

**Walsin Lihwa Corporation and
Subsidiaries**

**Consolidated Financial Statements for the
Three Months Ended March 31, 2025 and 2024 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Walsin Lihwa Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Walsin Lihwa Corporation and its subsidiaries (collectively, the "Group") as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2025 and 2024, and the notes to the consolidated financial statements, including a summary of material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Conclusion

Based on our reviews and the review reports of other auditors (refer to the Other Matter section), 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 Group as of March 31, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 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.

Emphasis of Matter

As disclosed in Note 20, the Group acquired 65%, 100% and 100% interest in Com.Steel Inox S.p.A., Degerfors Long Products AB and Special Melted Products Ltd. on May 3, 2024, August 1, 2023 and September 19, 2023, respectively. The purchase price allocation report was finalized in 2025, 2024 and 2024, respectively. Therefore, the initial accounting treatment and provisionally determined amounts from the acquisition date were adjusted and retrospectively restated for comparative periods. Our review result is not modified in respect of this matter.

Other Matter

We did not review the financial statements of some subsidiaries included in the consolidated financial statements of the Group, but such financial statements were reviewed by other auditors. Our conclusion, insofar as it relates to the amounts included in these consolidated financial statements for such subsidiaries, is based solely on the review reports of other auditors. As of March 31, 2025 and 2024, the combined total assets of these subsidiaries were NT\$44,879,731 thousand and NT\$39,489,227 thousand, respectively, representing 15.92% and 14.84%, respectively, of the consolidated total assets; for the three months ended March 31, 2025 and 2024, the amounts of combined net operating revenue of these subsidiaries were NT\$7,613,909 thousand and NT\$8,347,927 thousand, respectively, representing 16.98% and 20.59%, respectively, of the consolidated net operating revenue.

The engagement partners on the reviews resulting in this independent auditors' review report are Wen-Yea Shyu and Ker-Chang Wu.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 9, 2025

Notice to Readers

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

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

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2025		December 31, 2024 (Restated)		March 31, 2024 (Restated)		January 1, 2024 (Restated)	
	Amount	%	Amount	%	Amount	%	Amount	%
CURRENT ASSETS								
Cash and cash equivalents (Note 6)	\$ 10,905,177	4	\$ 10,757,417	4	\$ 12,313,790	5	\$ 16,347,012	6
Financial assets at fair value through profit or loss - current (Note 7)	207,162	-	5,677	-	1,339,835	1	1,508,943	1
Financial assets at amortized cost - current (Note 8)	819	-	9,221	-	737	-	727	-
Financial assets for hedging - current (Note 9)	43,362	-	238,305	-	9,427	-	346,441	-
Contract assets - current (Note 10)	777,749	-	571,669	-	957,486	-	996,025	-
Notes receivable (Notes 11 and 36)	265,316	-	526,699	-	891,715	-	920,752	-
Trade receivables (Notes 11, 36 and 37)	16,990,696	6	14,967,386	6	17,192,902	7	14,991,531	6
Finance lease receivables (Notes 12 and 37)	64,723	-	64,183	-	62,589	-	62,067	-
Other receivables (Note 36)	5,411,669	2	5,286,906	2	3,495,588	1	3,707,450	2
Inventories (Note 13)	48,408,604	17	44,122,947	16	37,152,912	14	33,704,296	13
Other financial assets - current (Notes 6 and 37)	170,572	-	259,631	-	182,159	-	788,894	-
Other current assets (Note 22)	<u>6,471,861</u>	<u>3</u>	<u>6,251,778</u>	<u>2</u>	<u>5,416,435</u>	<u>2</u>	<u>5,377,850</u>	<u>2</u>
Total current assets	<u>89,717,710</u>	<u>32</u>	<u>83,061,819</u>	<u>30</u>	<u>79,015,575</u>	<u>30</u>	<u>78,751,988</u>	<u>30</u>
NON-CURRENT ASSETS								
Financial assets at fair value through profit or loss - non-current (Note 7)	66,673	-	66,607	-	77,307	-	1,263,649	-
Financial assets at fair value through other comprehensive income - non-current (Note 14)	17,701,284	6	18,640,109	7	20,874,062	8	18,823,172	7
Financial assets at amortized cost - non-current (Note 8)	132,418	-	130,699	-	127,439	-	184,613	-
Financial assets for hedging - non-current (Note 9)	13,613	-	24,956	-	66,597	-	53,439	-
Investments accounted for using the equity method (Note 16)	39,840,149	14	39,848,673	15	43,922,921	16	49,640,171	19
Property, plant and equipment (Notes 17 and 37)	86,216,127	31	84,592,885	31	82,386,367	31	78,705,431	29
Right-of-use assets (Notes 18 and 37)	6,153,239	2	6,070,870	2	5,156,394	2	4,719,043	2
Investment properties (Notes 19 and 37)	15,191,436	6	15,210,112	6	15,471,241	6	15,514,751	6
Goodwill (Note 20)	3,095,915	1	2,964,780	1	2,147,653	1	2,155,597	1
Other intangible assets (Note 21)	9,448,211	3	9,540,035	4	10,118,332	4	10,011,332	4
Deferred tax assets (Note 4)	7,190,601	3	6,369,581	2	4,926,968	2	4,234,852	1
Refundable deposits (Notes 6 and 37)	698,092	-	785,147	-	301,349	-	158,940	-
Finance lease receivables - non-current (Notes 12 and 37)	459,889	-	476,274	-	524,612	-	540,456	-
Other non-current assets (Notes 6, 22 and 37)	<u>6,030,899</u>	<u>2</u>	<u>5,842,499</u>	<u>2</u>	<u>1,041,353</u>	<u>-</u>	<u>2,174,325</u>	<u>1</u>
Total non-current assets	<u>192,238,546</u>	<u>68</u>	<u>190,563,227</u>	<u>70</u>	<u>187,142,595</u>	<u>70</u>	<u>188,179,771</u>	<u>70</u>
TOTAL	<u>\$ 281,956,256</u>	<u>100</u>	<u>\$ 273,625,046</u>	<u>100</u>	<u>\$ 266,158,170</u>	<u>100</u>	<u>\$ 266,931,759</u>	<u>100</u>
LIABILITIES AND EQUITY								
CURRENT LIABILITIES								
Short-term borrowings (Note 23)	\$ 17,188,176	6	\$ 17,909,079	7	\$ 13,008,707	5	\$ 11,508,074	4
Short-term notes and bills payable (Note 23)	-	-	3,145,773	1	-	-	-	-
Financial liabilities at fair value through profit or loss - current (Note 7)	537,272	-	356,596	-	-	-	22,746	-
Financial liabilities for hedging - current (Note 9)	21,458	-	15,475	-	12,405	-	5,878	-
Contract liabilities - current	36,617	-	165,913	-	22,579	-	13,828	-
Notes payable (Note 36)	346,069	-	372,846	-	391,482	-	317,865	-
Trade payables (Note 36)	16,608,128	6	14,411,306	5	16,368,707	6	16,390,669	6
Other payables (Note 25)	12,321,762	4	12,047,108	5	16,147,924	6	12,069,796	5
Current tax liabilities (Note 4)	3,362,429	1	2,545,752	1	3,971,999	1	5,861,143	2
Lease liabilities - current (Note 18)	401,046	-	600,124	-	244,703	-	257,859	-
Current portion of long-term borrowings and bonds payable (Notes 23 and 24)	7,169,222	3	6,016,646	2	1,850,582	1	1,640,420	1
Other current liabilities	<u>2,174,868</u>	<u>1</u>	<u>2,173,028</u>	<u>1</u>	<u>1,571,155</u>	<u>1</u>	<u>2,671,050</u>	<u>1</u>
Total current liabilities	<u>60,167,047</u>	<u>21</u>	<u>59,759,646</u>	<u>22</u>	<u>53,590,243</u>	<u>20</u>	<u>50,759,328</u>	<u>19</u>
NON-CURRENT LIABILITIES								
Financial liabilities at fair value through profit or loss - non-current (Note 7)	114,034	-	563,583	-	430,782	-	484,429	-
Financial liabilities for hedging - non-current (Note 9)	9,632	-	827	-	-	-	2,705	-
Bonds payable (Note 24)	12,853,483	5	12,850,616	5	12,953,797	5	12,951,405	5
Long-term borrowings (Note 23)	45,334,372	16	37,358,178	14	33,418,726	13	31,924,532	12
Long-term notes and bills payable (Note 23)	-	-	-	-	1,498,894	1	2,998,822	1
Deferred tax liabilities (Note 4)	6,826,691	3	6,878,607	2	6,691,716	2	7,228,734	3
Lease liabilities - non-current (Note 18)	3,614,128	1	3,342,782	1	2,739,500	1	2,765,167	1
Net defined benefit liabilities non-current (Note 4)	1,159,194	-	1,121,785	-	297,647	-	349,381	-
Other non-current liabilities (Note 33)	<u>4,483,740</u>	<u>2</u>	<u>4,281,556</u>	<u>2</u>	<u>3,211,630</u>	<u>1</u>	<u>3,097,217</u>	<u>1</u>
Total non-current liabilities	<u>74,395,274</u>	<u>27</u>	<u>66,397,934</u>	<u>24</u>	<u>61,242,692</u>	<u>23</u>	<u>61,802,392</u>	<u>23</u>
Total liabilities	<u>134,562,321</u>	<u>48</u>	<u>126,157,580</u>	<u>46</u>	<u>114,832,935</u>	<u>43</u>	<u>112,561,720</u>	<u>42</u>
EQUITY ATTRIBUTABLE TO OWNERS OF WLC (Note 27)								
Share capital	<u>40,313,329</u>	<u>14</u>	<u>40,313,329</u>	<u>15</u>	<u>40,313,329</u>	<u>15</u>	<u>40,313,329</u>	<u>15</u>
Capital surplus	<u>33,625,109</u>	<u>12</u>	<u>33,592,347</u>	<u>12</u>	<u>33,600,788</u>	<u>13</u>	<u>33,624,917</u>	<u>13</u>
Retained earnings								
Legal reserve	<u>10,065,084</u>	<u>3</u>	<u>10,065,084</u>	<u>3</u>	<u>9,538,222</u>	<u>3</u>	<u>9,538,222</u>	<u>4</u>
Special reserve	<u>2,712,250</u>	<u>1</u>	<u>2,712,250</u>	<u>1</u>	<u>2,712,250</u>	<u>1</u>	<u>2,712,250</u>	<u>1</u>
Unappropriated earnings	<u>44,857,142</u>	<u>16</u>	<u>46,175,938</u>	<u>17</u>	<u>44,562,473</u>	<u>17</u>	<u>48,285,234</u>	<u>18</u>
Total retained earnings	<u>57,634,476</u>	<u>20</u>	<u>58,953,272</u>	<u>21</u>	<u>56,812,945</u>	<u>21</u>	<u>60,535,706</u>	<u>23</u>
Other equity								
Exchange differences on translation of the financial statement of foreign operations	<u>1,457,550</u>	<u>1</u>	<u>(349,614)</u>	<u>-</u>	<u>(1,809,750)</u>	<u>(1)</u>	<u>(4,948,056)</u>	<u>(2)</u>
Unrealized gain on financial assets at fair value through other comprehensive income	<u>6,792,325</u>	<u>2</u>	<u>8,058,069</u>	<u>3</u>	<u>15,341,999</u>	<u>6</u>	<u>14,068,677</u>	<u>5</u>
Loss on hedging instruments	<u>(97,020)</u>	<u>-</u>	<u>(83,438)</u>	<u>-</u>	<u>(40,821)</u>	<u>-</u>	<u>(65,100)</u>	<u>-</u>
Other equity - others	<u>(3,166,520)</u>	<u>(1)</u>	<u>(3,235,079)</u>	<u>(1)</u>	<u>(2,774,650)</u>	<u>(1)</u>	<u>(2,774,650)</u>	<u>(1)</u>
Total other equity	<u>4,986,335</u>	<u>2</u>	<u>4,389,938</u>	<u>2</u>	<u>10,716,778</u>	<u>4</u>	<u>6,280,871</u>	<u>2</u>
Total equity attributable to owners of WLC	<u>136,559,249</u>	<u>48</u>	<u>137,248,886</u>	<u>50</u>	<u>141,443,840</u>	<u>53</u>	<u>140,754,823</u>	<u>53</u>
NON-CONTROLLING INTERESTS	<u>10,834,686</u>	<u>4</u>	<u>10,218,580</u>	<u>4</u>	<u>9,881,395</u>	<u>4</u>	<u>13,615,216</u>	<u>5</u>
Total equity	<u>147,393,935</u>	<u>52</u>	<u>147,467,466</u>	<u>54</u>	<u>151,325,235</u>	<u>57</u>	<u>154,370,039</u>	<u>58</u>
TOTAL	<u>\$ 281,956,256</u>	<u>100</u>	<u>\$ 273,625,046</u>	<u>100</u>	<u>\$ 266,158,170</u>	<u>100</u>	<u>\$ 266,931,759</u>	<u>100</u>

