 411,128	$ 8,444,607
Appropriation of 2023 earnings										
Legal reserve	-	-	141,538	-	(141,538)	-	-	-	-	-
Special reserve	-	-	-	42,655	(42,655)	-	-	-	-	-
Cash dividends distributed by the Corporation	-	-	-	-	(771,970)	-	-	(771,970)	-	(771,970)
Cash dividends distributed by the subsidiaries	-	-	-	-	-	-	-	-	(116,535)	(116,535)
	-	-	141,538	42,655	(956,163)	-	-	(771,970)	(116,535)	(888,505)
Net profit for the nine months ended September 30, 2024	-	-	-	-	1,103,277	-	-	1,103,277	50,011	1,153,288
Other comprehensive income for the nine months ended September 30, 2024, net of income tax	-	-	-	-	-	174,142	-	174,142	15,893	190,035
Total comprehensive income for the nine months ended September 30, 2024	-	-	-	-	1,103,277	174,142	-	1,277,419	65,904	1,343,323
BALANCE AT SEPTEMBER 30, 2024	$ 908,200	$ 1,639,532	$ 1,170,978	$ 372,946	$ 4,646,076	$ (188,804)	$ (10,000)	$ 8,538,928	$ 360,497	$ 8,899,425
BALANCE AT JANUARY 1, 2025	$ 908,200	$ 1,639,532	$ 1,170,978	$ 372,946	$ 5,255,608	$ (130,145)	$ (10,000)	$ 9,207,119	$ 403,386	$ 9,610,505
Appropriation of 2024 earnings										
Legal reserve	-	-	171,281	-	(171,281)	-	-	-	-	-
Special reserve	-	-	-	(232,801)	232,801	-	-	-	-	-
Cash dividends distributed by the Corporation	-	-	-	-	(999,020)	-	-	(999,020)	-	(999,020)
Cash dividends distributed by the subsidiaries	-	-	-	-	-	-	-	-	(72,578)	(72,578)
	-	-	171,281	(232,801)	(937,500)	-	-	(999,020)	(72,578)	(1,071,598)
Net profit for the nine months ended September 30, 2025	-	-	-	-	1,097,241	-	-	1,097,241	90,504	1,187,745
Other comprehensive loss for the nine months ended September 30, 2025, net of income tax	-	-	-	-	-	(289,850)	-	(289,850)	(27,783)	(317,633)
Total comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	1,097,241	(289,850)	-	807,391	62,721	870,112
BALANCE AT SEPTEMBER 30, 2025	$ 908,200	$ 1,639,532	$ 1,342,259	$ 140,145	$ 5,415,349	$ (419,995)	$ (10,000)	$ 9,015,490	$ 393,529	$ 9,409,019

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

(With Deloitte & Touche review report dated November 10, 2025)

TOPKEY CORPORATION AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	**2024**
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 1,619,203	$ 1,635,384
Adjustments for:		
Depreciation expenses	313,355	307,247
Expected credit loss	8,887	1,707
Finance costs	54,366	48,232
Interest income	(172,961)	(213,898)
Loss (gain) on disposal of property, plant and equipment	3,606	(1,526)
Reversal of impairment loss on property, plant and equipment	(864)	(224)
(Reversal) write-downs of inventories	(46,436)	8,928
Net loss (gain) on unrealized foreign currency exchange	(18,127)	23,723
Amortization of prepayments	37,918	29,329
Changes in operating assets and liabilities:		
Trade receivables	82,441	(335,561)
Other receivables	65,762	(39,547)
Inventories	523,086	94,932
Other current assets	(64,147)	(76,507)
Notes payable	(1,000)	(135)
Trade payables	(87,728)	156,290
Other payables	(96,153)	(49,187)
Other current liabilities	(18,399)	100,034
Other non-current liabilities	19,908	3,287
Cash generated from operations	2,222,717	1,692,508
Interest received	178,379	218,503
Interest paid	(54,332)	(48,261)
Income tax paid	(670,098)	(750,144)
Net cash generated from operating activities	1,676,666	1,112,606
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(305,061)	(591,292)
Proceeds from disposal of property, plant and equipment	3,799	11,403
Decrease in refundable deposits	2,486	58
Increase in other non-current assets	(6,240)	(9,542)
Increase in prepayments for equipment	(3,419)	(1,951)
Net cash used in investing activities	(308,435)	(591,324)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	1,433,040	1,667,772
Repayments of short-term borrowings	(3,188,564)	(1,508,667)
Proceeds from long-term borrowings	158,392	333,009
Repayments of long-term borrowings	(79,969)	(45,412)
Increase in guarantee deposits received	286	22
Repayments of the principal portion of lease liabilities	(16,356)	(37,727)

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TOPKEY CORPORATION AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	**2024**
Cash dividends distributed to owners of the Company	$ (999,020)	$ (771,970)
Cash dividends distributed to non-controlling interests	(72,578)	(116,535)
Net cash used in financing activities	(2,764,769)	(479,508)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS	(302,528)	149,098
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,699,066)	190,872
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	7,018,422	5,486,707
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 5,319,356	$ 5,677,579

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

(With Deloitte & Touche review report dated November 10, 2025) (Concluded)

TOPKEY CORPORATION AND SUBSIDIARIES

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

1. GENERAL INFORMATION

TOPKEY CORPORATION (the "Company") was incorporated in the Republic of China (ROC) in July 1980; and is mainly engaged in the production, processing, sale, international trading and agency services of sporting goods, carbon fiber products, glass fiber products, and composite materials.

The Company's shares were listed and have been trading on the Taiwan Stock Exchange since October 2013.

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors on November 10, 2025.

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

a. Initial application of the amendments to the Business Entity Accounting Handling, part of the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations of IFRS (IFRIC), and Interpretations of IAS (SIC) (collectively, the "IFRS Accounting Standards") endorsed and issued into effect by the Financial Supervisory Commission (FSC)

Amendments to IAS 21 "Lack of Exchangeability"

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

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

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

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

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

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

   a) If a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,

      - In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and

      - In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.

   b) To clarify that a financial asset has non-recourse features if an entity's ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets.

   c) To clarify that the characteristics of contractually linked instruments include a prioritization of payments to the holders of financial assets using multiple contractually linked instruments (tranches) established through a waterfall payment structure, resulting in concentrations of credit risk and a disproportionate allocation of cash shortfalls from the underlying pool between the tranches.

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

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

   - The Group having no practical ability to withdraw, stop or cancel the payment instruction;

   - The Group having no practical ability to access the cash to be used for settlement as a result of the payment instruction; and

   - The settlement risk associated with the electronic payment system being insignificant.

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

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

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

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 amendments to IFRS 19)	January 1, 2027

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

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

IFRS 18 “Presentation and Disclosure in Financial Statements”

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

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

- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.

- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value.

