

**NISHOKU TECHNOLOGY INC.
AND ITS SUBSIDIARIES**

CONSOLIDATED FINANCIAL STATEMENTS

**With Independent Auditors' Review Report
For The Six Months Ended June 30, 2025 and 2024**

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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.

Table of contents

Contents	Page
1. Cover Page	1
2. Table of Contents	2
3. Independent Auditors' Report	3
4. Consolidated Balance Sheets	4
5. Consolidated Statements of Comprehensive Income	5~6
6. Consolidated Statements of Changes in Equity	7
7. Consolidated Statements of Cash Flows	8
8. Notes to the Consolidated Financial Statements	
(1) Company history	9
(2) Approval date and procedures of the consolidated financial statements	9
(3) New standards, amendments and interpretations adopted	9~11
(4) Summary of significant accounting policies	11
(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty	12
(6) Explanation of significant accounts	12~29
(7) Related-party transactions	30
(8) Pledged assets	30
(9) Significant Commitments and contingencies	30
(10) Losses Due to Major Disasters	31
(11) Subsequent Events	31
(12) Other	31
(13) Other disclosures	
(a) Information on significant transactions	31~34
(b) Information on investees	34~35
(c) Information on investment in mainland China	35
(14) Segment information	36

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, 2025 and 2024, and the consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended June 30, 2025 and 2024. 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, 2025 and 2024, its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the review resulting in this independent auditor's report are Yung-Hua Huang and Sheng-Ho Yu.

KPMG

Taipei, Taiwan (Republic of China)
July 25, 2025

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, 2025, December 31, 2024 and June 30, 2024
(Expressed in Thousands of New Taiwan Dollars)

		June 30, 2025		December 31, 2024		June 30, 2024				June 30, 2025		December 31, 2024		June 30, 2024	
Assets		Amount	%	Amount	%	Amount	%	Liabilities and Equity		Amount	%	Amount	%	Amount	%
Current assets:								Current liabilities:							
1100	Cash and cash equivalents (note 6(a))	\$ 3,457,288	42	3,351,920	38	3,563,906	41	2100	Short-term borrowings (note 6(h))	\$ 1,075,800	13	1,248,925	14	1,168,021	13
1110	Financial assets at fair value through profit or loss (note 6(b))	37,130	-	45,385	1	43,687	1	2170	Notes and Accounts payable	501,863	6	572,770	6	455,573	5
1170	Noes and accounts receivable, net (note 6(c))	1,313,749	16	1,406,130	16	1,196,626	14	2216	Dividend payable(note 6(m))	630,222	8	-	-	472,802	5
1137	Current financial assets at amortized cost (note 6(e))	426,784	5	454,794	5	285,560	3	2280	Current lease liabilities (note 6(j))	3,386	-	3,355	-	701	-
130X	Inventories (note 6(d))	372,352	5	401,968	4	342,395	4	2300	Other current liabilities (note 6(p))	440,381	5	538,642	6	409,018	5
1470	Other current assets	20,340	-	16,014	-	60,470	1	Non-Current liabilities:		<u>2,651,652</u>	<u>32</u>	<u>2,363,692</u>	<u>26</u>	<u>2,506,115</u>	<u>28</u>
1476	Other current financial assets (note 8)	9,922	-	11,479	-	15,696	-	2540	Long-term borrowings (note 6(i))	800,000	10	800,000	9	900,000	10
Non-current assets:		<u>5,637,565</u>	<u>68</u>	<u>5,687,690</u>	<u>64</u>	<u>5,508,340</u>	<u>64</u>	2570	Deferred tax liabilities	703,029	8	778,803	9	709,799	8
1511	Non-current financial assets at fair value through profit or loss (note 6(b))	169,042	2	182,599	2	176,363	2	2580	Non-current lease liabilities (note 6(j))	4,098	-	5,799	-	-	-
1535	Non-current financial assets at amortized cost (note 6(e))	903,646	11	1,322,906	15	1,433,349	16	Total liabilities		<u>1,507,127</u>	<u>18</u>	<u>1,584,602</u>	<u>18</u>	<u>1,609,799</u>	<u>18</u>
1600	Property, plant and equipment (note 6(f))	1,438,266	17	1,574,471	17	1,425,505	16	Equity attributable to owners of parent (note 6(m) and (n)):		<u>4,158,779</u>	<u>50</u>	<u>3,948,294</u>	<u>44</u>	<u>4,115,914</u>	<u>46</u>
1755	Right-of-use assets (note 6(g))	7,430	-	9,129	1	694	-	Ordinary share		<u>630,222</u>	<u>8</u>	<u>630,222</u>	<u>7</u>	<u>630,402</u>	<u>7</u>
1840	Deferred tax assets	29,976	-	15,443	-	12,476	-	3110	Ordinary share	<u>630,222</u>	<u>8</u>	<u>630,222</u>	<u>7</u>	<u>630,402</u>	<u>7</u>
1985	Long-term prepaid rents	57,167	1	64,522	1	64,999	1	3200	Capital surplus	<u>940,899</u>	<u>11</u>	<u>940,899</u>	<u>11</u>	<u>942,029</u>	<u>11</u>
1990	Other non-current assets	<u>55,234</u>	<u>1</u>	<u>75,201</u>	<u>1</u>	<u>45,085</u>	<u>1</u>	Retained earnings:							
		2,660,761	32	3,244,271	36	3,158,471	36	3310	Legal reserve	741,898	9	741,898	9	741,898	9
								3320	Special reserve	198,317	2	327,343	4	327,343	4
								3350	Unappropriated retained earnings	2,176,898	27	2,544,790	28	2,125,228	25
										<u>3,117,113</u>	<u>38</u>	<u>3,614,031</u>	<u>40</u>	<u>3,194,469</u>	<u>38</u>
								3400	Other equity interest	<u>(548,687)</u>	<u>(7)</u>	<u>(201,485)</u>	<u>(2)</u>	<u>(216,003)</u>	<u>(2)</u>
								Total equity		<u>4,139,547</u>	<u>50</u>	<u>4,983,667</u>	<u>56</u>	<u>4,550,897</u>	<u>54</u>
Total assets		<u>\$ 8,298,326</u>	<u>100</u>	<u>8,931,961</u>	<u>100</u>	<u>8,666,811</u>	<u>100</u>	Total liabilities and equity		<u>\$ 8,298,326</u>	<u>100</u>	<u>8,931,961</u>	<u>100</u>	<u>8,666,811</u>	<u>100</u>