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

(With Deloitte & Touche review report dated May 9, 2025)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2025		2024 (Restated)	
	Amount	%	Amount	%
OPERATING REVENUE (Note 28)	\$ 44,843,111	100	\$ 40,549,837	100
OPERATING COSTS (Note 13)	<u>(41,144,288)</u>	<u>(92)</u>	<u>(37,940,619)</u>	<u>(94)</u>
GROSS PROFIT	<u>3,698,823</u>	<u>8</u>	<u>2,609,218</u>	<u>6</u>
OPERATING EXPENSES				
Selling and marketing expenses	692,851	2	567,176	1
General and administrative expenses	1,960,590	4	1,566,400	4
Research and development expenses	<u>95,223</u>	<u>-</u>	<u>84,309</u>	<u>-</u>
Total operating expenses	<u>2,748,664</u>	<u>6</u>	<u>2,217,885</u>	<u>5</u>
PROFIT FROM OPERATIONS	<u>950,159</u>	<u>2</u>	<u>391,333</u>	<u>1</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income	129,504	-	112,047	-
Dividend income	-	-	508,673	1
Other income	70,535	-	209,140	1
Foreign exchange loss, net	(81,555)	-	(149,821)	-
Gain on valuation of financial assets and liabilities at fair value through profit or loss	528,372	1	129,960	-
Reversal of impairment loss (Note 29)	51	-	39	-
Other expenses	(243,612)	(1)	(118,948)	-
Loss on disposal of property, plant and equipment	(1,919)	-	(2,364)	-
Gain on disposal of investments (Note 29)	191,410	-	86,306	-
Interest expense	(659,209)	(1)	(605,336)	(1)
Share of (loss) profit of associates accounted for using the equity method	<u>(146,940)</u>	<u>-</u>	<u>15,310</u>	<u>-</u>
Total non-operating income and expenses	<u>(213,363)</u>	<u>(1)</u>	<u>185,006</u>	<u>1</u>
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	736,796	1	576,339	2
INCOME TAX (EXPENSE) BENEFIT (Notes 4 and 30)	<u>(128,154)</u>	<u>-</u>	<u>151,690</u>	<u>-</u>
NET PROFIT FOR THE PERIOD	<u>608,642</u>	<u>1</u>	<u>728,029</u>	<u>2</u>
OTHER COMPREHENSIVE INCOME				

(Continued)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	(Restated) Amount	%
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	-	-	(775)	-
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(939,922)	(2)	1,993,594	5
Share of the other comprehensive loss of associates accounted for using the equity method	<u>(314,415)</u>	<u>(1)</u>	<u>(700,025)</u>	<u>(2)</u>
	<u>(1,254,337)</u>	<u>(3)</u>	<u>1,292,794</u>	<u>3</u>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations	1,969,127	4	2,919,270	7
(Loss) gain on hedging instruments	(12,220)	-	26,326	-
Share of the other comprehensive income of associates accounted for using the equity method	<u>237,244</u>	<u>1</u>	<u>175,696</u>	<u>1</u>
	<u>2,194,151</u>	<u>5</u>	<u>3,121,292</u>	<u>8</u>
Other comprehensive income for the period, net of income tax	<u>939,814</u>	<u>2</u>	<u>4,414,086</u>	<u>11</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 1,548,456</u>	<u>3</u>	<u>\$ 5,142,115</u>	<u>13</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of WLC	\$ 679,074	1	\$ 820,212	2
Non-controlling interests	<u>(70,432)</u>	<u>-</u>	<u>(92,183)</u>	<u>-</u>
	<u>\$ 608,642</u>	<u>1</u>	<u>\$ 728,029</u>	<u>2</u>
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:				
Owners of WLC	\$ 1,218,288	2	\$ 5,275,773	13
Non-controlling interests	<u>330,168</u>	<u>1</u>	<u>(133,658)</u>	<u>-</u>
	<u>\$ 1,548,456</u>	<u>3</u>	<u>\$ 5,142,115</u>	<u>13</u>

(Continued)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2025		2024	
	(Restated)			
	Amount	%	Amount	%
EARNINGS PER SHARE (Note 31)				
Basic	\$ 0.17		\$ 0.20	
Diluted	\$ 0.17		\$ 0.20	

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

(With Deloitte & Touche review report dated May 9, 2025)

(Concluded)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of WLC											
						Other Equity						
						Exchange Differences on Translation the Financial Statements of Foreign Operations	Unrealized Valuation Gain on Financial Assets at Fair Value through Other Comprehensive Income	(Loss) Gain on Hedging Instrument	Others	Total	Non-controlling Interests	Total Equity
	Share Capital	Capital Surplus	Retained Earnings		Unappropriated Earnings							
	Legal Reserve	Special Reserve										
BALANCE ON JANUARY 1, 2024 (AS RESTATED)	\$ 40,313,329	\$ 33,624,917	\$ 9,538,222	\$ 2,712,250	\$ 48,285,234	\$ (4,948,056)	\$ 14,068,677	\$ (65,100)	\$ (2,774,650)	\$ 140,754,823	\$ 13,615,216	\$ 154,370,039
Appropriation of 2023 earnings												
Cash dividends distributed by WLC	-	-	-	-	(4,434,466)	-	-	-	-	(4,434,466)	-	(4,434,466)
Changes in percentage of ownership interests in subsidiaries	-	(26,730)	-	-	(128,161)	-	-	-	-	(154,891)	26,730	(128,161)
Changes in capital surplus from investments in associates accounted for using the equity method	-	2,652	-	-	19,960	-	(19,960)	-	-	2,652	-	2,652
Net profit (loss) for the three months ended March 31, 2024	-	-	-	-	820,212	-	-	-	-	820,212	(92,183)	728,029
Other comprehensive (loss) income for the three months ended March 31, 2024, net of income tax	-	-	-	-	(306)	3,138,306	1,293,282	24,279	-	4,455,561	(41,475)	4,414,086
Total comprehensive income (loss) for the three months ended March 31, 2024	-	-	-	-	819,906	3,138,306	1,293,282	24,279	-	5,275,773	(133,658)	5,142,115
Others	-	(51)	-	-	-	-	-	-	-	(51)	-	(51)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(3,626,893)	(3,626,893)
BALANCE ON MARCH 31, 2024 (AS RESTATED)	<u>\$ 40,313,329</u>	<u>\$ 33,600,788</u>	<u>\$ 9,538,222</u>	<u>\$ 2,712,250</u>	<u>\$ 44,562,473</u>	<u>\$ (1,809,750)</u>	<u>\$ 15,341,999</u>	<u>\$ (40,821)</u>	<u>\$ (2,774,650)</u>	<u>\$ 141,443,840</u>	<u>\$ 9,881,395</u>	<u>\$ 151,325,235</u>
BALANCE ON JANUARY 1, 2025 (AS RESTATED)	\$ 40,313,329	\$ 33,592,347	\$ 10,065,084	\$ 2,712,250	\$ 46,175,938	\$ (349,614)	\$ 8,058,069	\$ (83,438)	\$ (3,235,079)	\$ 137,248,886	\$ 10,218,580	\$ 147,467,466
Appropriation of 2024 earnings												
Cash dividends distributed by WLC	-	-	-	-	(2,015,666)	-	-	-	-	(2,015,666)	-	(2,015,666)
Changes in percentage of ownership interests in subsidiaries	-	-	-	-	6,420	-	-	-	-	6,420	-	6,420
Changes in capital surplus from investments in associates accounted for using the equity method	-	32,814	-	-	9,573	-	(9,573)	-	68,559	101,373	-	101,373
Net profit (loss) for the three months ended March 31, 2025	-	-	-	-	679,074	-	-	-	-	679,074	(70,432)	608,642
Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax	-	-	-	-	1,803	1,807,164	(1,256,171)	(13,582)	-	539,214	400,600	939,814
Total comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	680,877	1,807,164	(1,256,171)	(13,582)	-	1,218,288	330,168	1,548,456
Others	-	(52)	-	-	-	-	-	-	-	(52)	-	(52)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	285,938	285,938
BALANCE ON MARCH 31, 2025	<u>\$ 40,313,329</u>	<u>\$ 33,625,109</u>	<u>\$ 10,065,084</u>	<u>\$ 2,712,250</u>	<u>\$ 44,857,142</u>	<u>\$ 1,457,550</u>	<u>\$ 6,792,325</u>	<u>\$ (97,020)</u>	<u>\$ (3,166,520)</u>	<u>\$ 136,559,249</u>	<u>\$ 10,834,686</u>	<u>\$ 147,393,935</u>

