Stock Code: 3236

ABC Taiwan Electronics Corporation and Subsidiaries

Consolidated Financial Statements and Independent Auditors' Review Report

First Quarter of 2025 and 2024

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Independent Auditors' Review Report

To: ABC Taiwan Electronics Corp

Preface

The consolidated balance sheets of ABC Taiwan Electronics Corp. and its subsidiaries as of March 31, 2025 and 2024, and the consolidated statements of comprehensive income, consolidated statements of changes in equity, and consolidated statements of cash flows for the periods from January 1 to March 31, 2025 and 2024, together with the notes to consolidated financial statements (including summary of significant accounting policies), have been reviewed by the undersigned certified public accountant. Management is responsible for the preparation and fair presentation of the Consolidated Financial Statements according to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standard 34 Interim Financial Reporting (IAS 34) endorsed and issued into effect by the Financial Supervisory Commission (FSC). The Independent Auditors are responsible to form a conclusion on the consolidated Financial Statements based on the review outcomes.

Scope

The review work is performed by independent auditors in accordance with the International Standard on Review Engagements (ISRE) 2410 "Review of Interim Financial Information." The procedures for the review of the Consolidated Financial Statements include inquiries (mainly inquiries with the personnel of finance and accounting), analytical procedures and other review procedures. The scope of the review work is distinctly smaller than the scope of the audit work. Hence, the independent auditors were unable to express an audit opinion as it was not possible to detect all of the material matters identified by the audit work.

Conclusion

Based on the review, nothing has come to the attention of the certified public accountant that causes the certified public accountant to believe that the accompanying consolidated financial statements are not prepared, in all material respects, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard No. 34 "Interim Financial Reporting" as endorsed and issued into effect by the Financial Supervisory Commission, and do not present fairly the consolidated financial position of ABC Group as of March 31, 2025 and 2024, and the consolidated financial performance and consolidated cash flows for the periods from January 1 to March 31, 2025 and 2024.

Deloitte & Touche

CPA Wen, Chih-Yuan	CPA Yeh, Tung-Hui
Approval reference number of the FSC Jin-Guan-Zheng-Shen-Zi No. 1130349292	Approval reference number of the FSC Jin-Guan-Zheng-Shen-Zi No. 0980032818

May 9, 2025

ABC Taiwan Electronics Corporation and Subsidiaries

Consolidated Statements Of Balance Sheet

March 31, 2025, and December 31 and March 31 of 2024

Unit: NTD thousand

Code	Assets	March 31, 2025 Amount	%	December 31, 2024 Amount	%	March 31, 2024 Amount	%
	Current assets						
1100	Cash and cash equivalents (Note VI)	$ 710,822	23	$ 745,011	24	$ 793,795	25
1110	Financial assets measured at fair value through profit or loss - current (Note VII)	23,742	1	23,170	1	22,536	1
1170	Notes and accounts receivable, net (Note IX)	171,839	5	162,947	5	178,503	6
1180	Accounts receivable - related parties (Notes IX and XXVII)	145,753	5	107,910	4	105,501	3
1200	Other receivables	60,815	2	28,700	1	27,716	1
1220	Current income tax assets	4,726	-	10,416	-	6,612	-
130X	Inventories (Note X)	254,609	8	260,743	8	239,285	7
1410	Prepayments	37,319	1	32,442	1	21,685	1
1470	Other current assets (Note XV)	4	-	112	-	1,350	-
11XX	Total current assets	1,409,629	45	1,371,451	44	1,396,983	44
	Non-current assets						
1517	Financial Assets at Fair Value through Other Comprehensive Income - non-current (Note VIII)	31,552	1	34,285	1	36,496	1
1600	Property, plant and equipment (Notes XII and XXVIII)	1,542,064	50	1,584,523	51	1,606,117	50
1755	Right-of-use assets (Note XIII)	7,192	-	6,699	-	19,096	1
1780	Intangible assets (Note XIV)	48,697	2	50,170	2	57,660	2
1915	Prepayment for equipment purchase	50,440	2	43,694	2	61,447	2
1975	Net defined benefit assets - non-current (Note XVIII)	10,932	-	10,928	-	6,497	-
1990	Other non-current assets (Note XV)	4,722	-	5,069	-	5,757	-
15XX	Total non-current assets	1,695,599	55	1,735,368	56	1,793,070	56
1XXX	Total assets	$ 3,105,228	100	$ 3,106,819	100	$ 3,190,053	100

Code	Liabilities and equity	March 31, 2025 Amount	%	December 31, 2024 Amount	%	March 31, 2024 Amount	%
	Current liabilities						
2100	Short-term borrowings (Note XVI)	$ 220,000	7	$ 190,000	6	$ 260,000	8
2110	Commercial paper payable (Note XVI)	-	-	29,964	1	39,950	1
2170	Notes and accounts payable	239,028	8	259,666	9	227,727	7
2206	Employees' compensation and remuneration of directors payable (Note XXI)	2,115	-	1,445	-	11,285	-
2219	Other payables (Note XVII)	92,653	3	98,968	3	122,799	4
2230	Current income tax liabilities	4,191	-	1,824	-	26,390	1
2280	Lease liabilities - current (Note XIII)	1,408	-	1,275	-	851	-
2322	Long-term loans with maturity within one year (Notes XVI and XXVIII)	259,187	9	257,191	8	216,224	7
2399	Other current liabilities (Notes XVII and XX)	3,062	-	2,842	-	2,329	-
21XX	Total of current liabilities	821,644	27	843,175	27	907,555	28
	Non-current liabilities						
2540	Long-term loans (Notes XVI and XXVIII)	630,316	20	628,769	20	692,507	22
2570	Deferred income tax liabilities	79,224	3	81,224	3	84,927	3
2580	Lease liabilities - non-current (Note XIII)	795	-	488	-	110	-
2630	Long-term deferred revenue (Note XXIV)	5,985	-	6,212	-	7,159	-
2670	Other non-current liabilities (Notes XVII)	84	-	2,136	-	1,002	-
25XX	Total non-current liabilities	716,404	23	718,829	23	785,705	25
2XXX	Total liabilities	1,538,048	50	1,562,004	50	1,693,260	53
	Equity attributable to shareholders of the Company (Note XIX)						
	Share capital						
3110	Common stock share capital	1,050,006	33	1,050,006	34	1,050,006	33
3200	Additional paid-in capital	181,063	6	181,063	6	181,063	6
	Retained earnings						
3310	Legal reserve	152,922	5	152,922	5	148,446	4
3320	Special reserves	152,144	5	152,144	5	128,123	4
3350	Undistributed earnings	94,899	3	94,917	3	123,723	4
3300	Total retained earnings	399,965	13	399,983	13	400,292	12
3400	Other equity items	(63,854)	(2)	(86,237)	(3)	(134,568)	(4)
31XX	Total equity attributable to the Company’s owners	1,567,180	50	1,544,815	50	1,496,793	47
	Total liabilities and equity	$ 3,105,228	100	$ 3,106,819	100	$ 3,190,053	100

The accompanying notes form part of the Consolidated Financial Statements.

Chairman: Joseph M. E. Hsu　　Manager: Fan, Liang-Fang　　Accounting Officer: Cheng, Ya-Yun

ABC Taiwan Electronics Corporation and Subsidiaries

Consolidated Statements Of Comprehensive Income

For the three months ended March 31, 2025 and 2024

Unit: NTD thousands, except for net loss per share in dollars

		For the three months ended March 31, 2025		For the three months ended March 31, 2024	
Code		Amount	%	Amount	%
4000	Net operating revenue (Notes XX and XXVII)	$ 449,986	100	$ 443,343	100
5000	Operating cost (Notes X and XXI)	343,628	76	368,414	83
5900	Gross profit	106,358	24	74,929	17
	Operating expenses (Notes XXI and XXVII)				
6100	Sales and marketing expenses	17,766	4	16,346	4
6200	Management expenses	69,251	16	63,067	14
6300	R&D expenses	23,748	5	29,261	6
6450	Expected credit reversal gains	(413)	-	(186)	-
6000	Total operating expenses	110,352	25	108,488	24
6900	Net operating loss	(3,994)	(1)	(33,559)	(7)
	Non-operating income and expenses				
7100	Interest revenue (Note XXI)	425	-	1,499	-
7010	Other income (Notes XXI and XXIV)	525	-	346	-
7020	Other gains and losses (Notes VII, XXI and XXVII)	12,643	3	17,915	4
7050	Financial costs (Note XXI)	(4,719)	(1)	(4,747)	(1)
7000	Total non-operating income and expenses	8,874	2	15,013	3
7900	Income (loss) before income taxes	4,880	1	(18,546)	(4)
7950	Income tax benefit (expense) (Note XXII)	(4,898)	(1)	3,111	-
8200	Net loss for the period	(18)	-	(15,435)	(4)

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Code		For the three months ended March 31, 2025 Amount	%	For the three months ended March 31, 2024 Amount	%
	Other comprehensive income				
8310	Items not reclassified to profit or loss				
8316	Unrealized gains (losses) from investments in equity instruments at fair value through other comprehensive income (Note XIX)	($ 2,733)	(1)	($ 2,693)	(1)
8360	Items that may be reclassified subsequently as profit or loss				
8361	Exchange difference on translation of financial statements of foreign operations (Note XIX)	25,116	6	20,270	5
8300	Total other comprehensive income	22,383	5	17,577	4
8500	Total comprehensive income (loss)	$ 22,365	5	$ 2,142	-
	Net loss per share (Note XXIII)				
9750	Basic	$ -		($ 0.15)	
9850	Diluted	$ -		($ 0.15)	

The accompanying notes form part of the Consolidated Financial Statements.