Consolidated Statements of Comprehensive Income

For the six months ended June 30, 2025 and 2024

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

		Three months ended June 30,				Six months ended June 30,			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4110	Operation Revenues(notes 6(p))	\$ 1,143,156	102	998,603	102	2,369,885	102	1,931,580	102
4170	Less:Sales returns and allowance	27,083	2	19,936	2	40,616	2	32,918	2
	Net Operating revenues	1,116,073	100	978,667	100	2,329,269	100	1,898,662	100
5000	Operating costs (notes 6(d), (f),(g) ,(k),12)	769,325	69	703,013	72	1,549,193	66	1,330,680	70
	Gross profit from operations	346,748	31	275,654	28	780,076	34	567,982	30
6000	Operating expenses (notes 6(c), (f), (g) , (k) , (n),(q) and 12)								
6100	Selling expenses	16,444	1	15,713	2	35,158	2	30,596	2
6200	Administrative expenses	74,338	7	81,463	8	154,573	7	164,398	9
6300	Research and development expenses	24,278	2	24,251	2	49,973	2	46,715	2
6450	Impairment loss (reversal) determined in accordance with IFRS 9	175	-	162	-	55	-	(1,041)	-
		115,235	10	121,589	12	239,759	11	240,668	13
	Net operating income	231,513	21	154,065	16	540,317	23	327,314	17
	Non-operating income and expenses:								
7010	Other income (notes 6(r))	40,353	4	55,773	6	80,860	3	108,083	6
7020	Other gains and losses, net (notes 6(s))	(344,916)	(31)	46,718	5	(332,530)	(14)	197,327	10
7050	Finance costs, net(notes 6(j))	(10,601)	(1)	(12,130)	(1)	(21,093)	-	(27,186)	(1)
	Total non-operating income and expenses	(315,361)	(28)	90,361	10	(272,763)	(11)	278,224	15
7900	Profit from continuing operations before tax	(83,651)	(7)	244,426	26	267,554	12	605,538	32
7950	Less: Tax expense (note 6(l))	31,515	3	66,165	7	134,250	6	155,981	8
	Profit	(115,166)	(10)	178,261	19	133,304	6	449,557	24
8300	Other comprehensive income:								
8360	Components of other comprehensive income that will be reclassified to profit or loss								
8361	Exchange differences on translation	(535,666)	(48)	44,132	5	(434,809)	(19)	149,787	8
8399	Income tax related to components of other comprehensive income that	107,133	10	(8,826)	(1)	86,962	4	(29,957)	(2)

See accompanying notes to consolidated financial statements.

		Three months ended June 30,				Six months ended June 30,			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
	will be reclassified to profit or loss (note 6(l))								
8300	Other comprehensive income, net	(428,533)	(38)	35,306	4	(347,847)	(15)	119,830	6
8500	Total comprehensive income	\$ (543,699)	(48)	213,567	23	(214,543)	(9)	569,387	30
Profit, attributable to:									
8610	Profit, attributable to owners of parent	\$ (115,166)	(10)	178,261	19	133,304	6	449,557	24
Comprehensive income attributable to:									
8710	Comprehensive income, attributable to owners of parent	\$ (543,699)	(48)	213,567	22	(214,543)	(9)	569,387	30
9750	Basic earnings per share (NT dollars) (note 6(o))	\$ (1.83)		2.84		2.12		7.17	
9850	Diluted earnings per share (NT dollars) (note 6(o))			\$ 2.83		2.11		7.12	

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, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent								
						Other equity interest			Total equity
						Exchange differences on translation of	Unearned Stock-Based Employee Compensation	attributable to owners of parent	
	Share capital	Retained earnings							
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	foreign financial statements			Total equity
Balance at January 1, 2024	\$ 630,402	973,549	741,898	264,595	2,179,701	(327,343)	(12,502)	4,450,300	4,450,300
Profit for the six months ended June 30, 2024	-	-	-	-	449,557	-	-	449,557	449,557
Other comprehensive income for the six months ended June 30, 2024	-	-	-	-	-	119,830	-	119,830	119,830
Total comprehensive income for the six months ended June 30, 2024	-	-	-	-	449,557	119,830	-	569,387	569,387
Appropriation and distribution of retained earnings:									
Legal reserve appropriated	-	-		62,748	(62,748)	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(441,282)	-	-	(441,282)	(441,282)
Cash dividends distributed by capital surplus	-	(31,520)	-	-	-	-	-	(31,520)	(31,520)
Restricted employee stock	-	-	-	-	-	-	4,012	4,012	4,012
Balance at June 30, 2024	\$ 630,402	942,029	741,898	327,343	2,125,228	(207,513)	(8,490)	4,550,897	4,550,897
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:									
Special reserve appropriated	-	-	-	(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