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

(With Deloitte & Touche review report dated May 9, 2025)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2025	2024 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 736,796	\$ 576,339
Adjustments for:		
Depreciation expenses	1,873,416	1,942,659
Amortization expenses	310,233	377,935
Expected credit loss (reversed) recognized on trade receivables	(24,460)	9,265
Net gain on fair value changes of financial assets and liabilities at fair value through profit or loss	(528,372)	(129,960)
Interest expenses	659,209	605,336
Interest income	(129,504)	(112,047)
Dividend income	-	(508,673)
Share of loss (profit) of associates accounted for using the equity method	146,940	(15,310)
Loss on disposal of property, plant and equipment	1,919	2,364
Gain on disposal of investments	(191,410)	(86,306)
Impairment loss reversed on non-financial assets	(51)	(39)
Loss on lease modification	7,130	-
Unrealized loss (gain) on foreign currency exchange	12,216	(90,055)
Changes in operating assets and liabilities		
Decrease in financial assets mandatorily classified as at fair value through profit or loss	125,192	340,700
(Increase) decrease in contract assets	(206,080)	38,539
Decrease in notes receivable	261,383	73,136
Increase in trade receivables	(2,023,310)	(1,041,375)
Decrease in other receivables	90,444	130,912
Increase in inventories	(4,285,657)	(2,749,146)
(Increase) decrease in other current assets	(27,295)	127,447
Decrease in other financial assets	89,059	606,735
Decrease in other operating assets	118,289	16,840
Decrease in notes payable	(26,777)	(168,807)
Increase (decrease) in trade payables	2,196,822	(429,165)
(Decrease) increase in contract liabilities	(130,220)	10,286
Decrease in other payables	(1,218,126)	(953,993)
Increase (decrease) in net defined benefit liabilities	37,409	(51,734)
Increase in other current liabilities	48,239	674,691
(Decrease) increase in other operating liabilities	(3,934)	71,207
Cash used in operations	(2,080,500)	(732,219)
Interest received	53,288	75,070
Dividends received	30,266	243
Interest paid	(649,347)	(521,349)
Income tax paid	(261,829)	(2,950,169)

(Continued)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2025	2024 (Restated)
Net cash used in operating activities	<u>(2,908,122)</u>	<u>(4,128,424)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at amortized cost	(348)	-
Disposal of financial assets at amortized cost	8,859	63,840
Disposal of financial assets for hedging	201,557	342,913
Purchase of investments accounted for using the equity method	(337,126)	-
Disposal of investments accounted for using the equity method	-	2,790,164
Net cash outflow on acquisition of subsidiary	-	(601,259)
Payments for property, plant and equipment	(2,511,340)	(2,953,557)
Proceeds from disposal of property, plant and equipment	9,004	720
Decrease (increase) in refundable deposits	96,821	(138,517)
Purchase of intangible assets	(5,742)	(17,053)
Purchase of investment properties	(5,995)	(1,067)
Other investing activities	<u>(138,196)</u>	<u>1,629,121</u>
Net cash (used in) generated from investing activities	<u>(2,682,506)</u>	<u>1,115,305</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
(Decrease) increase in short-term borrowings	(1,090,543)	839,260
Decrease in short-term notes and bills payable	(3,145,773)	-
Proceeds from long-term borrowings	8,732,592	1,789,257
Repayment of long-term borrowings	(169,599)	(201,204)
Decrease in long-term notes and bills payable	-	(1,499,928)
Decrease in other payables	(6,217)	(112,764)
Repayment of the principal portion of lease liabilities	(123,997)	(76,179)
Acquisition of additional interests in subsidiary	-	(3,111,343)
Changes in non-controlling interests	373,777	(27,782)
Other financing activities	<u>(52)</u>	<u>(51)</u>
Net cash generated from (used in) financing activities	<u>4,570,188</u>	<u>(2,400,734)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>1,168,200</u>	<u>1,380,631</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	147,760	(4,033,222)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>10,757,417</u>	<u>16,347,012</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 10,905,177</u>	<u>\$ 12,313,790</u>
The accompanying notes are an integral part of the consolidated financial statements. (With Deloitte & Touche review report dated May 9, 2025)		(Concluded)

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars)

1. GENERAL INFORMATION

Walsin Lihwa Corporation (WLC) was incorporated in December 1966 and commenced operations in December 1966. To diversify its operations, WLC made various investments in construction, electronics, material science, real estate, etc. WLC's main products are wires, cables, stainless steel, resource business and real estate.

WLC's shares have been listed on the Taiwan Stock Exchange (TWSE) since November 1972. In October 1995, November 2010 and June 2023, WLC increased its share capital and issued global depositary receipts (GDRs), which were listed on the Luxembourg Stock Exchange.

The consolidated financial statements are presented in WLC's functional currency, the New Taiwan dollar.

2. APPROVAL OF CONSOLIDATE FINANCIAL STATEMENTS

The consolidated financial statements of WLC and its subsidiaries (collectively, the "Group") were approved by the board of directors of WLC on May 9, 2025.

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

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRS Accounting Standards") endorsed and issued into effect by the Financial Supervisory Commission (FSC)

Amendments to IAS 21 "Lack of Exchangeability"

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

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments" - the amendments to the application guidance of classification of financial assets	January 1, 2026 (Note)

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2026. It is permitted to apply these amendments for an earlier period beginning on January 1, 2025.

Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of classification of financial assets

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

- 1) If a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,
 - In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and
 - In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.
- 2) To clarify that a financial asset has non-recourse features if an entity’s ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets.
- 3) To clarify that the characteristics of contractually linked instruments include a prioritization of payments to the holders of financial assets using multiple contractually linked instruments (tranches) established through a waterfall payment structure, resulting in concentrations of credit risk and a disproportionate allocation of cash shortfalls from the underlying pool between the tranches.

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

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group’s financial position and financial performance.

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of derecognition of financial liabilities	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023

(Continued)

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027
(Concluded)	

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

1) Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”

The amendments stipulate that, when the Group sells or contributes assets that constitute a business (as defined in IFRS 3) to an associate or joint venture, the gain or loss resulting from the transaction is recognized in full. Also, when the Group loses control of a subsidiary that contains a business but retains significant influence or joint control, the gain or loss resulting from the transaction is recognized in full.

Conversely, when the Group sells or contributes assets that do not constitute a business to an associate or joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group’s interest as an unrelated investor in the associate or joint venture, i.e., the Group’s share of the gain or loss is eliminated. Also, when the Group loses control of a subsidiary that does not contain a business but retains significant influence or joint control over an associate, or a joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group’s interest as an unrelated investor in the associate or joint venture, i.e., the Group’s share of the gain or loss is eliminated.

2) IFRS 18 “Presentation and Disclosure in Financial Statements”

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

3) Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of derecognition of financial liabilities

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

- The Group having no practical ability to withdraw, stop or cancel the payment instruction;
- The Group having no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- The settlement risk associated with the electronic payment system being insignificant.

The Group shall apply the amendments retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application.

4) Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

Contracts referencing nature-dependent electricity are contracts that expose an entity to variability in the underlying amount of electricity because the source of electricity generation depends on uncontrollable natural conditions. Contracts referencing nature-dependent electricity include both contracts to buy or sell nature-dependent electricity and financial instruments that reference such electricity. When the Group enters into contracts to buy nature-dependent electricity, which exposes the Group to the risk that it would be required to buy electricity during a delivery interval in which the Group cannot use the electricity, and the design and operation of the electricity market require any amounts of unused electricity to be sold within a specified time, the amendments stipulate that such sales are not necessarily inconsistent with the contract being held in accordance with the Group’s expected usage requirements. The inconsistency will result in the contract being accounted for as financial instruments otherwise. The Group entered into and continues to hold such a contract in accordance with its expected electricity usage requirements, if the Group has bought, and expects to buy, sufficient electricity to offset the sales of any unused electricity in the same market in which it sold the electricity over a reasonable amount of time.

The amendments also stipulate that, if contracts referencing nature-dependent electricity are designated as hedging instruments in hedges of forecast transactions, for such a hedging relationship the Group is permitted to designate as the hedged item a variable nominal amount of forecast electricity transactions that is aligned with the variable amount of nature-dependent electricity expected to be delivered by the generation facility as referenced in the hedging instrument.

For the amendments related to whether contracts referencing nature-dependent electricity are entered into in accordance with expected electricity usage requirements, the Group shall apply retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application. For the amendments related to hedge accounting, the Group shall apply prospectively.

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments, which are measured at fair value and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

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

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

See Note 15, Table 6 and Table 7 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

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

1) Carbon fee provision

In accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC, the carbon fee provision is recognized and measured on the basis of the best estimate of the expenditure required to settle the obligation for the current year and the proportion of actual emissions to the total annual emissions.

2) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

3) Income tax expense

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Except for the following changes in depreciation and amortization methods, please refer to the consolidated financial statements for the year ended December 31, 2024 for the material accounting judgments and key sources of estimation uncertainty of these consolidated financial statements.

Depreciation method of property, plant and equipment and amortization method of intangible assets

The depreciation and amortization methods for machinery and equipment, and intangible assets within the Resource segment entities were changed from the accelerated depreciation method to the straight-line method, starting from January 1, 2025, with the effect of any changes in the estimates accounted for on a prospective basis.

Considering the current utilization status, anticipated future economic benefits, and consumption patterns of machinery and equipment, and intangible assets, the Group has assessed that adopting the straight-line basis will more faithfully and reasonably reflect the assets' economic benefits. The change in accounting estimates decreased depreciation and amortization expenses for the three months ended March 31, 2025 by NT\$296,126 thousand and NT\$49,850 thousand, respectively.

6. CASH AND CASH EQUIVALENTS

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	\$ 2,901	\$ 63,362	\$ 3,195
Checking accounts and cash in banks	9,328,509	9,705,904	10,860,356
Cash equivalents			
Time deposits	1,462,428	877,033	675,656
Short-term bills	<u>111,339</u>	<u>111,118</u>	<u>774,583</u>
	<u>\$ 10,905,177</u>	<u>\$ 10,757,417</u>	<u>\$ 12,313,790</u>

Other bank deposits have been reclassified to other accounts for the following purposes:

	Purpose	March 31, 2025	December 31, 2024	March 31, 2024
Other financial assets - current				
Restricted deposits	To meet contract requirements for completing construction	\$ 23,720	\$ 54,126	\$ 110,286
	To secure short-term borrowings and letters of credit	18,292	192,668	71,873
Refundable deposits	Futures deposits	<u>128,560</u>	<u>12,837</u>	<u>-</u>
		<u>170,572</u>	<u>259,631</u>	<u>182,159</u>
Refundable deposits				
Other - pledged time deposits	To meet contract requirements for completing construction	52,537	52,537	51,951
Other non-current assets - other				
Restricted deposits	To meet construction project and performance letter of guarantee	-	-	11,275
Pledged time deposits	To meet required security deposit	<u>1,576</u>	<u>1,562</u>	<u>1,461</u>
		<u>54,113</u>	<u>54,099</u>	<u>64,687</u>
		<u>\$ 224,685</u>	<u>\$ 313,730</u>	<u>\$ 246,846</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Commodity futures contracts	\$ 99,488	\$ -	\$ 105,942
Options	-	-	1,151
Exchange rate swap contracts	107,674	5,677	9,530
Foreign exchange forward contracts	-	-	27,340
Non-derivative financial assets			
Contingent consideration	-	-	1,195,872
Foreign unlisted shares	66,673	66,607	77,307
Financial assets at FVTPL	<u>\$ 273,835</u>	<u>\$ 72,284</u>	<u>\$ 1,417,142</u>
Current	\$ 207,162	\$ 5,677	\$ 1,339,835
Non-current	66,673	66,607	77,307
	<u>\$ 273,835</u>	<u>\$ 72,284</u>	<u>\$ 1,417,142</u>
<u>Financial liabilities held for trading</u>			
Derivative financial liabilities (not under hedge accounting)			
Commodity futures contracts	\$ -	\$ 322,273	\$ -
Foreign exchange forward contracts	42,759	34,323	-
Non-derivative financial liabilities			
Contingent consideration	608,547	563,583	430,782
Financial liabilities at FVTPL	<u>\$ 651,306</u>	<u>\$ 920,179</u>	<u>\$ 430,782</u>
Current	\$ 537,272	\$ 356,596	\$ -
Non-current	114,304	563,583	430,782
	<u>\$ 651,306</u>	<u>\$ 920,179</u>	<u>\$ 430,782</u>