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

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

3) Level 3 inputs are unobservable inputs for the asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Company.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

See Note 11 and Table 5 and 6 for detailed information on subsidiaries (including the percentage of ownership and main business).

d. Other significant accounting policies

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

<u>Income tax expense</u>

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

When developing material accounting estimates, the Group considers the possible impact on the cash flow projection, growth rates, discount rates, profitability and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Refer to statements of critical accounting judgements and key sources of estimation uncertainty to the consolidated financial statements for the year ended December 31, 2024.

6. CASH AND CASH EQUIVALENTS

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	$ 1,146	$ 1,172	$ 1,024
Checking accounts and demand deposits	1,157,134	3,235,007	2,510,587
Cash equivalents			
Time deposits	4,161,076	3,782,243	3,165,968
	$ 5,319,356	$ 7,018,422	$ 5,677,579

7. FINANCIAL ASSETS AT AMORTIZED COST - CURRENT

	September 30, 2025	December 31, 2024	September 30, 2024
Restricted deposits	$ 19,938	$ 20,278	$ 20,285

Refer to Note 25 for the pledged of restricted deposits.

8. TRADE RECEIVABLES

	September 30, 2025	December 31, 2024	September 30, 2024
At amortized cost			
Gross carrying amount	$ 1,888,907	$ 2,075,459	$ 1,944,343
Less: Allowance for impairment loss	(24,946)	(16,128)	(14,718)
	$ 1,863,961	$ 2,059,331	$ 1,929,625

The average credit period of sales of goods is 60 to 120 days. No interest was charged on trade receivables. The Group adopted a policy of only dealing with entities that are rated the equivalent of investment grade or higher and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. Credit rating information is obtained from independent rating agencies where available, or if such information is not available, the Group uses other publicly available financial information or its own trading records to rate its major customers. The Group's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved by the risk management committee annually.

In order to minimize credit risk, the management of the Company 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 period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group’s credit risk was significantly reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated by reference to the past default experience of the debtor and an analysis of the debtor’s current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecasted direction of economic conditions at the reporting date. 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 a trade receivable when there is evidence indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For trade 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 loss allowance of trade receivables of the Group were as follows:

	Not Past Due	Past Due 30-90 Days	Past Due 91-180 Days	Past Due 181-364 Days	Past Due More than 365 Days	Total
September 30, 2025						
Expected credit loss rate (%)	-	5	25	50	100	
Gross carrying amount	$ 1,852,688	$ 192	$ 2,372	$ 18,624	$ 15,031	$ 1,888,907
Loss allowance	-	(10)	(593)	(9,312)	(15,031)	(24,946)
Amortized cost	$ 1,852,688	$ 182	$ 1,779	$ 9,312	$ -	$ 1,863,961
December 31, 2024						
Expected credit loss rate (%)	-	5	25	50	100	
Gross carrying amount	$ 2,049,790	$ 8,521	$ 1,527	$ 603	$ 15,018	$ 2,075,459
Loss allowance	-	(426)	(382)	(302)	(15,018)	(16,128)
Amortized cost	$ 2,049,790	$ 8,095	$ 1,145	$ 301	$ -	$ 2,059,331
September 30, 2024						
Expected credit loss rate (%)	-	5	25	50	100	
Gross carrying amount	$ 1,926,335	$ 2,980	$ -	$ 917	$ 14,111	$ 1,944,343
Loss allowance	-	(149)	-	(458)	(14,111)	(14,718)
Amortized cost	$ 1,926,335	$ 2,831	$ -	$ 459	$ -	$ 1,929,625

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

	For the Nine Months Ended September 30	
	2025	2024
Balance at January 1	$ 16,128	$ 12,998
Net remeasurement of loss allowance	8,887	1,707
Foreign exchange gains and losses	(69)	13
Balance at September 30	$ 24,946	$ 14,718

9. INVENTORIES

	September 30, 2025	December 31, 2024	September 30, 2024
Raw materials	$ 401,700	$ 579,088	$ 545,985
Work in progress	259,156	403,668	342,319
Finished goods	194,947	388,892	414,165
Merchandise	132,085	154,086	141,756
	$ 987,888	$ 1,525,734	$ 1,444,225

The cost of inventories recognized as cost of goods sold for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 was $1,577,455 thousand, $1,717,087 thousand, $4,694,295 thousand and $4,467,862 thousand, respectively.

The cost of goods sold included:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Inventory (reversed) write-downs	$ 99	$ 5,728	$ (46,436)	$ 8,928

Inventory write-downs were reversed as a result of increased selling price in markets.

10. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME - NON - CURRENT

	September 30, 2025	December 31, 2024	September 30, 2024
Unlisted ordinary shares			
Yue Pfong International Technology Corp. (Yue Pfong)	$ -	$ -	$ -

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 believe 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.

11. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements were as follows:

		Proportion of Ownership (%)		
Investor	**Investee**	**September 30, 2025**	**December 31, 2024**	**September 30, 2024**
The Company	New Score Holding Limited (NSH)	100	100	100
	Topkey (Vietnam) Corporation Company Limited (Topkey (VN) Corp)	100	100	100
	XPT Precision Company Limited (XPT Taiwan)	70	70	-
NSH	EIC Holding Limited (EIC)	76	76	76
	Musonic Corporation (Musonic)	100	100	100
	New Score Investment Limited (NSI)	100	100	100
	XPT Investment Co., Limited (XPT Investment)	70	70	70
Musonic	Xiamen Keentech Composite Technology Co., Ltd. (Keentech)	64	64	64
NSI	Keentech	36	36	36
	Xiamen Valver Color Sticker Co., Ltd. (Valver)	100	100	100
EIC	Xiamen Yeu Chuan Composite Technology Co., Ltd. (Yeu Chuan)	100	100	100
XPT Investment	Xiamen Xin Hong Zhou Precision Technology Co., Ltd. (Xin Hong Zhou)	100	100	100

Refer to Table 5 and 6 following the Notes to Consolidated Financial statements for information on the place of incorporation and principal places of business for each subsidiary.

Among the above subsidiaries, except for XPT Taiwan, EIC, Valver and Yeu Chuan for the nine months ended September 30, 2025 and EIC, Valver and Yeu Chuan for the nine months ended September 30, 2024. Which are non-significant subsidiaries, their financial reports have not been reviewed by auditors, and the financial reports of other subsidiaries have been reviewed by auditors.