Chairman: Joseph M. E. Hsu   Manager: Fan, Liang-Fang   Accounting Officer: Cheng, Ya-Yun

ABC Taiwan Electronics Corporation and Subsidiaries

Consolidated Statements Of Changes In Equity

For the three months ended March 31, 2025 and 2024

Unit: NTD thousand, unless stated otherwise

		Equity attributable to the Company's shareholders								
		Share capital			Retained earnings			Other equity		
Code		Shares (in thousand)	Amount	Additional paid-in capital	Legal reserve	Special reserves	Undistributed earnings	Exchange differences on the translation of financial statements of foreign operations	Unrealized (loss) gain on equity instruments at fair value through other comprehensive incomes	Total equity
A1	Balance as of January 1, 2024	105,001	$ 1,050,006	$ 181,063	$ 148,446	$ 128,123	$ 139,158	($ 178,536)	$ 26,391	$ 1,494,651
D1	Net loss for the period from January 1 to March 31, 2024	-	-	-	-	-	(15,435)	-	-	(15,435)
D3	Other comprehensive income (loss) for the three months period ended March 31, 2024	-	-	-	-	-	-	20,270	(2,693)	17,577
D5	Total comprehensive income (loss) for the three months period ended March 31, 2024	-	-	-	-	-	(15,435)	20,270	(2,693)	2,142
Z1	Balance as of March 31, 2024	105,001	$ 1,050,006	$ 181,063	$ 148,446	$ 128,123	$ 123,723	($ 158,266)	$ 23,698	$ 1,496,793
A1	Balance as of January 1, 2025	105,001	$ 1,050,006	$ 181,063	$ 152,922	$ 152,144	$ 94,917	($ 107,724)	$ 21,487	$ 1,544,815
D1	Net loss for the period from January 1 to March 31, 2025	-	-	-	-	-	(18)	-	-	(18)
D3	Other comprehensive income (loss) for the three months period ended March 31, 2025	-	-	-	-	-	-	25,116	(2,733)	22,383
D5	Total comprehensive income (loss) for the three months period ended March 31, 2025	-	-	-	-	-	(18)	25,116	(2,733)	22,365
Z1	Balance as of March 31, 2025	105,001	$ 1,050,006	$ 181,063	$ 152,922	$ 152,144	$ 94,899	($ 82,608)	$ 18,754	$ 1,567,180

The accompanying notes form part of the Consolidated Financial Statements.

Chairman: Joseph M. E. Hsu　　Manager: Fan, Liang-Fang　　Accounting Officer: Cheng, Ya-Yun

ABC Taiwan Electronics Corporation and Subsidiaries

Consolidated Statements Of Cash Flows

For the three months ended March 31, 2025 and 2024

Unit: NTD thousand

Code		For the three months ended March 31, 2025	For the three months ended March 31, 2024
	Cash flow from operating activities		
A10000	Pre-tax profit (loss) for the current period	$ 4,880	($ 18,546)
A20010	Income and expenses items:		
A20100	Depreciation expense	42,060	41,998
A20200	Amortized expenses	4,025	4,381
A20300	expected credit reversal gain	(413)	(186)
A20400	Net gains on financial assets and liabilities measured at fair value through profit or loss	(79)	(99)
A20900	Financial cost	4,719	4,747
A21200	Income from interest	(425)	(1,499)
A22500	Net loss (profit) from disposal of property, plant and equipment	(884)	38
A23700	Loss on inventory devaluation and obsolescence	5,464	22,256
A24100	Net losses (gains) on foreign currency exchange	24,081	(7,452)
A29900	Government subsidies income	(354)	(346)
A30000	Net changes in operating assets and liabilities		
A31130	Notes and accounts receivable	(3,366)	(32,289)
A31160	Accounts receivable - related parties	(37,843)	3,870
A31180	Other receivables	(32,120)	574
A31200	Inventory	(2,022)	10,079
A31230	Prepayments	(4,877)	5,752
A31240	Other current assets	108	(479)
A31990	Other assets	13	26
A32130	Notes and accounts payable	(24,060)	16,958
A32180	Other payables	(5,445)	(11,204)
A32200	Liability reserve	32	27
A32230	Other current liabilities	220	257
A32240	Net defined benefit assets	(4)	88
A32990	Employees' compensation and remuneration of directors payable	670	-
A33000	Cash inflow (outflow) from operations	(25,620)	38,951
A33100	Interest received	425	1,499
A33300	Interest paid	(4,719)	(4,747)
A33500	Income tax paid	1,256	(1,352)
AAAA	Net cash inflow (outflow) from operating activities	(28,658)	34,351

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Code		For the three months ended March 31, 2025	For the three months ended March 31, 2024
	Cash flows from investing activities		
B02700	Acquisition of property, plant and equipment	($ 13,117)	($ 75,785)
B02800	Proceeds from disposal of property, plant and equipment	28,280	582
B03800	Decrease in refundable deposits	334	20
B04500	Acquisition of intangible assets	(2,552)	(30,728)
B07100	Increase in prepaid equipment purchase	(6,746)	-
B07200	Decrease in prepaid equipment purchase	-	26,027
BBBB	Net cash inflow (outflow) from investing activities	6,199	(79,884)
	Cash flow from financing activities		
C00100	Increase in short-term borrowings	300,000	460,000
C00200	Decrease in short-term borrowings	(270,000)	(430,000)
C00600	Decrease in short-term notes payable	(29,964)	(19,977)
C01600	Proceeds from long-term debt	50,000	175,010
C01700	Repayments of long-term debt	(46,457)	(146,683)
C04020	Repayment of lease liability principal	(491)	(381)
CCCC	Net cash inflow from financing activities	3,088	37,969
DDDD	Effect of exchange rate fluctuations on cash and cash equivalents	(14,818)	14,004
EEEE	Net (decrease) increase of cash and cash equivalents for the current period	(34,189)	6,440
E00100	Cash and cash equivalents, beginning of the year	745,011	787,355
E00200	Cash and cash equivalents, end of the year	$ 710,822	$ 793,795

The accompanying notes form part of the Consolidated Financial Statements.

Chairman: Joseph M. E. Hsu Manager: Fan, Liang-Fang Accounting Officer: Cheng, Ya-Yun

ABC Taiwan Electronics Corporation and Subsidiaries

Notes to Consolidated Financial Statements

For the three months ended March 31, 2025 and 2024

(Amounts in NTD thousand unless stated otherwise)

I. Company history

ABC Taiwan Electronics Corp (hereinafter referred to as The Company) was approved for establishment by the Ministry of Economic Affairs (MOEA) on May 25, 1979. Its principal business is providing chip inductors, power inductors, filter inductive components, transformers, micro-porous ceramic (MPC) heat sinks, various precision metal stamping parts, LED lighting fixtures, and other related products and their raw materials that are used in various electronic products, communication electronic products, computer and peripheral equipment, industrial electronic equipment, automotive electronic equipment and other circuits, various product molds and production equipment, their manufacturing, processing and trading, as well as the import and export business for each of the aforementioned items.

The Company's shares have been listed for trading on the Taipei Exchange since December 2, 2004.

The Consolidated Financial Statements of the Company are presented in the Company's functional currency, the New Taiwan dollar.

II. Financial Statement Approval Date and Procedures

The Consolidated Financial Statements were approved by the Board of Directors on May 9, 2025.

III. Application of new and revised standards and interpretation

(I) Initial adoption of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRSs") that have been endorsed and issued into effect by the Financial Supervisory Commission (FSC).

Amendments to IAS 21 "Lack of Exchangeability"

The application of amendments to IAS 21 "Lack of Exchangeability" will not result in significant changes to the accounting policies of the Company and entities controlled by the Company (hereinafter referred to as "the consolidated companies").

(II) FSC-endorsed IFRSs applicable from 2026 onwards

New / Revised / Amended Standards and Interpretation	Effective date of IASB's announcement
Amendments to IFRS 9 and IFRS 7 "Classification and Measurement of Financial Instruments" - Application Guidance on Financial Asset Classification	January 1, 2026 (Note)

Note: Effective for annual reporting periods beginning on or after January 1, 2026. Entities may elect to apply these amendments early, beginning January 1, 2025.

Amendments to IFRS 9 and IFRS 7 "Classification and Measurement of Financial Instruments" - Application Guidance on Financial Asset Classification

The amendments primarily modify the classification requirements for financial assets, including:

1. For financial assets that contain a contingent feature that could change the timing or amount of contractual cash flows, and where the nature of the contingency is not directly related to changes in basic lending risks and costs (such as whether a borrower achieves specific carbon emission reductions), such financial assets still have contractual cash flows that are solely payments of principal and interest on the principal amount outstanding when both of the following conditions are met:
   - The contractual cash flows in all possible scenarios (before or after the contingency occurs) are solely payments of principal and interest on the principal amount outstanding; and
   - The contractual cash flows in all possible scenarios do not differ significantly from the cash flows of a financial instrument with identical contractual terms but without the contingent feature.
2. Clarification that financial assets with non-recourse features refer to those where the entity's contractual right to receive cash flows is ultimately limited only to the cash flows generated by specific assets.
3. Explanation that contractually linked instruments establish multiple tranches of securities through a waterfall payment structure to establish payment priorities among financial asset holders, thereby concentrating credit risk and causing disproportionate allocation of cash shortfalls from the underlying pool across different tranches.

Upon initial application of these amendments, retrospective application is required without the need to restate comparative periods, with the cumulative effect recognized at the date of initial application. However, if an entity can restate comparative periods without the use of hindsight, it may elect to do so.

As of the date these consolidated financial statements were authorized for issuance, the consolidated companies are still evaluating the impact of this amendment on financial position and financial performance.

(III) IFRSs issued by the IASB but not yet endorsed and issued into effect by the FSC

New / Revised / Amended Standards and Interpretation	Effective date announced by IASB (Note)
"IFRS Annual Improvements - Volume 11"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Classification and Measurement of Financial Instruments" regarding the application guidance on derecognition of financial liabilities	January 1, 2026
IFRS 9 and IFRS 7 Amendments "Contracts with Natural Dependency on Electricity"	January 1, 2026
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "First-time Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

Note: Unless stated otherwise, the above New / Revised / Amended Standards and Interpretation are effective for annual periods beginning on or after their respective effective dates.

1. IFRS 18 "Presentation and Disclosure in Financial Statements"

   IFRS 18 will replace IAS 1 "Presentation of Financial Statements" and the main changes include:

   - Items of income and expense are required to be classified into categories including operating, investing, financing, income tax, and discontinued operations in the statement of profit or loss.
   - The income statement should present subtotals and totals for operating profit or loss, profit or loss before financing and income tax, and profit or loss.
   - Guidance is provided to strengthen aggregation and disaggregation requirements: The Group must identify assets, liabilities, equity, income, expenses, and cash flows arising from individual transactions or other events, and classify and aggregate them based on common characteristics, ensuring that each line item presented in the primary financial statements has at least one similar characteristic. Items with dissimilar characteristics should be disaggregated in the primary financial statements and notes. The Group should label items as "other" only when it is unable to find a more informative label.
   - Enhanced disclosure of management-defined performance measures: When the Group communicates publicly outside the financial statements and communicates management's view of a specific aspect of the company's overall financial

performance to financial statement users, it should disclose information about management-defined performance measures in a single note to the financial statements. This includes a description of the measure, how it is calculated, its reconciliation to subtotals or totals specified in IFRS accounting standards, and the income tax and non-controlling interest effects of reconciling items.