- a. As of March 31, 2025, December 31, 2024 and March 31, 2024, outstanding commodity futures not under hedge accounting were as follows:

	Type of Transaction	Quantity (Tons)	Trade Date	Expiration Date	Exercise Price (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<u>March 31, 2025</u>							
Commodity futures contracts							
Copper	Buy	9,350	2024.07.15- 2025.03.31	2025.04.16- 2026.03.18	US\$ 89,217	US\$ 90,358	US\$ 1,141
Copper	Buy	5,305	2024.12.16- 2025.03.28	2025.05.01- 2026.05.03	RMB 410,354	RMB 424,269	RMB 13,915
Copper	Sell	272.16	2025.03.12- 2025.03.20	2025.05.01	US\$ 2,962	US\$ 3,021	US\$ (59)
Nickel	Buy	60	2025.03.17- 2025.03.18	2025.06.17- 2025.06.18	US\$ 978	US\$ 954	US\$ (24)

(Continued)

	Type of Transaction	Quantity (Tons)	Trade Date	Expiration Date	Exercise Price (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<u>December 31, 2024</u>							
Commodity futures contracts							
Copper	Buy	15,677	2024.05.31-2024.12.31	2025.01.09-2025.08.20	US\$ 145,699	US\$ 136,756	US\$ (8,943)
Copper	Buy	5,000	2024.12.13-2024.12.18	2025.01.31-2025.06.30	RMB 373,691	RMB 369,544	RMB (4,147)
Copper	Sell	1,475	2024.12.10-2024.12.31	2025.01.15	US\$ 13,222	US\$ 12,820	US\$ 402
Nickel	Buy	1,290	2024.10.22-2024.12.19	2025.01.22-2025.03.19	US\$ 20,338	US\$ 19,626	US\$ (712)
<u>March 31, 2024</u>							
Commodity futures contracts							
Copper	Buy	12,341	2023.11.06-2024.03.28	2024.04.17-2024.08.21	US\$ 105,665	US\$ 108,700	US\$ 3,035
Copper	Sell	375	2024.03.22-2024.03.28	2024.04.17	US\$ 3,285	US\$ 3,299	US\$ (14)
Nickel	Buy	90	2024.03.26-2024.03.27	2024.06.26-2024.06.27	US\$ 1,501	US\$ 1,497	US\$ (4)
Nickel	Sell	366	2024.01.25-2024.02.29	2024.04.25-2024.05.29	US\$ 6,364	US\$ 6,070	US\$ 294

(Concluded)

- b. As of March 31, 2025, December 31, 2024 and March 31, 2024, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>March 31, 2025</u>			
Sell	EUR to USD	2025.04.11	EUR10,000/USD10,822
	USD to NTD	2025.04.08-2025.04.24	USD40,000/NTD1,314,140
	USD to MYR	2025.06.30	USD215/MYR952
Buy	USD to IDR	2025.04.08-2025.05.23	USD43,087/IDR708,256,048
	USD to IDR	2025.04.21-2025.04.28	USD29,000/IDR480,460,000
	USD to JPY	2025.05.07	USD5,000/JPY740,400
	EUR to MYR	2025.04.02-2025.08.04	EUR1,837/MYR8,635
	EUR to USD	2025.04.02-2025.09.30	EUR14,617/USD16,068
	EUR to GBP	2025.04.28-2025.06.30	EUR12,421/GBP10,442
	EUR to BRL	2025.04.15-2025.06.20	EUR5,055/BRL31,550
	EUR to SEK	2025.04.30-2025.04.30	EUR13,110/SEK146,500
	SEK to EUR	2025.04.30-2025.05.30	SEK49,361/EUR4,500

December 31, 2024

Sell	EUR to USD	2025.01.16-2025.02.18	EUR21,442/USD22,529
	EUR to MYR	2025.01.08-2025.05.30	EUR1,920/MYR9,023
	USD to IDR	2025.01.06-2025.03.20	USD53,551/IDR847,599,840
Buy	USD to IDR	2025.01.02-2025.01.17	USD67,000/IDR1,071,372,000
	USD to JPY	2025.01.14	USD4,000/JPY605,400
	EUR to USD	2025.01.31-2025.09.30	EUR18,242/USD20,045
	EUR to BRL	2025.01.16-2025.03.21	EUR2,638/BRL16,570
	EUR to GBP	2025.01.29-2025.02.26	EUR5,515/GBP4,610
	EUR to SEK	2025.01.31-2025.03.28	EUR11,211/SEK128,250
	SEK to USD	2025.01.31	SEK8,624/USD800

(Continued)

	Currency	Maturity Date	Notional Amount (In Thousands)
	SEK to GBP	2025.02.28	SEK3,432/GBP250
	SEK to EUR	2025.01.31-2025.02.28	SEK22,967/EUR2,000
<u>March 31, 2024</u>			
Sell	USD to NTD	2024.04.02-2024.04.26	USD105,000/NTD3,355,575
	USD to IDR	2024.04.04-2024.06.27	USD61,672/IDR976,459,411
	USD to RMB	2024.04.23-2024.05.28	USD19,000/RMB136,392
	EUR to RMB	2024.04.17	EUR2,036/RMB16,000
	EUR to MYR	2024.04.19-2024.06.04	EUR492/MYR2,157
	EUR to USD	2024.04.23-2024.06.03	EUR43,000/USD46,765
Buy	USD to IDR	2024.04.17-2024.04.18	USD75,000/IDR1,178,234,950
	USD to NTD	2024.04.23	USD20,000/NTD635,760
	USD to SGD	2024.05.20	USD500/SGD664
	USD to JPY	2024.05.22	USD9,000/JPY1,353,105
	EUR to BRL	2024.04.10-2024.07.31	EUR2,339/BRL12,760
	EUR to RMB	2024.04.17	EUR2,042/RMB16,000
	EUR to GBP	2024.04.18-2024.06.28	EUR15,649/GBP13,450
	EUR to SEK	2024.04.30-2024.08.30	EUR3,937/SEK44,500
	EUR to ZAR	2024.05.22	EUR53/ZAR1,100
(Concluded)			

- c. As of March 31, 2025, December 31, 2024 and March 31, 2024, outstanding exchange rate swap contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
March 31, 2025	USD to NTD	2025.04.07-2025.07.15	USD170,207/NTD5,553,396
	USD to RMB	2025.04.02-2025.07.14	USD150,862/RMB1,100,000
	EUR to GBP	2025.04.09	EUR2,307/GBP1,940
	EUR to USD	2025.04.30-2025.08.29	EUR682/USD741
	USD to IDR	2025.04.08-2025.05.28	USD23,087/IDR379,276,048
December 31, 2024	USD to RMB	2025.04.02	USD10,972/RMB800,000
	USD to IDR	2025.01.06-2025.03.20	USD43,551/IDR689,109,840
	EUR to GBP	2025.01.08	EUR13,194/GBP11,030
	EUR to USD	2025.01.30-2025.02.27	EUR1,472/USD1,535
March 31, 2024	USD to NTD	2024.04.01-2024.04.15	USD76,000/NTD2,420,477
	USD to RMB	2024.04.16-2024.05.20	USD63,000/RMB456,331
	USD to IDR	2024.06.20-2024.06.27	USD11,672/IDR183,669,459
	EUR to SEK	2024.04.18-2024.04.30	EUR1,078/SEK12,300

- d. As of March 31, 2025, December 31, 2024 and March 31, 2024, outstanding commodity futures option contracts not under hedge accounting were as follows:

March 31, 2024

Notional Amount	Type of Transaction	Buyer/Seller	Premium Paid	Fair Value
US\$ 6,138	Put	Buyer	US\$ 72	US\$ 36

- e. For the three months ended March 31, 2025 and 2024, the Group's strategies for commodity futures contracts, foreign exchange forward contracts and exchange rate swap contracts were to hedge exposures to fluctuations in the prices of raw material and foreign exchange rates. However, those derivative financial instruments did not meet the criteria of hedge effectiveness; therefore, they were not accounted for hedge accounting.
- f. Financial assets - contingent consideration is the amount of consideration to be received by the Group from the acquirer in the disposal of the subsidiary (the "Target Company") on July 27, 2022. In accordance with the agreement of contingent consideration, the acquirer shall respectively pay additional payments when the gross profit of Target Company during the period starting from the settlement date to December 31, 2023 and the gross profit in the year 2024 meet the amount agreed upon by Target Company. The Group received \$1,273,115 thousand in 2024.
- g. Financial liabilities - contingent consideration according to the agreement of acquisition, the Group is required to make additional payments to the seller if Cogne Acciai Speciali S.p.A. and Com. Steel Inox S.P.A.'s earnings before interest, income tax, depreciation and amortization from the settlement date to 2025 and 2026 meet the contract requirements, respectively.

8. FINANCIAL ASSETS AT AMORTIZED COST

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Current</u>			
Foreign investments			
Corporate bonds	\$ 330	\$ 15	\$ 15
Mutual funds	489	715	722
Government bonds	<u>-</u>	<u>8,491</u>	<u>-</u>
	<u>\$ 819</u>	<u>\$ 9,221</u>	<u>\$ 737</u>
<u>Non-current</u>			
Foreign investments			
Government bonds	<u>\$ 132,418</u>	<u>\$ 130,699</u>	<u>\$ 127,439</u>

The interest rates for the government bonds the Group purchased were 4.35%-4.75%, 0.5%-4.75% and 4.35%-4.75% as of March 31, 2025, December 31, 2024 and March 31, 2024.