In consideration of the strategic development and comprehensive supply chain, the Group has established a subsidiary of XPT Taiwan and acquired an ownership interest of 70% for $21,096 thousand with the registration completed on November 14, 2024.

b. Details of subsidiaries that have material non-controlling interests

	Proportion of Ownership and Voting Rights Held by Non-controlling Interests (%)		
Name of Subsidiary	**September 30, 2025**	**December 31, 2024**	**September 30, 2024**
EIC	24	24	24
XPT Investment	30	30	30

	Profit (Loss) Allocated to Non-controlling Interests				Accumulated Non-controlling Interests		
	For the Three Months Ended September 30		For the Nine Months Ended September 30				
Name of Subsidiary	**2025**	**2024**	**2025**	**2024**	**September 30, 2025**	**December 31, 2024**	**September 30, 2024**
EIC	$ (1,163)	$ (5,044)	$ 6,564	$ 834	$ 85,594	$ 103,471	$ 92,246
XPT Investment	25,618	11,581	80,792	49,177	295,912	291,040	268,251
	$ 24,455	$ 6,537	$ 87,356	$ 50,011	$ 381,506	$ 394,511	$ 360,497

Summarized financial information in respect of each of the Group's subsidiaries that has material non-controlling interests is set out below. The summarized financial information below represents amounts before intragroup eliminations.

1) EIC and EIC's subsidiaries:

	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	$ 407,975	$ 549,973	$ 506,831
Non-current assets	95,970	118,917	115,575
Current liabilities	(130,516)	(207,336)	(207,356)
Non-current liabilities	(10,125)	(22,372)	(23,515)
Equity	$ 363,304	$ 439,182	$ 391,535
Equity attributable to:			
Owners of EIC	$ 277,710	$ 335,711	$ 299,289
Non-controlling interests of EIC	85,594	103,471	92,246
	$ 363,304	$ 439,182	$ 391,535

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue	$ 173,794	$ 156,424	$ 504,431	$ 461,626
Profit (loss) for the period	$ (4,936)	$ (21,412)	$ 27,861	$ 3,539
Other comprehensive (loss) income for the period	17,778	(8,620)	(29,490)	22,046
Total comprehensive (loss) income for the period	$ 12,842	$ (30,032)	$ (1,629)	$ 25,585
Profit attributable to:				
Owners of EIC	$ (3,773)	$ (16,368)	$ 21,297	$ 2,705
Non-controlling interests of EIC	(1,163)	(5,044)	6,564	834
	$ (4,936)	$ (21,412)	$ 27,861	$ 3,539
Total comprehensive (loss) income attributable to:				
Owners of EIC	$ 9,816	$ (22,957)	$ (1,245)	$ 19,557
Non-controlling interests of EIC	3,026	(7,075)	(384)	6,028
	$ 12,842	$ (30,032)	$ (1,629)	$ 25,585

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Cash inflow (outflow) from:				
Operating activities			$ 103,165	$ 81,372
Investing activities			(18,555)	(9,372)
Financing activities			(162,714)	(165,266)
Net cash outflow			$ (78,104)	$ (93,266)
Dividends paid to non-controlling interest of EIC			$ 17,493	$ 56,753

(Concluded)

2) XPT Investment and XPT Investment subsidiaries:

	September 30, 2025	December 31, 2024	September 30, 2024
Current assets	$ 974,658	$ 936,315	$ 921,280
Non-current assets	178,891	178,601	177,876
Current liabilities	(156,405)	(134,191)	(195,222)
Equity	$ 997,144	$ 980,725	$ 903,934
Equity attributable to:			
Owners of XPT Investment	$ 701,232	$ 689,685	$ 635,683
Non-controlling interests of XPT Investment	295,912	291,040	268,251
	$ 997,144	$ 980,725	$ 903,934

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue	$ 341,015	$ 249,291	$ 939,033	$ 688,130
Profit for the period	$ 86,326	$ 39,026	$ 272,248	$ 165,713
Other comprehensive (loss) income for the period	43,739	(12,914)	(70,206)	36,053
Total comprehensive income for the period	$ 130,065	$ 26,112	$ 202,042	$ 201,766
Profit attributable to:				
Owners of XPT Investment	$ 60,708	$ 27,445	$ 191,456	$ 116,536
Non-controlling interests of XPT Investment	25,618	11,581	80,792	49,177
	$ 86,326	$ 39,026	$ 272,248	$ 165,713

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Total comprehensive income attributable to:				
Owners of XPT Investment	$ 91,467	$ 18,363	$ 142,084	$ 141,890
Non-controlling interests of XPT Investment	38,598	7,749	59,958	59,876
	$ 130,065	$ 26,112	$ 202,042	$ 201,766
Cash inflow (outflow) from:				
Operating activities			$ 196,598	$ 149,112
Investing activities			(39,643)	(10,350)
Financing activities			(196,761)	(171,926)
Net cash outflow			$ (39,806)	$ (33,164)
Dividends paid to non-controlling interest of XPT Investment			$ 55,085	$ 59,782

(Concluded)

12. PROPERTY, PLANT AND EQUIPMENT

	For the Nine Months Ended September 30, 2025					
	Beginning Balance	Additions	Disposals	Reclassifications	Translation Adjustments	Ending Balance
Cost						
Land	$ 52,939	$ -	$ -	$ -	$ -	$ 52,939
Buildings	3,574,980	62,846	(315)	612,738	(104,885)	4,145,364
Machinery equipment	1,387,933	40,603	(154,996)	68,638	(71,019)	1,271,159
Transportation equipment	21,549	517	(1,248)	1,250	(989)	21,079
Other equipment	498,866	85,342	(91,004)	11,869	(24,527)	480,546
Construction in progress	786,973	120,872	-	(688,969)	(4,987)	213,889
	6,323,240	$ 310,180	$ (247,563)	$ 5,526	$ (206,407)	6,184,976
Accumulated depreciation						
	718,164	$ 99,900	$ (277)	$ -	$ (37,896)	779,891
Buildings	623,091	97,628	(130,455)	-	(29,210)	561,054
Machinery equipment	11,192	2,791	(1,248)	-	(437)	12,298
Transportation equipment	270,524	86,413	(90,220)	(2)	(13,949)	252,766
Other equipment	1,622,971	$ 286,732	$ (222,200)	$ (2)	$ (81,492)	1,606,009
Accumulated impairment	65,535	$ -	$ (18,822)	$ -	$ (1,863)	44,850
	1,461	-	-	-	(87)	1,374
Machinery equipment	66,996	$ -	$ (18,822)	$ -	$ (1,950)	46,224
Other equipment						
	$ 4,633,273					$ 4,532,743

	For the Nine Months Ended September 30, 2024					
	Beginning Balance	Additions	Disposals	Reclassifications	Translation Adjustments	Ending Balance
Cost						
Land	$ 52,939	$ -	$ -	$ -	$ -	$ 52,939
Buildings	1,525,695	199,217	(93,295)	1,862,239	54,873	3,548,729
Machinery equipment	1,347,015	12,853	(67,600)	56,635	43,086	1,391,989
Transportation equipment	19,917	2,057	(1,166)	-	525	21,333
Other equipment	476,207	75,598	(100,550)	30,247	16,231	497,733
Construction in progress	2,356,645	311,693	-	(1,948,796)	7,127	726,669
	$ 5,778,418	$ 601,418	$ (262,611)	$ 325	$ 121,842	$ 6,239,392
Accumulated depreciation						
Buildings	$ 678,245	$ 75,899	$ (93,295)	$ -	$ 22,774	$ 683,623
Machinery equipment	576,379	93,789	(58,319)	-	17,703	629,552
Transportation equipment	8,131	2,949	(1,166)	-	222	10,136
Other equipment	269,493	93,340	(99,499)	-	9,375	272,709
	$ 1,532,248	$ 265,977	$ (252,279)	$ -	$ 50,074	$ 1,596,020
Accumulated impairment						
Machinery equipment	$ 66,748	$ -	$ (679)	$ -	$ 1,225	$ 67,294
Other equipment	1,390	-	-	-	57	1,447
	$ 68,138	$ -	$ (679)	$ -	$ 1,282	$ 68,741
	$ 4,178,032					$ 4,574,631