2. Amendments to IFRS 9 and IFRS 7 "Classification and Measurement of Financial Instruments" regarding the application guidance on derecognition of financial liabilities

The amendment primarily explains that when an entity uses an electronic payment system to settle financial liabilities in cash, if the following conditions are met, the entity may elect to derecognize the financial liability before the settlement date:

- The entity does not have the practical ability to withdraw, stop, or cancel the payment instruction;
- The entity does not have the practical ability to access the cash that will be used for settlement as a result of the payment instruction; and
- The settlement risk associated with the electronic payment system is not significant.

The Group shall apply these amendments retrospectively without restating comparative periods, with the cumulative effect recognized at the date of initial application.

In addition to the impact referred to above, the Group will continue to evaluate other impacts of amendments of each standard and interpretations on the financial position and financial performance as of the release date of these Consolidated Financial Statements, and will disclose the relevant impact when the evaluation is completed.

IV. Summary of significant accounting policies

(I) Statement of Compliance

The consolidated financial statements are 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. The consolidated financial statements do not include all IFRSs information disclosures required for the full annual financial report.

(II) Basis of preparation

The Consolidated Financial Statements have been prepared on the historical cost basis except for the financial instruments measured at fair value and the net defined assets recognized at the present value of the defined benefit obligation less the fair value of plan assets.

The measurement of fair value is divided into Level 1 to Level 3 according to the observable degree and importance of the relevant input value:

1. Level 1 input value: Refers to the quotation (unadjusted) of the same asset or liability in an active market on the measurement date.
2. Level 2 input value: Refers to inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
3. Level 3 input value: Refers to unobservable inputs for the asset or liability.

(III) Basis for consolidation

The Consolidated Financial Statements include ABC Taiwan Electronics and the financial statements of its controlling entities (subsidiaries). Adjustments have been made to the financial statements of the subsidiaries to enable consistency in the accounting policies of the parent company and the subsidiaries. All of the transactions, account balances, income and expense losses between the entities were eliminated during the preparation of the consolidated financial statements.

Please refer to Notes XI and XXX(II) for the statements, shareholding and operation items of the subsidiaries.

(IV) Other significant accounting policies

Please refer to the 2024 significant accounting policies compilation and explanation in addition to the below explanation.

1. Defined benefit - Benefits after retirement

   The pension cost in the interim period adopts the pension cost rate determined by actuarial calculation at the end of the previous year. The period from the beginning to the end of the current year is taken as the basis for calculation. Adjustments are made based on the major market fluctuations and major plan revisions, liquidations or other one time matters.

2. Income tax expenses

   Income tax expenses are the aggregate of the income taxes and deferred taxes during the period. Income tax for the interim period is evaluated using the fiscal year as the basis. Calculations for income before tax of the midterm period are made taking the applicable tax rates of the expected total annual earnings.

V. Major Sources of Uncertainty over Significant Accounting Judgments, Assumptions, and Estimation

With regard to the adoption of accounting policies by the consolidated company, management must make judgments, estimates and assumptions based on historical experience and other relevant factors if relevant information is not readily available from other sources. The actual outcome may be different from the estimates.

When developing significant accounting estimates, the consolidated companies incorporate the potential impact of U.S. reciprocal tariff measures into considerations of significant estimates related to cash flow projections, growth rates, discount rates, profitability, and other relevant factors. Management will continue to review estimates and underlying assumptions.

Significant accounting judgments, estimates and assumptions adopted by these consolidated financial statements mainly derive from similar sources to that of the 2024 consolidated financial statements.

VI. Cash and cash equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Bank checks and demand deposits	$ 676,190	$ 711,468	$ 712,753
Cash on hand and petty cash	1,427	758	1,042
Equivalent cash			
Bank time deposits with original maturity date within 3 months	33,205	32,785	80,000
	$ 710,822	$ 745,011	$ 793,795

The market interest rate intervals of bank deposits on the balance sheet date were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Deposits in banks	0.005%~4.25%	0.001%~4.30%	0.001%~5.40%

VII. Financial instruments measured at fair value through profit or loss

	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets - Current			
Mandatorily measured at fair value through profit or loss			
Wealth management products	$ 23,742	$ 23,170	$ 22,536

VIII. Financial assets at fair value through other comprehensive profit or loss

Investment in equity instruments

	March 31, 2025	December 31, 2024	March 31, 2024
Non-current			
Domestic investment			
TWSE/TPEx listed stock	$ 31,552	$ 34,285	$ 36,496

The consolidated company invested in the common shares of the domestic companies in line with its mid and long-term investment strategic objective with the anticipation of return from long-term investment. The consolidated company’s management does not recognize the short-term fair value volatility of such investments as profit or loss aligned with the abovementioned long-term investment planning. Therefore, management decided to designate such investments measured at fair value through other comprehensive incomes.

IX. Notes and accounts receivable, net amount

	March 31, 2025	December 31, 2024	March 31, 2024
Notes and accounts receivable			
Measured at amortized cost			
Total book value	$ 178,002	$ 169,453	$ 184,043
Less: Allowance for losses	(6,163)	(6,506)	(5,540)
	$ 171,839	$ 162,947	$ 178,503
Accounts receivable - related parties			
Measured at amortized cost			
Total book value	$ 145,753	$ 107,910	$ 105,501
Less: Allowance for losses	-	-	-
	$ 145,753	$ 107,910	$ 105,501

Accounts receivable at amortized cost

The average credit period for the consolidated company's sales of goods on a monthly basis is 30 to 150 days, and the accounts receivable do not accrue interest. To mitigate the credit risk, the consolidated company’s management has designated s team responsible for determining the line of credit cap, loan approval and adopting other adequate monitoring procedures, through which to ascertain if adequate action has been taken on recalling overdue receivables. Meanwhile, the consolidated company reviews the recoverable amount of each receivable on the balance sheet date to recognize appropriate impairment loss for the unrecoverable receivables. Hence, the consolidated company’s management believes that the consolidated company’s credit risks have been significantly reduced.

The consolidated company adopts the simplified method in IFRS 9 to recognize the allowance for loss of the accounts receivable according to the expected credit losses throughout the duration. Expected credit losses throughout the duration are calculated using Provision Matrix, which considers the historical default records and current financial status, industry economic conditions. As indicated by the consolidated company’s historical experience in credit loss, the loss patterns among varied customer bases show no significant difference at all. In the preparation matrix, therefore, the customer bases were not further classified. Instead, we fixed the anticipated rate of credit loss only based on the number of days overdue in the accounts receivable.

If there is evidence that the counterparty is facing serious financial difficulties and the consolidated company cannot reasonably expect the recoverable amount back, the consolidated company will directly write off the relevant accounts receivable, but will continue its recourses, and the amount recovered will be recognized in profit or loss.

The consolidated company uses a provision matrix to measure the allowance for losses of receivables as follows:

March 31, 2025

	Not overdue	Past Due by 1 ~ 60 Days	Past Due by 61 ~ 90 Days	Past Due by 91 ~ 120 Days	Overdue over 120 days	Total
Total book value	$ 168,748	$ 3,444	$ -	$ 25	$ 5,785	$ 178,002
Loss allowance (expected credit losses throughout the duration)	-	(353)	-	(25)	(5,785)	(6,163)
Cost after amortization	$ 168,748	$ 3,091	$ -	$ -	$ -	$ 171,839

December 31, 2024

	Not overdue	Past Due by 1 ~ 60 Days	Past Due by 61 ~ 90 Days	Past Due by 91 ~ 120 Days	Overdue over 120 days	Total
Total book value	$ 160,967	$ 2,089	$ 263	$ 20	$ 6,114	$ 169,453
Loss allowance (expected credit losses throughout the duration)	-	(363)	(9)	(20)	(6,114)	(6,506)
Cost after amortization	$ 160,967	$ 1,726	$ 254	$ -	$ -	$ 162,947

March 31, 2024

	Not overdue	Past Due by 1 ~ 60 Days	Past Due by 61 ~ 90 Days	Past Due by 91 ~ 120 Days	Overdue over 120 days	Total
Total book value	$ 173,885	$ 4,707	$ 8	$ 5	$ 5,438	$ 184,043
Loss allowance (expected credit losses throughout the duration)	-	(424)	(8)	(5)	(5,103)	(5,540)
Cost after amortization	$ 173,885	$ 4,283	$ -	$ -	$ 335	$ 178,503

Accounts receivable - related parties are non-overdue accounts.

The information about changes in the allowance for loss on accounts receivable is as follows:

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Balance at the beginning of the period	$ 6,506	$ 5,681
Less: Reversal of impairment loss for the period	(413)	(186)
Foreign currency exchange difference	70	45
Balance at end of period	$ 6,163	$ 5,540

X. Inventories

	March 31, 2025	December 31, 2024	March 31, 2024
Merchandise	$ 2,515	$ 1,656	$ 3,963
Finished goods	139,200	147,803	128,282
Work-in-progress	3,131	3,706	7,098
Raw materials	109,763	107,578	99,942
	$ 254,609	$ 260,743	$ 239,285

The nature of the cost of goods sold is as follows:

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Cost of inventories sold	$ 338,164	$ 346,158
Inventory devaluation loss	5,464	22,256
	$ 343,628	$ 368,414

XI. Subsidiaries

Subsidiaries listed in the consolidated financial statements

The entities included in the preparation of this consolidated financial statements:

Name of investment company	Name of subsidiary	Type of business	Shareholding ratio March 31, 2025	Shareholding ratio December 31, 2024	Shareholding ratio March 31, 2024	Explanation
The Company	ATEC HOLDING COMPANY (AHC)	Reinvestment of the holding company in Mainland China	100%	100%	100%	Subsidiaries
	ABC AMERICA ELECTRONICS CORP. (AAE)	Trading of electronic components	100%	100%	100%	Subsidiaries
AHC	ATEC Universal Company (hereinafter referred to as AUC)	Reinvestment of the holding company in Mainland China	100%	100%	100%	Second-tier subsidiary
	A-TEC INTERNATIONAL COMPANY (hereinafter referred to as AIC)	Reinvestment of the holding company in Mainland China	100%	100%	100%	Second-tier subsidiary
	AOBA TECHNOLOGY (M) SDN. BHD. (hereinafter referred to as AOBA)	Manufacture, processing, and sale of electronic machine components, etc.	100%	100%	100%	Second-tier subsidiary
AUC	GUANGZHOU ABC ELECTRONICS CORP. (hereinafter referred to as Guangzhou ABC Company)	Manufacture, processing, and sale of electronic machine components, etc.	100%	100%	100%	Third-tier subsidiary
AIC	ABC Electronics (Shanghai) Corp. (hereinafter referred to as ABC (Shanghai) Company)	Manufacture, processing, and sale of electronic machine components, etc.	100%	100%	100%	Third-tier subsidiary

For the subsidiaries listed in the consolidated financial statements for the period between January 1 to March 31, 2025 and 2024, the financial statements of important subsidiaries have been reviewed by independent auditors with exception of insignificant subsidiary AAE. The management of the consolidated company thinks that the financial statements of AAE that are not reviewed by the independent auditors will not result in material impact.