9. FINANCIAL INSTRUMENTS FOR HEDGING

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets</u>			
Cash flow hedges - hedging foreign currency deposits	\$ 42,436	\$ 231,024	\$ -
Cash flow hedges - interest rate swap contracts	13,613	16,663	66,667
Cash flow hedges - foreign exchange forward contracts	926	-	9,357
Cash flow hedges - gas and electricity swap contracts	-	15,574	-
	<u>\$ 56,975</u>	<u>\$ 263,261</u>	<u>\$ 76,024</u>
Current	\$ 43,362	\$ 238,305	\$ 9,427
Non-current	<u>13,613</u>	<u>24,956</u>	<u>66,597</u>
	<u>\$ 56,975</u>	<u>\$ 263,261</u>	<u>\$ 76,024</u>
<u>Financial liabilities</u>			
Cash flow hedges - foreign exchange forward contracts	\$ -	\$ 10,546	\$ -
Cash flow hedges - gas and electricity swap contracts	30,650	-	12,405
Cash flow hedges - nickel swap contracts	<u>440</u>	<u>5,756</u>	<u>-</u>
	<u>\$ 31,090</u>	<u>\$ 16,302</u>	<u>\$ 12,405</u>
Current	\$ 21,458	\$ 15,475	\$ 12,405
Non-current	<u>9,632</u>	<u>827</u>	<u>-</u>
	<u>\$ 31,090</u>	<u>\$ 16,302</u>	<u>\$ 12,405</u>

- a. The Group entered into foreign exchange forward contracts and foreign currency deposits to hedge against the exchange rate fluctuations associated with designated foreign currency receivables and payables. The conditions of the foreign exchange forward contracts are the same as those of the corresponding financial assets, so the management believes that the foreign exchange forward contracts are highly effective hedging instruments. For information regarding the financial instruments used for hedging, refer to Note 35.
- b. The Group converts some of the issued floating rate financial liabilities from floating rate to fixed rate through the interest rate swap contracts in order to reduce the risk of the cash flow of the issued floating rate financial liabilities due to changes in interest rates. The conditions of the interest rate swap contracts are the same as the one of the related financial liabilities, therefore, the management of the Group considers they can be highly effective hedging instruments. For information regarding the financial instruments used for hedging, refer to Note 35.

- c. The Group is exposed to the risk that the future cash flows of the assets and liabilities may fluctuate due to changes in market prices of gas, electricity and nickel that are required for the Group's operations. The Group assesses that the risk may be significant and therefore enters into gas, electricity and nickel swap contracts for hedging purposes. The breakdown of the cash flow hedge items and derivative financial instruments designated for hedging at the end of the reporting period were as follows:

Financial Commodity	Type of Transaction	Quantity	Trade Date	Maturity Date	Notional Amount (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<u>March 31, 2025</u>							
Gas	Buy	63,000 Tons	2024.09.13- 2025.03.18	2026.04.30- 2027.06.30	EUR 2,004	EUR 2,079	EUR 75
Electricity	Buy	143,900 Megawatt hours	2024.11.26- 2025.03.31	2025.04.30- 2026.09.30	EUR 7,527	EUR 6,600	EUR (927)
Nickel	Buy	262 Tons	2024.09.18- 2025.03.31	2025.04.30- 2025.11.30	EUR 3,843	EUR 3,830	EUR (13)
<u>December 31, 2024</u>							
Gas	Buy	30,000 Tons	2024.09.13	2027.04.30- 2027.06.30	EUR 867	EUR 953	EUR 86
Electricity	Buy	120,700 Megawatt hours	2024.11.26- 2024.12.27	2025.01.31- 2026.09.30	EUR 7,369	EUR 7,739	EUR 370
Nickel	Buy	230 Tons	2024.06.25- 2024.12.27	2025.01.31- 2025.04.30	EUR 3,554	EUR 3,385	EUR (169)
<u>March 31, 2024</u>							
Gas	Buy	22,000 Tons	2024.02.19	2024.04.30- 2024.09.30	EUR 588	EUR 647	EUR 59
Electricity	Buy	45,200 Megawatt hours	2023.12.14- 2024.02.14	2024.04.30- 2024.09.30	EUR 3,141	EUR 2,722	EUR (419)

10. CONTRACT ASSETS

As of March 31, 2025, December 31, 2024 and March 31, 2024, contract balances were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Contract assets			
Cable installation	\$ 638,859	\$ 501,451	\$ 732,003
Solar power systems installation	138,890	70,218	225,483
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
Contract assets - current	<u>\$ 777,749</u>	<u>\$ 571,669</u>	<u>\$ 957,486</u>

The changes in the balance of contract assets primarily resulted from the timing differences between the Group's satisfaction of performance obligations and the respective customer's payment.

11. NOTES RECEIVABLE AND TRADE RECEIVABLES

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Notes receivable</u>			
Notes receivable	<u>\$ 265,316</u>	<u>\$ 526,699</u>	<u>\$ 891,715</u>

(Continued)

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Trade receivables</u>			
Trade receivables	\$ 17,752,316	\$ 15,736,374	\$ 18,056,877
Less: Allowance for impairment loss	<u>(761,620)</u>	<u>(768,988)</u>	<u>(863,975)</u>
	<u>\$ 16,990,696</u>	<u>\$ 14,967,386</u>	<u>\$ 17,192,902</u> (Concluded)

Trade receivable

The average credit period on the sales of goods is 30 to 65 days. In determining the collectability of a trade receivable, the Group considered any change in the credit quality of the trade receivable since the date credit was initially granted to the end of the reporting period. When the Group dealt with new entities, the Group reviewed the credit ratings of the entities and obtained sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group uses other publicly available financial information or its own trading records to rate its major customers. The Group's exposure and the credit ratings of its counterparties are continuously monitored, and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved by the risk management committee annually. In this regard, the management believes the Group's credit risk is significantly reduced.

The Group permits the use of a lifetime expected credit losses allowance for all trade receivables. The expected credit losses on trade receivables are estimated using a provision matrix by reference to the past default experience with the respective debtors and an analysis of the debtors' current financial positions. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the loss allowance based on the past due status of receivables is not further distinguished according to different segments of the Group's customer base.

The Group writes off a trade receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery of the receivable. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables which are due. Where recoveries are made, they are recognized in profit or loss.

The following table details the loss allowance of trade receivables based on the Group's provision matrix.

March 31, 2025

	Not Past Due	Up to 90 Days	91 to 180 Days	181 to 365 Days	Over 365 Days	Total
Expected credit loss rate	0%-1%	0%-4%	0%-50%	0%-100%	50%-100%	
Gross carrying amount	\$ 14,390,561	\$ 1,998,062	\$ 253,422	\$ 294,630	\$ 815,641	\$ 17,752,316
Loss allowance (lifetime ECLs)	<u>(90,183)</u>	<u>(49,417)</u>	<u>(68,207)</u>	<u>(14,852)</u>	<u>(538,961)</u>	<u>(761,620)</u>
Amortized cost	<u>\$ 14,300,378</u>	<u>\$ 1,948,645</u>	<u>\$ 185,215</u>	<u>\$ 279,778</u>	<u>\$ 276,680</u>	<u>\$ 16,990,696</u>

December 31, 2024

	Not Past Due	Up to 90 Days	91 to 180 Days	181 to 365 Days	Over 365 Days	Total
Expected credit loss rate	0%-1%	0%-4%	0%-50%	0%-100%	50%-100%	
Gross carrying amount	\$ 12,482,193	\$ 1,841,608	\$ 229,494	\$ 326,578	\$ 856,501	\$ 15,736,374
Loss allowance (lifetime ECLs)	<u>(80,266)</u>	<u>(64,008)</u>	<u>(26,747)</u>	<u>(16,465)</u>	<u>(581,502)</u>	<u>(768,988)</u>
Amortized cost	<u>\$ 12,401,927</u>	<u>\$ 1,777,600</u>	<u>\$ 202,747</u>	<u>\$ 310,113</u>	<u>\$ 274,999</u>	<u>\$ 14,967,386</u>

March 31, 2024

	Not Past Due	Up to 90 Days	91 to 180 Days	181 to 365 Days	Over 365 Days	Total
Expected credit loss rate	0%-1%	0%-2%	0%-50%	0%-100%	50%-100%	
Gross carrying amount	\$ 13,834,586	\$ 2,557,197	\$ 267,020	\$ 705,870	\$ 692,204	\$ 18,056,877
Loss allowance (lifetime ECLs)	<u>(38,233)</u>	<u>(16,382)</u>	<u>(24,148)</u>	<u>(244,461)</u>	<u>(540,751)</u>	<u>(863,975)</u>
Amortized cost	<u>\$ 13,796,353</u>	<u>\$ 2,540,815</u>	<u>\$ 242,872</u>	<u>\$ 461,409</u>	<u>\$ 151,453</u>	<u>\$ 17,192,902</u>

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

	For the Three Months Ended March 31	
	2025	2024
Balance at January 1	\$ 768,988	\$ 637,399
Add: Acquisitions through business combination	-	190,992
Add: Net remeasurement of loss allowance	-	9,265
Less: Reversal of impairment loss	(24,460)	-
Less: Amounts written off	(1,366)	(312)
Foreign exchange gains	<u>18,458</u>	<u>26,631</u>
Balance at March 31	<u>\$ 761,620</u>	<u>\$ 863,975</u>

The amounts and the details of the factoring agreements for accounts receivable of the Group are set out in Notes 23, 35 and 37.

12. FINANCE LEASE RECEIVABLES

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Undiscounted lease payments</u>			
Year 1	\$ 81,359	\$ 81,359	\$ 81,359
Year 2	81,359	81,359	81,359
Year 3	81,359	81,359	81,359
Year 4	81,359	81,359	81,359
Year 5	81,359	81,359	81,359
Year 5 onwards	<u>185,959</u>	<u>206,299</u>	<u>267,318</u>
	592,754	613,094	674,113
Less: Unearned finance income	<u>(68,142)</u>	<u>(72,637)</u>	<u>(86,912)</u>
Net investment in leases presented as finance lease receivables	<u>\$ 524,612</u>	<u>\$ 540,457</u>	<u>\$ 587,201</u>
Current	\$ 64,723	\$ 64,183	\$ 62,589
Non-current	<u>459,889</u>	<u>476,274</u>	<u>524,612</u>
	<u>\$ 524,612</u>	<u>\$ 540,457</u>	<u>\$ 587,201</u>

The power supply contracts of solar power equipment are processed according to the finance leases accounting policy. The average term of finance leases entered into was 20 years.

The interest rate inherent in the leases was fixed at the contract date for the entire lease term. The average effective interest rate contracted was 3.30% per annum as of March 31, 2025, December 31, 2024 and March 31, 2024.

The finance lease receivables as of March 31, 2025, December 31, 2024 and March 31, 2024 were neither past due nor impaired.

The amounts of finance lease receivables pledged as collateral or for security are set out in Note 37.

13. INVENTORIES

	March 31, 2025	December 31, 2024	March 31, 2024
Manufacturing and trading industries			
Raw materials	\$ 11,609,448	\$ 10,611,261	\$ 7,391,519
Raw materials in transit	2,267,453	1,844,390	3,698,843
Supplies	2,157,577	1,990,854	2,064,224
Work-in-process	13,150,802	12,420,851	9,746,218
Finished goods and merchandise	16,461,508	14,568,269	11,730,713
Contracts in progress	<u>369,893</u>	<u>303,992</u>	<u>164,117</u>
	<u>46,016,681</u>	<u>41,739,947</u>	<u>34,795,634</u>
Real estate development industries			
Undeveloped land	3,434	3,434	3,434
Buildings and land held for sale	159,027	181,466	180,150
Contracts in progress	<u>2,229,462</u>	<u>2,198,100</u>	<u>2,173,694</u>
	<u>2,391,923</u>	<u>2,383,000</u>	<u>2,357,278</u>
	<u>\$ 48,408,604</u>	<u>\$ 44,122,947</u>	<u>\$ 37,152,912</u>

- The cost of goods sold related to inventories for the three months ended March 31, 2025 and 2024 were NT\$40,785,583 thousand and NT\$37,636,307 thousand, respectively.
- The cost of goods sold for the three months ended March 31, 2025 and 2024 included reversals of inventory write-downs of NT\$365,030 thousand and NT\$183,704 thousand, respectively.
- The inventories for the real estate development business are primarily land and construction costs for future construction and contracts in progress of WLC's subsidiary, Walsin (Nanjing) Development Co., Ltd.

14. FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2025	December 31, 2024	March 31, 2024
Domestic listed ordinary shares			
HannStar Display Corp.	\$ 2,268,216	\$ 2,522,903	\$ 3,176,101
HannStar Board Corp.	3,067,585	3,120,373	3,876,240
TECO Electric & Machinery Corp.	11,324,132	12,063,667	12,918,754
K. S. Terminals Inc.	8,758	11,296	10,208
Domestic unlisted ordinary shares	944,064	820,738	809,484
Foreign unlisted ordinary shares	<u>88,529</u>	<u>101,132</u>	<u>83,275</u>
	<u>\$ 17,701,284</u>	<u>\$ 18,640,109</u>	<u>\$ 20,874,062</u>
Non-current	<u>\$ 17,701,284</u>	<u>\$ 18,640,109</u>	<u>\$ 20,874,062</u>

These investments in equity instruments are held for medium- to long-term strategic purposes. Accordingly, the management selected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes. For the three months ended March 31, 2025 and 2024, the unrealized valuation (losses) gains resulting from these investments in equity instruments were NT\$(939,922) thousand and NT\$1,993,594 thousand, respectively, which were recognized in other comprehensive income (loss).

15. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

The consolidated entities as of March 31, 2025, December 31, 2024 and March 31, 2024 were as follows:

Investor	Investee	Main Business	Percentage of Ownership (%)		
			March 31, 2025	December 31, 2024	March 31, 2024
Walsin Lihwa Corporation	Walsin Lihwa Holdings Limited (WLHL)	Investment holding	100.00	100.00	100.00
	Concord Industries Limited (CIL)	Investment holding	100.00	100.00	100.00
	Ace Result Global Limited	Investment holding	100.00	100.00	100.00
	Min Maw Precision Industry Corp. (Min Maw)	Solar power systems management, design, and installation	100.00	100.00	100.00
	Walsin Info-Electric Corp. (Walsin Info-Electric)	Mechanical and electrical, communications, and power systems	99.51	99.51	99.51
	Chin-Cherng Construction Co. (Chin-Cherng)	Investment in the construction of residential and sale of commercial buildings, rental design and interior decoration business	99.22	99.22	99.22
	Joint Success Enterprises Limited	Investments	49.05	49.05	49.05
	P.T. Walsin Lippo Industries (P.T. Walsin)	Manufacture and sale of cables and wires	70.00	70.00	70.00
	PT. Walsin Lippo Kabel	Cables and wires	70.00	70.00	70.00
	Waltuo Green Resources Corp.	Waste disposal, resource recovery and cement products	100.00	100.00	100.00
	PT. Walsin Nickel Industrial Indonesia	Manufacture and sale of nickel pig iron	50.00	50.00	50.00
	Walsin Precision Technology Sdn. Bhd.	Manufacture and sale of stainless steel	100.00	100.00	100.00
	Walsin Singapore Pte. Ltd.	Investment holding	100.00	100.00	100.00
	Walsin America, LLC	Investment holding	100.00	100.00	100.00
	Walsin Lihwa Europe S.a r.l.	Investment holding	100.00	100.00	100.00
	PT. Walsin Research Innovation Indonesia	Consulting and Management	99.67	99.67	99.50
Walsin Singapore Pte. Ltd.	Walsin Energy Cable System Co., Ltd.	Submarine communication cables	90.00	90.00	90.00
	PT. Walsin Nickel Industrial Indonesia	Manufacture and sale of nickel pig iron	42.00	42.00	42.00
	PT. Sunny Metal Industry	Manufacture and sale of nickel matte	50.10	50.10	50.10
	Berg Holding Limited	Investment holding	75.00	75.00	75.00
Berg Holding Limited WLHL	PT. Sunny Metal Industry	Manufacture and sale of nickel matte	39.35	39.35	39.35
	Walsin (China) Investment Co., Ltd.	Investment holding	100.00	100.00	100.00
	Jiangyin Walsin Steel Cable Co., Ltd. (JHS)	Manufacture and sale of steel cables and wires	100.00	100.00	100.00
	Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Manufacture and sale of cables and wires	95.71	95.71	95.71

(Continued)

Investor	Investee	Main Business	Percentage of Ownership (%)		
			March 31, 2025	December 31, 2024	March 31, 2024
Walsin (China) Investment Co., Ltd. Dongguan Walsin Wire & Cable Co., Ltd. Ace Result Global Limited CIL	Dongguan Walsin Wire & Cable Co., Ltd.	Manufacture and sale of bare copper cables and wires	100.00	100.00	100.00
	Walsin International Investments Limited	Investments	100.00	100.00	100.00
	Nanjing Taiwan Trade Mart Management Co., Ltd.	Business and assets management, consulting and advertising services	100.00	100.00	100.00
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Manufacture and sale of cold-rolled stainless steel and flat-rolled products	18.37	18.37	18.37
	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	15.48	15.48	15.48
	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	60.00	60.00	60.00
	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	24.52	24.52	24.52
	Walsin Specialty Steel Corp.	Sale of specialty steel products and investment holding	100.00	100.00	100.00
	Changshu Walsin Specialty Steel Co., Ltd.	Manufacture and sale of specialized steel tubes, rods and wires	100.00	100.00	100.00
	Yantai Walsin Stainless Steel Co., Ltd.	Production and sale of new-type alloy materials	100.00	100.00	100.00
Chin-Cherng Construction Co. Joint Success Enterprises Limited Walsin (Nanjing) Development Co., Ltd. Min Maw Precision Industry Corp. (Min Maw) Walsin America, LLC Borrego Energy Holdings, LLC	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Manufacture and sale of cold-rolled stainless steel and flat-rolled products	81.63	81.63	81.63
	XiAn Walsin Metal Product Co., Ltd.	Production and sale of medium and heavy specialty steel plates	100.00	100.00	100.00
	Joint Success Enterprises Limited	Investments	50.95	50.95	50.95
	Walsin (Nanjing) Development Co., Ltd.	Construction, rental and sale of buildings and industrial factories	100.00	100.00	100.00
	Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	100.00	100.00	100.00
	PT. Walsin Research Innovation Indonesia	Consulting and management	0.33	0.33	0.50
	Borrego Energy Holdings, LLC	Investment holding	72.55	72.55	72.55
	Borrego Energy, LLC	Solar power system	100.00	100.00	100.00
	Cleanleaf Energy Holdings, Inc.	Investment holding	83.45	100.00	100.00
	Cleanleaf Energy Holdings, Inc.	Operation and Maintenance of Solar Energy Systems	(Note 3) 100.00	100.00	100.00
Walsin Lihwa Europe S.a.r.l. MEG S.A. Cogne Acciai Speciali S.p.A.	MEG S.A.	Investment holding	100.00	100.00	90.21
	Walsin Lihwa Italy S.r.l.	Sale of stainless steel	100.00	(Note 1) -	(Note 1) -
	Cogne Acciai Speciali S.p.A.	Manufacture and sale of stainless steel	(Note 10) 70.00	70.00	77.60
	Cogne France Société par Actions Simplifiée	Sale of stainless steel	100.00	(Note 2) 100.00	(Note 2) 100.00
	Cogne Edelstahl Gmbh	Sale of stainless steel	100.00	100.00	100.00
	Cogne SG Pte. Ltd.	Sale of stainless steel	100.00	100.00	100.00
	Cogne Hong Kong Limited	Investment holding	100.00	100.00	100.00
	Cogne U.K. Limited	Sale of stainless steel	100.00	100.00	100.00
	Cogne Stainless Bars SA	Manufacture and sale of stainless steel	100.00	100.00	100.00
	Cogne Mexico Sociedad Anonima de Capital Variable	Manufacture and sale of stainless steel	82.53	82.53	82.53
Cleanleaf Energy Holdings, Inc. Walsin Lihwa Europe S.a.r.l. MEG S.A. Cogne Acciai Speciali S.p.A.	Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Sale of stainless steel	100.00	100.00	100.00
	Cogne Speciality Steel USA, Inc.	Sale of stainless steel	100.00	100.00	100.00
	Cogne Celik Sanayi ve Ticaret Limited Şirketi	Sale of stainless steel	100.00	100.00	100.00
	Dong Guan Cogne Steel Products Co., Ltd.	Manufacture and sale of stainless steel	100.00	100.00	100.00
	Special Melted Products Limited	Manufacture and sale of high-quality special steels and nickel-based alloys	100.00	100.00	100.00
	Degerfors Long Products AB	Sale of special steel	100.00	100.00	100.00
	Com. Steel Inox S.p.A.	Stainless steel and nickel-based alloy recycling and processing	65.00	65.00	-
	DMV GmbH	Investment holding	100.00	(Note 5) 100.00	-
	Cogne Stainless Bars SA	Machinery and Electrical maintenance	100.00	(Note 7) 100.00	100.00
	Cogne Mexico Sociedad Anonima de Capital Variable	Manufacture and sale of stainless steel	0.0002	0.0002	0.0002
DMV GmbH PT. Walsin Nickel Industrial Indonesia PT. Sunny Metal Industry Hangzhou Walsin Power Cable & Wire Co., Ltd. Yantai Walsin Stainless Steel Co., Ltd.	DMV Deutschland Gmbh	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	100.00	-
	DMV France S.A.S.	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	(Note 8) 100.00	-
	DMV SOTEP S.A.S.	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	(Note 8) 100.00	-
	DMV Italia S.R.L.	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	(Note 8) 100.00	-
	DMV USA, Inc.	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	(Note 8) 100.00	-
	PT. Walhsu Metal Industry	Manufacture and sale of nickel matte	0.10	0.10	0.10
	PT. Walhsu Metal Industry	Manufacture and sale of nickel matte	99.90	99.90	99.90
	Hangzhou Futong Electric Industries Co., Ltd.	Manufacture and sale of cables and wires	51.00	51.00	51.00
	Yantai Huaxin Recycling Resources Co., Ltd.	Recycling of renewable resources	100.00	-	-
			(Note 9)		

(Concluded)

Note 1: On August 2, 2024, WLC's board of directors resolved to adjust the investment structure in MEG S.A., resulting in an increase in the shareholding percentage from 90.21% to 100.00%.