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, 2025 and 2024

	For the six months ended June 30,	
	2025	2024
Cash flows from (used in) operating activities:		
Profit before tax	\$ 267,554	605,538
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation and amortization	118,685	108,579
Impairment loss (reversal of impairment loss) determined in accordance with IFRS 9	55	(1,041)
Recognition losses on (reversal of) inventory valuation and obsolescence	7,490	(35,139)
Interest expense	21,093	27,186
Interest income	(74,480)	(101,214)
Remuneration cost of restricted employee stock	645	4,012
Gain on financial assets at fair value through profit or loss	16,576	(18,154)
Gain on disposal of property, plant and equipment	39	(8,496)
Other	11,777	2,712
Total adjustments to reconcile profit :	101,880	(21,555)
Changes in operating assets and liabilities:		
Changes in operating assets:		
Notes and accounts receivable	92,326	(5,950)
Inventories	22,126	43,997
Other current assets and other financial assets	1,682	(27,763)
Total changes in operating assets	116,134	10,284
Changes in operating liabilities:		
Notes and accounts payable	(70,907)	(14,426)
Other current liabilities	(28,088)	(50,895)
Total changes in operating liabilities	(98,995)	(65,321)
Total adjustments	119,019	(76,592)
Cash inflow generated from operations	386,573	528,946
Interest received	75,030	115,030
Interest paid	(19,963)	(25,865)
Income taxes paid	(208,034)	(134,541)
Net cash flows from operating activities	233,606	483,570
Cash flows from (used in) investing activities:		
Proceeds from disposal of financial assets at fair value through profit or loss	5,236	41,639
Disposal (acquisition) of financial assets at amortized cost	446,828	(171,015)
Acquisition of property, plant and equipment	(104,418)	(79,352)
Proceeds from disposal of property, plant and equipment	11,507	20,279
Increase in refundable deposits	(3,352)	(421)
Increase in other Non-current assets	(17,629)	(5,827)
Net cash flows from (used in) investing activities	338,172	(194,697)
Cash flows from (used in) financing activities:		
Decrease in short-term loans	(173,125)	(200,439)
Repayments of long-term borrowings	-	(150,000)
Decrease (increase) in guarantee deposits	-	(3,028)
Payment of lease liabilities	(1,747)	(7,410)
Net cash flows used in financing activities	(174,872)	(360,877)
Effect of exchange rate changes on cash and cash equivalents	(291,538)	100,834
Net decrease in cash and cash equivalents	105,368	28,830
Cash and cash equivalents at beginning of period	3,351,920	3,535,076
Cash and cash equivalents at end of period	\$ 3,457,288	3,563,906

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, 2025 and 2024

(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 July 25, 2025

(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, 2025:

- Amendments to IAS21 “Lack of Exchangeability”

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

The Group’s anticipated adoption of the new amendments beginning on January 1, 2026, are expected to have the following impacts:

Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Section 4.1 of IFRS 9 and the related disclosure requirements of IFRS 7

For financial assets with contingent features that are not related directly to a change in basic lending risks or costs (e.g. where the cash flows change depending on whether the borrower meets an ESG target specified in the loan contract), the amendments introduce an additional test to assess the “solely payments of principal and interest on the principal amount outstanding” criterion. In accordance with the Q&A published by the FSC on February 26, 2025, the Group did not elect to early adopt the application guidance in Section 4.1 of the amendments on January 1, 2025.

The Group has expected that adopt the above new amendments from January 1, 2026., which do not have a significant impact on its financial statements.

Continued)

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

The following new and amended standards, which may be relevant to the Company, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	<p>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.</p> <ul style="list-style-type: none"> ● 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. 	January 1, 2027

The Company is evaluating the impact on its financial position and financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Company completes its evaluation.

Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

The Company does not expect the following other new and amended standards, which have not 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 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Sections 3.1 and 3.3 of IFRS 9 and the related disclosure requirements of IFRS 7
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

(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, 2024. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2024.

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, 2024. For the related information, please refer to note 4(c) of the consolidated financial statements for the year ended December 31, 2024.

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

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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, 2024.

(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, 2024. For the related information, please refer to note 6 of the consolidated financial statements for the year ended December 31, 2024.

(a) Cash and cash Equivalents

	June 30, 2025	December 31, 2024	June 30, 2024
Cash, and demand deposits	\$ 1,227,906	755,083	770,434
Time deposits	2,009,282	2,465,697	2,381,222
Bond acquired under repurchase agreement	220,100	131,140	412,250
Cash and cash equivalents in the consolidated statement of cash flows	<u>\$ 3,457,288</u>	<u>3,351,920</u>	<u>3,563,906</u>

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

	June 30, 2025	December 31, 2024	June 30, 2024
Fund investments-current	<u>\$ 37,130</u>	<u>45,385</u>	<u>43,687</u>
Fund investments-non current	<u>\$ 169,042</u>	<u>182,599</u>	<u>176,363</u>

- (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, 2025, December 31, 2024 and June 30, 2024, the Group did not provide any financial assets as collateral for its loans.