XII. Property, plant and equipment

	March 31, 2025	December 31, 2024	March 31, 2024
Self-use	$ 1,542,064	$ 1,584,523	$ 1,606,117

	Land	Housing and construction	Machinery and equipment	Research and development equipment	Transportation equipment	Income-producing equipment	Miscellaneous equipment	Real estate under construction	Total
Cost									
Balance as of January 1, 2025	$ 351,512	$ 652,752	$ 1,169,488	$ 332,835	$ 12,171	$ 24,180	$ 84,556	$ 5,231	$ 2,632,725
Addition	-	-	7,234	4,234	-	501	538	851	13,358
Disposal	-	-	(107,738)	-	-	-	(2,731)	-	(110,469)
Reclassification	-	212	-	-	-	-	-	(212)	-
Net exchange difference	1,127	6,036	21,567	-	135	451	874	119	30,309
Balance as of March 31, 2025	$ 352,639	$ 659,000	$ 1,090,551	$ 337,069	$ 12,306	$ 25,132	$ 83,237	$ 5,989	$ 2,565,923

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	Land	Housing and construction	Machinery and equipment	Research and development equipment	Transportation equipment	Income-producing equipment	Miscellaneous equipment	Real estate under construction	Total
Accumulated depreciation									
Balance as of January 1, 2025	$ -	$ 182,506	$ 698,608	$ 97,559	$ 6,616	$ 17,973	$ 44,940	$ -	$ 1,048,202
Depreciation expense	-	4,577	25,256	8,182	325	565	2,615	-	41,520
Disposal	-	-	(80,764)	-	-	-	(2,309)	-	(83,073)
Net exchange difference	-	2,990	13,240	-	78	348	554	-	17,210
Balance as of March 31, 2025	$ -	$ 190,073	$ 656,340	$ 105,741	$ 7,019	$ 18,886	$ 45,800	$ -	$ 1,023,859
Net amount on March 31, 2025	$ 352,639	$ 468,927	$ 434,211	$ 231,328	$ 5,287	$ 6,246	$ 37,437	$ 5,989	$ 1,542,064
Net amount as of December 31, 2024 and January 1, 2025	$ 351,512	$ 470,246	$ 470,880	$ 235,276	$ 5,555	$ 6,207	$ 39,616	$ 5,231	$ 1,584,523
Cost									
Balance as of January 1, 2024	$ 346,725	$ 455,851	$ 1,086,931	$ 252,350	$ 10,216	$ 22,654	$ 82,278	$ 178,480	$ 2,435,485
Addition	-	2,040	17,908	36,685	356	126	3,274	16,344	76,733
Disposal	-	-	(1,524)	-	(411)	(40)	(219)	-	(2,194)
Reclassification	-	175,164	1,779	-	-	-	-	(175,164)	1,779
Net exchange difference	622	4,515	16,741	-	73	337	829	68	23,185
Balance as of March 31, 2024	$ 347,347	$ 637,570	$ 1,121,835	$ 289,035	$ 10,234	$ 23,077	$ 86,162	$ 19,728	$ 2,534,988
Accumulated depreciation									
Balance as of January 1, 2024	$ -	$ 166,930	$ 583,813	$ 65,787	$ 6,416	$ 13,355	$ 38,316	$ -	$ 874,617
Depreciation expense	-	4,445	25,693	7,394	248	1,027	2,760	-	41,567
Disposal	-	-	(928)	-	(411)	(40)	(195)	-	(1,574)
Reclassification	-	-	1,779	-	-	-	-	-	1,779
Net exchange difference	-	2,428	9,249	-	62	221	522	-	12,482
Balance as of March 31, 2024	$ -	$ 173,803	$ 619,606	$ 73,181	$ 6,315	$ 14,563	$ 41,403	$ -	$ 928,871
Net amount on March 31, 2024	$ 347,347	$ 463,767	$ 502,229	$ 215,854	$ 3,919	$ 8,514	$ 44,759	$ 19,728	$ 1,606,117
Net amount as of December 31, 2023 and January 1, 2024	$ 346,725	$ 288,921	$ 503,118	$ 186,563	$ 3,800	$ 9,299	$ 43,962	$ 178,480	$ 1,560,868

Unrecognized or reversed impairment losses for January 1 to March 31, 2025 and 2024

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

Housing and construction	
Plant and main building	3 to 50 years
Engineering system	2 to 20 years
Machinery and equipment	2 to 10 years
Research and development equipment	2 to 15 years
Transportation equipment	4 to 10 years
Income-producing equipment	1 to 10 years
Miscellaneous equipment	2 to 20 years

Please refer to Note XXVIII for the amount of property, plant and equipment pledged as collateral for borrowings.

XIII. Lease agreement

(I) Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
Book value of right-of-use assets			
Land	$ 5,016	$ 4,957	$ 18,160
Buildings	1,340	1,667	748
Transportation equipment	836	75	188
	$ 7,192	$ 6,699	$ 19,096

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Increase in right-of-use assets	$ 898	$ -
Depreciation expense for right-of-use assets		
Land	$ 46	$ 60
Buildings	357	308
Transportation equipment	137	63
	$ 540	$ 431

Except for the additions and depreciation expenses recognized above, the consolidated companies' right-of-use assets did not experience significant subleasing or impairment during the periods from January 1 to March 31, 2025 and 2024.

(II) Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Book value of lease liabilities			
Current	$ 1,408	$ 1,275	$ 851
Non-current	$ 795	$ 488	$ 110

The range of the discount rate for lease liabilities is as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Buildings	5%	5%	5%
Transportation equipment	1.56%~2.10%	1.56%	1.56%

(III) Significant Leasing Activities and Terms

The lands and buildings that the consolidated company leases are used as factories and employee dormitories with a lease period of 1~2 years. At the end of the lease period, there were no preferential purchase rights for the lands and buildings leased by the consolidated company.

(IV) Other lease information

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Expenses of short-term leases	$ 577	$ 559
Expenses for lease of low-value assets	$ 223	$ 227
Total cash (outflow) for leases	($ 1,315)	($ 1,179)

The consolidated company chooses to apply the exemption to the recognition of office equipment that meets the criteria of short-term lease and low-value asset lease, and does not recognize the relevant right-of-use assets and lease liabilities for these leases.

XIV. Intangible assets

	Computer software	Technology authorization	Technology	Customer relationship	Trademark rights	Goodwill	Total
Cost							
Balance as of January 1, 2025	$ 37,279	$ 6,864	$ 10,825	$ 23,873	$ -	$ 5,340	$ 84,181
Acquired separately	1,042	1,510	-	-	-	-	2,552
Disposal	(1,481)	(940)	-	-	-	-	(2,421)
Balance as of March 31, 2025	$ 36,840	$ 7,434	$ 10,825	$ 23,873	$ -	$ 5,340	$ 84,312
Accumulated amortization							
Balance as of January 1, 2025	$ 6,785	$ 3,681	$ 7,345	$ 16,200	$ -	$ -	$ 34,011
Amortized expenses	2,129	656	387	853	-	-	4,025
Disposal	(1,481)	(940)	-	-	-	-	(2,421)
Balance as of March 31, 2025	$ 7,433	$ 3,397	$ 7,732	$ 17,053	$ -	$ -	$ 35,615
Net amount on March 31, 2025	$ 29,407	$ 4,037	$ 3,093	$ 6,820	$ -	$ 5,340	$ 48,697
Net amount as of December 31, 2024 and January 1, 2025	$ 30,494	$ 3,183	$ 3,480	$ 7,673	$ -	$ 5,340	$ 50,170
Cost							
Balance as of January 1, 2024	$ 11,982	$ 7,422	$ 19,800	$ 28,809	$ 3,372	$ 5,340	$ 76,725
Acquired separately	30,728	-	-	-	-	-	30,728
Disposal	(1,283)	-	(8,975)	(4,936)	(3,372)	-	(18,566)
Balance as of March 31, 2024	$ 41,427	$ 7,422	$ 10,825	$ 23,873	$ -	$ 5,340	$ 88,887
Accumulated amortization							
Balance as of January 1, 2024	$ 6,787	$ 2,775	$ 14,774	$ 17,725	$ 3,351	$ -	$ 45,412
Amortized expenses	2,393	727	387	853	21	-	4,381
Disposal	(1,283)	-	(8,975)	(4,936)	(3,372)	-	(18,566)
Balance as of March 31, 2024	$ 7,897	$ 3,502	$ 6,186	$ 13,642	$ -	$ -	$ 31,227
Net amount on March 31, 2024	$ 33,530	$ 3,920	$ 4,639	$ 10,231	$ -	$ 5,340	$ 57,660
Net amount as of December 31, 2023 and January 1, 2024	$ 5,195	$ 4,647	$ 5,026	$ 11,084	$ 21	$ 5,340	$ 31,313

The above intangible assets with limited durability are amortized on a straight-line basis based on the following durability years:

Computer software	1 to 10 years
Technology authorization	2 to 5 years
Technology	7
Customer relationship	7
Trademark rights	10

XV. Other assets

	March 31, 2025	December 31, 2024	March 31, 2024
Current			
Retained tax credit	$ 4	$ 104	$ 1,076
Other	-	8	274
	$ 4	$ 112	$ 1,350

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	March 31, 2025	December 31, 2024	March 31, 2024
Non-current			
Refundable deposits	$ 1,974	$ 2,308	$ 2,946
Other	2,748	2,761	2,811
	$ 4,722	$ 5,069	$ 5,757

XVI. Borrowings

(I) Short-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
Unsecured borrowings			
- Borrowings of working capital fund	$ 220,000	$ 190,000	$ 260,000

The interest rates on working capital loans as of March 31, 2025, December 31, 2024, and March 31, 2024 were 1.85%~1.87%, 1.87%~1.925%, and 1.70%~1.75%, respectively.