The Group assessed that some of the machinery equipment could be used for other purpose. Therefore, the reversal of impairment loss of $864 thousand and $224 thousand was recognized for the nine months ended September 30, 2025 and 2024, respectively, (the of impairment loss reversal has been included in operating revenue and expense in the consolidated statements of comprehensive income), and the decrease in accumulated impairment was mainly due to the disposal of equipment that had been impaired.

Except for equipment which acquisition by project (which is recognized in other equipment), depreciation of property, plant and equipment is calculated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Main buildings	20-55 years
Ancillary work	5-50 years
Electromechanical power equipment	20 years
Machinery and equipment	3-30 years
Transportation equipment	5-10 years
Other equipment	3-20 years

13. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2025	December 31, 2024	September 30, 2024
Carrying amounts			
Land	$ 460,705	$ 499,156	$ 496,841
Buildings	2,221	10,782	13,961
	$ 462,926	$ 509,938	$ 510,802

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Additions to right-of-use assets			$ -	$ 7,369
Depreciation of right-of-use assets				
Land	$ 5,957	$ 6,125	$ 18,128	$ 18,308
Buildings	415	7,529	8,172	22,433
Transportation equipment	-	28	-	196
	$ 6,372	$ 13,682	$ 26,300	$ 40,937

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

b. Lease liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Carrying amounts			
Current	$ 17,022	$ 20,715	$ 22,860
Non-current	$ 208,566	$ 223,739	$ 224,485

Range of discount rates for lease liabilities was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Land	1.35%-4%	1.35%-4%	1.35%-4%
Buildings	1.1%-4.75%	1.1%-4.75%	1.1%-4.75%

c. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Expenses relating to short-term lease	$ 2,770	$ 91	$ 6,884	$ 895
Expenses relating to low value asset leases	$ 9	$ 9	$ 43	$ 43
Total cash outflow for leases			$ (26,338)	$ (42,601)

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

14. BORROWINGS

a. Short-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured borrowings			
Line of credit borrowings	$ 633,390	$ 2,527,437	$ 2,042,533
Annual interest rate range (%)			
Line of credit borrowings	1.51-4.66	2.52-5.90	2.52-5.90

b. Long-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured borrowings			
Line of credit borrowings	$ 1,086,496	$ 1,029,377	$ 933,382
Less: Current portion	(189,226)	(73,187)	(67,556)
Long-term borrowings	$ 897,270	$ 956,190	$ 865,826
Annual interest rate range (%)	1.225-2.0	2.80-6.70	1.225-4.80

15. OTHER PAYABLES

	September 30, 2025	December 31, 2024	September 30, 2024
Salaries and bonuses	$ 336,152	$ 435,559	$ 323,034
Compensation of employees	73,873	95,619	91,265
Remuneration of directors	28,156	34,864	28,690
Acquisition of equipment	24,168	24,467	33,303
Others	53,994	67,989	77,476
	$ 516,343	$ 658,498	$ 553,768

16. RETIREMENT BENEFIT PLANS

The Company and XPT Taiwan adopted a pension plan under the Labor Pension Act (the “LPA”), which is a state-managed defined contribution plan. Under the LPA, the Company makes monthly contributions to national employees’ individual pension accounts at 6% of monthly salaries and wages.

NSH, Musonic, NSI, EIC and XPT Investment are an investment holding or trade company; therefore, there is no retirement policy. Keentech, Valver, Yeu Chuan, and Xin Hong Zhou pay endowment insurance in accordance with the regulations of mainland China. They are approved by local governments to contribute according to local regulations to local governments. Topkey (VN) Corp contributes retirement pension fund on a monthly basic under the regulations of local governments to local governments.

17. EQUITY

a. Capital stock

	September 30, 2025	December 31, 2024	September 30, 2024
Authorized shares (in thousands of shares)	180,000	180,000	180,000
Authorized capital	$ 1,800,000	$ 1,800,000	$ 1,800,000
Issued and paid shares (in thousands of shares)	90,820	90,820	90,820
Issued capital	$ 908,200	$ 908,200	$ 908,200

A holder of issued common shares with par value of NT$10 per share is entitled to vote and to receive dividends.

b. Capital surplus

	September 30, 2025	December 31, 2024	September 30, 2024
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Additional paid-in capital	$ 1,549,452	$ 1,549,452	$ 1,549,452
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	52,190	52,190	52,190
May only be used to offset a deficit (2)			
Disposal assets gain	35,824	35,824	35,824
Disgorgement exercise	204	204	204
May not be used for any purpose			
Employee share options	1,862	1,862	1,862
	$ 1,639,532	$ 1,639,532	$ 1,639,532

1) The capital surplus generated from the excess of the issuance price over the par value of capital stock, the difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition 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.

2) Such capital surplus may be used to offset a deficit.

c. Retained earnings and dividend policy

The shareholders of the Company held their regular meeting on May 31, 2024 and in that meeting, resolved the amendments to the Company's Articles of Incorporation (the "Articles").The amendments explicitly stipulate that the proposal for profit distribution or offsetting of losses should be made at the end of each six months of the fiscal year, the board of directors of the Company is authorized to adopt a special resolution to distribute dividends and bonuses in cash and a report of such distribution should be submitted in the shareholders' meeting.

Under the dividends policy as set forth in the amended Articles after the amendments, after closing of accounts, if there is profit, the Company shall first pay the income tax according to the law, make up the losses for the preceding years, then set aside a legal reserve of 10% of the net profit, and appropriate or reverse special surplus reserve pursuant to the regulations of the competent authority; the remaining profit shall be distributed to pay the dividend. When the Board of Directors prepares the proposal of distribution in the form of new shares to be issued by the company, in case of any earnings, along with the undistributed earnings at the beginning of the period, such a distribution shall be made after a resolution is adopted by the shareholders' meeting.

In accordance with Paragraph 5, Article 240 of the Company Act, the Company shall authorize the Board of Directors by a resolution adopted by a majority of the shareholders present who represent two-thirds or more of the total number of its outstanding shares of the company, to pay in the form of cash the distributable dividends and bonuses, or legal reserve and capital reserve in whole or in part, as stipulated in Paragraph 1, Article 241 of the Company Act; a report thereof shall be submitted to the shareholders' meeting.