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

(c) Notes and accounts receivable

	June 30, 2025	December 31, 2024	June 30, 2024
Accounts receivable	1,314,266	1,406,592	1,196,909
Less : allowance for impairment	(517)	(462)	(283)
	<u><u>\$ 1,313,749</u></u>	<u><u>1,406,130</u></u>	<u><u>1,196,626</u></u>

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:

	June 30, 2025		
	Carrying amount of accounts receivable	Weighted-avera ge loss rate	Loss allowance for lifetime expected credit 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><u>\$ 1,314,266</u></u>		<u><u>517</u></u>

	December 31, 2024		
	Carrying amount of accounts receivable	Weighted-avera ge loss rate	Loss allowance for lifetime expected credit losses
Current	\$ 1,387,962	-%	-
0 to 120 days past due	17,072	0%~1%	-
121 to 270 days past due	1,371	0%~30%	275
271 to 365 days past due	187	0%~100%	187
Total	<u><u>\$ 1,406,592</u></u>		<u><u>462</u></u>

	June 30, 2024		
	Carrying amount of accounts receivable	Weighted-avera ge loss rate	Loss allowance for lifetime expected credit losses
Current	\$ 1,119,612	-%	-
0 to 120 days past due	77,199	0%~1%	251
121 to 270 days past due	98	0%~30%	32
Total	<u><u>\$ 1,196,909</u></u>		<u><u>283</u></u>

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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

	Six months ended June 30,	
	2025	2024
Beginning balance	\$ 462	1,324
Impairment loss (reversal)	55	(1,041)
Ending balance	<u>\$ 517</u>	<u>283</u>

(d) Inventories

	June 30, 2025	December 31, 2024	June 30, 2024
Raw materials	\$ 133,085	139,464	105,476
Work in process	144,464	165,653	161,481
Finished goods	94,803	96,851	75,438
	<u>\$ 372,352</u>	<u>401,968</u>	<u>342,395</u>

For the three months ended June 30, 2025 and June 30, 2024, and for the six months ended June 30, 2025 and June 30, 2024, raw material, consumables, and changes in the finished goods and work in progress recognized as cost of sale amounted to \$769,325 thousand and \$703,013 thousand, and \$1,549,193 thousand, and \$1,330,680 thousand, respectively. For the three months ended June 30, 2025 and June 30, 2024, and for the six months ended June 30, 2025 and June 30, 2024, the Group recognized the reversal gain on inventory valuation and obsolescence as cost of goods sold amounting to \$2,004 thousand and \$(18,473) thousand, and \$7,490 thousand and (35,139) thousand, respectively.

As of June 30, 2025, December 31, 2024, and June 30, 2024, the Group did not provide any inventories as collateral.

(e) Non current financial assets at amortized cost

	June 30, 2025	December 31, 2024	June 30, 2024
Restricted bank deposit- Current	\$ 426,784	454,794	285,560
Restricted bank deposit-non current	\$ 874,875	1,257,962	1,369,070
Bonds	28,771	64,944	64,279
	<u>\$ 903,646</u>	<u>1,322,906</u>	<u>1,433,349</u>

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

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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 presented as financial assets at amortized cost.

As of June 30, 2025, December 31, 2024, and June 30, 2024, 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, 2025 and 2024, were as follows.

	Land	Building	Machinery and equipment	Office and other equipment	Construction in progress and testing equipment	Total
Cost or deemed cost:						
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>
Balance on January 1, 2024	\$ 179,672	1,131,478	1,847,425	411,428	128,789	3,698,792
Additions	-	3,470	47,303	5,232	11,791	67,796
Reclassifications	-	13,881	4,495	1,605	(19,981)	-
Disposals	-	-	(165,214)	(47,432)	-	(212,646)
Effect of movements in exchange rates	-	32,341	63,794	13,091	7,080	116,306
Balance on June 30, 2024	<u>\$ 179,672</u>	<u>1,181,170</u>	<u>1,797,803</u>	<u>383,924</u>	<u>127,679</u>	<u>3,670,248</u>
Depreciation and impairments loss:						
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	-	(55,055)	(95,844)	(30,723)	-	(176,622)
Balance on June 30, 2025	<u>\$ -</u>	<u>618,896</u>	<u>1,272,909</u>	<u>316,750</u>	<u>-</u>	<u>2,209,555</u>
Balance on January 1, 2024	\$ -	579,655	1,347,535	350,849	-	2,278,039
Depreciation for the period	-	21,780	63,776	11,076	-	96,632
Disposals	-	-	(155,685)	(45,178)	-	(200,863)
Effect of movements in exchange rates	-	15,932	44,381	10,622	-	70,935
Balance on June 30, 2024	<u>\$ -</u>	<u>617,367</u>	<u>1,300,007</u>	<u>327,369</u>	<u>-</u>	<u>2,244,743</u>

Carrying amounts:

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

	Land	Building	Machinery and equipment	Office and other equipment	Construction in progress and testing equipment	Total
Cost or deemed cost:						
Balance on June 30, 2025	\$ 179,672	602,842	545,641	81,917	28,194	1,438,266
Balance on January 1, 2025	\$ 179,672	658,691	602,734	91,739	41,635	1,574,471
Balance on June 30, 2024	\$ 179,672	563,803	497,796	56,555	127,679	1,425,505

As of June 30, 2025, December 31, 2024 and June 30, 2024, the property, plant and equipment of the Group had not been pledged as collateral.

(g) **Right-of-use assets**

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

	Buildings and structures	Transportation equipment	Total
Cost:			
Balance at June 30, 2025 (equal to balance at January 1)	\$ -	10,193	10,193
Balance at January 1, 2024	\$ 63,129	11,958	75,087
Reduce	(64,869)	-	(64,869)
Effect of changes in foreign exchange rates	1,740	-	1,740
Balance at June 30, 2024	\$ -	11,958	11,958
Accumulated depreciation and impairment losses:			
Balance at January 1, 2025	\$ -	1,064	1,064
Effect of changes in foreign exchange rates	-	1,699	1,699
Balance at June 30, 2025	\$ -	2,763	2,763
Balance at January 1, 2024	\$ 21,044	9,271	30,315
Depreciation for the period	5,365	1,993	7,358
Reduce	(27,029)	-	(27,029)
Effect of changes in foreign exchange rates	620	-	620
Balance at June 30, 2024	\$ -	11,264	11,264
Carrying amount:			
Balance on June 30, 2025	\$ -	7,430	7,430
Balance on January 1, 2025	\$ -	9,129	9,129
Balance on June 30, 2024	\$ -	694	694

