

**NISHOKU TECHNOLOGY INC.  
AND ITS SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS**

**With Independent Auditors' Review Report  
For The Six Months Ended June 30, 2026 and 2025**

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The auditors' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language auditors' report and consolidated financial statements, the Chinese version shall prevail.

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## Independent Auditors' Review Report

To the Board of Directors of Nishoku Technology Inc.:

### Introduction

We have reviewed the consolidated financial statements of Nishoku Technology Inc. and its subsidiaries ("the Group"), which comprise the consolidated statement of financial position as of June 30, 2026 and 2025, and the consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended June 30, 2026 and 2025. Management are 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 the International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued by the Financial Supervisory Commission of the Republic of China. Our responsibility is to issue a report on these consolidated interim financial statements based on our review.

### Scope of Review

We conducted our reviews in accordance with Statement on Auditing Standard 2410, "Engagements to Review Financial Statements". A review consists principally of inquiries of the Group's personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with the generally accepted auditing standards, the objective of which is the expression of an opinion regarding the consolidated interim financial statements taken as a whole. Accordingly, we do not express such an opinion.

### Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company as of June 30, 2026 and 2025, its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2026 and 2025 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 review resulting in this independent auditor's report are Yung-Hua Huang and An-Chih Cheng.

KPMG

Taipei, Taiwan (Republic of China)  
August 07, 2026

### Notes to Readers

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

The auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language auditors' review report and consolidated financial statements, the Chinese version shall prevail.

Reviewed only, not audited in accordance with generally accepted auditing standards  
NISHOKU TECHNOLOGY INC. AND ITS SUBSIDIARIES

Consolidated Balance Sheets

June 30, 2026, December 31, 2025 and June 30, 2025

(Expressed in Thousands of New Taiwan Dollars)

|                            |                                                                               | June 30, 2026       |            | December 31, 2025 |            | June 30, 2025    |            |                                                                     |                                           | June 30, 2026       |            | December 31, 2025 |            | June 30, 2025    |            |
|----------------------------|-------------------------------------------------------------------------------|---------------------|------------|-------------------|------------|------------------|------------|---------------------------------------------------------------------|-------------------------------------------|---------------------|------------|-------------------|------------|------------------|------------|
| Assets                     |                                                                               | Amount              | %          | Amount            | %          | Amount           | %          | Liabilities and Equity                                              |                                           | Amount              | %          | Amount            | %          | Amount           | %          |
| <b>Current assets:</b>     |                                                                               |                     |            |                   |            |                  |            | <b>Current liabilities:</b>                                         |                                           |                     |            |                   |            |                  |            |
| 1100                       | Cash and cash equivalents (note 6(a))                                         | \$ 4,332,301        | 46         | 4,262,228         | 47         | 3,457,288        | 42         | 2100                                                                | Short-term borrowings (note 6(h))         | \$ 1,197,775        | 13         | 1,400,000         | 15         | 1,075,800        | 13         |
| 1110                       | Financial assets at fair value through profit or loss (note 6(b))             | 61,857              | 1          | 74,180            | 1          | 37,130           | -          | 2170                                                                | Notes and Accounts payable                | 521,112             | 5          | 484,733           | 5          | 501,863          | 6          |
| 1170                       | Noes and accounts receivable, net (note 6(c))                                 | 1,245,210           | 13         | 1,279,636         | 14         | 1,313,749        | 16         | 2216                                                                | Dividend payable(note 6(m))               | 567,200             | 6          | -                 | -          | 630,222          | 8          |
| 1137                       | Current financial assets at amortized cost (note 6(e))                        | 585,975             | 6          | 578,248           | 6          | 426,784          | 5          | 2280                                                                | Current lease liabilities (note 6(j))     | 3,449               | -          | 3,417             | -          | 3,386            | -          |
| 130X                       | Inventories (note 6(d))                                                       | 454,425             | 5          | 421,635           | 5          | 372,352          | 5          | 2300                                                                | Other current liabilities (note 6(p))     | 492,081             | 5          | 470,865           | 5          | 440,381          | 5          |
| 1470                       | Other current assets                                                          | 20,844              | -          | 9,001             | -          | 20,340           | -          | <b>Non-Current liabilities:</b>                                     |                                           | <u>2,781,617</u>    | <u>29</u>  | <u>2,359,015</u>  | <u>25</u>  | <u>2,651,652</u> | <u>32</u>  |
| 1476                       | Other current financial assets (note 8)                                       | 14,299              | -          | 10,233            | -          | 9,922            | -          | 2540                                                                | Long-term borrowings (note 6(i))          | 1,100,000           | 12         | 1,000,000         | 11         | 800,000          | 10         |
| <b>Non-current assets:</b> |                                                                               | 6,714,911           | 71         | 6,635,161         | 73         | 5,637,565        | 68         | 2570                                                                | Deferred tax liabilities                  | 755,793             | 8          | 801,315           | 9          | 703,029          | 8          |
| 1511                       | Non-current financial assets at fair value through profit or loss (note 6(b)) | 179,384             | 2          | 172,720           | 2          | 169,042          | 2          | 2580                                                                | Non-current lease liabilities (note 6(j)) | 650                 | -          | 2,382             | -          | 4,098            | -          |
| 1535                       | Non-current financial assets at amortized cost (note 6(e))                    | 743,911             | 8          | 713,119           | 8          | 903,646          | 11         | <b>Total liabilities</b>                                            |                                           | <u>1,856,443</u>    | <u>20</u>  | <u>1,803,697</u>  | <u>20</u>  | <u>1,507,127</u> | <u>18</u>  |
| 1600                       | Property, plant and equipment (note 6(f))                                     | 1,543,552           | 16         | 1,476,334         | 16         | 1,438,266        | 17         | <b>Equity attributable to owners of parent (note 6(m) and (n)):</b> |                                           | <u>4,638,060</u>    | <u>49</u>  | <u>4,162,712</u>  | <u>45</u>  | <u>4,158,779</u> | <u>50</u>  |
| 1755                       | Right-of-use assets (note 6(g))                                               | 4,033               | -          | 5,732             | -          | 7,430            | -          | 3110                                                                | Ordinary share                            | <u>630,222</u>      | <u>8</u>   | <u>630,222</u>    | <u>7</u>   | <u>630,222</u>   | <u>8</u>   |
| 1840                       | Deferred tax assets                                                           | 27,778              | -          | 15,394            | -          | 29,976           | -          | 3200                                                                | Capital surplus                           | <u>940,899</u>      | <u>10</u>  | <u>940,899</u>    | <u>11</u>  | <u>940,899</u>   | <u>11</u>  |
| 1985                       | Long-term prepaid rents                                                       | 110,373             | 1          | 60,838            | -          | 57,167           | 1          | <b>Retained earnings:</b>                                           |                                           |                     |            |                   |            |                  |            |
| 1990                       | Other non-current assets                                                      | <u>153,082</u>      | <u>2</u>   | <u>69,553</u>     | <u>1</u>   | <u>55,234</u>    | <u>1</u>   | 3310                                                                | Legal reserve                             | 803,429             | 8          | 741,898           | 8          | 741,898          | 9          |
|                            |                                                                               | 2,762,113           | 29         | 2,513,690         | 27         | 2,660,761        | 32         | 3320                                                                | Special reserve                           | 183,078             | 2          | 198,317           | 2          | 198,317          | 2          |
|                            |                                                                               |                     |            |                   |            |                  |            | 3350                                                                | Unappropriated retained earnings          | 2,308,524           | 24         | 2,658,898         | 29         | 2,176,898        | 27         |
|                            |                                                                               |                     |            |                   |            |                  |            |                                                                     |                                           | <u>3,295,031</u>    | <u>34</u>  | <u>3,599,113</u>  | <u>39</u>  | <u>3,117,113</u> | <u>38</u>  |
|                            |                                                                               |                     |            |                   |            |                  |            | 3400                                                                | Other equity interest                     | <u>(27,188)</u>     | <u>-</u>   | <u>(184,095)</u>  | <u>(2)</u> | <u>(548,687)</u> | <u>(7)</u> |
|                            |                                                                               |                     |            |                   |            |                  |            | <b>Total equity</b>                                                 |                                           | <u>4,838,964</u>    | <u>51</u>  | <u>4,986,139</u>  | <u>55</u>  | <u>4,139,547</u> | <u>50</u>  |
| <b>Total assets</b>        |                                                                               | <u>\$ 9,477,024</u> | <u>100</u> | <u>9,148,851</u>  | <u>100</u> | <u>8,298,326</u> | <u>100</u> | <b>Total liabilities and equity</b>                                 |                                           | <u>\$ 9,477,024</u> | <u>100</u> | <u>9,148,851</u>  | <u>100</u> | <u>8,298,326</u> | <u>100</u> |

See accompanying notes to consolidated financial statements.

**Reviewed only, not audited in accordance with generally accepted auditing standards**  
**NISHOKU TECHNOLOGY INC. AND ITS SUBSIDIARIES**

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**Consolidated Statements of Comprehensive Income**

**For the six months ended June 30, 2026 and 2025**

**(Expressed in Thousands of New Taiwan Dollars , Except for Earnings Per Common Share)**

|      |                                                                                             | Three months ended June 30, |     |           |      | Six months ended June 30, |     |           |      |
|------|---------------------------------------------------------------------------------------------|-----------------------------|-----|-----------|------|---------------------------|-----|-----------|------|
|      |                                                                                             | 2026                        |     | 2025      |      | 2026                      |     | 2025      |      |
|      |                                                                                             | Amount                      | %   | Amount    | %    | Amount                    | %   | Amount    | %    |
| 4110 | <b>Operation Revenues</b> (notes 6(p) )                                                     | \$ 1,069,303                | 101 | 1,143,156 | 102  | 2,111,869                 | 101 | 2,369,885 | 102  |
| 4170 | Less: Sales returns and allowance                                                           | 15,087                      | 1   | 27,083    | 2    | 30,452                    | 1   | 40,616    | 2    |
|      | <b>Net Operating revenues</b>                                                               | 1,054,216                   | 100 | 1,116,073 | 100  | 2,081,417                 | 100 | 2,329,269 | 100  |
| 5000 | Operating costs (notes 6(d), (f),(g) ,(k),12 )                                              | 753,057                     | 71  | 769,325   | 69   | 1,459,389                 | 70  | 1,549,193 | 66   |
|      | <b>Gross profit from operations</b>                                                         | 301,159                     | 29  | 346,748   | 31   | 622,028                   | 30  | 780,076   | 34   |
| 6000 | <b>Operating expenses</b> (notes 6(c), (f), (g) , (k) , (n),(q) and 12)                     |                             |     |           |      |                           |     |           |      |
| 6100 | Selling expenses                                                                            | 18,223                      | 2   | 16,444    | 1    | 35,015                    | 2   | 35,158    | 2    |
| 6200 | Administrative expenses                                                                     | 86,321                      | 8   | 74,338    | 7    | 162,453                   | 8   | 154,573   | 7    |
| 6300 | Research and development expenses                                                           | 27,839                      | 3   | 24,278    | 2    | 53,528                    | 3   | 49,973    | 2    |
| 6450 | Impairment loss (reversal) determined in accordance with IFRS 9                             | 779                         | -   | 175       | -    | 1,360                     | -   | 55        | -    |
|      |                                                                                             | 133,162                     | 13  | 115,235   | 10   | 252,356                   | 13  | 239,759   | 11   |
|      | <b>Net operating income</b>                                                                 | 167,997                     | 16  | 231,513   | 21   | 369,672                   | 17  | 540,317   | 23   |
|      | <b>Non-operating income and expenses:</b>                                                   |                             |     |           |      |                           |     |           |      |
| 7010 | Other income (notes 6(r) )                                                                  | 37,981                      | 4   | 40,353    | 4    | 74,454                    | 4   | 80,860    | 3    |
| 7020 | Other gains and losses, net (notes 6(s))                                                    | (48,864)                    | (5) | (344,916) | (31) | (33,153)                  | (2) | (332,530) | (14) |
| 7050 | Finance costs, net(notes 6(j))                                                              | (10,463)                    | (1) | (10,601)  | (1)  | (20,741)                  | (1) | (21,093)  | -    |
|      | <b>Total non-operating income and expenses</b>                                              | (21,346)                    | (2) | (315,164) | (28) | 20,560                    | 1   | (272,763) | (11) |
| 7900 | <b>Profit from continuing operations before tax</b>                                         | 146,651                     | 14  | (83,651)  | (7)  | 390,232                   | 18  | 267,554   | 12   |
| 7950 | Less: Tax expense (note 6(l))                                                               | 51,452                      | 5   | 31,515    | 3    | 127,114                   | 6   | 134,250   | 6    |
|      | <b>Profit</b>                                                                               | 95,199                      | 9   | (115,166) | (10) | 263,118                   | 12  | 133,304   | 6    |
| 8300 | <b>Other comprehensive income:</b>                                                          |                             |     |           |      |                           |     |           |      |
| 8360 | <b>Components of other comprehensive income that will be reclassified to profit or loss</b> |                             |     |           |      |                           |     |           |      |
| 8361 | Exchange differences on translation                                                         | 49,934                      | 5   | (535,666) | (48) | 195,138                   | 9   | (434,809) | (19) |
| 8399 | Income tax related to components of other comprehensive income that                         | (9,987)                     | (1) | 107,133   | 10   | (39,028)                  | (2) | 86,962    | 4    |