The earnings distribution or loss make-up of the Company shall be made at the end of each six months of fiscal year. The earnings distribution in cash shall be made by a resolution of the Board of Directors meeting with a report submitted to the shareholders' meeting, pursuant to Article 228-1, and Paragraph 5 of Article 240, the Company Act; it is not necessary to be submitted to the shareholders' meeting for acceptance.

The proposal of surplus earning distribution or loss off setting for the first half of fiscal year should be forwarded with the business report and financial statements to supervisors for their auditing, and afterwards be submitted to the Board of Directors for approval. The Company distributing surplus earning in the form of new shares to be issued by the Company in accordance with the aforementioned provision shall follow the provisions of the Article 240 of the Company Act, if such surplus earning is distributed in the form of cash, it shall be approved by a meeting of the Board of Directors.

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

Under the dividends policy as set forth in the Articles before the amendments, the proposal for profit distribution or offsetting of losses may be made at the end of each six months of the fiscal year. When allocating profit, the company shall first estimate and reserve the taxes to be paid, offset its losses, set legal capital of the remaining earnings, until the legal reserve equals the Company's paid-in capital. The Board of Directors shall formulate a profit distribution or loss compensation proposal and submit it along with the business report and financial statements to the Audit Committee for review and later to the Board of Directors for resolution. If the distribution is done in the form of new share issuance, the proposal shall be complied with the Company Act in Article 240; and if the distribution is done in the form of cash, the proposal shall be resolved by the Board of Directors.

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 legal reserve 10% of the remaining profit, setting aside or reversing a special reserve, and then set aside or reverse special capital reserve in accordance with relevant laws or regulations; if here are profit left expect dividends, along with accumulated unappropriated earnings, submit it to the shareholders' meeting for resolution. For the policies on the distribution of compensation of employees and remuneration of directors after the amendment, refer to compensation of employees and remuneration of directors in Note 19.

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

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

	Appropriation of Earnings For the Year Ended December 31	
	2024	**2023**
Legal reserve	$ 171,281	$ 141,538
(Reversal of) special reserve	$ (232,801)	$ 42,655
Cash dividends	$ 999,020	$ 771,970
Cash dividends per share (NT$)	$ 11	$ 8.5

The above 2024 appropriations for cash dividends had been resolved by the Company's board of directors on February, 2025; the other proposed appropriations were resolved by the shareholders in the shareholders' meetings on May, 2025 and 2024, respectively.

d. Special reserve

On the initial adoption of IFRS Accounting Standards, the retained earnings was not enough, the Company appropriated a special reserve at $126,886 thousand that was the same as the net increase in retained earnings.

The appropriations of earning for 2024 and 2023, the Company (reversed) appropriated a special reserve at $(232,801) thousand and $42,655 thousand because of the deduction of other equity in the end of reporting period.

18. REVENUE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	**2024**	**2025**	**2024**
Revenue from contracts with customers				
Revenue from sale of goods	$ 2,417,866	$ 2,600,104	$ 7,333,835	$ 6,821,501

a. Contract balances

	September 30 2025	December 31 2024	September 30 2024	January 1 2024
Trade receivables (Note 8)	$ 1,863,961	$ 2,059,331	$ 1,929,625	$ 1,580,481

b. Disaggregation of revenue

Refer to Note 29 for the information about the disaggregation of revenue.

19. NET PROFIT FROM CONTINUING OPERATIONS

a. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest on bank loans	$ 8,792	$ 18,383	$ 57,988	$ 49,899
Interest on lease liabilities	984	1,075	3,055	3,936
Less: capitalized interest	(2,319)	(1,877)	(6,677)	(5,603)
	$ 7,457	$ 17,581	$ 54,366	$ 48,232

Information on capitalized interest is as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Capitalized interest amount	$ 2,319	$ 1,877	$ 6,677	$ 5,603
Capitalization rates (%)	1.225%	1.225%-2%	1.225%	1.1%-2%

b. Employee benefits expense and depreciation

	Operating Costs	Operating Expenses	Total
For the Three Months Ended September 30, 2025			
Employee benefit expense			
Salary expenses	$ 405,204	$ 177,729	$ 582,933
Retirement pension	38,738	14,028	52,766
Other employee benefits	36,314	23,801	60,115
Depreciation expenses	64,400	40,843	105,243
For the Three Months Ended September 30, 2024			
Employee benefit expense			
Salary expenses	441,134	177,696	618,830
Retirement pension	37,744	14,003	51,747
Other employee benefits	38,422	25,498	63,920
Depreciation expenses	69,498	37,882	107,380
For the Nine Months Ended September 30, 2025			
Employee benefit expense			
Salary expenses	1,218,331	588,882	1,807,213
Retirement pension	122,803	43,136	165,939
Other employee benefits	110,705	70,381	181,086
Depreciation expenses	194,232	119,123	313,355

	Operating Costs	Operating Expenses	Total
For the Nine Months Ended September 30, 2024			
Employee benefit expense			
Salary expenses	$ 1,189,761	$ 568,505	$ 1,758,266
Retirement pension	108,432	41,692	150,124
Other employee benefits	103,587	68,837	172,424
Depreciation expenses	206,713	100,534	307,247

c. Compensation of employees and remuneration of directors

According to the Articles, the Company accrued compensation of employees and remuneration of directors and supervisors at rates of 3%-10% and no higher than 5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors and supervisors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Company's Articles at their 2025 regular meeting. The amendments explicitly stipulate the allocation of no less than 30% of the compensation of employees as compensation distributions for non-executive employees. The compensation of employees (including non-executive employees) and the remuneration of directors and supervisors for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, are as follows:

	For the Three Months Ended September 30			
	2025		2024	
	Accrual Rate	Amount	Accrual Rate	Amount
Compensation of employees	5%	$ 10,944	6%	$ 19,915
Remuneration of directors	2%	8,341	2%	6,639

	For the Nine Months Ended September 30			
	2025		2024	
	Accrual Rate	Amount	Accrual Rate	Amount
Compensation of employees	5%	$ 70,389	6%	$ 86,069
Remuneration of directors	2%	28,156	2%	28,690

If there is a change in the amounts after the annual consolidated financial statements were authorized for issuance, the differences will be recorded as a change in the accounting estimate in the following year.