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

(h) Short-term borrowings

The details were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Credit loans, no pledge	1,075,800	1,248,925	1,168,021
Interest rate range	<u>1.8%~4.75%</u>	<u>0.5%~4.95%</u>	<u>0.5%~5.77%</u>

(i) Long-term borrowings

The details were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured loans	\$ 800,000	800,000	900,000
Interest rate range	<u>1.90%</u>	<u>1.96%~2.036405%</u>	<u>1.96%~2.05%</u>

(j) Lease liabilities

The details were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Current	<u>\$ 3,386</u>	<u>3,355</u>	<u>701</u>
Non-current	<u>\$ 4,098</u>	<u>5,799</u>	<u>-</u>

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

The amounts recognized in profit or loss were as follows:

	Three months ended June 30,2025	Three months ended June 30,2024	Six months ended June 30,2025	Six months ended June 30,2024
Interests of lease liabilities	<u>\$ 36</u>	<u>5</u>	<u>77</u>	<u>166</u>
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	<u>\$ -</u>	<u>299</u>	<u>-</u>	<u>397</u>

(Continued)

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

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

	For the six months end	
	June 30,	
	2025	2024
Total cash out flow of lease	\$ 1,747	7,807

(k) Employee benefits

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

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Operating Costs	\$ 8,366	7,512	17,378	15,111
Operating Expenses	2,075	1,916	4,201	3,997
Total	\$ 10,441	9,428	21,579	19,108

(l) Income tax

- (i) The amounts of income tax expense for the three months and six months ended June 30, 2025 and 2024 were \$31,515 thousand, \$66,165 thousand, \$134,250 thousand and \$155,981 thousand respectively.
- (ii) The amounts of income tax expense (profit) under other comprehensive income or loss for the three months and six months ended June 30, 2025 and 2024 were as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Foreign currency translation differences for foreign operations	\$ (107,133)	8,826	(86,962)	29,957

- (iii) The Company and NISHOKU BOUEKI income tax returns have been examined by the tax authority through the years up to 2023, respectively.

(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, 2025 and 2024. For the related information, please refer to Note 6(m) of the consolidated financial statements for the year ended December 31, 2024.

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

(i) Capital surplus

The balances of capital surplus as of June 30, 2025 and December 31, 2024, and June 30, 2024 were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Additional paid-capital	\$ 918,669	918,669	907,993
Employee share options	10,892	10,892	10,892
Restricted employee stock	11,338	11,338	23,144
Total	<u>\$ 940,899</u>	<u>940,899</u>	<u>942,029</u>

The Company distributed capital surplus allocated to common stock owners according to the distribution plan via the special resolution meeting of shareholders held on April 26, 2024.

	2023	
	Per share	
	(dollars)	Amount
Capital surplus allocated to common stock owners	<u>\$ 0.5</u>	<u>31,520</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 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

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

not be less than 30%.

Dividend distribution for 2024 and 2023 were decided via the special resolution of the board of directors held on Feb 27, 2025, and April 26, 2024. The relevant dividend distributions to shareholders were as follows:

	2024		2023	
	Payout per share	Amount	Payout per share	Amount
Dividend to shareholders:				
Cash	\$ 10.0	<u>630,222</u>	7.0	<u>441,282</u>
(n) Share-based payment				

For the six months ended June 30, 2025 and 2024, 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, 2024 for other related information).

(i) Restricted stock

As of June 30, 2025, the restricted stock plans of the Company were as follows:

	Restricted stock for Employees	Restricted stock for Employees
	2022-1	2022-2
Grant date	August 3, 2022	July 5, 2022
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:

	For the six months ended June 30	
	2025	2024
(in thousands of shares)		
Outstanding at beginning of period	176	364
Granted during the period	-	-
Vested during the period	-	-
Forfeited during the period	-	-
Outstanding at end of period	<u>176</u>	<u>364</u>

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Restricted stock for employees	\$ 753	2,006	645	4,012

(o) Earnings per share

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Basic earnings per share:				
Profit attributable to ordinary shareholders of the Company	\$ (115,166)	178,261	133,304	449,557
Weighted-average number of ordinary shares (thousand shares)	62,846	62,676	62,846	62,676
Basic earnings per share (NTD)	\$ (1.83)	2.84	2.12	7.17

Diluted earnings per share:

Profit attributable to ordinary shareholders of the Company	\$ 178,261	133,304	273,906	273,906
Weighted average number of ordinary shares (basic, thousand shares)	62,676	62,846	62,676	62,676
Effect of employee stock bonuses	82	164	148	148
Restricted stock for employees	301	156	301	301
Weighted-average number of ordinary shares (diluted, thousand shares)	63,059	63,166	63,125	63,125
Diluted earnings per share (NTD)	\$ 2.83	2.11	7.12	7.12

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

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

(p) Revenue from contracts with customers

(i) Details of revenue

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
<u>Primary geographical markets</u>				
United States	\$ 629,730	452,226	1,473,497	895,688
Asia	48,428	72,751	103,466	175,967
Europe	437,915	453,690	752,306	827,007
	<u>\$ 1,116,073</u>	<u>978,667</u>	<u>2,329,269</u>	<u>1,898,662</u>
<u>Primary productions</u>				
Plastic injection mold	\$ 1,073,653	928,038	2,182,296	1,787,308
Tooling mold	41,481	49,359	125,598	109,019
Others	939	1,270	21,375	2,335
	<u>\$ 1,116,073</u>	<u>978,667</u>	<u>2,329,269</u>	<u>1,898,622</u>

(ii) Contract balances

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

	2025.6.30	2024.12.31	2024.6.30
Contract liabilities	<u>\$ 37,431</u>	<u>46,314</u>	<u>20,363</u>

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 customers. The amount of revenue recognized for the six months ended June 30, 2025 and 2024, which was included in the contract liability balance at the beginning of the period, was \$ 29,757 thousand and \$20,663 thousand, respectively.