See accompanying notes to consolidated financial statements.

|      |                                                        | Three months ended June 30, |           |                      |             | Six months ended June 30, |           |                    |            |
|------|--------------------------------------------------------|-----------------------------|-----------|----------------------|-------------|---------------------------|-----------|--------------------|------------|
|      |                                                        | 2026                        |           | 2025                 |             | 2026                      |           | 2025               |            |
|      |                                                        | Amount                      | %         | Amount               | %           | Amount                    | %         | Amount             | %          |
|      | will be reclassified to profit or loss (note 6(l))     |                             |           |                      |             |                           |           |                    |            |
| 8300 | <b>Other comprehensive income, net</b>                 | 39,947                      | 4         | (428,533)            | (38)        | 156,110                   | 7         | (347,847)          | (15)       |
| 8500 | <b>Total comprehensive income</b>                      | <b>\$ 135,146</b>           | <b>13</b> | <b>(543,699)</b>     | <b>(48)</b> | <b>419,228</b>            | <b>19</b> | <b>(214,543)</b>   | <b>(9)</b> |
|      | <b>Profit, attributable to:</b>                        |                             |           |                      |             |                           |           |                    |            |
| 8610 | Profit, attributable to owners of parent               | <b>\$ 95,199</b>            | <b>9</b>  | <b>(115,166)</b>     | <b>(10)</b> | <b>263,118</b>            | <b>12</b> | <b>133,304</b>     | <b>6</b>   |
|      | <b>Comprehensive income attributable to:</b>           |                             |           |                      |             |                           |           |                    |            |
| 8710 | Comprehensive income, attributable to owners of parent | <b>\$ 135,146</b>           | <b>13</b> | <b>(543,699)</b>     | <b>(48)</b> | <b>419,228</b>            | <b>19</b> | <b>(214,543)</b>   | <b>(9)</b> |
| 9750 | Basic earnings per share (NT dollars) (note 6(o))      | <u><b>\$ 1.51</b></u>       |           | <u><b>(1.83)</b></u> |             | <u><b>4.18</b></u>        |           | <u><b>2.12</b></u> |            |
| 9850 | Diluted earnings per share (NT dollars) (note 6(o))    | <u><b>\$ 1.51</b></u>       |           |                      |             | <u><b>4.16</b></u>        |           | <u><b>2.11</b></u> |            |

See accompanying notes to consolidated financial statements.

Reviewed only, not audited in accordance with generally accepted auditing standards  
**NISHOKU TECHNOLOGY INC. AND ITS SUBSIDIARIES**  
**Consolidated Statements of Changes in Equity**  
**For the six months ended June 30, 2026 and 2025**  
**(Expressed in Thousands of New Taiwan Dollars)**

|                                                                   | Equity attributable to owners of parent |                   |               |                 |                                  |                                        |                                            |                                  |              |
|-------------------------------------------------------------------|-----------------------------------------|-------------------|---------------|-----------------|----------------------------------|----------------------------------------|--------------------------------------------|----------------------------------|--------------|
|                                                                   | Share capital                           | Retained earnings |               |                 |                                  | Other equity interest                  |                                            | Total equity                     |              |
|                                                                   |                                         |                   |               |                 |                                  | Exchange differences on translation of | Unearned Stock-Based Employee Compensation |                                  |              |
|                                                                   |                                         |                   |               |                 |                                  |                                        |                                            |                                  |              |
|                                                                   | Ordinary shares                         | Capital surplus   | Legal reserve | Special reserve | Unappropriated retained earnings |                                        |                                            | attributable to owners of parent | Total equity |
| Balance at January 1, 2025                                        | \$ 630,222                              | 940,899           | 741,898       | 327,343         | 2,544,790                        | (198,317)                              | (3,168)                                    | 4,983,667                        | 4,983,667    |
| Profit for the six months ended June 30, 2025                     | -                                       | -                 | -             | -               | 133,304                          | -                                      | -                                          | 133,304                          | 133,304      |
| Other comprehensive income for the six months ended June 30, 2025 | -                                       | -                 | -             | -               | -                                | (347,847)                              | -                                          | (347,847)                        | (347,847)    |
| Total comprehensive income for the six months ended June 30, 2025 | -                                       | -                 | -             | -               | 133,304                          | (347,847)                              | -                                          | (214,543)                        | (214,543)    |
| Appropriation and distribution of retained earnings:              |                                         |                   |               |                 |                                  |                                        |                                            |                                  |              |
| Reversal of special reserve                                       | -                                       | -                 |               | (129,026)       | 129,026                          | -                                      | -                                          | -                                | -            |
| Cash dividends of ordinary share                                  | -                                       | -                 | -             | -               | (630,222)                        | -                                      | -                                          | (630,222)                        | (630,222)    |
| Restricted employee stock                                         | -                                       | -                 | -             | -               | -                                | -                                      | 645                                        | 645                              | 645          |
| Balance at June 30, 2025                                          | \$ 630,222                              | 940,899           | 741,898       | 198,317         | 2,176,898                        | (546,164)                              | (2,523)                                    | 4,139,547                        | 4,139,547    |
| Balance at January 1, 2026                                        | \$ 630,222                              | 940,899           | 741,898       | 198,317         | 2,658,898                        | (183,077)                              | (1,018)                                    | 4,986,139                        | 4,986,139    |
| Profit for the six months ended June 30, 2026                     | -                                       | -                 | -             | -               | 263,118                          | -                                      | -                                          | 263,118                          | 263,118      |
| Other comprehensive income for the six months ended June 30, 2026 | -                                       | -                 | -             | -               | -                                | 156,110                                | -                                          | 156,110                          | 156,110      |
| Total comprehensive income for the six months ended June 30, 2026 | -                                       | -                 | -             | -               | 263,118                          | 156,110                                | -                                          | 419,228                          | 419,228      |
| Appropriation and distribution of retained earnings:              |                                         |                   |               |                 |                                  |                                        |                                            |                                  |              |
| Legal reserve appropriated                                        | -                                       | -                 | 61,531        | -               | (61,531)                         | -                                      | -                                          | -                                | -            |
| Special reserve appropriated                                      | -                                       | -                 | -             | (15,239)        | 15,239                           | -                                      | -                                          | -                                | -            |
| Cash dividends of ordinary share                                  | -                                       | -                 | -             | -               | (567,200)                        | -                                      | -                                          | (567,200)                        | (567,200)    |
| Restricted employee stock                                         | -                                       | -                 | -             | -               | -                                | -                                      | 797                                        | 797                              | 797          |
| Balance at June 30, 2026                                          | \$ 630,222                              | 940,899           | 803,429       | 183,078         | 2,308,524                        | (26,967)                               | (221)                                      | 4,838,964                        | 4,838,964    |

See accompanying notes to consolidated financial statements.

**Reviewed only, not audited in accordance with generally accepted auditing standards**  
**NISHOKU TECHNOLOGY INC. AND ITS SUBSIDIARIES**  
**Consolidated Statements of Cash Flows**

**For the six months ended June 30, 2026 and 2025**

|                                                                                 | <b>For the six months ended June 30,</b> |                         |
|---------------------------------------------------------------------------------|------------------------------------------|-------------------------|
|                                                                                 | <b>2026</b>                              | <b>2025</b>             |
| <b>Cash flows from (used in) operating activities:</b>                          |                                          |                         |
| <b>Profit before tax</b>                                                        | \$ 390,232                               | 267,554                 |
| <b>Adjustments:</b>                                                             |                                          |                         |
| <b>Adjustments to reconcile profit:</b>                                         |                                          |                         |
| Depreciation and amortization                                                   | 121,940                                  | 118,685                 |
| Impairment loss determined in accordance with IFRS 9                            | 1,360                                    | 55                      |
| Recognition losses on inventory valuation and obsolescence                      | 4,626                                    | 7,490                   |
| Interest expense                                                                | 20,741                                   | 21,093                  |
| Loss (gain) on financial assets at fair value through profit or loss            | (9,734)                                  | 16,576                  |
| Interest income                                                                 | (72,469)                                 | (74,480)                |
| Remuneration cost of restricted employee stock                                  | 797                                      | 645                     |
| Loss (gain) on disposal of property, plant and equipment                        | (200)                                    | 39                      |
| Other                                                                           | 165                                      | 11,777                  |
| <b>Total adjustments to reconcile profit :</b>                                  | <u>67,226</u>                            | <u>101,880</u>          |
| <b>Changes in operating assets and liabilities:</b>                             |                                          |                         |
| <b>Changes in operating assets:</b>                                             |                                          |                         |
| Notes and accounts receivable                                                   | 33,066                                   | 92,326                  |
| Inventories                                                                     | (37,416)                                 | 22,126                  |
| Other current assets and other financial assets                                 | <u>(7,261)</u>                           | <u>1,682</u>            |
| <b>Total changes in operating assets</b>                                        | <u>(11,611)</u>                          | <u>116,134</u>          |
| <b>Changes in operating liabilities:</b>                                        |                                          |                         |
| Notes and accounts payable                                                      | 36,379                                   | (70,907)                |
| Other current liabilities                                                       | <u>13,353</u>                            | <u>(28,088)</u>         |
| <b>Total changes in operating liabilities</b>                                   | <u>49,732</u>                            | <u>(98,995)</u>         |
| <b>Total adjustments</b>                                                        | <u>105,347</u>                           | <u>119,019</u>          |
| Cash inflow generated from operations                                           | 495,579                                  | 386,573                 |
| Interest received                                                               | 68,400                                   | 75,030                  |
| Interest paid                                                                   | (20,587)                                 | (19,963)                |
| Income taxes paid                                                               | <u>(221,917)</u>                         | <u>(208,034)</u>        |
| <b>Net cash flows from operating activities</b>                                 | <u>321,475</u>                           | <u>233,606</u>          |
| <b>Cash flows from (used in) investing activities:</b>                          |                                          |                         |
| Proceeds from disposal of financial assets at fair value through profit or loss | 15,393                                   | 5,236                   |
| Disposal (acquisition) of financial assets at amortized cost                    | (38,519)                                 | 446,828                 |
| Acquisition of property, plant and equipment                                    | (233,779)                                | (104,418)               |
| Proceeds from disposal of property, plant and equipment                         | 433                                      | 11,507                  |
| Increase in refundable deposits                                                 | 1,250                                    | (3,352)                 |
| Increase in other Non-current assets                                            | (3,565)                                  | (17,629)                |
| Increase in other prepayments                                                   | <u>(49,087)</u>                          | <u>-</u>                |
| <b>Net cash flows from (used in) investing activities</b>                       | <u>(307,874)</u>                         | <u>338,172</u>          |
| <b>Cash flows from (used in) financing activities:</b>                          |                                          |                         |
| Decrease in short-term loans                                                    | (202,225)                                | (173,125)               |
| Repayments of long-term borrowings                                              | 100,000                                  | -                       |
| Payment of lease liabilities                                                    | <u>(1,747)</u>                           | <u>(1,747)</u>          |
| <b>Net cash flows used in financing activities</b>                              | <u>(103,972)</u>                         | <u>(174,872)</u>        |
| <b>Effect of exchange rate changes on cash and cash equivalents</b>             | 160,444                                  | (291,538)               |
| <b>Net decrease in cash and cash equivalents</b>                                | 70,073                                   | 105,368                 |
| <b>Cash and cash equivalents at beginning of period</b>                         | <u>4,262,228</u>                         | <u>3,351,920</u>        |
| <b>Cash and cash equivalents at end of period</b>                               | <u><u>\$ 4,332,301</u></u>               | <u><u>3,457,288</u></u> |

See accompanying notes to consolidated financial statements.