(II) Short-term notes payable

	March 31, 2025	December 31, 2024	March 31, 2024
Commercial paper payable	$ -	$ 29,964	$ 39,950

Outstanding short-term notes payable are as follows:

March 31, 2025: None

December 31, 2024

Guarantee/ Acceptance Agency	Par value	Discount amount	Book value	Interest rate range	Name of collateral	Book value of collateral
Commercial paper payable						
China Bills Finance Corporation (CBF)	$ 30,000	$ 36	$ 29,964	1.988%	Unsecured	$ -

March 31, 2024

Guarantee/ Acceptance Agency	Par value	Discount amount	Book value	Interest rate range	Name of collateral	Book value of collateral
Commercial paper payable						
Mega Bank	$ 10,000	$ 13	$ 9,987	2.018%	Unsecured	$ -
China Bills Finance Corporation (CBF)	$ 30,000	$ 37	$ 29,963	1.978%	Unsecured	$ -

(III) Long-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
Secured borrowings (Note XXVIII)			
Mid and long-term bank borrowings (1)	$ 118,273	$ 121,685	$ 136,541
Unsecured borrowings			
Mid and long-term bank borrowings (2)	771,230	764,275	772,190
Subtotal	889,503	885,960	908,731
Due within one year	(259,187)	(257,191)	(216,224)
	$ 630,316	$ 628,769	$ 692,507

1. Bank loans as of March 31, 2025, December 31, 2024, and March 31, 2024 carried interest rates of 1.925%~2.14%, 1.925%~2.14%, and 1.80%~2.02%, respectively.
2. Bank credit loans as of March 31, 2025, December 31, 2024, and March 31, 2024 carried interest rates of 0.635%~2.196%, 0.635%~2.1947%, and 0.635%~2.02%, respectively.

Long-term borrowings from banks

The consolidated company has made commitments for some of its long-term borrowings and so must maintain the financial ratio and regulations in its end-of-year consolidated financial statements each year for the duration of the credit extension, as shown below:

Starting from the date of the fund transfer, the annual consolidated financial statements shall be reviewed at the end of July each year. Among these, (1) the financial liabilities must not be over 100%, and (2) the minimum net worth shall be NT$1,200,000 thousand. If this standard is not met the first time for any of the items, a review will be made for the next half of the annual report. If the standard is still not met, an interest rate of 0.25% will be added to the originally approved interest rate. The originally approved interest rate can be resumed once the standard has been met during the next review. If the standard is not met for two consecutive annual consolidated financial statements, the bank will deem all or part of the interest of the credit amount used as matured.

The consolidated companies' financial liability ratios and net worth as of March 31, 2025, December 31, 2024, and March 31, 2024 did not violate the aforementioned relevant requirements.

XVII. Other liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Current			
Other payables			
Remuneration	$ 24,475	$ 20,998	$ 32,506
Bonus	8,811	21,957	11,833

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	March 31, 2025	December 31, 2024	March 31, 2024
Payable leave benefit	$ 7,340	$ 7,308	$ 7,284
Equipment payments	3,775	3,534	26,895
Freight and import/export expenses	2,782	2,550	1,971
Service fees	2,647	2,529	2,874
Commission	1,051	843	518
Other	41,772	39,249	38,918
	$ 92,653	$ 98,968	$ 122,799
Other liabilities			
Collections	$ 1,805	$ 1,810	$ 1,967
Contract liabilities	1,022	917	362
Other	235	115	-
	$ 3,062	$ 2,842	$ 2,329
Non-current			
Other liabilities			
Deferred credits	$ 84	$ 2,136	$ 1,002

XVIII. Retirement benefit plan

The defined benefit plan-related pension expenses recognized for the periods from January 1 to March 31, 2025 and 2024 were calculated using pension cost rates actuarially determined as of December 31, 2024 and 2023, amounting to NT$265 thousand and NT$509 thousand, respectively.

XIX. Equity

(I) Share capital

	March 31, 2025	December 31, 2024	March 31, 2024
Authorized shares (in thousand)	150,000	150,000	150,000
Authorized shares	$ 1,500,000	$ 1,500,000	$ 1,500,000
Issued and paid shares (in thousand)	105,001	105,001	105,001
Issued capital stock	$ 1,050,006	$ 1,050,006	$ 1,050,006

The shares issued were common shares with a par value of NT$10 per share, and each share was entitled to one voting right and the right to receive dividends.

(II) Additional paid-in capital

	March 31, 2025	December 31, 2024	March 31, 2024
Can be used to offset losses, distribute cash, or capitalize on shares (Note)			
Premium from stock issuance	$ 169,469	$ 169,469	$ 169,469
Transaction of treasury stock	10,819	10,819	10,819
The difference between the equity actually acquired or disposed of and the book value	775	775	775
	$ 181,063	$ 181,063	$ 181,063

Note: Such capital surplus may be used to offset a deficit, or, when the Company has no deficit, to distribute cash or stock capital, provided that the capital reserve shall be no more than a certain percentage of the Company's share capital each year.

(III) Retained earnings and dividend policy

According to the earnings distribution policy of the Company, any earnings at the end of the year are subject to tax, and reimbursement of accumulated losses according to laws, followed by 10% of the earnings as legal reserve, and the remainder as provision or reverse of special reserves. If there are earnings remaining, together with the undistributed earnings, the board of directors is to draft a motion for earnings distribution and submit to the shareholders' meeting for resolution and distribution of dividends to shareholders. Please refer to Note XXI (VII) regarding the policy for remuneration to the employees and the directors as stipulated in the Company's Articles of Incorporation.

Furthermore, in accordance with the Company's Articles of Incorporation, the Company's dividend policy takes into consideration current and future development plans, investment environment, capital requirements, domestic and international competitive conditions, and shareholders' interests. The Company shall distribute no less than 20% of distributable earnings as dividends to shareholders annually; however, when accumulated distributable earnings are less than 2% of paid-in capital, distribution may be waived. When distributing dividends to shareholders, distribution may be made in cash or stock, with cash dividends comprising no less than 10% of total dividends.

Appropriation of legal reserve shall be made until the balance is equivalent to the amount of the Company’s share capital. Legal reserve may be used to offset a deficit. If the Company has no deficit, the portion of legal reserve that exceeds 25% of the share capital may be capitalized or distributed in cash.

The Company held a board of directors meeting on March 10, 2025 and an annual shareholders' meeting on June 3, 2024, proposing and resolving the earnings distribution plans for 2024 and 2023, respectively, as follows:

	2024	2023
Legal reserve	$ 736	$ 4,476
(Reverse) Provision of special reserves	($ 65,908)	$ 24,021
Cash dividends	$ 36,750	$ 23,100
Cash dividend per share (NTD)	$ 0.35	$ 0.22

The appropriation of the 2024 earnings is still pending for resolution by the shareholders' meeting scheduled to be held on June 5, 2025.

(IV) Special reserves

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Beginning and ending balance	$ 152,144	$ 128,123

Of which, NT$39,767 thousand came from the recognition of the accumulated translation adjustments presented to the Company into retained earnings upon initial adoption of the IFRSs.

(V) Other equity items

1. Exchange differences on the translation of financial statements of foreign operations

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Balance at the beginning of the period	($ 107,724)	($ 178,536)
Incurred in the current period		
Exchange differences of foreign operations	25,116	20,270
Balance at end of period	($ 82,608)	($ 158,266)

2. Unrealized gain or loss on financial assets at fair value through other comprehensive profit or loss

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Balance at the beginning of the period	$ 21,487	$ 26,391
Incurred in the current period		
Unrealized gain or loss		
Equity instruments	(2,733)	(2,693)
Balance at end of period	$ 18,754	$ 23,698

XX. Revenue

(I) Revenue from Contracts

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Revenue from contracts with customers		
Revenue from sale of goods	$ 449,986	$ 443,343

(II) Contract balance

	March 31, 2025	December 31, 2024	March 31, 2024	January 1, 2024
Contract liabilities				
Revenue from sale of goods	$ 1,022	$ 917	$ 362	$ 349

(III) Breakdown of revenue from contracts with customers

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Main regional markets		
USA	$ 224,046	$ 184,348
Germany	78,037	87,982
China	60,227	71,439
Taiwan	17,602	24,555
Other	70,074	75,019
	$ 449,986	$ 443,343

XXI. Net income from continuing operations

(I) Interest income

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Income from interest		
Deposits in banks	$ 425	$ 1,499

(II) Other income

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Deferred government subsidies income	$ 354	$ 346
Rental income	171	-
	$ 525	$ 346

(III) Other gains and losses

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Net gains on foreign exchange	$ 11,380	$ 19,837
Net gains on financial assets measured at fair value through profit or loss	79	99
Profit (loss) from disposal of property, plant and equipment	884	(38)
Other	300	(1,983)
	$ 12,643	$ 17,915

(IV) Financial cost

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Interest of bank loans	$ 4,695	$ 4,735
Interest on lease liabilities	24	12
	$ 4,719	$ 4,747

(V) Depreciation and amortization

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Depreciation expense summarized by function		
Operating cost	$ 27,920	$ 30,458
Operating expenses	14,140	11,540
	$ 42,060	$ 41,998
Amortization expense summarized by function		
Operating cost	$ 101	$ 114
Operating expenses	3,924	4,267
	$ 4,025	$ 4,381

(VI) Employee benefit expenses

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Benefits after retirement		
Defined contribution plan	$ 1,498	$ 1,649
Defined benefit plan (Note XVIII)	265	509
	1,763	2,158
Other employee benefits	108,162	108,291
Total employee benefit expenses	$ 109,925	$ 110,449
Summarized by function		
Operating cost	$ 49,923	$ 58,014
Operating expenses	60,002	52,435
	$ 109,925	$ 110,449

(VII) Remuneration to employees and directors

According to the Company's Articles of Incorporation, the employees' and directors' remuneration are allocated based on 12%~16% and no more than 6% of the pre-tax income before deduction of the employees' and directors' remuneration, respectively. In accordance with the August 2024 amendments to the Securities and Exchange Act, the Company expects to amend its Articles of Incorporation at the 2025 shareholders' meeting to stipulate that no less than 30% of the employee compensation appropriated for the current year shall be distributed as compensation to entry level employees. For the period from January 1 to March 31, 2024, there was an operating loss; therefore, no employee compensation and directors' compensation were estimated. Employee compensation and directors' compensation estimated for the period from January 1 to March 31, 2025 are as follows:

Estimated ratio

	For the three months ended March 31, 2025
Compensation to employees	12%
Remuneration to directors	3%

Amount

	For the three months ended March 31, 2025
Compensation to employees	$ 536
Remuneration to directors	$ 134

If there is a change in the actual amount of remuneration after the Consolidated Financial Statements were authorized for issue, the difference is treated as a change in accounting estimate and adjusted into the books in the following year.