The appropriations of compensation of employees and remuneration of directors for the years ended December 31, 2024 and 2023 that were resolved by the board of directors on February, 2025 and 2024, respectively, are as shown below:

	For the Year Ended December 31	
	2024	2023
Compensation of employees	$ 92,786	$ 85,546
Remuneration of directors	34,864	32,150

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

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

20. INCOME TAXES

a. Major components of income tax expense recognized in profit or loss

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	**2024**	**2025**	**2024**
Current tax				
In respect of the current period	$ 291,729	$ 424,997	$ 480,201	$ 624,366
Income tax on unappropriated earnings	-	-	38,765	22,961
Adjustment for prior period	477	272	(56,680)	20,559
	292,206	425,269	462,286	667,886
Deferred tax				
In respect of the current period	(112,026)	(261,012)	(30,828)	(177,842)
Adjustment for prior period	-	-	-	(7,948)
	(112,026)	(261,012)	(30,828)	(185,790)
Income tax expense recognized in profit or loss	$ 180,180	$ 164,257	$ 431,458	$ 482,096

b. Income tax assessments

The tax returns through 2023 of the Company have been assessed by the tax authorities.

21. EARNINGS PER SHARE

	Net Profit Attributable to Owners of the Company	Number of Shares (In Thousands)	Earnings Per Share (NT$)
For the Three Months Ended September 30, 2025			
Basic earnings per share			
Net income for the period attributable to owners of the Company	$ 350,924	90,820	$ 3.86
Effect of potentially dilutive ordinary shares:			
Employees' compensation	-	365	
Diluted earnings per share			
Net income for the period attributable to owners of the Company plus effect of potentially dilutive ordinary shares	$ 350,924	91,185	$ 3.85

	Net Profit Attributable to Owners of the Company	Number of Shares (In Thousands)	Earnings Per Share (NT$)
For the Three Months Ended September 30, 2024			
Basic earnings per share			
Net income for the period attributable to owners of the Company	$ 319,924	90,820	$ 3.52
Effect of potentially dilutive ordinary shares:			
Employees' compensation	-	396	
Diluted earnings per share			
Net income for the period attributable to owners of the Company plus effect of potentially dilutive ordinary shares	$ 319,924	91,216	$ 3.51
For the Nine Months Ended September 30, 2025			
Basic earnings per share			
Net income for the period attributable to owners of the Company	$ 1,097,241	90,820	$ 12.08
Effect of potentially dilutive ordinary shares:			
Employees' compensation	-	456	
Diluted earnings per share			
Net income for the period attributable to owners of the Company plus effect of potentially dilutive ordinary shares	$ 1,097,241	91,276	$ 12.02
For the Nine Months Ended September 30, 2024			
Basic earnings per share			
Net income for the period attributable to owners of the Company	$ 1,103,277	90,820	$ 12.15
Effect of potentially dilutive ordinary shares:			
Employees' compensation	-	494	
Diluted earnings per share			
Net income for the period attributable to owners of the Company plus effect of potentially dilutive ordinary shares	$ 1,103,277	91,314	$ 12.08

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

22. CAPITAL MANAGEMENT

The goal, police and procedure of the capital risk management of the Group and the capital structure of the Group are the same with the consolidated financial statements for the year ended December 31, 2024.

23. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

Management of the Group consider the carrying amounts of the Group's financial instruments that are not measured at fair value as close to their fair values or their fair values could not be reasonably measured.

b. Categories of financial instruments

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets			
Financial assets at amortized cost	$ 7,256,220	$ 9,196,378	$ 7,726,065
Financial liabilities			
Financial liabilities at amortized cost	2,727,196	4,799,606	4,079,999

The balances include financial assets at amortized cost, which comprise cash and cash equivalents, financial assets at amortized cost, trade receivables, other receivables, and refundable deposits.

The balances include financial liabilities at amortized cost, which comprise short-term borrowings, notes payable and trade payables, other payables, long-term borrowings (including those due within one year), and guarantee deposits.

c. Financial risk management objectives and policies

The Group's major financial instruments include equity and debt investments, trade receivables, trade payables, lease liabilities, and borrowings. The Group's financial department 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 (including foreign currency risk, interest rate risk), credit risk and liquidity risk.

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

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

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

a) Foreign currency risk

The Group enters into foreign currency denominated sales and purchases, which expose the Group to foreign currency risk. Exchange rate exposures are managed within approved policy parameters utilizing foreign exchange forward contracts.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities and of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 27.

Sensitivity analysis

The Group is mainly exposed to the USD.

The following table details the Group's sensitivity to a 1% increase and decrease in the NTD against the relevant foreign currencies. The sensitivity rate used when reporting foreign currency risk internally to key management personnel and representing management's assessment of the reasonably possible change in foreign exchange rates is 1%. The sensitivity analysis included only outstanding foreign currency denominated monetary items, and adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates. The following table shows the amount by which pre-tax profit will change when the NTD increases or decreases by 1% against the relevant currency.

	For the Nine Months Ended September 30	
	2025	**2024**
Profit or loss	$ 41,382	$ 52,644

b) Interest rate risk

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

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

	September 30, 2025	**December 31, 2024**	**September 30, 2024**
Fair value interest rate risk			
Financial assets	$ 4,181,014	$ 3,802,521	$ 3,186,253
Financial liabilities	1,188,527	3,132,638	2,570,256
Cash flow interest rate risk			
Financial assets	$ 1,157,134	$ 3,234,007	$ 2,510,587
Financial liabilities	756,947	668,630	653,004

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for non-derivative instruments at the end of the reporting period. For floating rate assets and liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the period was outstanding for the whole year. A 1% basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

For the Group's financial assets and liabilities with floating interest rates, if the interest rate were to increase or decrease by 1%, and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2025 and 2024 would have decreased/increased by $3,001 thousand and $13,932 thousand, respectively.

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, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group, could be equal to the total of following:

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

b) The maximum amount the entity would have to pay if the financial guarantee is called upon, irrespective of the likelihood of the guarantee being exercised.

The Group adopted a policy of only dealing with creditworthy counterparties, as a means of mitigating the risk of financial loss from defaults. The Group uses other publicly available financial information and its own trading records to rate its major customers. The Group continuously monitors its exposure to credit risk and the credit ratings of its counterparties, and allocates the total transaction amount among the creditworthy customers. The Group's management also controls credit risk by reviewing the credit limits of its counterparties on an annual basis.

The Group also continuously evaluates the financial status of the customers of the accounts receivable, and purchases credit guarantee insurance contracts when necessary.

The Group's concentration of credit risk of 39%, 46% and 45% of total trade receivables as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively, was attributable to the Group's five largest customers in the property construction business segment.