**Reviewed only, not audited in accordance with generally accepted auditing standards**

**NISHOKU TECHNOLOGY INC. AND ITS SUBSIDIARIES**

**Notes to the Consolidated Financial Statements**

**June 30, 2026 and 2025**

**(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)**

**(1) Company history**

NISHOKU TECHNOLOGY INC. (the “Company” ) was incorporated in year 1980, as a company limited by shares and registered under the Ministry of Economic Affairs, ROC. The Company conducted an IPO on the Taiwan Stock Exchange (TWSE) on October 5, 2011. The Company and its subsidiaries (together referred to as the “Group” and individually as “Group entities” ) primarily are involved in the manufacture and sale of plastic injection mold, tooling manufacturing and general import and export trade.

**(2) Approval date and procedures of the consolidated financial statements:**

These consolidated interim financial statements were authorized for issuance by the board of directors on August 07, 2026

**(3) New standards, amendments and interpretations adopted:**

- a. The impact of the International Financial Reporting Standards (“IFRSs”) endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its financial statements, from January 1, 2026:

- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

- b. The impact of IFRS Accounting Standards endorsed by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2027, would not have a significant impact on its consolidated financial statements:

- IFRS 19 “Subsidiaries without Public Accountability: Disclosures” and amendments to IFRS 19 “Subsidiaries without Public Accountability: Disclosures”.
- Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency”.

Continued)

The Group expects to adopt the following new amendments, effective for annual period beginning on January 1, 2028.

1. IFRS 18 “Presentation and Disclosure in Financial Statements”

The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.

- A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities.
- Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards.
- Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.

IAS 7, “Statement of Cash Flows,” has been amended in conjunction with the new standard, requiring an entity that uses the indirect method to present cash flows from operating activities to use the newly defined “operating profit or loss” subtotal as the starting point. As a result of the new starting point, certain reconciliation adjustment will change. In addition, the consequential amendments provide specific guidance on the classification of cash receipts and payments related to interest and dividends.

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards.

2. IAS28 “Amendments to the Fair Value Option for Investments in Associates and Joint Ventures”

The Company has assessed that the application of this newly amended standard will not have a significant impact on the consolidated financial statements.

c. The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The Company does not expect the following new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 20 “Regulatory Assets and Regulatory Liabilities”

## NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

#### (4) Summary of significant accounting policies:

##### a. Statement of compliance

The consolidated interim financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language consolidated interim financial statements, the Chinese version shall prevail.

These consolidated interim financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed by FSC and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed by the FSC (hereinafter referred to IFRS endorsed by the FSC) for full annual consolidated financial statements.

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated interim financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2025. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2025.

##### b. Basis of consolidation

Principles of preparation of the consolidated interim financial statements are the same as those of the consolidated financial statements for the year ended December 31, 2025. For the related information, please refer to note 4(c) of the consolidated financial statements for the year ended December 31, 2025.

##### c. Income Tax

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period (and allocated to current and deferred taxes based on its proportionate size).

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

#### (5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

The preparation of the consolidated interim financial statements in conformity with the Regulations and IFRSs (in accordance with IAS 34 “Interim Financial Reporting” and endorsed by the FSC) requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing the consolidated financial statements, critical accounting judgments and key sources of estimation uncertainty used by management in the application of accounting policies are consistent with those described in note 5 of the consolidated financial statements for the year ended December 31, 2025.

(Continued)

# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

### (6) Explanation of significant accounts:

In addition to the following, there is no significant difference between the notes on the significant accounting items of the consolidated interim financial statements and the consolidated financial statements for the year ended December 31, 2025. For the related information, please refer to note 6 of the consolidated financial statements for the year ended December 31, 2025.

#### (a) Cash and cash Equivalents

|                                                                       | <b>June 30,<br/>2026</b> | <b>December 31,<br/>2025</b> | <b>June 30,<br/>2025</b> |
|-----------------------------------------------------------------------|--------------------------|------------------------------|--------------------------|
| Cash, and demand deposits                                             | \$ 1,016,377             | 1,418,658                    | 1,227,906                |
| Time deposits                                                         | 2,904,824                | 2,610,705                    | 2,009,282                |
| Bond acquired under repurchase agreement                              | 411,100                  | 232,865                      | 220,100                  |
| Cash and cash equivalents in the consolidated statement of cash flows | <b>\$ 4,332,301</b>      | <b>4,262,228</b>             | <b>3,457,288</b>         |

#### (b) Financial assets at fair value through profit or loss

|                              | <b>June 30,<br/>2026</b> | <b>December 31,<br/>2025</b> | <b>June 30,<br/>2025</b> |
|------------------------------|--------------------------|------------------------------|--------------------------|
| Fund investments-current     | <b>\$ 61,857</b>         | <b>74,180</b>                | <b>37,130</b>            |
| Fund investments-non current | <b>\$ 179,384</b>        | <b>172,720</b>               | <b>169,042</b>           |

- (i) Please refer to note 6(e) for fund investments-non-current.
- (ii) Please refer to note 6(t) for credit risk and market risk.
- (iii) As of June 30, 2026, December 31, 2025 and June 30, 2025, the Group did not provide any financial assets as collateral for its loans.

#### (c) Notes and accounts receivable

|                                 | <b>June 30,<br/>2026</b> | <b>December 31,<br/>2025</b> | <b>June 30,<br/>2025</b> |
|---------------------------------|--------------------------|------------------------------|--------------------------|
| Accounts receivable             | 1,247,270                | 1,280,336                    | 1,314,266                |
| Less : allowance for impairment | (2,060)                  | (700)                        | (517)                    |
|                                 | <b>\$ 1,245,210</b>      | <b>1,279,636</b>             | <b>1,313,749</b>         |

The Group measures the loss allowance for notes and accounts receivable using the simplified approach with the lifetime expected credit losses. To measure the expected credit losses, notes and accounts receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporate forward-looking information.

Analysis of expected credit losses were as follows:

(Continued)

## NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

|                          | June 30, 2026                                   |                                |                                                             |
|--------------------------|-------------------------------------------------|--------------------------------|-------------------------------------------------------------|
|                          | Carrying<br>amount of<br>accounts<br>receivable | Weighted-avera<br>ge loss rate | Loss allowance<br>for lifetime<br>expected credit<br>losses |
| Current                  | \$ 1,231,971                                    | -%                             | -                                                           |
| 0 to 120 days past due   | 11,700                                          | 0%~1%                          | 335                                                         |
| 121 to 270 days past due | 3,096                                           | 0%~30%                         | 1,474                                                       |
| 271 to 365 days past due | 503                                             | 0%~100%                        | 251                                                         |
| Total                    | <u>\$ 1,247,270</u>                             |                                | <u>2,060</u>                                                |

|                          | December 31, 2025                               |                                |                                                             |
|--------------------------|-------------------------------------------------|--------------------------------|-------------------------------------------------------------|
|                          | Carrying<br>amount of<br>accounts<br>receivable | Weighted-avera<br>ge loss rate | Loss allowance<br>for lifetime<br>expected credit<br>losses |
| Current                  | \$ 1,257,274                                    | -%                             | -                                                           |
| 0 to 120 days past due   | 19,561                                          | 0%~1%                          | -                                                           |
| 121 to 270 days past due | 3,501                                           | 0%~30%                         | 700                                                         |
| Total                    | <u>\$ 1,280,336</u>                             |                                | <u>700</u>                                                  |

|                          | June 30, 2025                                   |                                |                                                             |
|--------------------------|-------------------------------------------------|--------------------------------|-------------------------------------------------------------|
|                          | Carrying<br>amount of<br>accounts<br>receivable | Weighted-avera<br>ge loss rate | Loss allowance<br>for lifetime<br>expected credit<br>losses |
| Current                  | \$ 1,294,113                                    | -%                             | -                                                           |
| 0 to 120 days past due   | 18,859                                          | 0%~1%                          | -                                                           |
| 121 to 270 days past due | 435                                             | 0%~30%                         | 87                                                          |
| 271 to 365 days past due | 859                                             | 0%~100%                        | 430                                                         |
| Total                    | <u>\$ 1,314,266</u>                             |                                | <u>517</u>                                                  |

The movement in the allowance for notes and accounts receivables were as follows:

|                            | Six months ended June 30, |            |
|----------------------------|---------------------------|------------|
|                            | 2026                      | 2025       |
| Beginning balance          | \$ 700                    | 462        |
| Impairment loss (reversal) | 1,360                     | 55         |
| Ending balance             | <u>\$ 2,060</u>           | <u>517</u> |

(Continued)

# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

### (d) Inventories

|                 | June 30,<br>2026  | December 31,<br>2025 | June 30,<br>2025 |
|-----------------|-------------------|----------------------|------------------|
| Raw materials   | \$ 144,174        | 127,416              | 133,085          |
| Work in process | 214,669           | 212,568              | 144,464          |
| Finished goods  | 95,582            | 81,651               | 94,803           |
|                 | <b>\$ 454,425</b> | <b>421,635</b>       | <b>372,352</b>   |

For the three months ended June 30, 2026 and June 30, 2025, and for the six months ended June 30, 2026 and June 30, 2025, raw material, consumables, and changes in the finished goods and work in progress recognized as cost of sale amounted to \$753,057 thousand and \$769,325 thousand, and \$1,459,389 thousand, and \$1,549,193 thousand, respectively. For the three months ended June 30, 2026 and June 30, 2025, and for the six months ended June 30, 2026 and June 30, 2025, the Group recognized the reversal gain on inventory valuation and obsolescence as cost of goods sold amounting to \$3,159 thousand and \$2,004 thousand, and \$4,626 thousand and 7,490 thousand, respectively.

As of June 30, 2026, December 31, 2025, and June 30, 2025, the Group did not provide any inventories as collateral.

### (e) Non current financial assets at amortized cost

|                                     | June 30,<br>2026  | December 31,<br>2025 | June 30,<br>2025 |
|-------------------------------------|-------------------|----------------------|------------------|
| Restricted bank deposit- Current    | \$ 554,700        | 547,385              | 426,784          |
| Bonds                               | 31,275            | 30,863               | -                |
|                                     | <b>\$ 585,975</b> | <b>578,248</b>       | <b>426,784</b>   |
| Restricted bank deposit-non current | \$ 743,911        | 713,119              | 874,875          |
| Bonds                               | -                 | -                    | 28,771           |
|                                     | <b>\$ 743,911</b> | <b>713,119</b>       | <b>903,646</b>   |

In June 2021, May and July 2020, the Group applied to the IRS for the application of “ The Management, Utilization, and Taxation of Repatriated Offshore Funds Act” (hereinafter referred to as the “Act”), which was approved; and thereafter, its overseas funds had been remitted to Taiwan within one month based on the Act. According to the Act, the funds need to be deposited in a special purpose account for five years, in which 5% of the funds can be used without restriction, 25% can be used on financial investment, and a minimum of 70% can be used for substantive investment. In the 6th year, the funds can only be redeemed within 3 consecutive years. For funds used on financial investment, please refer to note 6(b) “ Fund investments noncurrent”

The Group assessed that these corporate bonds held until maturity to collect contractual cash flows, which are solely for the payment of the principal and interest of the outstanding principal, shall be

(Continued)

**NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

presented as financial assets at amortized cost.

As of June 30, 2026, December 31, 2025, and June 30, 2025, the Group did not provide any financial assets measured at amortized costs as collateral for its loans.