The remuneration to employees and directors for 2024 and 2023 were approved by the Board of Directors on March 10, 2025 and March 11, 2024, respectively, as follows:

	2024		2023	
	Cash	Shares of stock	Cash	Shares of stock
Compensation to employees	$ 1,156	$ -	$ 8,630	$ -
Remuneration to directors	289	-	2,655	-

There is no difference between the actual amounts of employees' remuneration and directors' remuneration paid for 2024 and 2023 and the amounts recognized in the Consolidated Financial Statements for 2024 and 2023.

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

(VIII) Net gains on foreign currency exchange

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Total foreign exchange gains	$ 15,466	$ 34,170
Total loss on foreign currency exchange	(4,086)	(14,333)
Net gains on foreign currency exchange	$ 11,380	$ 19,837

XXII. Income tax

(I) Income tax recognized in profit or loss

The main components of income tax expense (benefit) are as follows:

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Income tax for the current period		
Incurred in the current period	$ 5,109	$ 851
Surtax on undistributed retained earnings	1,789	-
	6,898	851
Deferred income tax		
Incurred in the current period	(2,000)	(3,962)
Income tax expense (benefit) recognized in profit or loss	$ 4,898	($ 3,111)

(II) Authorization of income tax

The Company's profit-seeking enterprise income tax returns up to 2022 have been approved by the tax collection authorities.

XXIII. Net Loss Per Share

Unit: NTD per share

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Basic net loss per share	$ 0.00	($ 0.15)
Diluted net loss per share	$ 0.00	($ 0.15)

The net loss and weighted average number of ordinary shares used to calculate net loss per share are as follows:

Net loss for the period

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Net loss used to calculate basic and diluted net loss per share	($ 18)	($ 15,435)

Number of shares

Unit: Thousand shares

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Weighted average common stock shares used to calculate basic net loss per share	105,001	105,001
Effect of potentially dilutive ordinary shares:		
Compensation to employees	-	-
Weighted average common stock shares used to calculate diluted net loss per share	105,001	105,001

The Group can elect to distribute employees' compensation by stock or by cash. If compensation is in the form of shares, when calculating the diluted net loss per share, the Company should presume that the entire amount of compensation will be settled in shares, and the resulting potential shares should be included in the weighted-average number of shares outstanding to be used in calculating diluted income (loss) per share if the shares have a dilutive effect. The dilutive effects of the potential shares needs to be included in the calculation of diluted net loss per share until the shareholders resolve the number of shares to be distributed to employees' in the following year.

XXIV. Government subsidies

Guangzhou ABC Company has acquired the “Special Fund for Advanced Manufacturing Development” government subsidy of RMB 2,315 thousand. It is recognized as deferred revenue. The deferred revenue is transferred to profit and loss within the limited durability of the related assets. Subsidy income recognized for the periods from January 1 to March 31, 2025 and 2024 was RMB 79 thousand, respectively.

XXV. Capital risk management

The consolidated company manages capital to ensure the Group’s enterprises to maximize shareholder’s returns by optimizing the balance of debt and equity under the precondition of continuing operation. The capital structure of the consolidated company is composed of the consolidated company's equity (i.e. share capital, additional paid-in capital, retained earnings, and other equity items).

XXVI. Financial Instruments

(I) Fair value information - Financial instruments that are not measured at fair value

The financial assets not at fair value and the book value of financial liabilities were considered by the consolidated company's management to be close to their fair value and have no reliable, fair value measurement.

(II) Fair value information - financial instruments at fair value on a recurring basis

1. Fair value hierarchy

March 31, 2025

	Class 1	Class 2	Class 3	Total
Financial assets measured at fair value through profit or loss				
Wealth management products	$ -	$ 23,742	$ -	$ 23,742
Financial assets at fair value through other comprehensive profit or loss				
TWSE(TPEx) domestic listed companies' stocks	$ 31,552	$ -	$ -	$ 31,552

December 31, 2024

	Class 1	Class 2	Class 3	Total
Financial assets measured at fair value through profit or loss				
Wealth management products	$ -	$ 23,170	$ -	$ 23,170
Financial assets at fair value through other comprehensive profit or loss				
TWSE(TPEx) domestic listed companies' stocks	$ 34,285	$ -	$ -	$ 34,285

March 31, 2024

	Class 1	Class 2	Class 3	Total
Financial assets measured at fair value through profit or loss				
Wealth management products	$ -	$ 22,536	$ -	$ 22,536
Financial assets at fair value through other comprehensive profit or loss				
TWSE(TPEx) domestic listed companies' stocks	$ 36,496	$ -	$ -	$ 36,496

There were no transfers between Class 1 and Class 2 fair value measurements in January 1 to March 31 of 2025 and 2024.

(III) Types of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets			
Measured at fair value through profit or loss	$ 23,742	$ 23,170	$ 22,536
Measured at fair value through other comprehensive income	31,552	34,285	36,496
Measured at amortized cost (Note 1)	1,091,203	1,046,876	1,108,461
Financial liabilities			
Measured at amortized cost (Note 2)	1,443,299	1,466,003	1,570,492

Note 1: The balance includes financial assets measured at amortized cost, such as cash and cash equivalents, notes and accounts receivable, accounts receivable - related parties, other receivables, and refundable deposits.

Note 2: The balance includes financial liabilities measured at amortized cost such as short-term borrowings, short-term notes payable, notes and accounts payable, other payables, and long-term borrowings (including current portion of long-term borrowings).

(IV) Financial risk management objective and policies

The consolidated company's primary financial instruments include equity investment, accounts receivable, accounts payable, borrowings, and lease liabilities. The consolidated company’s financial management department shall provide services to each business unit, to plan and coordinate operations in the domestic financial markets, and to monitor and manage the consolidated company’s operation-related financial risks through the internal risk report, with the risk exposure analyzed in accordance with the degree and breadth of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The financial management department is an independent organization dedicated exclusively to monitoring risks and implementing policies to mitigate risk exposure and it reports to the Company's Board of Directors quarterly.

1. Market risk

The main financial risks for the consolidated company's operating activities are the risk of changes in foreign currency exchange rates (see (1) below) and the risk of changes in interest rates (see (2) below).

The exposure of the market risk of the financial instruments of the consolidated company and the management and measurement of such exposure risk remain unchanged.

(1) Exchange rate risk

Part of the consolidated company's cash inflows and outflows are denominated in foreign currencies, and therefore part of them have a natural hedging effect. The consolidated company's management of currency risk is for hedging and not for profit seeking.

For the book values of monetary assets and monetary liabilities denominated in non-functional currencies of the consolidated company as at the balance sheet date, please refer to Note XXIX for details.

Sensitivity analysis

The consolidated company is mainly affected by fluctuations in the exchange rates of USD, CNY, and JPY.

The following table details the consolidated company's sensitivity analysis when the New Taiwan dollar (functional currency) increases and decreases by 5% against each relevant foreign currency. The sensitivity analysis included only the outstanding foreign currency monetary items and foreign exchange forward contracts designated as cash flow hedges, and the conversion at the end of the period was adjusted based on a 5% change in exchange rates. The scope of sensitivity analysis includes cash and cash equivalents, accounts receivable (including related parties), other receivables, accounts payable, and other payables. The positive numbers in the table below indicate the amount by which the net profit before tax will increase when NTD depreciates by 5% against the relevant foreign currencies. When NTD appreciates by 5% against the relevant foreign currencies, the effect on net profit before tax will be the negative number of the same amount.

	Effect of US Dollars		Effect of Renminbi		Effect of Japanese Yen	
	For the three months ended March 31, 2025	For the three months ended March 31, 2024	For the three months ended March 31, 2025	For the three months ended March 31, 2024	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Profit or loss	$ 21,903	$ 19,629	($ 4,884)	($ 2,928)	$ 9	$ 244

The management believes that the sensitivity analysis cannot represent the inherent risk of exchange rate, as foreign currency risk exposure at the balance sheet date cannot reflect the risk exposure at mid-year.

(2) Interest rate risk

Because individual entities within the consolidated company borrow funds at fixed and floating interest rates at the same time, interest rate risks can arise.

The book value of financial assets and liabilities of the Group with interest rate exposure on the balance sheet date is as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value interest rate risk			
- Financial assets	$ 33,205	$ 32,785	$ 80,000
- Financial liabilities	172,203	171,727	170,911
Cash flow interest rate risk			
- Financial assets	676,180	711,460	712,735
- Financial liabilities	939,503	935,960	1,038,731

Sensitivity analysis

The following sensitivity analysis are based on the interest rate risk exposure of the non-derivative instruments on the balance sheet date. The analysis of floating rate liabilities is based on the assumption that the amount of liabilities outstanding on the balance sheet date is outstanding throughout the reporting period.

If interest rates increase/decrease by 0.1%, assuming all other variables remain constant, the consolidated companies' income before income tax for the periods from January 1 to March 31, 2025 and 2024 would decrease/increase by NT$66 thousand and NT$81 thousand, respectively, primarily due to the consolidated companies' exposure to variable interest rate net debt.

(3) Other price risk

The consolidated company's exposure to the equity price risk is due to the investment in the TWSE/TPEX listed equity securities. The equity investment was not held for trading but was classified as a strategic investment. The consolidated company does not trade such investments actively. The consolidated company's equity price risk is mainly concentrated on equity instruments in the electronics industry, which are traded on Taiwan Stock Exchanges and TPEX.

Sensitivity analysis

The following sensitivity analysis is based on the equity price risk exposure at the balance sheet date.

If equity prices rise/fall by 5%, other comprehensive income before income tax for the periods from January 1 to March 31, 2025 and 2024 would increase/decrease by NT$1,578 thousand and NT$1,825 thousand, respectively, due to fair value changes of financial assets measured at fair value through other comprehensive income.

2. Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligation resulting in financial loss for the consolidated company. As of the balance sheet date, the consolidated company's maximum credit risk of financial losses may be caused by counterparties' failure to fulfill obligations. The risk exposure mainly comes from the book value of financial assets recognized in the Consolidated Statements Of Balance Sheets.