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

On May 29, 2025, 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

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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, 2025 and 2024, the Company estimated its employee remuneration amounting to \$6,750 thousand, \$5,526 thousand, \$13,500 thousand and \$11,052 thousand, directors' and supervisors' remuneration amounting to \$2,550 thousand, \$1,981 thousand, \$5,100 thousand and \$3,962 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 2024 and 2023.

(r) Other revenue

The other revenue for the six months ended June 30, 2025 and 2024 were as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Interest income	\$ 36,409	51,953	74,480	101,214
Others	3,944	3,820	6,380	6,869
	\$ 40,353	55,773	80,860	108,083

(s) Other gains and losses

The other gains and losses for the six months ended June 30, 2025 and 2024 were as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Foreign exchange gains, net	\$ (320,268)	43,049	(310,335)	173,400
Gains (Losses) on financial assets at fair value through profit or loss	(19,158)	3,828	(16,576)	18,154
Gains (Losses) on disposal of	(290)	(127)	(39)	8,496

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
property, plant and equipment				
Others	(5,200)	(32)	(5,580)	(2,723)
	\$ (344,916)	46,718	(332,530)	197,327

(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, 2024.

(i) Credit risk

1) Credit risk exposure

As of June 30, 2025 and 2024, 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 \$6,317,561 thousand and \$6,715,187 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, 2025 and 2024, sales to the individual customers whose revenue constituting over 10% of net revenue are 73% and 59% of total revenues respectively. As of June 30, 2025 and 2024, 76% and 60%, 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 amount	Contractual cash flows	within 1 year	1-2 years	2-5 years
June 30, 2025					
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 liabilities	7,484	7,484	3,386	4,098	-
Other financial liabilities	713,828	713,828	713,828	-	-
	\$ 3,098,975	3,139,244	2,313,887	468,910	356,447

(Continued)

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

	Carrying amount	Contractual cash flows	within 1 year	1-2 years	2-5 years
December 31, 2024					
Non-derivative financial liabilities					
Short-term borrowings	\$ 1,248,925	1,252,715	1,252,715	-	-
Long-term borrowings	800,000	820,843	15,864	804,979	-
Non-interest bearing liabilities					
Notes and accounts payable	572,770	572,770	572,770	-	-
Lease liabilities	9,154	9,154	3,355	5,799	-
Other financial liabilities	82,406	82,406	82,406	-	-
	<u>\$ 2,713,255</u>	<u>2,737,888</u>	<u>1,927,110</u>	<u>810,778</u>	<u>-</u>
June 30, 2024					
Non-derivative financial liabilities					
Short-term borrowings	\$ 1,168,021	1,170,224	1,170,224	-	-
Long term borrowings	900,000	932,520	17,772	914,748	-
Non-interest bearing liabilities					
Notes and accounts payable	455,573	455,573	455,573	-	-
Lease liability	701	701	701	-	-
Other financial liabilities	528,661	528,661	528,661	-	-
	<u>\$ 3,052,956</u>	<u>3,087,679</u>	<u>2,172,931</u>	<u>914,748</u>	<u>-</u>

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

(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, 2025				December 31, 2024			June 30, 2024		
	Foreign currency	Exchange rate	NTD		Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD
Financial assets										
Monetary Items										
USD	\$	135,467	29.300	3,969,172	142,845	32.785	4,683,172	131,039	32.450	4,252,220
JPY		419,346	0.203	85,295	408,567	0.210	85,758	-	-	-
EUR		501	34.350	17,219	573	34.140	19,578	505	34.710	17,539
VND		12,656,301	0.001105	13,985	7,468,103	0.001265	9,447	13,359,018	0.001255	16,766

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

	June 30, 2025			December 31, 2024			June 30, 2024		
	Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD
Financial liabilities									
Monetary Items									
USD	4,069	29.300	119,222	4,240	32.785	138,994	4,079	32.450	132,350
VND	49,492,446	0.001105	54,689	56,141,084	0.001265	71,018	33,061,344	0.001255	41,492
JPY	36,000	0.203	7,322	4,030	0.209900	846	-	-	-

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, 2025 and 2024, would have increased or decreased the net profit before tax by \$39,044 thousand and \$41,127 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 \$19 thousand and \$652 thousand for the six months ended June 30, 2025 and 2024, 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:

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

		June 30, 2025				
		Carrying 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						
	\$	<u>37,130</u>	<u>37,130</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>169,042</u>
Financial assets carried at amortized cost						
Cash and cash equivalents	\$	3,457,288				
Notes and accounts receivable, net		1,313,749				
Financial assets measured at amortized cost – current		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>				
		December 31, 2024				
		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-current through profit or loss-current						
	\$	<u>45,385</u>	<u>45,385</u>	<u>-</u>	<u>-</u>	<u>45,385</u>
Non derivative financial assets at fair value through profit or loss-non-current						
	\$	<u>182,599</u>	<u>182,599</u>	<u>-</u>	<u>-</u>	<u>182,599</u>
Financial assets measured at amortized cost						
Cash and cash equivalents	\$	3,351,920				
Notes and accounts receivable, net		1,460,130				
current financial assets measured at amortized cost- current		454,794				
Other financial assets-current		11,479				