(f) Property, plant and equipment

The cost, depreciation and impairment loss of the property, plant and equipment of the Group for the six months ended June 30, 2026 and 2025, were as follows.

|                                           | <u>Land</u>       | <u>Building</u>  | <u>Machinery and<br/>equipment</u> | <u>Office and<br/>other<br/>equipment</u> | <u>Construction<br/>in progress<br/>and testing<br/>equipment</u> | <u>Total</u>     |
|-------------------------------------------|-------------------|------------------|------------------------------------|-------------------------------------------|-------------------------------------------------------------------|------------------|
| <b>Cost or deemed cost:</b>               |                   |                  |                                    |                                           |                                                                   |                  |
| Balance on January 1, 2026                | \$ 179,672        | 1,330,497        | 1,979,479                          | 437,376                                   | 14,530                                                            | 3,941,554        |
| Additions                                 | -                 | 1,720            | 63,340                             | 17,460                                    | 63,460                                                            | 145,980          |
| Reclassifications                         | -                 | -                | 4,626                              | 889                                       | (5,680)                                                           | (165)            |
| Disposals                                 | -                 | -                | (14,135)                           | (9,384)                                   | -                                                                 | (23,519)         |
| Effect of movements in exchange rates     | -                 | 36,845           | 61,124                             | 15,643                                    | 902                                                               | 114,514          |
| Balance on June 30, 2026                  | <u>\$ 179,672</u> | <u>1,369,062</u> | <u>2,094,434</u>                   | <u>461,984</u>                            | <u>73,212</u>                                                     | <u>4,178,364</u> |
| Balance on January 1, 2025                | \$ 179,672        | 1,304,127        | 1,918,716                          | 428,867                                   | 41,635                                                            | 3,873,017        |
| Additions                                 | -                 | 4,910            | 89,670                             | 14,810                                    | 22,175                                                            | 131,565          |
| Reclassifications                         | -                 | 17,049           | 3,618                              | 361                                       | (32,365)                                                          | (11,337)         |
| Disposals                                 | -                 | -                | (28,063)                           | (6,055)                                   | -                                                                 | (34,118)         |
| Effect of movements in exchange rates     | -                 | (103,348)        | (165,391)                          | (39,316)                                  | (3,251)                                                           | (311,306)        |
| Balance on June 30, 2025                  | <u>\$ 179,672</u> | <u>1,222,738</u> | <u>1,818,550</u>                   | <u>398,667</u>                            | <u>28,194</u>                                                     | <u>3,647,821</u> |
| <b>Depreciation and impairments loss:</b> |                   |                  |                                    |                                           |                                                                   |                  |
| Balance on January 1, 2026                | \$ -              | 692,927          | 1,429,212                          | 343,081                                   | -                                                                 | 2,465,220        |
| Depreciation for the period               | -                 | 27,885           | 68,228                             | 15,126                                    | -                                                                 | 111,239          |
| Disposals                                 | -                 | -                | (13,951)                           | (9,335)                                   | -                                                                 | (23,286)         |
| Effect of movements in exchange rates     | -                 | 21,433           | 47,248                             | 12,958                                    | -                                                                 | 81,639           |
| Balance on June 30, 2026                  | <u>\$ -</u>       | <u>742,245</u>   | <u>1,530,737</u>                   | <u>361,830</u>                            | <u>-</u>                                                          | <u>2,634,812</u> |
| Balance on January 1, 2025                | \$ -              | 645,436          | 1,315,982                          | 337,128                                   | -                                                                 | 2,298,546        |
| Depreciation for the period               | -                 | 24,515           | 71,843                             | 13,845                                    | -                                                                 | 110,203          |
| Disposals                                 | -                 | -                | (19,072)                           | (3,500)                                   | -                                                                 | (22,572)         |
| Effect of movements in exchange rates     | -                 | (50,055)         | (95,844)                           | (30,723)                                  | -                                                                 | (176,622)        |
| Balance on June 30, 2025                  | <u>\$ -</u>       | <u>619,896</u>   | <u>1,272,909</u>                   | <u>316,750</u>                            | <u>-</u>                                                          | <u>2,209,555</u> |
| <b>Carrying amounts:</b>                  |                   |                  |                                    |                                           |                                                                   |                  |
| Balance on June 30, 2026                  | <u>\$ 179,672</u> | <u>626,817</u>   | <u>563,697</u>                     | <u>100,154</u>                            | <u>73,212</u>                                                     | <u>1,543,552</u> |
| Balance on January 1, 2026                | <u>\$ 179,672</u> | <u>637,570</u>   | <u>550,267</u>                     | <u>94,295</u>                             | <u>14,530</u>                                                     | <u>1,476,334</u> |
| Balance on June 30, 2025                  | <u>\$ 179,672</u> | <u>602,842</u>   | <u>545,641</u>                     | <u>81,917</u>                             | <u>28,194</u>                                                     | <u>1,438,266</u> |

As of June 30, 2026, December 31, 2025 and June 30, 2025, the property, plant and equipment of the Group had not been pledged as collateral.

(Continued)

# **NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES**

## **Notes to the Consolidated Financial Statements**

(g) Right-of-use assets

The Group leases buildings and vehicles. Information about leases for which the Group as a lessee were presented below

|                                                          | Transportation<br>equipment |
|----------------------------------------------------------|-----------------------------|
| <b>Cost: :</b>                                           |                             |
| Balance at June 30, 2026 (equal to balance at January 1) | <u><u>\$ 10,193</u></u>     |
| Balance at June 30, 2025 (equal to balance at January 1) | <u><u>\$ 10,193</u></u>     |
| <b>Accumulated depreciation and impairment losses:</b>   |                             |
| Balance at January 1, 2026                               | \$ 4,461                    |
| Depreciation for the year                                | <u>1,699</u>                |
| Balance at June 30, 2026                                 | <u><u>\$ 6,160</u></u>      |
| Balance at January 1, 2025                               | \$ 1,064                    |
| Depreciation for the year                                | <u>1,699</u>                |
| Balance at June 30, 2025                                 | <u><u>\$ 2,763</u></u>      |
| <b>Carrying amount:</b>                                  |                             |
| Balance on June 30, 2026                                 | <u><u>\$ 4,883</u></u>      |
| Balance on January 1, 2026                               | <u><u>\$ 5,732</u></u>      |
| Balance on June 30, 2025                                 | <u><u>\$ 7,430</u></u>      |

(h) Short-term borrowings

The details were as follows:

|                         | June 30,<br>2026   | December 31,<br>2025 | June 30,<br>2025  |
|-------------------------|--------------------|----------------------|-------------------|
| Credit loans, no pledge | 1,197,775          | 1,400,000            | 1,075,800         |
| Interest rate range     | <u>1.78%~4.04%</u> | <u>1.78%~1.8%</u>    | <u>1.8%~4.75%</u> |

(i) Long-term borrowings

The details were as follows:

|                     | June 30,<br>2026 | December 31,<br>2025 | June 30,<br>2025 |
|---------------------|------------------|----------------------|------------------|
| Unsecured loans     | \$ 1,100,000     | 1,000,000            | 800,000          |
| Interest rate range | <u>1.8%~1.9%</u> | <u>1.90%</u>         | <u>1.90%</u>     |

(Continued)

**NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Please refer to note 6(t) for the exchange rate risk, the interest rate risk, and the sensitivity analysis of the financial assets and liabilities of the Group.

(j) Lease liabilities

The details were as follows:

|             | June 30,<br>2026 | December 31,<br>2025 | June 30,<br>2025 |
|-------------|------------------|----------------------|------------------|
| Current     | <u>\$ 3,449</u>  | <u>3,417</u>         | <u>3,386</u>     |
| Non-current | <u>\$ 650</u>    | <u>2,382</u>         | <u>4,098</u>     |

For the maturity analysis, please refer to note 6(t).

The amounts recognized in profit or loss were as follows:

|                                       | Three months<br>ended June<br>30,2026 | Three months<br>ended June<br>30,2025 | Six months<br>ended June<br>30,2026 | Six months<br>ended June<br>30,2025 |
|---------------------------------------|---------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|
| <b>Interests of lease liabilities</b> | <u>\$ 21</u>                          | <u>36</u>                             | <u>47</u>                           | <u>77</u>                           |

The amounts recognized in the statement of cash flows were as follows:

|                              | For the six months end<br>June 30,<br>2026 | 2025         |
|------------------------------|--------------------------------------------|--------------|
| Total cash out flow of lease | <u>\$ 1,747</u>                            | <u>1,747</u> |

(k) Employee benefits

The pension costs incurred from the contributions to the Labor Insurance were as follows:

|                    | Three months ended June 30,<br>2026 | 2025          | Six months ended June 30,<br>2026 | 2025          |
|--------------------|-------------------------------------|---------------|-----------------------------------|---------------|
| Operating Costs    | \$ 10,257                           | 8,366         | 18,482                            | 17,378        |
| Operating Expenses | 3,892                               | 2,075         | 6,157                             | 4,201         |
| Total              | <u>\$ 14,149</u>                    | <u>10,441</u> | <u>24,639</u>                     | <u>21,579</u> |

(l) Income tax

- (i) The amounts of income tax expense for the three months and six months ended June 30, 2026 and 2025 were \$51,452 thousand, \$31,515 thousand, \$127,114 thousand and \$134,250 thousand respectively.

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# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

- (ii) The amounts of income tax expense (profit) under other comprehensive income or loss for the three months and six months ended June 30, 2026 and 2025 were as follows:

|                                                                 | Three months ended June 30, |                  | Six months ended June 30, |                 |
|-----------------------------------------------------------------|-----------------------------|------------------|---------------------------|-----------------|
|                                                                 | 2026                        | 2025             | 2026                      | 2025            |
| Foreign currency translation differences for foreign operations | <u>\$ 9,987</u>             | <u>(107,133)</u> | <u>39,028</u>             | <u>(86,962)</u> |

- (iii) The Company and NISHOKU BOUEKI income tax returns have been examined by the tax authority through the years up to 2024, respectively.  
NISHOKU BOUEKI entered into liquidation in April 2026, and the relevant proceedings have not yet been completed.

(m) Capital and other equity

In addition to the following, there is no material change in capital and other equity of the Group for the six months ended June 30, 2026 and 2025. For the related information, please refer to Note 6(m) of the consolidated financial statements for the year ended December 31, 2025.

(i) Capital surplus

The balances of capital surplus as of June 30, 2026 and December 31, 2025, and June 30, 2025 were as follows:

|                           | June 30,<br>2026  | December 31,<br>2025 | June 30,<br>2025 |
|---------------------------|-------------------|----------------------|------------------|
| Additional paid-capital   | \$ 924,338        | 924,338              | 918,669          |
| Employee share options    | 10,892            | 10,892               | 10,892           |
| Restricted employee stock | 5,669             | 5,669                | 11,338           |
| Total                     | <u>\$ 940,899</u> | <u>940,899</u>       | <u>940,899</u>   |

(iii) Retained earnings

The Group's article of incorporation stipulate that, when allocating the profit for each fiscal year, the Company shall first offset its losses in previous years. Of the remaining profit, 10% is to be appropriated as legal reserve, until the accumulated legal reserve equals the Company's paid in capital. Aside from the aforesaid legal reserve, the Company shall appropriate or reverse another sum as special earnings reserve in accordance with relevant laws or regulations or requested by the authorities in charge. The remaining profit together with any undistributed retained earnings shall be distributed according to the distribution plan proposed by the Board of Directors and submitted to the stockholders' meeting for approval.

According to the amendment of the of Article 240 and Article 241 of the ROC Company Act, the Company authorized the distributable dividends and bonuses in whole or in part may be

(Continued)

## NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

paid in cash after a resolution has been adopted by a majority vote at a meeting of the Board of Directors attended by two thirds of the total number of directors; and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting.

Before the distribution of dividends, the Company shall first take into consideration its operating environment, industry developments, and the long term interests of stockholders, as well as its programs to maintain operating efficiency and meet its capital expenditure budget and financial goals in determining the stock or cash dividends to be paid. The dividend to be distributed shall be no less than 10% of the current year retained earnings available for distribution only if the current year retained earnings available for distribution does not reach \$0.5 per share, the Company may decide not to distribute dividend. The dividend to be distributed may be in the form of cash and stock, and cash dividend in the distribution should not be less than 30%.

Dividend distribution for 2025 and 2024 were decided via the special resolution of the board of directors held on Feb 26, 2026, and Feb 27, 2025. The relevant dividend distributions to shareholders were as follows:

|                           | 2025                |                | 2023                |                |
|---------------------------|---------------------|----------------|---------------------|----------------|
|                           | Payout<br>per share | Amount         | Payout<br>per share | Amount         |
| Dividend to shareholders: |                     |                |                     |                |
| Cash                      | \$ 9.0              | <u>567,200</u> | 10.0                | <u>630,222</u> |
| (n) Share-based payment   |                     |                |                     |                |

For the six months ended June 30, 2026 and 2025, there were no significant changes in share-based payment except for the following: (Please refer to note 6(n) of the consolidated financial statements for the year ended December 31, 2025 for other related information).