To mitigate the credit risk, the consolidated company's management has designated s team responsible for determining the line of credit cap, loan approval and adopting other adequate monitoring procedures, through which to ascertain if adequate action has been taken on recalling overdue receivables. Meanwhile, the consolidated company reviews the recoverable amount of each receivable on the balance sheet date to recognize appropriate impairment loss for the unrecoverable receivables. Hence, the consolidated company's management believes that the consolidated company's credit risks have been significantly reduced.

In addition, because the counterparty of the current fund is a reputable bank, the credit risk is limited.

The consolidated companies' credit risk is primarily concentrated in the top ten customers. As of March 31, 2025, December 31, 2024, and March 31, 2024, the percentages of total accounts receivable from these customers were 74%, 67%, and 70%, respectively.

3. Liquidity risk

The consolidated company manages and maintains sufficient positions of cash and cash equivalents to pay for the Group's operations and mitigate the impact of fluctuating cash flows. The management of the consolidated company supervises the utilization of the banking facilities and ensures compliance with the terms of the loan contract.

Bank borrowings were an important source of liquidity for the consolidated company. For the bank financing facilities not drawn down by the consolidated company, please refer to the description of (2) financing facilities below.

(1) Liquidity and interest rate risk tables of non-derivative financial liabilities

The remaining contractual maturity analysis of non-derivative financial liabilities was based on the earliest date at which the Consolidated Company might be required to repay and was compiled based on the undiscounted cash flows of financial liabilities (including principal and estimated interest). Therefore, the bank borrowings that the Consolidated Company could be demanded to repay immediately were listed in the earliest time period of the below table, regardless of the probability of the bank executing the right. Maturity analysis of other non-derivative financial liabilities was compiled based on the agreed repayment date.

March 31, 2025

	Weighted average effective interest rate (%)	Payment on demand or less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years
Non-derivative financial liabilities						
Non-interest bearing liabilities		$ 143,847	$ 136,286	$ 45,395	$ -	$ -
Floating interest rate instruments	0.64~2.20	12,759	172,112	136,755	522,495	109,678
Fixed interest rate instruments	1.85~1.87	170,402	-	-	-	-
Lease liabilities	1.56~5.00	159	327	972	806	-
		$ 327,167	$ 308,725	$ 183,122	$ 523,301	$ 109,678

Further information on maturity analysis of the undiscounted total payments of lease liabilities is as follows:

	Less than 1 year	1 to 5 years	5 to 10 years	10 to 15 years	15 to 20 years	More than 20 years
Lease liabilities	$ 1,458	$ 806	$ -	$ -	$ -	$ -

December 31, 2024

	Weighted average effective interest rate (%)	Payment on demand or less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years
Non-derivative financial liabilities						
Non-interest bearing liabilities		$ 150,399	$ 154,171	$ 47,292	$ -	$ -
Floating interest rate instruments	0.64~2.19	13,357	85,567	220,918	540,963	120,093
Fixed interest rate instruments	1.87~1.99	80,220	90,282	-	-	-
Lease liabilities	1.56~5.00	143	273	909	496	-
		$ 244,119	$ 330,293	$ 269,119	$ 541,459	$ 120,093

Further information on maturity analysis of the undiscounted total payments of lease liabilities is as follows:

	Less than 1 year	1 to 5 years	5 to 10 years	10 to 15 years	15 to 20 years	More than 20 years
Lease liabilities	$ 1,325	$ 496	$ -	$ -	$ -	$ -

March 31, 2024

	Weighted average effective interest rate (%)	Payment on demand or less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years
Non-derivative financial liabilities						
Non-interest bearing liabilities	-	$ 146,472	$ 154,189	$ 53,031	$ -	$ -
Floating interest rate instruments	0.64~2.02	16,033	182,309	160,537	563,656	164,060
Fixed interest rate instruments	1.70~2.02	100,184	70,099	-	-	-
Lease liabilities	1.56~5.00	123	202	543	110	-
		$ 262,812	$ 406,799	$ 214,111	$ 563,766	$ 164,060

Further information on maturity analysis of the undiscounted total payments of lease liabilities is as follows:

	Less than 1 year	1 to 5 years	5 to 10 years	10 to 15 years	15 to 20 years	More than 20 years
Lease liabilities	$ 868	$ 110	$ -	$ -	$ -	$ -

(2) Financing amount

	March 31, 2025	December 31, 2024	March 31, 2024
The secured bank loan facility may be extended upon mutual consent of both parties.			
- Amount used	$ 269,105	$ 280,463	$ 139,720
- Unutilized amount	11,412	10,674	9,814
	$ 280,517	$ 291,137	$ 149,534
The unsecured bank loan facility may be extended upon mutual consent of both parties.			
- Amount used	$ 843,425	$ 828,954	$ 1,072,190
- Unutilized amount	400,525	394,657	462,098
	$ 1,243,950	$ 1,223,611	$ 1,534,288

XXVII. Related party transactions

All of the transactions, account balances, income and expense losses between the Company and subsidiaries (refer to as the related party) were eliminated. Thus, it is not disclosed in this Note. The transactions between the consolidated company and other related party are as below.

(I) Names of related parties and their relationships

Name of Related Party	Relationship with the consolidated company
Bourns, Inc.	Substantive related party

(II) Operating revenue

Account items	Category/name of related party	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Sales revenues	Substantive related party		
	Bourns, Inc.	$ 211,931	$ 176,642

The sales of goods between the consolidated company and related parties are performed based on general transaction rules.

(III) Receivables from related parties (not including loans to the related party)

Account items	Category/name of related party	March 31, 2025	December 31, 2024	March 31, 2024
Accounts receivable	Substantive related party			
	Bourns, Inc.	$ 145,753	$ 107,910	$ 105,501

No guarantee is collected for outstanding receivables from related parties. Receivables from related parties for January 1 to March 31, 2025 and 2024 are not yet listed as provision for allowance for losses. The collection period is open 60 to 120 days on a monthly basis.

(IV) Transactions with other related parties

Account items	Category/name of related party	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Other expenses	Substantive related party		
	Bourns, Inc.	$ -	$ 2,067

(V) Remuneration to the management

	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Short-term employee benefits	$ 8,261	$ 8,809
Benefits after retirement	211	227
	$ 8,472	$ 9,036

The remuneration to directors and other key management personnel is determined by the Remuneration Committee in accordance with individual performance and market trends.

XXVIII. Assets pledged as collateral

Except for those disclosed in other notes, the consolidated companies have provided the following assets as collateral for bank guarantees and bank long-term borrowing credit facilities:

	March 31, 2025	December 31, 2024	March 31, 2024
Land	$ 352,639	$ 351,512	$ 299,830
Housing and construction	392,754	392,628	139,425
	$ 745,393	$ 744,140	$ 439,255

XXIX. Significant assets and liabilities denominated in foreign currencies

The following information is aggregated by foreign currencies other than the functional currency of each entity of the consolidated company. The disclosed exchange rates refer to the exchange rates at which the foreign currencies were converted into functional currencies. Significant assets and liabilities denominated in foreign currencies are as follows:

March 31, 2025

	Foreign currency	Exchange rate	Book value
Assets denominated in foreign currencies			
Monetary items			
US Dollars	$ 11,243	33.2050 (USD: NTD)	$ 373,315
US Dollars	2,530	4.5993(USD: MYR)	83,997
US Dollars	78	7.2738(USD: RMB)	2,574
EUR	3,452	35.9700 (EUR: NTD)	124,156
EUR	288	4.9823(EUR: MYR)	10,370
JPY	793	0.2227 (JPY: NTD)	177
HKD	575	4.2680 (HKD: NTD)	2,452
RMB	13,434	4.5650 (RMB: NTD)	61,325
NTD	12,602	0.1385(NTD: MYR)	12,602
			$ 670,968
Liabilities denominated in foreign currencies			
Monetary items			
US Dollars	380	33.2050 (USD: NTD)	$ 12,603
US Dollars	146	4.5993(USD: MYR)	4,854
US Dollars	132	7.2738(USD: RMB)	4,375
HKD	224	4.2680 (HKD: NTD)	957
RMB	34,831	4.5650 (RMB: NTD)	159,005
NTD	1,321	0.1385(NTD: MYR)	1,321
			$ 183,115

December 31, 2024

	Foreign currency	Exchange rate	Book value
Assets denominated in foreign currencies			
Monetary items			
US Dollars	$ 10,487	32.7850 (USD: NTD)	$ 343,805
US Dollars	51	7.3345(USD: RMB)	1,679
US Dollars	2,835	4.6402(USD: MYR)	92,935
EUR	3,138	34.1400 (EUR: NTD)	107,143
EUR	277	4.8319(EUR: MYR)	9,443
JPY	712	0.2099 (JPY: NTD)	149
HKD	499	4.2220 (HKD: NTD)	2,108
RMB	13,482	4.4470 (RMB: NTD)	60,263
NTD	10,955	0.1415(NTD: MYR)	10,955
			$ 628,480
Liabilities denominated in Debt			
Monetary items			
US Dollars	$ 317	32.7850 (USD: NTD)	$ 10,380
US Dollars	131	7.3345(USD: RMB)	4,280
US Dollars	58	4.6402(USD: MYR)	1,898
JPY	78	0.0297(JPY: MYR)	16
HKD	237	4.2220 (HKD: NTD)	1,002
RMB	35,325	4.4470 (RMB: NTD)	157,902
NTD	2,433	0.1415(NTD: MYR)	2,433
NTD	152	0.2237(NTD: RMB)	152
			$ 178,063

March 31, 2024

	Foreign currency	Exchange rate	Book value
Assets denominated in foreign currencies			
Monetary items			
US Dollars	$ 11,253	32.0000 (USD: NTD)	$ 360,110
US Dollars	2,311	4.9261(USD: MYR)	73,954
US Dollars	30	7.2727(USD: RMB)	951
EUR	3,803	34.4600 (EUR: NTD)	131,040
EUR	327	5.3048(EUR: MYR)	11,285
JPY	23,241	0.2115 (JPY: NTD)	4,915
HKD	571	4.0890 (HKD: NTD)	2,333
RMB	19,570	4.4000 (RMB: NTD)	86,107
NTD	11,043	0.1539(NTD: MYR)	11,043
			$ 681,738

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Liabilities denominated in foreign currencies			
Monetary items			
US Dollars	423	32.0000 (USD: NTD)	$ 13,520
US Dollars	771	4.9261(USD: MYR)	24,661
US Dollars	132	7.2727(USD: RMB)	4,217
JPY	214	0.0326(JPY: MYR)	45
HKD	193	4.0890 (HKD: NTD)	790
RMB	32,879	4.4000 (RMB: NTD)	144,668
NTD	1,102	0.1539(NTD: MYR)	1,102
NTD	80	0.2273(NTD: RMB)	80
SGD	1	3.6515(SDG: MYR)	35
			$ 189,118

The consolidated companies' net foreign exchange gains (realized and unrealized) for the periods from January 1 to March 31, 2025 and 2024 were NT$11,380 thousand and NT$19,837 thousand, respectively. Due to the diversity of functional currencies among the Group's foreign currency transaction entities, exchange gains and losses cannot be disclosed by each significant foreign currency.