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

		December 31, 2024				
		Carrying amounts	Fair Value			
			Level 1	Level 2	Level 3	Total
Refundable deposits		7,332				
Non-current financial assets measured at amortized cost		1,322,906				
		<u>\$ 6,554,561</u>				
Financial liabilities carried at amortized cost						
Long and short term borrowings	\$	2,048,925				
Notes and accounts payable		572,770				
Lease liability		9,154				
Other payable		82,406				
		<u>\$ 2,713,255</u>				
		June 30, 2024				
		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	\$	43,687	43,687	-	-	43,687
Non-derivative financial assets at fair value through profit or loss-non-current	\$	176,363	176,363	-	-	176,363
Financial liabilities carried at amortized cost						
Cash and cash equivalents	\$	3,563,906				
Notes and accounts receivable, net		1,196,626				
current financial assets measured at amortized cost		285,560				
Other financial assets-current		15,696				
Refundable deposits		5,907,				
Non-current financial assets measured at amortized cost		1,433,349				
		<u>\$ 6,501,044</u>				
Financial liabilities carried at amortized cost						
Long and short term borrowings	\$	2,068,021				
Notes and accounts payable		455,573				
Lease liability		701				
Other payable		528,661				
		<u>\$ 3,052,956</u>				

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

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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, 2025 and 2024. For the related information, please refer to note 6(u) of the consolidated financial statements for the year ended December 31, 2024.

(v) Capital management

As of June 30, 2025, 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, 2024.

(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, 2025 and 2024, 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:

	January1, 2025	Cash flows	Foreign exchange movement and others	June30, 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	\$ 2,058,079	(174,872)	77	1,883,284
	January 1, 2024	Cash flows	Foreign exchange movement and others	June30, 2024
Short term borrowings	\$ 1,368,460	(200,439)	-	1,168,021
Long term borrowings (including current portion)	1,050,000	(150,000)	-	900,000
Lease liability	45,515	(7,410)	(37,404)	701
Increase in guarantee deposits received	3,028	(3,028)	-	-
Total liabilities from financing	\$ 2,467,003	(360,877)	(37,404)	2,068,722

(Continued)

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

activities

(7) Related-party transactions:

(a) Key management personnel compensation

Key management personnel compensation comprised:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
Short-term employee benefits	\$ 11,757	10,544	23,360	21,024
Post-employment benefits	81	81	162	162
	<u>\$ 11,838</u>	<u>10,625</u>	<u>23,522</u>	<u>21,186</u>

(8) Pledged assets:

The carrying values of pledged assets were as follows:

Pledged assets	Object	June 30, 2025	December 31, 2024	June 30, 2024
Demand deposits (classified under other current financial assets)	Performance bond	1,547	1,771	1,757
//	Guarantee for carbon emission	-	-	26
		<u>\$ 1,547</u>	<u>1,771</u>	<u>1,783</u>

(9) Significant Commitments and contingencies:

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

	June 30, 2025	December 31, 2024	June 30, 2024
Acquisition of property, plant and equipment	<u>\$ 21,819</u>	<u>74,525</u>	<u>74,845</u>

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

	June 30, 2025	December 31, 2024	June 30, 2024
Outstanding guarantee notes	<u>\$ 1,019,640</u>	<u>1,550,731</u>	<u>1,534,885</u>
Actual usage amount	<u>\$ 175,800</u>	<u>163,925</u>	<u>233,021</u>

(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 By item	For the three-month periods ended June 30					
	2025			2024		
	Operating cost	Operating expenses	Total	Operating cost	Operating expenses	Total
Employee benefit expenses						
Salaries	217,806	51,554	269,360	206,987	48,805	255,792
Labor and health insurance	9,169	2,673	11,842	8,656	2,375	11,031
Pension	8,366	2,075	10,441	7,512	1,916	9,428
Others	10,353	11,381	21,734	10,446	12,173	22,619
Depreciation	47,240	8,011	55,251	39,218	9,014	48,232
Amortization	2,499	1,015	3,514	1,625	823	2,448

By function By item	For the six-month periods ended June 30					
	2025			2024		
	Operating cost	Operating expenses	Total	Operating cost	Operating expenses	Total
Employee benefit expenses						
Salaries	448,718	104,312	553,030	395,596	98,343	493,939
Labor and health insurance	18,915	5,843	24,758	16,286	5,160	21,446
Pension	17,378	4,201	21,579	15,111	3,997	19,108
Others	20,699	18,778	39,477	24,893	25,007	49,900
Depreciation	95,004	16,898	111,902	83,297	20,693	103,990
Amortization	4,946	1,837	6,783	3,052	1,537	4,589

(13) Other disclosures:

- (a) Information on significant transactions:

The following is the information on significant transactions required by the “Regulations Governing

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

the Preparation of Financial Reports by Securities Issuers” for the Group:

(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	232,435	205,100	175,800	4.75%	Necessary to loan other parties	-	Operating capital	-	-	-	413,955 (Note 1)	1,655,819 (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	4,139,547	1,546,001	1,019,640	175,800	-	24.63%	4,139,547	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, 2025 (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		8,479	- %	8,479	
"	JPMorgan Investment Funds–Global High Yield Bond Fund	"	through profit or loss-current		9,963	-%	9,963	
"	ABITL Income Multi-asset Income Fund of Funds A2	"	"		6,459	-%	6,459	
"	BGF ESG Multi-Asset Fund	"	"		12,229	-%	12,229	
"	PineBridge Global ESG Quantitative Bond Fund	"	Financial assets at fair value		46,163	-%	46,163	
			through profit or loss-noncurrent					