#### (i) Restricted stock

As of June 30, 2026, the restricted stock plans of the Company were as follows:

|                                    | Restricted stock for<br>Employees | Restricted stock for<br>Employees |
|------------------------------------|-----------------------------------|-----------------------------------|
|                                    | 2022-1                            | 2022-2                            |
| Grant date                         | August 3, 2022                    | July 5, 2023                      |
| Fair value (per share)(in dollars) | 72.8                              | 84.7                              |
| Exercise price (in dollars)        | 0                                 | 0                                 |
| Granted units (thousand shares)    | 372                               | 24                                |
| Vesting period                     | 2-4 years                         | 2-4 years                         |

The related information on restricted stock of the Group was as follows:

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**NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES**

**Notes to the Consolidated Financial Statements**

|                                    | <b>For the six months<br/>ended June 30</b> |             |
|------------------------------------|---------------------------------------------|-------------|
| (in thousands of shares)           | <b>2026</b>                                 | <b>2025</b> |
| Outstanding at beginning of period | 88                                          | 176         |
| Granted during the period          | -                                           | -           |
| Vested during the period           | -                                           | -           |
| Outstanding at end of period       | <b>88</b>                                   | <b>176</b>  |

(ii) Expenses attributable to share based payment were as follows:

|                                | <b>Three months ended June 30,</b> |             | <b>Six months ended June 30,</b> |             |
|--------------------------------|------------------------------------|-------------|----------------------------------|-------------|
|                                | <b>2026</b>                        | <b>2025</b> | <b>2026</b>                      | <b>2025</b> |
| Restricted stock for employees | <b>\$ 398</b>                      | <b>753</b>  | <b>797</b>                       | <b>645</b>  |

(o) Earnings per share

|                                                                     | <b>Three months ended June 30,</b> |                  | <b>Six months ended June 30,</b> |                |
|---------------------------------------------------------------------|------------------------------------|------------------|----------------------------------|----------------|
|                                                                     | <b>2026</b>                        | <b>2025</b>      | <b>2026</b>                      | <b>2025</b>    |
| <b>Basic earnings per share:</b>                                    |                                    |                  |                                  |                |
| Profit attributable to ordinary shareholders of the Company         | <b>\$ 95,199</b>                   | <b>(115,166)</b> | <b>263,118</b>                   | <b>133,304</b> |
| Weighted-average number of ordinary shares (thousand shares)        | <b>62,934</b>                      | <b>62,846</b>    | <b>62,934</b>                    | <b>62,846</b>  |
| Basic earnings per share (NTD)                                      | <b>\$ 1.51</b>                     | <b>(1.83)</b>    | <b>4.18</b>                      | <b>2.12</b>    |
| <b>Diluted earnings per share:</b>                                  |                                    |                  |                                  |                |
| Profit attributable to ordinary shareholders of the Company         | <b>\$ 95,199</b>                   |                  | <b>263,118</b>                   | <b>133,304</b> |
| Weighted average number of ordinary shares (basic, thousand shares) | 62,934                             |                  | 62,934                           | 62,846         |
| Effect of employee stock bonuses                                    | 126                                |                  | 197                              | 164            |

(Continued)

**NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES**

**Notes to the Consolidated Financial Statements**

|                                                                       | <u>Three months ended June 30,</u> |             | <u>Six months ended June 30,</u> |               |
|-----------------------------------------------------------------------|------------------------------------|-------------|----------------------------------|---------------|
|                                                                       | <u>2026</u>                        | <u>2025</u> | <u>2026</u>                      | <u>2025</u>   |
| Restricted stock for employees                                        | 86                                 |             | 86                               | 156           |
| Weighted-average number of ordinary shares (diluted, thousand shares) | <b>63,146</b>                      |             | <b>63,217</b>                    | <b>63,166</b> |
| Diluted earnings per share (NTD)                                      | <b>\$ 1.51</b>                     |             | <b>4.16</b>                      | <b>2.11</b>   |

As the potential ordinary shares had no dilutive effect, The Group disclosed only basic loss per share for the three months end June30,2025.

(p) Revenue from contracts with customers

(i) Details of revenue

|                                     | <u>Three months ended June 30,</u> |                  | <u>Six months ended June 30,</u> |                  |
|-------------------------------------|------------------------------------|------------------|----------------------------------|------------------|
|                                     | <u>2026</u>                        | <u>2025</u>      | <u>2026</u>                      | <u>2025</u>      |
| <u>Primary geographical markets</u> |                                    |                  |                                  |                  |
| United States                       | \$ 534,491                         | 629,730          | 1,120,002                        | 1,473,497        |
| Asia                                | 34,841                             | 48,428           | 73,060                           | 103,466          |
| Europe                              | 484,884                            | 437,915          | 888,355                          | 752,306          |
|                                     | <b>\$ 1,054,216</b>                | <b>1,116,073</b> | <b>2,081,417</b>                 | <b>2,329,269</b> |
| <u>Primary productions</u>          |                                    |                  |                                  |                  |
| Plastic injection mold              | \$ 960,056                         | 1,073,653        | 1,891,803                        | 2,182,296        |
| Tooling mold                        | 94,160                             | 41,481           | 189,614                          | 125,598          |
| Others                              | -                                  | 939              | -                                | 21,375           |
|                                     | <b>\$ 1,054,216</b>                | <b>1,116,073</b> | <b>2,081,417</b>                 | <b>2,329,269</b> |

(ii) Contract balances

For details on accounts receivable, please refer to note 6 (c).

|                      | <u>2026.6.30</u> | <u>2025.12.31</u> | <u>2025.6.30</u> |
|----------------------|------------------|-------------------|------------------|
| Contract liabilities | <b>\$ 30,289</b> | <b>42,808</b>     | <b>37,431</b>    |

The major change in the balance of contract liabilities is the advance consideration received from customers for the contracts, in which revenue is recognized when products are delivered to

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## NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

customers. The amount of revenue recognized for the six months ended June 30, 2026 and 2025, which was included in the contract liability balance at the beginning of the period, was \$27,303 thousand and \$29,757 thousand, respectively.

(q) Employee, board of directors', and supervisors' compensation

On May 29, 2026, The Company's shareholders' meeting resolved to amend the company's articles of association. In accordance with the amended Articles of incorporation the Company should contribute no less than 1% of the profit as employee compensation and not exceed 5% as directors' remuneration when there is profit for the year. In the amount of employees' compensation as mentioned above, no less than 20% of the amount shall be distributed as compensation to non-executive employees. Employees' compensation may be paid in the form of stock or cash, The recipients of shares and cash may include the employees of the Company's affiliated companies who meet certain conditions. The recipients of shares and cash may include the employees of the Company's affiliated companies who meet certain conditions. In accordance with Articles of incorporation before amended, the Company should contribute no less than 1% of the profit as employee compensation and not exceed 5% as directors' remuneration when there is profit for the year. However, if the Company has accumulated deficits, the profit should be reserved to offset the deficit. The recipients of shares and cash may include the employees of the Company's affiliated companies who meet certain conditions.

For the three months and six months ended June 30, 2026 and 2025, the Company estimated its employee remuneration amounting to \$6,750 thousand, \$6,750 thousand, \$13,500 thousand and \$13,500 thousand, directors' and supervisors' remuneration amounting to \$2,550 thousand, \$2,550 thousand, \$5,100 thousand and \$5,100 thousand, respectively. The estimated amounts mentioned above are calculated based on the net profit before tax, excluding the remuneration to employees, directors and supervisors of each period, multiplied by the percentage of remuneration to employees, directors and supervisors as specified in the Company's articles. These remunerations were expensed under operating costs or operating. If the actual amount of the annual distribution and the estimated amount of differences, according to the changes in accounting estimates, and the difference recognized as the next year annual profit (loss). Such as the resolution of the board of directors to take the stock of employee compensation, the numbers of shares to be distributed would be calculated based on the closing price of the Company's ordinary shares one day before the date of the meeting of Board of Directors, please refer to Market Observation Post System for further information.

If there is a discrepancy between the above mentioned employee and director remuneration provision amounts and the actual allotment amount determined by the board of directors, it will be treated as a change in accounting estimates and listed as profit or loss for the following year.

There were no significant difference between the estimated and actual amounts in 2025 and 2024.

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# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

(r) Other revenue

The other revenue for the six months ended June 30, 2026 and 2025 were as follows:

|                 | <b>Three months ended June 30,</b> |               | <b>Six months ended June 30,</b> |               |
|-----------------|------------------------------------|---------------|----------------------------------|---------------|
|                 | <b>2026</b>                        | <b>2025</b>   | <b>2026</b>                      | <b>2025</b>   |
| Interest income | \$ 36,590                          | 36,409        | 72,469                           | 74,480        |
| Others          | 1,391                              | 3,944         | 1,985                            | 6,380         |
|                 | <b>\$ 37,981</b>                   | <b>40,353</b> | <b>74,454</b>                    | <b>80,860</b> |

(s) Other gains and losses

The other gains and losses for the six months ended June 30, 2026 and 2025 were as follows:

|                                                                         | <b>Three months ended June 30,</b> |                  | <b>Six months ended June 30,</b> |                  |
|-------------------------------------------------------------------------|------------------------------------|------------------|----------------------------------|------------------|
|                                                                         | <b>2026</b>                        | <b>2025</b>      | <b>2026</b>                      | <b>2025</b>      |
| Foreign exchange gains, net                                             | \$ (57,161)                        | (320,268)        | (42,162)                         | (310,335)        |
| Gains (Losses) on financial assets at fair value through profit or loss | 9,155                              | (19,158)         | 9,734                            | (16,576)         |
| Gains (Losses) on disposal of property, plant and equipment             | 67                                 | (290)            | 200                              | (39)             |
| Others                                                                  | (925)                              | (5,200)          | (925)                            | (5,580)          |
|                                                                         | <b>\$ (48,864)</b>                 | <b>(344,916)</b> | <b>(33,153)</b>                  | <b>(332,530)</b> |

(t) Financial Instruments

In addition to the following, there is no material change in financial instruments of the Group. For the related information, please refer to note 6(t) of the consolidated financial statements for the year ended December 31, 2025.

(i) Credit risk

1) Credit risk exposure

As of June 30, 2026 and 2025, the Group's maximum exposure to credit risk was mainly from the carrying amount of financial assets recognized in the consolidated statements of financial position and amounted to \$7,162,937 thousand and \$6,317,561 thousand, respectively. The Group had deposited these bank deposits in different financial institutions, and the Group believes that there is no significant credit risk from the above mentioned financial institutions.

2) Concentration of credit risk

The credit risk exposure of the Group comes from the credit of individual customers, and the industry of the customer also have effect on credit risk. For the six months ended June 30, 2026 and 2025, sales to the individual customers whose revenue constituting over 10% of net revenue are 67% and 73% of total revenues respectively. As of June 30, 2026 and 2025, 68%

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# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

and 76%, respectively, of accounts receivable were for those customers.

### (ii) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

|                                      | Carrying<br>amount  | Contractual<br>cash flows | within 1<br>year | 1-2 years        | 2-5 years      |
|--------------------------------------|---------------------|---------------------------|------------------|------------------|----------------|
| <b>June 30, 2026</b>                 |                     |                           |                  |                  |                |
| Non-derivative financial liabilities |                     |                           |                  |                  |                |
| Short-term borrowings                | \$ 1,197,775        | 1,200,633                 | 1,200,633        | -                | -              |
| Long-term borrowings                 | 1,100,000           | 1,138,594                 | 20,800           | 1,117,794        | -              |
| Non-interest bearing liabilities     |                     |                           |                  |                  |                |
| Notes and accounts payable           | 521,112             | 521,112                   | 521,112          | -                | -              |
| Lease liabilities                    | 4,099               | 4,099                     | 3,449            | 650              | -              |
| Other financial liabilities          | 641,027             | 641,027                   | 641,027          | -                | -              |
|                                      | <b>\$ 3,464,013</b> | <b>3,505,465</b>          | <b>2,387,021</b> | <b>1,118,444</b> | <b>-</b>       |
| <b>December 31, 2025</b>             |                     |                           |                  |                  |                |
| Non-derivative financial liabilities |                     |                           |                  |                  |                |
| Short-term borrowings                | \$ 1,400,000        | 1,403,113                 | 1,403,113        | -                | -              |
| Long-term borrowings                 | 1,000,000           | 1,036,449                 | 19,000           | 664,327          | 353,122        |
| Non-interest bearing liabilities     |                     |                           |                  |                  |                |
| Notes and accounts payable           | 484,733             | 484,733                   | 484,733          | -                | -              |
| Lease liabilities                    | 5,799               | 5,799                     | 3,417            | 2,382            | -              |
| Other financial liabilities          | 67,727              | 67,727                    | 67,727           | -                | -              |
|                                      | <b>\$ 2,958,259</b> | <b>2,997,821</b>          | <b>1,977,990</b> | <b>666,709</b>   | <b>353,122</b> |
| <b>June 30, 2025</b>                 |                     |                           |                  |                  |                |
| Non-derivative financial liabilities |                     |                           |                  |                  |                |
| Short-term borrowings                | \$ 1,075,800        | 1,079,610                 | 1,079,610        | -                | -              |
| Long term borrowings                 | 800,000             | 836,459                   | 15,200           | 464,812          | 356,447        |
| Non-interest bearing liabilities     |                     |                           |                  |                  |                |
| Notes and accounts payable           | 501,863             | 501,863                   | 501,863          | -                | -              |
| Lease liability                      | 7,484               | 7,484                     | 3,386            | 4,098            | -              |
| Other financial liabilities          | 713,828             | 713,828                   | 713,828          | -                | -              |
|                                      | <b>\$ 3,098,975</b> | <b>3,139,244</b>          | <b>2,313,887</b> | <b>468,910</b>   | <b>356,447</b> |

The Group does not expect that the cash flows included in the maturity analysis could occur significantly earlier or at significantly different amounts.