XXX. Disclosures in notes

(I) Information on significant transactions:

1. Loaning of funds to others: None.
2. Endorsements/guarantees for others: None.
3. Significant marketable securities held at the end of the period (excluding investment in subsidiaries, associates, and joint ventures):

Unit: NTD thousand, unless stated otherwise

Company held	Type of marketable securities	Name of marketable securities	Relationship with the issuer of marketable securities Combined segment	Accounting titles in book	End of period				Note
					Number of shares	Book value	Percentage of Ownership (%)	Fair value/book value	
The Company	Shares of stock	PROSPERITY DIELECTRICS CO., LTD.	—	Financial assets at fair value through other comprehensive profit or loss	803,880	$ 31,552	0.47	$ 31,552	Note
ABC (Shanghai) Company	Wealth management products	Bank of Shanghai - Bank of Shanghai Winner RMB Financial Products	—	Financial assets measured at fair value through profit or loss	-	23,742	-	23,742	—

Note: Calculated based on the stock closing price on March 31, 2025.

4. Amount on purchase from and sale to related parties reaching NT$100 million or more than 20% of the paid-in capital:

Unit: NTD thousand, unless stated otherwise

Purchasing (selling) company	Counterparty	Relationship	Status of transactions				Trading terms different from general trade and reasons		Notes and accounts receivable (payable)		Note
			Purchasing (selling) goods	Amount	Percentage of total purchase (sale)	Credit period	Unit price	Credit period	Balance	As a percentage of total notes and accounts receivable (payable)	
The Company	Guangzhou ABC Company	Third-tier subsidiaries held 100% by the Company	Purchases	$ 250,617	56%	Monthly settlement of 60 days	See Note XXX(I).6.	See Note XXX(I).6.	($ 157,901)	(66%)	–
	Bourns, Inc.	Substantive related party of the Company	Sales	211,931	47%	Monthly settlement of 60 days	Same as Note XXVII (II)	Same as Note XXVII (II)	145,753	49%	–

5. Accounts receivable from related parties reaching NT$ 100 million or more than 20% of the paid-in capital:

Unit: NTD thousand, unless stated otherwise

The company that accounts for the accounts receivable	Name of counterparty	Relationship	Balance for receivables from related parties	Turnover	Overdue accounts receivable from related parties		Subsequent recovery of receivables from related parties	Allowance for Doubtful Accounts
					Amount	Disposal method		
The Company	Bourns, Inc.	Substantive related party	$ 145,753	6.68	$ -	–	$ 59,876	$ -
Guangzhou ABC Company	The Company	Parent company	157,901	6.83	-	–	69,938	-

6. Others: The business relationship between the parent and the subsidiaries and between each subsidiary, and the circumstances and amounts of any significant transactions between them:

Unit: NTD thousand, unless stated otherwise

Name	Counterparty	Relationship with the counterparty (Note I)	Status of transaction: Accounting titles	Amount	Trading terms and conditions (Note II)	Percentage in consolidated total revenue or total assets
For the three months ended March 31, 2025						
The Company	Guangzhou ABC Company	1	Purchases	$ 250,617	-	56%
		1	Accounts payable to related parties	157,901	-	5%
	AOBA	1	Purchases	16,595	-	4%
		1	Accounts payable to related parties	11,489	-	-
AIC	ABC (Shanghai) Company	3	Other receivables - related parties	54,780	-	2%
ABC (Shanghai)	Guangzhou ABC Company	3	Sales	48,951	-	11%
CO., LTD.		3	Accounts receivable from related parties	35,694	-	1%

Note 1: 1 Refers to transactions by parent company to subsidiary.
3 Refers to transactions between subsidiaries.

Note 2: The sales and purchases of goods between the Company and related parties are performed based on general transaction rules and there are no other related product prices available for comparison. The payment period is from 30 to 60 days on a monthly basis while the collection period is from 60 to 120 days on a monthly basis. In order to cooperate with the operations of subsidiaries, the Company temporarily collects and pays accounts based on its funding status.

Note 3: The materiality threshold means that amounts less than NTD 10,000 thousand may be omitted from disclosure.

(II) Information about reinvestment business:

Unit: NTD thousand, unless stated otherwise

Name of investment company	Name of investee company	Location of the Company	Main business items	Initial investment amount		Held at the end of period			Gains (losses) on investees for the current period	Investment income (loss) recognized by the Company	Note
				End of current period	End of last year	Number of shares	Percentage (%)	Book value			
The Company	AHC	Mauritius	Reinvestment of the holding company in Mainland China	USD 33,004 Thousand ($ 1,095,898)	USD 33,004 Thousand ($ 1,082,036)	33,184,161	100	$ 1,251,589	($ 21,237)	($ 19,905)	Subsidiary of the Company
	AAE	USA	Trading of electronic components	USD 105 Thousand ($ 3,487)	USD 105 Thousand ($ 3,442)	220,000	100	1,185	(17)	(17)	Subsidiary of the Company
AHC	AUC	Mauritius	Reinvestment of the holding company in Mainland China	USD 6,274 Thousand ($ 208,328)	USD 6,274 Thousand ($ 205,693)	6,274,457	100	534,979	(133)	(133)	Sub-subsidiaries of the Company
	AIC	Mauritius	Reinvestment of the holding company in Mainland China	USD 5,691 Thousand ($ 188,970)	USD 5,691 Thousand ($ 186,579)	5,110,938	100	270,489	2,424	2,424	Sub-subsidiaries of the Company
	AOBA	Malaysia	Manufacture, processing, and sale of electronic machine components, etc.	USD 21,078 Thousand ($ 699,895)	USD 21,078 Thousand ($ 691,042)	67,022,080	100	441,476	(23,594)	(23,594)	Sub-subsidiaries of the Company
AUC	Guangzhou ABC Company	Guangzhou City, China	Manufacture, processing, and sale of electronic machine components, etc.	USD 6,274 Thousand ($ 208,328)	USD 6,274 Thousand ($ 205,693)	-	100	534,979	(133)	(133)	Third-tier subsidiary of the Company
AIC	ABC (Shanghai) Company	Shanghai City, China	Manufacture, processing, and sale of electronic machine components, etc.	USD 5,691 Thousand ($ 188,970)	USD 5,691 Thousand ($ 186,579)	-	100	215,708	1,284	1,284	Third-tier subsidiary of the Company

(III) Information on investment in Mainland China:

1. The name of the investee company in Mainland China, the main businesses and products, its paid-in capital, method of investment, information on inflow and outflow of capital, 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.

Unit: NTD thousand, unless stated otherwise

Name of investees in Mainland China	Main business items	Paid-in capital	Method of investment	Accumulated Investment Amount from Taiwan at Beginning of Period	Investment amount for outward remittance or recovered in the current period		Accumulated Investment Amount from Taiwan at End of Period	Gains (losses) on investees for the current period	The Company's shareholding percentage by direct or indirect investment (Note II)	Recognition of investment gain (loss) in the current period (Note II)	Book value of investments at end of period (Note II)	Investment income remitted back of the current period
					Outward remittance	Withdraw						
Guangzhou ABC Company	Manufacture, processing, and sale of electronic machine components, etc.	USD 6,274 Thousand ($ 208,328)	Note 1	USD 3,479 Thousand ($ 115,520)	$ -	$ -	USD 3,479 Thousand ($ 115,520)	($ 133)	100%	($ 133)	$ 534,979	$ -
ABC (Shanghai) Company	Manufacture, processing, and sale of electronic machine components, etc.	USD 5,691 Thousand ($ 188,970)	Note 1	USD 5,691 Thousand ($ 188,970)	-	-	USD 5,691 Thousand ($ 188,970)	1,284	100%	1,284	215,708	-

Accumulated investment from Taiwan to Mainland China at end of period	Investment Amount Approved by Investment Commission, Ministry of Economic Affairs (MOEA), R.O.C..	In accordance with Investment Commission, Ministry of Economic Affairs regulations Investment ceiling for mainland China area
US$9,170 thousand ($304,490)	USD 11,076 thousand ($367,779)	$940,308

Note 1: Investing in companies in Mainland China through companies invested and incorporated in a third region.

Note 2: Calculated based on the financial statements reviewed by the independent auditors of the parent company in Taiwan and the consolidated shareholding ratio.

Note 3: Figures in this table that involve foreign currencies are converted into NTD at the exchange rate on the date of the financial reporting.

2. Any of the following significant transactions with investee companies in the Mainland Area, either directly or indirectly through a third area, and their prices, payment terms, and unrealized gains or losses: Please refer to Note XXX(I) 6.

XXXI. Departmental information

This information is provided to the chief operating decision-maker for the purpose of allocating resources to the departments and to measure performances with a focus on the type of product or labor work delivered or provided. Departments of the consolidated company to be reported are as follows:

Inductor Business Unit

Other departments

(I) Department revenue and operating results

The revenue and operating results of the continuing business unit of the consolidated company are based on the analysis for the departments to be reported as follows:

	Departmental revenue		Departmental profit and loss	
	For the three months ended March 31, 2025	For the three months ended March 31, 2024	For the three months ended March 31, 2025	For the three months ended March 31, 2024
Inductor Business Unit	$ 443,818	$ 427,528	$ 105,913	$ 74,483
Other departments	6,168	15,815	445	446
Total amount for continuing operations	$ 449,986	$ 443,343	106,358	74,929
Amount not yet amortized:				
Operating expenses			(110,352)	(108,488)
Non-operating income and expenses			8,874	15,013
Income (loss) before income taxes			$ 4,880	($ 18,546)

The revenues reported above are generated from external customer transactions. There were no inter-department sales for the periods from January 1 to March 31, 2025 and 2024.

Departmental profit and loss refers to the profits made by each of the departments, not including operating expenses to be amortized and non-operating income and expenses. This measurement is provided to the chief operating decision-maker for the purpose of allocating resources to the departments and to measure performance.

(II) Departmental assets

The measured asset amount of the consolidated company's assets is not provided to the operating decision maker, so it is not necessary to disclose the asset measured amount.