- Note 2: On August 2, 2024, WLC's board of directors resolved to adjust the investment structure in Cogne Acciai Speciali S.p.A., resulting in a decrease in the shareholding percentage from 77.60% to 70.00%.
- Note 3: The Group established Cleanleaf Energy Holdings, Inc. on September 14, 2023, and injected capital on January 1, 2024. Due to the employees exercised their share options, Cleanleaf Energy Holdings, Inc. decreasing its continuing interest from 100% to 83.45% in 2025.
- Note 4: On February 23, 2024, WLC's board of directors approved to increase capital in cash of PT. Walhsu Metal Industry, and the capital increase base date was on March 28, 2024.
- Note 5: Cogne Acciai Speciali S.p.A. acquired 65.00% shares of Com.Steel Inox S.p.A. for a consideration of NT\$841,200 thousand on May 3, 2024. This transaction was classified as a business combination. Please refer to Note 32.
- Note 6: On September 26, 2024, WLC's board of directors approved an increase in capital through cash for PT. Walsin Research Innovation Indonesia, and the capital increase base date was on October 9, 2024.
- Note 7: Cogne Acciai Speciali S.p.A. acquired 100.00% shares of DMV GmbH for a consideration of NT\$4,020,514 thousand on November 1, 2024. This transaction was classified as a business combination. Please refer to Note 32 of the consolidated financial statements for the year ended December 31, 2024.
- Note 8: The subsidiaries of DMV GmbH were merged into the Group in November 2024 as part of the above-mentioned business combination.
- Note 9: The Group established Yantai Huaxin Recycling Resources Co., Ltd. on November 21, 2024, and injected capital on March 4, 2025.
- Note 10: The Group established Walsin Lihwa Italy S.r.l. on March 11, 2025.
- b. The following entity was excluded from consolidation as of March 31, 2025, December 31, 2024 and March 31, 2024:

Investor	Investee	Main Business	Percentage of Ownership (%)			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
WLHL	Walcom Chemicals Industrial Limited	Commerce	-	-	65.00	Note

Note: The investee has a capital of HK\$500 thousand and total assets of HK\$1 thousand. As of March 31, 2025, December 31, 2024 and March 31, 2024, the investee had no sales, and its total assets were less than 1% of the Group's consolidated total assets. In 2024, the subsidiary executed the liquidation procedures, with September 27, 2024 set as the liquidation date.

The financial statements of certain subsidiaries included in the consolidated financial statements, namely, P.T. Walsin Lippo Industries, Walsin Precision Technology Sdn, Bhd., Cogne Acciai Speciali S.p.A. and subsidiaries for the three months ended March 31, 2025 were not reviewed by the auditor of WLC but by other auditors. The financial statements of P.T. Walsin Lippo Industries, Walsin Precision Technology Sdn, Bhd., Cogne Acciai Speciali S.p.A. and subsidiaries, and Walsin America LLC's subsidiary Borrego Energy Holdings, LLC for the three months ended March 31, 2024 were not reviewed by the auditor of WLC but by other auditors. As of March 31, 2025 and 2024, the combined total assets of these subsidiaries were NT\$44,879,731 thousand and NT\$39,489,227 thousand, respectively; for the three months ended March 31, 2025 and 2024, the combined net operating revenues of these subsidiaries were NT\$7,613,909 thousand and NT\$8,347,927 thousand, respectively.

16. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments in associates:

Name of Associate	March 31, 2025		December 31, 2024		March 31, 2024	
	Carrying Amount	Ownership Percentage (%)	Carrying Amount	Ownership Percentage (%)	Carrying Amount	Ownership Percentage (%)
<u>Material associates</u>						
Winbond Electronics Corp.	\$ 20,034,528	22.11	\$ 20,303,647	22.11	\$ 20,042,062	21.99
Walton Advanced Engineering, Inc.	2,260,924	21.17	2,164,134	21.17	2,244,845	21.17
Walsin Technology Corp.	9,053,701	18.30	9,047,293	18.30	8,928,437	18.30
<u>Associates that are not individually material</u>						
Others	8,490,996		8,333,599		12,707,577	
	<u>\$ 39,840,149</u>		<u>\$ 39,848,673</u>		<u>\$ 43,922,921</u>	

Refer to Table 6 “Information on Investees” and Table 7 “Information on Investments in Mainland China” for the nature of activities, principal places of business and countries of incorporation of the associates.

The Group is the single largest shareholder of the abovementioned material associates in which the Group has an ownership percentage of less than 50%. Considering the relative size and wide dispersion of the voting rights owned by other shareholders, the Group has no ability to direct the relevant activities of the associates and therefore has no control over these associates.

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

Name of Associate	March 31, 2025	December 31, 2024	March 31, 2024
Winbond Electronics Corp.	<u>\$ 17,462,259</u>	<u>\$ 14,726,008</u>	<u>\$ 25,007,136</u>
Walton Advanced Engineering, Inc.	<u>\$ 1,447,095</u>	<u>\$ 1,529,316</u>	<u>\$ 1,962,348</u>
Walsin Technology Corp.	<u>\$ 7,690,051</u>	<u>\$ 8,223,465</u>	<u>\$ 10,045,963</u>

All the associates were accounted for using the equity method.

In January 2024, WLC disposed of its entire 29.5% shareholding in the associate PT. Westrong Metal Industry for total proceeds of US\$146,000 thousand.

In June 2024, WLC disposed of part of its shareholding in the associate Innovation West Mantewe Pte. Ltd., reducing its ownership from 40.00% to 20.00%. The total proceeds amounted to US\$58,652 thousand.

In July 2024, WLC disposed of its 29.17% shareholding in the associate PT. CNGR Walsin New Mining Industry Investment Indonesia for total proceeds of US\$1,459 thousand.

In July 2024, WLC disposed of its 29.17% shareholding in the associate PT. CNGR Walsin New Energy and Technology Indonesia for total proceeds of US\$9,356 thousand.

In August 2024, WLC purchased of its 29.50% shareholding in the associate PT. Walsin Everising Specialty Steel Indonesia for a total purchase of US\$6,151 thousand.

In March 2025, WLC purchased of its 32.50% shareholding in the associate Advanced Manufacturing Holdings Limited for a total purchase of GBP3,071 thousand.

The Group's share of profit and other comprehensive income of associates for the three months ended March 31, 2025 and 2024 were based on the associates' financial statements reviewed by independent auditors for the same period.

17. PROPERTY, PLANT AND EQUIPMENT

			March 31, 2025	December 31, 2024	March 31, 2024	
Assets used by the Group			<u>\$ 86,216,127</u>	<u>\$ 84,592,885</u>	<u>\$ 82,386,367</u>	
	Land	Buildings and Improvements	Machinery and Equipment	Other Equipment	Construction in Progress	Total
<u>Cost</u>						
Balance at January 1, 2025	\$ 4,302,092	\$ 37,279,782	\$ 77,606,637	\$ 13,372,278	\$ 11,832,093	\$ 144,392,882
Additions	-	35,040	1,098,306	194,182	765,323	2,092,851
Disposals	-	(13,912)	(112,350)	(22,292)	(28)	(148,582)
Effects of foreign currency exchange differences	<u>3,651</u>	<u>524,647</u>	<u>1,334,410</u>	<u>123,423</u>	<u>158,923</u>	<u>2,145,054</u>
Balance at March 31, 2025	<u>\$ 4,305,743</u>	<u>\$ 37,825,557</u>	<u>\$ 79,927,003</u>	<u>\$ 13,667,591</u>	<u>\$ 12,756,311</u>	<u>\$ 148,482,205</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2025	\$ 8,067	\$ 13,399,650	\$ 39,052,334	\$ 7,339,946	\$ -	\$ 59,799,997
Depreciation expenses	-	392,050	1,021,779	211,973	-	1,625,802
Disposals	-	(11,957)	(104,722)	(20,980)	-	(137,659)
Impairment losses reversed	-	-	-	(54)	-	(54)
Effects of foreign currency exchange differences	<u>-</u>	<u>201,269</u>	<u>719,048</u>	<u>57,675</u>	<u>-</u>	<u>977,992</u>
Balance at March 31, 2025	<u>\$ 8,067</u>	<u>\$ 13,981,012</u>	<u>\$ 40,688,439</u>	<u>\$ 7,588,560</u>	<u>\$ -</u>	<u>\$ 62,266,078</u>
Carrying amount at March 31, 2025	<u>\$ 4,297,676</u>	<u>\$ 23,844,545</u>	<u>\$ 39,238,564</u>	<u>\$ 6,079,031</u>	<u>\$ 12,756,311</u>	<u>\$ 86,216,127</u>
<u>Cost</u>						
Balance at January 1, 2024	\$ 4,000,385	\$ 30,062,463	\$ 66,580,327	\$ 12,003,844	\$ 15,947,767	\$ 128,594,786
Additions	113,828	112,829	175,515	49,414	2,545,203	2,996,789
Disposals	-	-	(71,710)	(34,113)	-	(105,823)
Acquisition through business combinations	-	1,268,320	1,726,483	424,506	11,418	3,430,727
Reclassified	-	(312,547)	177,017	29,877	(257,462)	(363,115)
Effects of foreign currency exchange differences	<u>356</u>	<u>866,205</u>	<u>1,307,612</u>	<u>301,329</u>	<u>345,833</u>	<u>2,821,335</u>
Balance at March 31, 2024	<u>\$ 4,114,569</u>	<u>\$ 31,997,270</u>	<u>\$ 69,895,244</u>	<u>\$ 12,774,857</u>	<u>\$ 18,592,759</u>	<u>\$ 137,374,699</u>
<u>Accumulated depreciation and impairment</u>						
Balance at January 1, 2024	\$ 8,067	\$ 10,981,058	\$ 32,552,709	\$ 6,347,521	\$ -	\$ 49,889,355
Depreciation expenses	-	346,756	1,174,744	204,690	-	1,726,190
Capitalized depreciation expense	-	-	373	137	-	510
Disposals	-	-	(69,329)	(33,410)	-	(102,739)
Acquisition through business combinations	-	662,529	1,620,026	380,844	-	2,663,399
Impairment losses reversed	-	-	-	(42)	-	(42)
Effects of foreign currency exchange differences	<u>-</u>	<u>220,142</u>	<u>460,597</u>	<u>130,920</u>	<u>-</u>	<u>811,659</u>
Balance at March 31, 2024	<u>\$ 8,067</u>	<u>\$ 12,210,485</u>	<u>\$ 35,739,120</u>	<u>\$ 7,030,660</u>	<u>\$ -</u>	<u>\$ 54,988,332</u>
Carrying amount at March 31, 2024	<u>\$ 4,106,502</u>	<u>\$ 19,786,785</u>	<u>\$ 34,156,124</u>	<u>\$ 5,744,197</u>	<u>\$ 18,592,759</u>	<u>\$ 82,386,367</u>

- a. Apart from the machinery equipment of the resource department, the property, plant and equipment of the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings and improvements	3-50 years
Machinery and equipment	3-20 years
Other equipment	3-15 years

The Group's main buildings, office building and electrical and mechanical power equipment are depreciated over their estimated useful lives of 20-50 years and 18-20 years, respectively.

The machinery equipment in the resource department were initially depreciated on an accelerated basis over their useful lives for 16 years. Starting from January 1, 2025, the depreciation basis has been changed to the straight-line basis. Please refer to Note 5.

- b. The Group owns parcels of land which were registered in the name of certain individuals because of certain regulatory restrictions. To secure its ownership of such parcels of land, WLC keeps in its possession the land titles with the annotation of the land being pledged to WLC. As of March 31, 2025, December 31, 2024 and March 31, 2024, the recorded total carrying amount of such parcels of land amounted to NT\$256,301 thousand, NT\$256,301 thousand and NT\$605,745 thousand, respectively.
- c. After appropriate evaluation, the Group recognized a reversal of impairment loss on property, plant and equipment of NT\$54 thousand and NT\$42 thousand for the three months ended March 31, 2025 and 2024, respectively.