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# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

### (iii) Market risk

#### 1) Exchange rate risk

##### a) Exposure to foreign currency risk

The Group significant exposure to foreign currency risk on financial assets and liabilities was as follows:

|                              |                  |             | June 30, 2026 |           |            | December 31, 2025 |               |            | June 30, 2025    |               |     |
|------------------------------|------------------|-------------|---------------|-----------|------------|-------------------|---------------|------------|------------------|---------------|-----|
|                              | Foreign currency |             | Exchange rate | NTD       |            | Foreign currency  | Exchange rate | NTD        | Foreign currency | Exchange rate | NTD |
| <b>Financial assets</b>      |                  |             |               |           |            |                   |               |            |                  |               |     |
| <b>Monetary Items</b>        |                  |             |               |           |            |                   |               |            |                  |               |     |
| USD                          | \$               | 134,381     | 31.850        | 4,280,036 | 145,448    | 31.430            | 4,571,424     | 135,467    | 29.300           | 3,969,172     |     |
| JPY                          |                  | 345,950     | 0.1963        | 67,910    | 338,638    | 0.201             | 67,998        | 419,346    | 0.203            | 85,295        |     |
| EUR                          |                  | 696         | 36.290        | 25,244    | 617        | 36.900            | 22,769        | 501        | 34.350           | 17,219        |     |
| VND                          |                  | 193,585,496 | 0.001195      | 231,335   | 27,986,641 | 0.001175          | 32,884        | 12,656,301 | 0.001105         | 13,985        |     |
| <b>Financial liabilities</b> |                  |             |               |           |            |                   |               |            |                  |               |     |
| <b>Monetary Items</b>        |                  |             |               |           |            |                   |               |            |                  |               |     |
| USD                          |                  | 3,353       | 31.850        | 106,787   | 3,182      | 31.430            | 100,020       | 4,069      | 29.300           | 119,222       |     |
| JPY                          |                  | 82,440      | 0.1963        | 16,183    | -          | -                 | -             | 36,000     | 0.203            | 7,322         |     |
| EUR                          |                  | -           | -             | -         | 49         | 36.900            | 1,799         | -          | -                | -             |     |
| VND                          |                  | 41,712,370  | 0.001195      | 49,846    | 54,621,149 | 0.001175          | 64,180        | 49,492,446 | 0.001105         | 54,689        |     |

##### b) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivables, financial assets carried at amortized cost, accounts payable and other payables that are denominated in foreign currency.

A weakening (strengthening) of 1% of the NTD against the USD and JPY and EUR and VND at June 30, 2026 and 2025, would have increased or decreased the net profit before tax by \$44,317 thousand and \$39,044 thousand, respectively. The analysis assumes that all other variables remain constant and ignores any impact of forecasted sales and purchases. The analysis is performed on the same basis for both periods.

##### c) Exchange gains and losses on monetary items

Since the Group has many kinds of functional currencies, the information on foreign exchange gain (loss) on monetary items is disclosed in a summarized manner, please refer to note 6(s).

#### 2) Interest rate analysis

The interest risk exposure from financial assets and liabilities has been disclosed in the note of liquidity risk management.

The following sensitivity analysis is based on the exposure to interest rate risk of the derivative and non-derivative financial instruments on the reporting date. If the interest rate had increased or decreased by 0.25%, the net profit before tax would have decreased or increased by \$(1,073)thousand and \$19 thousand for the six months ended June 30, 2026 and

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# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

2025, respectively, assuming all other variable factors were constant. This mainly resulted from borrowings and bank deposits at variable interest rates.

### (iv) Fair value of financial instruments

#### 1) Fair value of financial instruments

The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and for equity investments that has no quoted prices in the active markets and whose fair value cannot be reliably measured, disclosure of fair value information is not required:

|                                                                                  |    | June 30, 2026       |            |         |         |         |
|----------------------------------------------------------------------------------|----|---------------------|------------|---------|---------|---------|
|                                                                                  |    | Carrying<br>amounts | Fair Value |         |         |         |
|                                                                                  |    |                     | Level 1    | Level 2 | Level 3 | Total   |
| Financial assets at fair value through profit or loss                            |    |                     |            |         |         |         |
| Non derivative financial assets at fair value through profit or loss-current     |    | \$ 61,857           | 61,857     | -       | -       | 61,857  |
| Non derivative financial assets at fair value through profit or loss-non-current |    | \$ 179,384          | 179,384    | -       | -       | 179,384 |
| Financial assets carried at amortized cost                                       |    |                     |            |         |         |         |
| Cash and cash equivalents                                                        | \$ | 4,332,301           |            |         |         |         |
| Notes and accounts receivable, net                                               |    | 1,245,210           |            |         |         |         |
| Financial assets measured at amortized cost – current                            |    | 585,975             |            |         |         |         |
| Other financial assets-current                                                   |    | 14,299              |            |         |         |         |
| Refundable deposits                                                              |    | 9,974               |            |         |         |         |
| Non-current financial assets measured at amortized cost                          |    | 743,911             |            |         |         |         |
|                                                                                  | \$ | 6,931,670           |            |         |         |         |
| Financial liabilities carried at amortized cost                                  |    |                     |            |         |         |         |
| Long and short term borrowings                                                   | \$ | 2,297,775           |            |         |         |         |
| Notes and accounts payable                                                       |    | 521,112             |            |         |         |         |
| Lease liability                                                                  |    | 4,099               |            |         |         |         |
| Other payable                                                                    |    | 641,027             |            |         |         |         |
|                                                                                  | \$ | 3,464,013           |            |         |         |         |

|                                                                                            | December 31, 2025   |            |         |         |        |
|--------------------------------------------------------------------------------------------|---------------------|------------|---------|---------|--------|
|                                                                                            | Carrying<br>amounts | Fair Value |         |         |        |
|                                                                                            |                     | Level 1    | Level 2 | Level 3 | Total  |
| Financial assets at fair value through<br>profit or loss                                   |                     |            |         |         |        |
| Non derivative financial<br>assets at fair value-current<br>through profit or loss-current | \$ 74,180           | 74,180     | -       | -       | 74,180 |

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# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

|                                                                                  |    |                |                |          |          |                |
|----------------------------------------------------------------------------------|----|----------------|----------------|----------|----------|----------------|
| Non derivative financial assets at fair value through profit or loss-non-current | \$ | <u>172,720</u> | <u>172,720</u> | <u>-</u> | <u>-</u> | <u>172,720</u> |
|----------------------------------------------------------------------------------|----|----------------|----------------|----------|----------|----------------|

Financial assets measured at amortized cost

|                                                              |    |                  |
|--------------------------------------------------------------|----|------------------|
| Cash and cash equivalents                                    | \$ | 4,262,228        |
| Notes and accounts receivable, net                           |    | 1,279,636        |
| current financial assets measured at amortized cost- current |    | 578,248          |
| Other financial assets-current                               |    | 10,233           |
| Refundable deposits                                          |    | 11,224           |
| Non-current financial assets measured at amortized cost      |    | <u>713,119</u>   |
|                                                              | \$ | <u>6,854,688</u> |

Financial liabilities carried at amortized cost

|                                |    |                  |
|--------------------------------|----|------------------|
| Long and short term borrowings | \$ | 2,400,000        |
| Notes and accounts payable     |    | 484,733          |
| Lease liability                |    | 5,799            |
| Other payable                  |    | <u>67,727</u>    |
|                                | \$ | <u>2,958,259</u> |

| June 30, 2025                                                                    |                  |                  |                |          |                |
|----------------------------------------------------------------------------------|------------------|------------------|----------------|----------|----------------|
|                                                                                  | Carrying amounts | Fair Value       |                |          | Total          |
|                                                                                  |                  | Level 1          | Level 2        | Level 3  |                |
| Financial assets at fair value through profit or loss                            |                  |                  |                |          |                |
| Non-derivative financial assets at fair value through profit or loss-current     | \$               | <u>37,130</u>    | <u>37,130</u>  | <u>-</u> | <u>37,130</u>  |
| Non-derivative financial assets at fair value through profit or loss-non-current | \$               | <u>169,042</u>   | <u>169,042</u> | <u>-</u> | <u>169,042</u> |
| Financial liabilities carried at amortized cost                                  |                  |                  |                |          |                |
| Cash and cash equivalents                                                        | \$               | 3,457,288        |                |          |                |
| Notes and accounts receivable, net                                               |                  | 1,313,749        |                |          |                |
| current financial assets measured at amortized cost                              |                  | 426,784          |                |          |                |
| Other financial assets-current                                                   |                  | 9,922            |                |          |                |
| Refundable deposits                                                              |                  | 10,684           |                |          |                |
| Non-current financial assets measured at amortized cost                          |                  | <u>903,646</u>   |                |          |                |
|                                                                                  | \$               | <u>6,122,073</u> |                |          |                |
| Financial liabilities carried at amortized cost                                  |                  |                  |                |          |                |
| Long and short term borrowings                                                   | \$               | 1,875,800        |                |          |                |
| Notes and accounts payable                                                       |                  | 501,863          |                |          |                |
| Lease liability                                                                  |                  | 7,484            |                |          |                |
| Other payable                                                                    |                  | <u>713,828</u>   |                |          |                |
|                                                                                  | \$               | <u>3,098,975</u> |                |          |                |

(Continued)

# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

### 2) Valuation techniques for financial instruments measured at fair value

A financial instrument is regarded as being quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's-length basis. Whether transactions are taking place 'regularly' is a matter of judgment and depends on the facts and circumstances of the market for the instrument.

Quoted market prices may not be indicative of the fair value of an instrument if the activity in the market is infrequent, the market is not well-established, only small volumes are traded, or bid-ask spreads are very wide. Determining whether a market is active involves judgment.

#### (u) Financial risk management

The Group's risk management policies are no material change in financial instruments of the Group for the six months ended June 30, 2026 and 2025. For the related information, please refer to note 6(u) of the consolidated financial statements for the year ended December 31, 2025.

#### (v) Capital management

As of June 30, 2026, there were no changes in the Group's approach to capital management. For the related information, please refer to Note 6(v) of the consolidated financial statements for the year ended December 31, 2025.

#### (w) Reconciliation of liabilities arising from financing activities

The Group's reconciliation of liabilities arising from financing activities for the six months ended June 30, 2026 and 2025, were as follows:

(i) For acquisition of right-of-use assets, please refer to note 6(g).