3) Liquidity risk

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

The Group relies on bank borrowings as a significant source of liquidity. The Group had available unutilized bank loan facilities set out as follows:

	September 30, 2025	**December 31, 2024**	**September 30, 2024**
Unutilized bank loan limits	$ 11,396,149	$ 9,857,989	$ 10,318,197

Liquidity and interest rate risk tables for non-derivative financial liabilities

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

	Less than 1 Year	More than 1 Years
September 30, 2025		
Non-interest bearing liabilities	$ 1,006,788	$ 522
Lease liabilities	20,788	244,398
Floating interest rate liabilities	63,079	693,868
Fix interest rate liabilities	759,537	203,402
	$ 1,850,192	$ 1,142,190
December 31, 2024		
Non-interest bearing liabilities	$ 1,242,541	$ 251
Lease liabilities	24,816	264,094
Floating interest rate liabilities	-	668,630
Fix interest rate liabilities	2,600,624	287,560
	$ 3,867,981	$ 1,220,535
September 30, 2024		
Non-interest bearing liabilities	$ 1,103,836	$ 248
Lease liabilities	26,850	264,908
Floating interest rate liabilities	-	653,004
Fix interest rate liabilities	2,110,089	212,822
	$ 3,240,775	$ 1,130,982

Further information on maturity analysis of the above financial liabilities was as follows:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	More than 20 Years
September 30, 2025						
Non-interest bearing liabilities	$ 1,006,788	$ 522	$ -	$ -	$ -	$ -
Lease liabilities	20,788	75,487	93,942	46,827	8,277	19,865
Floating interest rate liabilities	63,079	693,868	-	-	-	-
Fix interest rate liabilities	759,537	203,402	-	-	-	-
	$ 1,850,192	$ 973,279	$ 93,942	$ 46,827	$ 8,277	$ 19,865

(Continued)

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	More than 20 Years
December 31, 2024						
Non-interest bearing liabilities	$ 1,242,541	$ 251	$ -	$ -	$ -	$ -
Lease liabilities	24,816	77,606	94,570	60,304	8,905	22,709
Floating interest rate liabilities	-	598,980	69,650	-	-	-
Fix interest rate liabilities	2,600,624	287,560	-	-	-	-
	$ 3,867,981	$ 964,397	$ 164,220	$ 60,304	$ 8,905	$ 22,709
September 30, 2024						
Non-interest bearing liabilities	$ 1,103,836	$ 248	$ -	$ -	$ -	$ -
Lease liabilities	26,850	75,411	94,263	64,280	8,598	22,356
Floating interest rate liabilities	-	544,169	108,835	-	-	-
Fix interest rate liabilities	2,110,089	212,822	-	-	-	-
	$ 3,240,775	$ 832,650	$ 203,098	$ 64,280	$ 8,598	$ 22,356

(Concluded)

24. TRANSACTIONS WITH RELATED PARTIES

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

Compensation of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	$ 18,641	$ 16,753	$ 59,140	$ 58,889
Post-employment benefits	197	173	527	521
	$ 18,838	$ 16,926	$ 59,667	$ 59,410

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

25. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for the deposits for electricity company and performance bond:

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets at amortized cost	$ 19,938	$ 20,278	$ 20,285

26. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

a. The Company insures liability insurance for products sold all regions of the world. The renewal period for bicycle products is from December 1, 2024 to December 1, 2025. The maximum compensation amount for a single event is US$ 6,000 thousand, and the cumulative compensation amount is US$ 8,000 thousand. The renewal period for helmet products is from April 1, 2025 to April 1, 2026. The maximum compensation amount for a single event is US$ 5,000 thousand, and the cumulative compensation amount is US$ 6,000 thousand. The renewal period for aviation products is from August 1, 2025 to August 1, 2026. The maximum compensation amount for a single event is US$ 1,000 thousand, and the cumulative compensation amount is US$ 2,000 thousand.

b. Unrecognized commitments were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Acquisition of property, plant and equipment	$ 85,109	$ 180,794	$ 190,065

27. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

	Foreign Currency (In USD)	Exchange Rate	Carrying Amount (In NTD)
September 30, 2025			
Financial assets			
Monetary items	$ 186,593	30.47	$ 5,685,301
Financial liabilities			
Monetary items	50,777	30.47	1,547,111
December 31, 2024			
Financial assets			
Monetary items	278,828	32.78	9,140,256
Financial liabilities			
Monetary items	52,422	32.78	1,718,452
September 30, 2024			
Financial assets			
Monetary items	216,361	31.65	6,848,034
Financial liabilities			
Monetary items	50,035	31.65	1,583,671

The significant realized and unrealized foreign exchange gains (losses) were as follows:

Foreign Currency	For the Three Months Ended September 30, 2025		For the Three Months Ended September 30, 2024	
	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
NTD	1 (USD:NTD)	$ 60,642	1 (USD:NTD)	$ (47,384)
USD	29.97 (USD:NTD)	1,328	32.30 (USD:NTD)	330
RMB	4.19 (RMB:NTD)	(18,772)	4.51 (RMB:NTD)	(60,223)

Foreign Currency	For the Nine Months Ended September 30, 2025		For the Nine Months Ended September 30, 2024	
	Exchange Rate	Net Foreign Exchange Gains (Losses)	Exchange Rate	Net Foreign Exchange Gains (Losses)
NTD	1 (USD:NTD)	$ (79,246)	1 (USD:NTD)	$ 98,231
USD	31.23 (USD:NTD)	1,851	32.03 (USD:NTD)	1,939
RMB	4.33 (RMB:NTD)	(6,346)	4.45 (RMB:NTD)	(20,951)

28. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions

1) Financing provided to others (None).

2) Endorsements/guarantees provided (Table 1).

3) Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (None).

4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital (Table 2).

5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital (Table 3).

6) Intercompany relationships and significant intercompany transactions (Table 4).

b. Information on investees (Table 5).

c. Information on investments in mainland China

1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, 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 6)

2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses (Table 6):

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

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

   c) The amount of property transactions and the amount of the resultant gains or losses.

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

   e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to the financing of funds.

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

29. SEGMENT INFORMATION

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

Segment revenue and operating results

	For the Nine Months Ended September 30			
	Segment Revenue		Segment Profit or Loss	
	2025	2024	2025	2024
Sporting products	$ 5,800,321	$ 5,421,899	$ 1,179,988	$ 1,027,121
Aviation and medical products	473,015	535,832	145,422	168,974
Others	1,060,499	863,770	199,454	132,967
Generated from Continuing Operating Segment	$ 7,333,835	$ 6,821,501	1,524,864	1,329,062
Finance costs			(54,366)	(48,232)
Interest income			172,961	213,898
Government grants income			31,602	26,251
Other gains			32,523	34,727
(Losses) gains on disposal of property, plant and equipment			(3,606)	1,526
Foreign exchange (losses) gains			(83,741)	79,219
Reversal of impairment loss on property, plant and equipment			864	224
Other losses			(1,898)	(1,291)
Income before income tax			$ 1,619,203	$ 1,635,384

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

Segment profit represents the gains and losses earned by each segment excluding finance costs, interest income, government grants income, other gains, gain (loss) on disposal of property, plant and equipment, net foreign exchange (loss) gain, reversal of impairment loss on property, plant and equipment, other losses and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

TOPKEY CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period (Note 2)	Outstanding Endorsement/ Guarantee at the End of the Period (Note 2)	Actual Amount Borrowed (Note 3)	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship										
0	The Company	NSI	Indirectly owned subsidiary	$ 4,507,745 (Note 1)	$ 132,728	$ 121,876	$ -	$ -	1	$ 4,507,745 (Note 1)	Y	-	-
		Topkey (VN) Corp	Directly owned subsidiary	4,507,745 (Note 1)	1,493,190	1,371,105	344,828	-	15	4,507,745 (Note 1)	Y	-	-

Note 1: 30% of the net equity of the company in their latest financial statement. If the company hold 100% voting rights directly or indirectly, no more than 50% of the net equity of the company in their latest financial statement.