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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	
"	PineBridge Global Multi-Strategy High Yield Bond Fund	"	"		41,577	-%	41,577	
"	Nomura Global Financial Bond Fund	"	"		22,677	-%	22,677	
"	FSITC GLOBAL HIGH YIELD BOND FUND	"	"		13,111	-%	13,111	
"	ABITL Income Fund -Multi Asset Income Fund of Funds N	"	"		17,016	-%	17,016	
"	Allianz Global Investors Income and Growth Fund	"	"	-	28,498	-%	28,498	
"	FOXCONN(FAR EAST)16/26MTN	"	Financial assets at amortized cost-non current	-	14,398	-%	14,436	
"	APPLE 16/26	"	"	-	14,373	-%	14,482	

(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 company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
The Company	KUNSHAN NISHOKU PLASTIC	Associate	Sale	(188,151)	(37)%	90 days	Note 1	Note 1	99,694	40%	Note 2
KUNSHAN NISHOKU PLASTIC	The Company	"	Purchase	188,151	32%	"	"	"	(99,694)	(21)%	"
The Company	NISHOKU VIETNAM	"	Sale	(188,313)	(37)%	"	"	"	99,116	39%	"
NISHOKU VIETNAM	The Company	"	Purchase	188,313	61%	"	"	"	(99,116)	(53)%	"
KUNSHAN NISHOKU PLASTIC	NISHOKU VIETNAM	"	Sale	(107,991)	(6) %	"	"	"	57,235	6%	"
NISHOKU VIETNAM	KUNSHAN NISHOKU PLASTIC	"	Purchase	107,991	35 %	"	"	"	(57,235)	(31)%	"

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: None

(v) Trading in derivative instruments: None.

(Continued)

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, 2025, business relationships and significant intercompany transactions with the amounts exceeding NT\$10 million:

No. (Note 1)	Name of company	Name of counter-party	Nature of	Intercompany transactions			
			relationship (Note 2)	Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	The Company	SAME START (Anguilla)	1	Purchase	73,465	Note 3	3.1%
"	"	"	1	Account Payable	27,445	"	0.3%
"	"	KUNSHAN NISHOKU	1	Sales	188,151	"	7.9%
"	"	"	1	Account receivable	99,694	"	1.2%
"	"	"	1	Purchase	12,744	"	0.5%
"	"	NISHOKU VIETNAM	1	Sales	188,313	"	7.9%
"	"	"	1	Account receivable	99,116	"	1.2%
"	"	"	1	Other receivables	177,076	Loans to related party	2.1%
1	SAME START (Anguilla)	KUNSHAN NISHOKU	3	Purchase	73,423	Note 3	3.1%
"	"	"	3	Account Payable	27,440	"	0.3%
2	KUNSHAN NISHOKU	NISHOKU VIETNAM	3	Sales	107,991	"	4.6%
"	"	"	3	Account receivable	57,235	"	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, 2025 (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, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				June 30, 2025	December 31, 2024	Shares (thousands)	Percentage of ownership	Carrying value			
The Company	SUN NICE (SAMOA)	SAMOA	Holding	384,762	427,214	11,181	100%	3,929,372	362,403	362,403	
"	NISHOKU BOUEKI	Taiwan	Purchase and sales of plastic raws and parts	1,000	1,000	300	100%	10,056	(36)	(36)	
"	NISHOKU VIETNAM	Vietnam	Manufacture and sale of tooling and	1,119,034 (USD 36,500)	822,634 (USD 26,500)	-	100%	838,861	14,681	14,681	

(Continued)

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, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				June 30, 2025	December 31, 2024	Shares (thousands)	Percentage of ownership	Carrying value			
SUN NICE (SAMOA)	SAME START (Anguilla)	Anguilla	plastic products Purchase and sale of mold and plastic products	(thousand) -	(thousand) -	-	100%	(4,093),	(110)	3,158	
"	NISHOKU HK	HK	Holding	1,088,929 (USD34,627 thousand)	1,131,381 (USD 35,915 thousand)	39,010	100%	2,862,751	257,710	257,710	
"	SUNNICE (BVI)	BVI	"	585,292 (USD 17,948 thousand)	585,292 (USD 17,948 thousand)	15,697	100%	1,098,033	101,623	101,623	

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, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2025	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						
NISHOKU SHENZHEN	Manufacture and sale of mold and plastic products		Indirect investment through third area	28,813 (USD939 thousand)	-	28,813 (USD939 thousand)	-	-	-	-	-	875,406
KUNSHAN NISHOKU PLASTIC	Manufacture and sale of mold and plastic products	USD 53,310 thousand	"	1,674,270 (USD52,524 thousand)	-	-	1,674,270 (USD52,524 thousand)	359,841	100%	356,804	3,843,748	1,761,495

- (ii) Limitation on investment in Mainland China:

Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
1,674,270	2,378,140	(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, 2024.

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".

(Continued)

NISHOKU TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

(14) Segment information:

The Group identifies its operating segments based on decision of the chief operating decision maker (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, 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>
		Three months ended June 30, 2024				
		United States	Asia	Europe	Elimination	Total
Revenue from external customers		<u>\$ 452,226</u>	<u>72,751</u>	<u>453,690</u>	<u>-</u>	<u>978,667</u>
Reportable segment profit or loss		<u>\$ 141,379</u>	<u>5,051</u>	<u>7,635</u>	<u>-</u>	<u>154,065</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>
		Six months ended June 30, 2024				
		United States	Asia	Europe	Elimination	Total
Revenue from external customers		<u>\$ 895,688</u>	<u>175,967</u>	<u>827,007</u>	<u>-</u>	<u>1,898,662</u>
Reportable segment profit or loss		<u>\$ 288,214</u>	<u>779</u>	<u>38,321</u>	<u>-</u>	<u>327,314</u>

(Continued)