(ii) Reconciliation of liabilities arising from financing activities were as follows:

|                                                  | January 1,<br>2026  | Cash flows       | Foreign exchange<br>movement and others | June 30,<br>2026 |
|--------------------------------------------------|---------------------|------------------|-----------------------------------------|------------------|
| Short term borrowings                            | \$ 1,400,000        | (202,225)        | -                                       | 1,197,775        |
| Long term borrowings (including current portion) | 1,000,000           | 100,000          | -                                       | 1,000,000        |
| Lease liability                                  | 5,799               | (1,747)          | 47                                      | 4,099            |
| Total liabilities from financing activities      | <b>\$ 2,405,799</b> | <b>(103,972)</b> | <b>47</b>                               | <b>2,301,874</b> |
|                                                  | January 1,<br>2025  | Cash flows       | Foreign exchange<br>movement and others | June 30,<br>2025 |
| Short term borrowings                            | \$ 1,248,925        | (173,125)        | -                                       | 1,075,800        |
| Long term borrowings (including current portion) | 800,000             | -                | -                                       | 800,000          |
| Lease liability                                  | 9,154               | (1,747)          | 77                                      | 7,484            |
| Total liabilities from financing activities      | <b>\$ 2,058,079</b> | <b>(174,872)</b> | <b>77</b>                               | <b>1,883,284</b> |

(Continued)

**NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(7) Related-party transactions:**

(a) Key management personnel compensation

Key management personnel compensation comprised:

|                              | <b>Three months ended June 30,</b> |               | <b>Six months ended June 30,</b> |               |
|------------------------------|------------------------------------|---------------|----------------------------------|---------------|
|                              | <b>2026</b>                        | <b>2025</b>   | <b>2026</b>                      | <b>2025</b>   |
| Short-term employee benefits | \$ 11,505                          | 11,757        | 23,454                           | 23,360        |
| Post-employment benefits     | 81                                 | 81            | 162                              | 162           |
|                              | <b>\$ 11,586</b>                   | <b>11,838</b> | <b>23,616</b>                    | <b>23,522</b> |

**(8) Pledged assets:**

The carrying values of pledged assets were as follows:

| <b>Pledged assets</b>                                                   | <b>Object</b>    | <b>June 30,<br/>2026</b> | <b>December 31,<br/>2025</b> | <b>June 30,<br/>2025</b> |
|-------------------------------------------------------------------------|------------------|--------------------------|------------------------------|--------------------------|
| Demand deposits<br>(classified under other<br>current financial assets) | Performance bond | <b>\$ 1,673</b>          | <b>1,645</b>                 | <b>1,547</b>             |

**(9) Significant Commitments and contingencies:**

(a) The aggregate unpaid amounts of contracts pertaining to the purchase of plant and equipment were as follows:

|                                              | <b>June 30,<br/>2026</b> | <b>December 31,<br/>2025</b> | <b>June 30,<br/>2025</b> |
|----------------------------------------------|--------------------------|------------------------------|--------------------------|
| Acquisition of property, plant and equipment | <b>\$ 476,301</b>        | <b>31,899</b>                | <b>21,819</b>            |

(b) For the necessary to bank loan, the Company provide guarantee and endorsement for its subsidiaries were as follows:

|                             | <b>June 30,<br/>2026</b> | <b>December 31,<br/>2025</b> | <b>June 30,<br/>2025</b> |
|-----------------------------|--------------------------|------------------------------|--------------------------|
| Outstanding guarantee notes | <b>\$ 1,108,380</b>      | <b>1,093,764</b>             | <b>1,019,640</b>         |
| Actual usage amount         | <b>\$ 47,775</b>         | <b>-</b>                     | <b>175,800</b>           |

(Continued)

**NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(10) Losses Due to Major Disasters: None.**

**(11) Subsequent Events: None.**

**(12) Other:**

- (a) A summary of current-period employee benefits, depreciation, and amortization, by function, is as follows:

| By function<br><br>By item | For the three-month periods ended June 30 |                    |         |                |                    |         |
|----------------------------|-------------------------------------------|--------------------|---------|----------------|--------------------|---------|
|                            | 2026                                      |                    |         | 2025           |                    |         |
|                            | Operating cost                            | Operating expenses | Total   | Operating cost | Operating expenses | Total   |
| Employee benefit expenses  |                                           |                    |         |                |                    |         |
| Salaries                   | 226,665                                   | 59,124             | 285,789 | 217,806        | 51,554             | 269,360 |
| Labor and health insurance | 11,678                                    | 3,685              | 15,363  | 9,169          | 2,673              | 11,842  |
| Pension                    | 10,257                                    | 3,892              | 14,149  | 8,366          | 2,075              | 10,441  |
| Others                     | 10,400                                    | 14,413             | 24,813  | 10,353         | 11,381             | 21,734  |
| Depreciation               | 47,655                                    | 8,927              | 56,582  | 47,240         | 8,011              | 55,251  |
| Amortization               | 2,829                                     | 1,598              | 4,427   | 2,499          | 1,015              | 3,514   |

| By function<br><br>By item | For the six-month periods ended June 30 |                    |         |                |                    |         |
|----------------------------|-----------------------------------------|--------------------|---------|----------------|--------------------|---------|
|                            | 2026                                    |                    |         | 2025           |                    |         |
|                            | Operating cost                          | Operating expenses | Total   | Operating cost | Operating expenses | Total   |
| Employee benefit expenses  |                                         |                    |         |                |                    |         |
| Salaries                   | 447,298                                 | 113,695            | 560,993 | 448,718        | 104,312            | 553,030 |
| Labor and health insurance | 22,012                                  | 6,796              | 28,808  | 18,915         | 5,843              | 24,758  |
| Pension                    | 18,482                                  | 6,157              | 24,639  | 17,378         | 4,201              | 21,579  |
| Others                     | 19,766                                  | 21,635             | 41,401  | 20,699         | 18,778             | 39,477  |
| Depreciation               | 95,954                                  | 16,984             | 112,938 | 95,004         | 16,898             | 111,902 |
| Amortization               | 5,769                                   | 3,233              | 9,002   | 4,946          | 1,837              | 6,783   |

**(13) Other disclosures:**

- (a) Information on significant transactions:

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group:

(Continued)

## NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

#### (i) Loans to other parties:

| No. | Name of lender | Name of borrower | Account name              | Related party | Highest balance of financing to other parties during the period | Ending balance (Note 2) | Actual usage amount during the period | Interest rate | Nature of financing             | Transaction amounts | Reason for short-term financing | Allowance for bad debt | Collateral |       | Financing limit for each borrowing company | Maximum financing limit for the lender |
|-----|----------------|------------------|---------------------------|---------------|-----------------------------------------------------------------|-------------------------|---------------------------------------|---------------|---------------------------------|---------------------|---------------------------------|------------------------|------------|-------|--------------------------------------------|----------------------------------------|
|     |                |                  |                           |               |                                                                 |                         |                                       |               |                                 |                     |                                 |                        | Item       | Value |                                            |                                        |
| 0   | The Company    | NISHOKU VIETNAM  | Other accounts receivable | Yes           | 223,965                                                         | 222,950                 | 222,950                               | 4.15%         | Necessary to loan other parties | -                   | Operating capital               | -                      | -          | -     | 483,896 (Note 1)                           | 1,935,586 (Note 1)                     |

Note 1: The individual amount and the total amount for lending to a company shall not exceed 10% and 40% of the lending company's net worth in the latest financial statement, respectively. The Company for lending to the Company directly or indirectly holds 100% of their shares, with the loan amount not limited and the total amounts not exceeding the lending company's net worth in the last financial statement.

Note 2: Amount actually draw in foreign currencies were translated based on the exchange rate at the reporting date.

#### (ii) Guarantees and endorsements for other parties:

| No. | Name of guarantor | Counter-party of guarantee and endorsement |                                        | Limitation on amount of guarantees and endorsements for a specific enterprise (Note 1) | Highest balance for guarantees and endorsements during the period | Balance of guarantees and endorsements as of reporting date (Note 3) | Actual usage amount during the period | Property pledged for guarantees and endorsements (Amount) | Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements | Maximum amount for guarantees and endorsements | Parent company endorsements/ guarantees to third parties on behalf of subsidiary | Subsidiary endorsements/ guarantees to third parties on behalf of parent company | Endorsements/ guarantees to third parties on behalf of companies in Mainland China |
|-----|-------------------|--------------------------------------------|----------------------------------------|----------------------------------------------------------------------------------------|-------------------------------------------------------------------|----------------------------------------------------------------------|---------------------------------------|-----------------------------------------------------------|-------------------------------------------------------------------------------------------------------------|------------------------------------------------|----------------------------------------------------------------------------------|----------------------------------------------------------------------------------|------------------------------------------------------------------------------------|
|     |                   | Name                                       | Relationship with the Company (Note 2) |                                                                                        |                                                                   |                                                                      |                                       |                                                           |                                                                                                             |                                                |                                                                                  |                                                                                  |                                                                                    |
| 0   | The Company       | NISHOKU VIETNAM                            | 2                                      | 4,838,964                                                                              | 1,113,426                                                         | 1,108,380                                                            | 47,775                                | -                                                         | 22.91%                                                                                                      | 4,838,964                                      | Y                                                                                | N                                                                                | N                                                                                  |

Note 1: The amount and the total amount of the guarantee to a company shall not exceed 30% and 100%, respectively, of the Company net worth in the latest financial statements. The total amount of the guarantee that the Company and its subsidiaries to a company shall not exceed 100%, of the Company's net worth in the latest financial statement. The Company directly or indirectly holds 100% of their shares, the guarantee amounts not limited by the Company's net worth in the latest financial statement.

Note 2: The relationship of guarantor and endorsements to related parties were as follows:

- 1) Business relationship between the Company
- 2) The Company directly or indirectly holds over 50% of subsidiaries' shares;
- 3) The parent company and its subsidiaries hold over 50% of investees' shares;
- 4) A subsidiary jointed owned over 50% by the Company and the Company's directly-owned subsidiary.

Note 3: Amount actually draw in foreign currencies were translated based on the exchange rate at the reporting date.

#### (iii) Securities held as of June 30, 2026 (excluding investment in subsidiaries, associates and joint ventures):

| Name of holder | Nature and name of securities                         | Relationship with the securities issuer | Account name                                                        | Ending balance           |                |                             |            | Note   |
|----------------|-------------------------------------------------------|-----------------------------------------|---------------------------------------------------------------------|--------------------------|----------------|-----------------------------|------------|--------|
|                |                                                       |                                         |                                                                     | Shares/Units (thousands) | Carrying value | Percentage of ownership (%) | Fair value |        |
| The Company    | Nomura Global Financial Bond Fund Accumulate          | None                                    | Financial assets at fair value through profit or loss - current     | -                        | 9,515          | - %                         | 9,515      |        |
| "              | JPMorgan Investment Funds-Global High Yield Bond Fund | "                                       | "                                                                   | -                        | 11,453         | - %                         | 11,453     |        |
| "              | ABITL Income Multi-asset Income Fund of Funds A2      | "                                       | "                                                                   | -                        | 8,018          | - %                         | 8,018      |        |
| "              | Amundi Funds - USD Short Term Bond Fund (East Asia)   | "                                       | "                                                                   | -                        | 32,871         | - %                         | 32,871     | (Note) |
| "              | FOXCONN (FAR EAST) 16/26 MTN                          | "                                       | Financial assets at amortized cost-current                          | -                        | 15,651         | - %                         | 15,935     |        |
| "              | APPLE 16/26                                           | "                                       | "                                                                   | -                        | 15,624         | - %                         | 15,997     |        |
| "              | PineBridge Global ESG Quantitative Bond Fund          | "                                       | Financial assets at fair value through profit or loss - non current | -                        | 51,478         | - %                         | 51,478     |        |

(Continued)

## NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

| Name of holder | Nature and name<br>of securities                      | Relationship with<br>the securities issuer | Account name | Ending balance              |                |                                |            | Note |
|----------------|-------------------------------------------------------|--------------------------------------------|--------------|-----------------------------|----------------|--------------------------------|------------|------|
|                |                                                       |                                            |              | Shares/Units<br>(thousands) | Carrying value | Percentage of<br>ownership (%) | Fair value |      |
| "              | PineBridge Global Multi-Strategy High Yield Bond Fund | "                                          | "            | -                           | 47,176         | - %                            | 47,176     |      |
| "              | Nomura Global Financial Bond Fund                     | "                                          | "            | -                           | 25,448         | - %                            | 25,448     |      |
| "              | ABITL Income Fund -Multi Asset Income Fund of Funds   | "                                          | "            | -                           | 19,239         | - %                            | 19,239     |      |
| "              | Allianz Global Investors Income and Growth Fund       | "                                          | "            | -                           | 36,043         | - %                            | 36,043     |      |

Note: The "Amundi Funds – USD Short Term Bond Fund" was renamed "Amundi Funds – USD Short Term Bond Fund (East Asia)" on November 2025

- (iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

| Name of<br>company      | Related party           | Nature of<br>relationship | Transaction details |           |                                           |                  | Transactions with terms<br>different from others |                  | Notes/Accounts receivable<br>(payable) |                                                                     | Note   |
|-------------------------|-------------------------|---------------------------|---------------------|-----------|-------------------------------------------|------------------|--------------------------------------------------|------------------|----------------------------------------|---------------------------------------------------------------------|--------|
|                         |                         |                           | Purchase/Sale       | Amount    | Percentage of<br>total<br>purchases/sales | Payment<br>terms | Unit price                                       | Payment<br>terms | Ending<br>balance                      | Percentage of<br>total<br>notes/accounts<br>receivable<br>(payable) |        |
| The Company             | KUNSHAN NISHOKU PLASTIC | Associate                 | Sale                | (214,186) | (45) %                                    | 90 days          | Note 1                                           | Note 1           | 115,664                                | 47%                                                                 | Note 2 |
| KUNSHAN NISHOKU PLASTIC | The Company             | "                         | Purchase            | 214,186   | 37 %                                      | "                | "                                                | "                | (115,664)                              | (23)%                                                               | "      |
| The Company             | NISHOKU VIETNAM         | "                         | Sale                | (154,701) | (32) %                                    | "                | "                                                | "                | 83,780                                 | 34%                                                                 | "      |
| NISHOKU VIETNAM         | The Company             | "                         | Purchase            | 154,701   | 55 %                                      | "                | "                                                | "                | (83,780)                               | (49)%                                                               | "      |
| KUNSHAN NISHOKU PLASTIC | NISHOKU VIETNAM         | "                         | Sale                | (121,335) | (8) %                                     | "                | "                                                | "                | 65,459                                 | 7%                                                                  | "      |
| NISHOKU VIETNAM         | KUNSHAN NISHOKU PLASTIC | "                         | Purchase            | 121,335   | 43 %                                      | "                | "                                                | "                | (65,459)                               | (38)%                                                               | "      |

Note 1: The subsidiaries did not purchase or sale same product from third parties, so the purchase (sale) price can not be compared. In addition, the receipt terms of related parties were not significant different to third parties.