Note 2: Highest balance for the period and ending balance are the quota approved by board of directors as reporting amount and exchange by foreign amount in reporting month multiply by New Taiwan dollar exchange rate in reporting month.

Note 3: Actual amount borrowed is actual foreign amount borrowed multiply New Taiwan dollar exchange rate in reporting month.

TOPKEY CORPORATION AND SUBSIDIARIES

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

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
The Company	Keentech	Indirectly owned subsidiary	Purchase	$ 3,548,003	81	T/T 90 days	$ -	-	$ (1,143,595)	(85)	
	Yeu Chuan	Indirectly owned subsidiary	Purchase	274,251	6	T/T 90 days	-	-	(102,271)	(8)	
NSI	Keentech	Investment accounted for using the equity method	Sale	(331,308)	57	T/T 60 days	-	-	46,689	34	
			Purchase	197,566	37	T/T 60 days	-	-	(69,512)	(89)	
XPT Investment	Xin Hong Zhou	XPT Investment’s subsidiary	Purchase	458,375	100	T/T 75-90 days	-	-	(109,428)	(100)	
Xin Hong Zhou	XPT Taiwan	Subsidiary of the ultimate parent company	Sale	(116,241)	13	T/T 90 days	-	-	113,957	35	

Note: Transactions have been eliminated.

TOPKEY CORPORATION AND SUBSIDIARIES

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

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Keentech	The Company	The ultimate parent of Keentech	$ 1,143,595	1.93	$ -	-	$ 106,898	$ -
Xin Hong Zhou	XPT Investment	The parent of Xin Hong Zhou	109,478	2.85	-	-	47,257	-
	XPT Taiwan	Subsidiary of the ultimate parent company	113,957	1.38	-	-	-	-
Yeu Chuan	The Company	The ultimate parent of Yeu Chuan	102,271	1.54	-	-	23,638	-

Note: Transactions have been eliminated.

TOPKEY CORPORATION AND SUBSIDIARIES

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

No.	Investee Company	Counterparty	Relationship (Note 1)	Transaction Details			
				Financial Statement Accounts	Amount (Note 2)	Payment Terms	% of Total Sales or Assets
0	The Company	Keentech	1	Purchases	$ 3,548,003	T/T 90 days	48
			1	Trade payables	1,143,595	T/T 90 days	8
		Yeu Chuan	1	Purchases	274,251	T/T 90 days	4
			1	Trade payables	102,271	T/T 90 days	1
1	NSI	Keentech	2	Sales	331,308	T/T 60 days	5
			2	Purchases	197,566	T/T 60 days	3
2	XPT Investment	Xin Hong Zhou	2	Purchases	458,375	T/T 75-90 days	6
			2	Trade payables	109,428	T/T 75-90 days	1
3	Xin Hong Zhou	XPT Taiwan	2	Trade receivables	113,957	T/T 90 days	1
			2	Sales	116,241	T/T 90 days	2

Note 1: 1) From parent company to subsidiary.

2) From subsidiary to subsidiary.

Note 2: Transactions have been eliminated.

TABLE 5

TOPKEY CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2025			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				September 30, 2025	December 31, 2024	Number of Shares	%	Carrying Amount			
The Company	NSH	British Virgin Islands	International investment	$ 2,480,634	$ 2,668,865	80,137	100	$ 4,012,839	$ 503,565	$ 498,109	Subsidiary
	Topkey (VN) Corp	Vietnam	Manufacture and sale of carbon fiber products, glass fiber products and composite components	822,663	491,715	-	100	533,929	(63,841)	(63,841)	Subsidiary
	XPT Taiwan	Taiwan	International trade	21,096	21,096	2,110	70	28,484	10,605	7,457	Subsidiary
NSH	EIC	Seychelles	International investment	176,263	189,638	3,822	76	277,710	27,861	(Note 1)	Indirectly owned subsidiary
	NSI	Hong Kong	International investment and trade	382,020	411,008	12,498	100	1,476,118	89,889	(Note 1)	Indirectly owned subsidiary
	Musonic	British Virgin Islands	International investment	1,149,687	1,236,925	22,228	100	1,557,906	195,632	(Note 1)	Indirectly owned subsidiary
	XPT Investment	Hong Kong	International investment and trade	376,216	404,763	11,388	70	701,232	272,248	(Note 1)	Indirectly owned subsidiary

Note 1: Exempted according to regulations.

Note 2: Transactions have been eliminated.

Note 3: Refer to Table 6 for information on subsidiary investment in mainland China.

Note 4: Foreign amount in the Table is exchanged to New Taiwan dollar by rate on balance sheet date.

TOPKEY CORPORATION AND SUBSIDIARIES

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

Investee Company (Note 5)	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2025 (Note 2)	Accumulated Repatriation of Investment Income as of September 30, 2025
					Outward	Inward						
Keentech	Manufacture and sale of carbon fiber products, glass fiber products and composite components	$ 1,401,574	(Note 1)	$ 1,058,310	$ -	$ -	$ 1,058,310	$ 369,860	100	$ 369,860	$ 2,420,839	$ 4,937,799
Yeu Chuan	Manufacture of various helmets, glasses, and components of vehicles	152,345	(Note 1)	83,790	-	-	83,790	36,420	76	27,839	274,124	637,166
Xin Hong Zhou	Development, design and manufacture of various precision molds, processing of various plastic and rubber products	468,461	(Note 1)	256,701	-	-	256,701	275,340	70	193,619	594,178	342,789
Valver	Manufacture of water gage and HRNT	38,086	(Note 1)	46,100	-	-	46,100	(477)	100	(477)	45,232	54,739

Accumulated Outward Remittance for Investments in Mainland China as of September 30, 2025	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
$ 1,444,901 (USD 47,422)	$ 2,025,153 (USD 66,466)	(Note 3)

Note 1: The investment was made through a company established in a third country, which in turn invested in company located in mainland China.

Note 2: Except for Keentech and Xin Hong Zhou, which are calculated based on financial statements, reviewed by the Company's independent auditors, the rest are calculated based on the unreviewed financial statements for the same reporting period.

Note 3: The Company had obtained the certification documents issued by the Industrial Bureau of the Ministry of Economic Affairs to meet the operating scope of operational headquarters with "Regulation Governing the Examination of Investment or Technical Cooperation in Mainland China" noticed by the Ministry of Economic Affairs on August 29, 2008.

Note 4: Foreign amount in the Table is exchanged to New Taiwan dollar by rate on balance sheet date.

Note 5: Transactions have been eliminated.