Note 2: Transactions within the Group were eliminated in the consolidated financial statements.

- (viii) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

| Name of<br>company | Counter-party           | Nature of<br>relationship | Ending<br>balance | Turnover<br>rate | Overdue |              | Amounts received<br>in subsequent<br>period | Allowance<br>for bad debts |
|--------------------|-------------------------|---------------------------|-------------------|------------------|---------|--------------|---------------------------------------------|----------------------------|
|                    |                         |                           |                   |                  | Amount  | Action taken |                                             |                            |
| The Company        | KUNSHAN NISHOKU PLASTIC | Subsidiary of the com     | 115,664           | 4.27             | -       |              | 35,480                                      | -                          |

- (v) Trading in derivative instruments: None.

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# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

### (vi) Business relationships and significant intercompany transactions:

The following is the information for the six months ended June 30, 2026, business relationships and significant intercompany transactions with the amounts exceeding NT\$10 million:

| No.<br>(Note 1) | Name of company       | Name of counter-party | Nature of                | Intercompany transactions |         |                        |                                                            |
|-----------------|-----------------------|-----------------------|--------------------------|---------------------------|---------|------------------------|------------------------------------------------------------|
|                 |                       |                       | relationship<br>(Note 2) | Account name              | Amount  | Trading terms          | Percentage of the consolidated net revenue or total assets |
| 0               | The Company           | SAME START (Anguilla) | 1                        | Purchase                  | 66,125  | Note 3                 | 3.1%                                                       |
| "               | "                     | "                     | 1                        | Account Payable           | 33,897  | "                      | 0.4%                                                       |
| "               | "                     | KUNSHAN NISHOKU       | 1                        | Sales                     | 214,186 | "                      | 10.1%                                                      |
| "               | "                     | "                     | 1                        | Account receivable        | 115,664 | "                      | 1.2%                                                       |
| "               | "                     | "                     | 1                        | Account Payable           | 10,156  | "                      | 0.1%                                                       |
| "               | "                     | NISHOKU VIETNAM       | 1                        | Sales                     | 154,701 | "                      | 7.3%                                                       |
| "               | "                     | "                     | 1                        | Account receivable        | 83,780  | "                      | 0.9%                                                       |
| "               | "                     | "                     | 1                        | Other receivables         | 224,081 | Loans to related party | 2.4%                                                       |
| 1               | SAME START (Anguilla) | KUNSHAN NISHOKU       | 3                        | Purchase                  | 66,407  | Note 3                 | 3.1%                                                       |
| "               | "                     | "                     | 3                        | Account Payable           | 33,907  | "                      | 0.4%                                                       |
| 2               | KUNSHAN NISHOKU       | NISHOKU VIETNAM       | 3                        | Sales                     | 121,335 | "                      | 5.7%                                                       |
| "               | "                     | "                     | 3                        | Account receivable        | 65,459  | "                      | 0.7%                                                       |

Note 1: "0" represents the parent company, and the others represent the subsidiaries.

Note 2: "1" represents the transactions from parent company to subsidiary.

"2" represents the transactions from subsidiary to parent company.

"3" represents the transactions between subsidiaries.

Note 3: The trading price and product that purchase or sale from related parties that did not purchase or sale from third parties, so can not be compared. The payments terms were 90 days for related parties.

### (b) Information on investees:

The following is the information on investees for the six months ended June 30, 2026 (excluding information on investees in Mainland China):

(In Thousands of New Taiwan Dollars)

| Name of investor | Name of investee | Location | Main businesses and products                 | Original investment amount |                        | Balance as of June 30, 2026 |                         |                | Net income (losses) of investee | Share of profits/losses of investee | Note |
|------------------|------------------|----------|----------------------------------------------|----------------------------|------------------------|-----------------------------|-------------------------|----------------|---------------------------------|-------------------------------------|------|
|                  |                  |          |                                              | June 30, 2026              | December 31, 2025      | Shares (thousands)          | Percentage of ownership | Carrying value |                                 |                                     |      |
| The Company      | SUN NICE (SAMOA) | SAMOA    | Holding                                      | 384,762                    | 384,762                | 11,181                      | 100%                    | 4,254,190      | 96,146                          | 96,146                              |      |
| "                | NISHOKU BOUEKI   | Taiwan   | Purchase and sales of plastic raws and parts | -                          | 1,000                  | -                           | - %                     | -              | 19                              | 19                                  |      |
| "                | NISHOKU          | Vietnam  | Manufacture and sale of                      | 1,119,034 (USD 36,500)     | 1,119,034 (USD 36,500) | -                           | 100%                    | 1,038,986      | 45,259                          | 45,259                              |      |

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# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

| Name of investor | Name of investee              | Location | Main businesses and products                   | Original investment amount      |                                 | Balance as of June 30, 2026 |                         |                | Net income (losses) of investee | Share of profits/losses of investee | Note |
|------------------|-------------------------------|----------|------------------------------------------------|---------------------------------|---------------------------------|-----------------------------|-------------------------|----------------|---------------------------------|-------------------------------------|------|
|                  |                               |          |                                                | June 30, 2026                   | December 31, 2025               | Shares (thousands)          | Percentage of ownership | Carrying value |                                 |                                     |      |
| SUN NICE (SAMOA) | VIETNAM SAME START (Anguilla) | Anguilla | tooling and plastic products                   | (thousand)                      | (thousand)                      |                             |                         |                |                                 |                                     |      |
|                  |                               |          | Purchase and sale of mold and plastic products | -                               | -                               | -                           | 100%                    | 185            | (98)                            | 1,804                               |      |
| "                | NISHOKU HK                    | HK       | Holding                                        | 1,088,929 (USD 34,627 thousand) | 1,088,929 (USD 34,627 thousand) | 39,010                      | 100%                    | 3,076,591      | 67,740                          | 67,740                              |      |
| "                | SUNNICE (BVI)                 | BVI      | "                                              | 585,292 (USD 17,948 thousand)   | 585,292 (USD 17,948 thousand)   | 15,697                      | 100%                    | 1,211,271      | 26,601                          | 26,601                              |      |

Note : Transactions within the Group were eliminated in the consolidated financial statements.

### (c) Information on investment in Mainland China:

- (i) The names of investees in Mainland China, the main businesses and products, and other information:

| Name of investee        | Main businesses and products                      | Total amount of paid-in capital | Method of investment                   | Accumulated outflow of investment from Taiwan as of January 1, 2026 | Investment flows |        | Accumulated outflow of investment from Taiwan as of June 30, 2026 | Net income (losses) of the investee | Percentage of ownership | Investment income (losses) (Note 1) | Book value (Note 1) | Accumulated remittance of earnings in current period |
|-------------------------|---------------------------------------------------|---------------------------------|----------------------------------------|---------------------------------------------------------------------|------------------|--------|-------------------------------------------------------------------|-------------------------------------|-------------------------|-------------------------------------|---------------------|------------------------------------------------------|
|                         |                                                   |                                 |                                        |                                                                     | Outflow          | Inflow |                                                                   |                                     |                         |                                     |                     |                                                      |
| KUNSHAN NISHOKU PLASTIC | Manufacture and sale of mold and plastic products | USD 53,310 thousand             | Indirect investment through third area | 1,674,270 (USD 52,524 thousand)                                     | -                | -      | 1,674,270 (USD 52,524 thousand)                                   | 96,574                              | 100%                    | 93,697                              | 4,240,640           | 2,249,163                                            |

- (ii) Limitation on investment in Mainland China:

| Accumulated Investment in Mainland China as of June 30, 2026 | Investment Amounts Authorized by Investment Commission, MOEA | Upper Limit on Investment |
|--------------------------------------------------------------|--------------------------------------------------------------|---------------------------|
| 1,674,270                                                    | 1,674,270                                                    | (Note)                    |

Note 1: The above investment income (loss) in Mainland China were based on financial statements audited by the Company's auditors. Among them, NISHOKU SHENZHEN completed the deregistration process on December 10, 2025.

Note 2: The Company has received the certificate issue by the Industrial Development Bureau, Ministry of Economic Affairs, allowing it to start operating of its headquarters.

Note 3: Above investment amount within the Group were eliminated in the consolidated financial statements.

- (iii) Significant transactions:

The significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in "Information on significant transactions" and "Business relationships and significant intercompany transactions".

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# NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

### (14) Segment information:

The Group's identifies its operating segments based on decision of the chief operating decision marker (CODM). The Group's operating segments are in United States, Asia and Europe, etc. Those operating segments are reportable segments. The Revenue from manufacture and supply electronic parts to clients. Since the strategy of each segment is different, it is necessary to separate them for management.

The operating segment's profit or loss is measured by net operating income, and as the basis of performance evaluation. The operating segment accounting policies are similar to those described in note 4 "significant accounting policies". The Group regards sales and transfers between operating segments as transactions with third parties.

The Group's product revenues from geographical clients were as follows:

| Three months ended June 30, 2026  |                     |                |                 |             |                  |
|-----------------------------------|---------------------|----------------|-----------------|-------------|------------------|
|                                   | United States       | Asia           | Europe          | Elimination | Total            |
| Revenue from external customers   | <u>\$ 534,491</u>   | <u>34,841</u>  | <u>484,884</u>  | <u>-</u>    | <u>1,054,216</u> |
| Reportable segment profit or loss | <u>\$ 185,909</u>   | <u>1,620</u>   | <u>(19,532)</u> | <u>-</u>    | <u>167,997</u>   |
| Three months ended June 30, 2025  |                     |                |                 |             |                  |
|                                   | United States       | Asia           | Europe          | Elimination | Total            |
| Revenue from external customers   | <u>\$ 629,730</u>   | <u>48,428</u>  | <u>437,915</u>  | <u>-</u>    | <u>1,116,073</u> |
| Reportable segment profit or loss | <u>\$ 256,222</u>   | <u>1,293</u>   | <u>(26,002)</u> | <u>-</u>    | <u>231,513</u>   |
| Six months ended June 30, 2026    |                     |                |                 |             |                  |
|                                   | United States       | Asia           | Europe          | Elimination | Total            |
| Revenue from external customers   | <u>\$ 1,120,002</u> | <u>73,060</u>  | <u>888,355</u>  | <u>-</u>    | <u>2,081,417</u> |
| Reportable segment profit or loss | <u>\$ 411,312</u>   | <u>6,964</u>   | <u>(48,604)</u> | <u>-</u>    | <u>369,672</u>   |
| Six months ended June 30, 2025    |                     |                |                 |             |                  |
|                                   | United States       | Asia           | Europe          | Elimination | Total            |
| Revenue from external customers   | <u>\$ 1,473,497</u> | <u>103,466</u> | <u>752,306</u>  | <u>-</u>    | <u>2,329,269</u> |
| Reportable segment profit or loss | <u>\$ 594,395</u>   | <u>(5,650)</u> | <u>(48,428)</u> | <u>-</u>    | <u>540,317</u>   |

(Continued)