18. LEASE ARRANGEMENTS

- a. Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Carrying amount</u>			
Land	\$ 3,815,153	\$ 3,814,277	\$ 3,917,463
Buildings	1,079,435	1,085,714	450,904
Machinery equipment	1,142,718	1,070,472	699,430
Office equipment	75,317	58,094	57,017
Transportation equipment	<u>40,616</u>	<u>42,313</u>	<u>31,580</u>
	<u>\$ 6,153,239</u>	<u>\$ 6,070,870</u>	<u>\$ 5,156,394</u>
	For the Three Months Ended March 31		
	2025	2024	
Additions to right-of-use assets	<u>\$ 73,923</u>	<u>\$ 9,402</u>	
Acquisitions through business combinations	<u>\$ -</u>	<u>\$ 443,738</u>	
Disposals	<u>\$ (2,161)</u>	<u>\$ (7,328)</u>	
Depreciation charge for right-of-use assets			
Land	\$ 43,113	\$ 37,956	
Buildings	45,357	31,157	
Machinery equipment	31,137	21,397	
Office equipment	6,053	5,772	
Transportation equipment	<u>4,970</u>	<u>4,030</u>	
	<u>\$ 130,630</u>	<u>\$ 100,312</u>	

b. Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Carrying amounts</u>			
Current	\$ 401,046	\$ 600,124	\$ 244,703
Non-current	\$ 3,614,128	\$ 3,342,782	\$ 2,739,500

Range of discount rates for lease liabilities was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Land	0.83%-8.746%	0.83%-8.746%	0.83%-6.123%
Buildings	2.50%-8.76%	2.278%-8.76%	0.83%-8.76%
Machinery equipment	3.00%-3.90%	3.00%-3.90%	3.00%-3.90%
Office equipment	3.00%-3.90%	3.00%-3.90%	3.00%-3.90%
Transportation equipment	1.964%-5.615%	1.964%-5.615%	1.964%-3.44%

c. Other lease information

	For the Three Months Ended March 31	
	2025	2024
Expenses relating to short-term leases	\$ 51,068	\$ 44,315
Expenses relating to low-value asset leases	\$ 203	\$ 204
Expenses relating to variable lease payments not included in the measurement of lease liabilities	\$ 1,272	\$ 1,155
Total cash outflow for leases	\$ (176,540)	\$ (121,853)

19. INVESTMENT PROPERTIES

	March 31, 2025	December 31, 2024	March 31, 2024
Completed investment properties	\$ 15,191,436	\$ 15,210,112	\$ 15,471,241

**Completed
Investment
Properties**

Cost

Balance at January 1, 2025	\$ 19,140,553
Additions	5,995
Effects of foreign currency exchange differences	118,473
Balance at March 31, 2025	\$ 19,265,021

(Continued)

	Completed Investment Properties
Balance at January 1, 2024	\$ 18,908,583
Additions	1,067
Reclassified	(195,555)
Effects of foreign currency exchange differences	<u>327,405</u>
Balance at March 31, 2024	<u>\$ 19,041,500</u>
<u>Accumulated depreciation and impairment</u>	
Balance at January 1, 2025	\$ 3,930,441
Depreciation expenses	116,984
Effects of foreign currency exchange differences	<u>26,160</u>
Balance at March 31, 2025	<u>\$ 4,073,585</u>
Balance at January 1, 2024	\$ 3,393,832
Depreciation expenses	116,157
Effects of foreign currency exchange differences	<u>60,270</u>
Balance at March 31, 2024	<u>\$ 3,570,259</u>
	(Concluded)

- a. The completed investment properties are depreciated on a straight-line method over their estimated useful lives of 20 to 50 years.
- b. The main investment properties of the Group are Walsin Xin Yi Building and the completed investment properties of Walsin (Nanjing) Development Co., Ltd. The building's valuation was commissioned by independent appraisal agencies (third parties). As of December 31, 2024 and 2023, the fair values of the investment properties were NT\$48,286,129 thousand and NT\$46,171,839 thousand, respectively. Management of the Group had assessed and determined that there were no significant changes in the fair value as of March 31, 2025 and 2024.

20. GOODWILL

	For the Three Months Ended March 31	
	2025	2024
<u>Cost</u>		
Balance at January 1	\$ 2,964,780	\$ 2,155,597
Effects of foreign currency exchange differences	<u>131,135</u>	<u>(7,944)</u>
Balance at March 31	<u>\$ 3,095,915</u>	<u>\$ 2,147,653</u>
		(Continued)

	For the Three Months Ended March 31	
	2025	2024
<u>Accumulated impairment</u>		
Balance at January 1	\$ _____	\$ _____
Balance at March 31	\$ _____	\$ _____
Carrying amount on March 31	<u>\$ 3,095,915</u>	<u>\$ 2,147,653</u>
		(Concluded)

The Group acquired Degerfors Long Products AB on August 1, 2023 and recognized the gain from bargain purchase of NT\$1,168,686 thousand. The Group adjusted the initial accounting treatment and provisionally determined amounts from the acquisition date based on the finalized purchase price allocation report in the third quarter of 2024. The comparative period amount was restated accordingly.

The Group acquired Special Melted Products Ltd. on September 19, 2023 and recognized the determined goodwill of NT\$1,894,200 thousand. The Group adjusted the initial accounting treatment and provisionally determined amounts from the acquisition date based on the finalized purchase price allocation report in the third quarter of 2024. The comparative period amount was restated accordingly.

The adjustments to the Group's balance sheet items are as follows:

	March 31, 2024		
	Amount Before Restatement	Adjustment	Restated
Goodwill	<u>\$ 4,213,351</u>	<u>\$ (2,065,698)</u>	<u>\$ 2,147,653</u>
Property, plant and equipment	<u>\$ 81,865,436</u>	<u>\$ 520,931</u>	<u>\$ 82,386,367</u>
Other intangible assets	<u>\$ 8,090,829</u>	<u>\$ 2,027,503</u>	<u>\$ 10,118,332</u>
Deferred tax liabilities	<u>\$ (6,054,607)</u>	<u>\$ (637,109)</u>	<u>\$ (6,691,716)</u>
Unappropriated earnings	<u>\$ (44,667,578)</u>	<u>\$ 105,105</u>	<u>\$ (44,562,473)</u>
Exchange differences on translation of the financial statement of foreign operations	<u>\$ 1,806,793</u>	<u>\$ 2,957</u>	<u>\$ 1,809,750</u>
Non-controlling interests	<u>\$ (9,927,706)</u>	<u>\$ 46,311</u>	<u>\$ (9,881,395)</u>
	January 1, 2024		
	Amount Before Restatement	Adjustment	Restated
Goodwill	<u>\$ 4,157,877</u>	<u>\$ (2,002,280)</u>	<u>\$ 2,155,597</u>
Property, plant and equipment	<u>\$ 78,154,936</u>	<u>\$ 550,495</u>	<u>\$ 78,705,431</u>
Other intangible assets–	<u>\$ 7,997,819</u>	<u>\$ 2,013,513</u>	<u>\$ 10,011,332</u>
Deferred tax liabilities	<u>\$ (6,587,732)</u>	<u>\$ (641,002)</u>	<u>\$ (7,228,734)</u>
Unappropriated earnings	<u>\$ (48,340,145)</u>	<u>\$ 54,911</u>	<u>\$ (48,285,234)</u>
Exchange differences on translation of the financial statement of foreign operations	<u>\$ 4,947,475</u>	<u>\$ 581</u>	<u>\$ 4,948,056</u>
Non-controlling interests	<u>\$ (13,638,998)</u>	<u>\$ 23,782</u>	<u>\$ (13,615,216)</u>

The adjustments to the Group's statements of comprehensive income items are as follows:

The Effects on Comprehensive Income	For the Three Months Ended March 31, 2024		
	Amount Before Restatement	Adjustment	Restated
Operating costs	\$ (37,891,440)	\$ (49,179)	\$ (37,940,619)
Operating expenses	\$ (2,171,455)	\$ (46,430)	\$ (2,217,885)
Income tax benefit	\$ 127,788	\$ 23,902	\$ 151,690
Exchange differences on translation of the financial statement of foreign operations	\$ 2,922,662	\$ (3,392)	\$ 2,919,270

The Group acquired Com.Steel Inox S.p.A. on May 3, 2024 and recognized the determined goodwill of NT\$706,247 thousand. The Group adjusted the initial accounting treatment and provisionally determined amounts from the acquisition date based on the finalized purchase price allocation report in the first quarter of 2025. The comparative period amount was restated accordingly, please refer to Note 32.

The adjustments to the Group's balance sheet items are as follows:

	December 31, 2024		
	Amount Before Restatement	Adjustment	Restated
Goodwill	\$ 3,099,946	\$ (135,166)	\$ 2,964,780
Other intangible assets	\$ 9,270,848	\$ 269,187	\$ 9,540,035
Deferred tax liabilities	\$ (6,803,504)	\$ (75,103)	\$ (6,878,607)
Unappropriated earnings	\$ (46,182,358)	\$ 6,420	\$ (46,175,938)
Exchange differences on translation of the financial statement of foreign operations	\$ 349,726	\$ (112)	\$ 349,614
Non-controlling interests	\$ (10,153,354)	\$ (65,226)	\$ (10,218,580)

21. OTHER INTANGIBLE ASSETS

	March 31, 2025	December 31, 2024	March 31, 2024
Supply contract	\$ 4,040,601	\$ 4,161,711	\$ 4,566,316
Core technology	2,997,873	3,013,775	3,264,244
Others	<u>2,409,737</u>	<u>2,364,549</u>	<u>2,287,772</u>
	<u>\$ 9,448,211</u>	<u>\$ 9,540,035</u>	<u>\$ 10,118,332</u>

- The supply contract and core technology generated by PT. Sunny Metal Industry were initially amortized on an accelerated basis over 8 years and 16 years, respectively. Starting from January 1, 2025, the amortization basis for the core technology was changed from the sum-of-the-years-digits method to the straight-line method, please refer to Note 5.
- Apart from stated above, the other intangible assets of the Group are amortized on a straight-line basis over 5-18 years.
- Except for acquisitions through business combinations and the recognition of amortization expenses, there were no significant additions, disposals or impairments of other intangible assets of the Group for the three months ended March 31, 2025 and 2024.

22. OTHER ASSETS

	March 31, 2025	December 31, 2024	March 31, 2024
Prepayment for purchases	\$ 3,279,780	\$ 3,222,202	\$ 2,475,959
Prepaid expense	700,303	619,954	1,094,404
Prepaid sales tax	2,291,559	2,273,117	1,773,284
Prepayment for investments	-	5,227	17,423
Other financial assets-non-current	4,676,100	4,594,488	-
Tax refund receivable	436,939	413,135	286,808
Others	<u>1,118,079</u>	<u>966,154</u>	<u>809,910</u>
	<u>\$ 12,502,760</u>	<u>\$ 12,094,277</u>	<u>\$ 6,457,788</u>
Current	\$ 6,471,861	\$ 6,251,778	\$ 5,416,435
Non-current	<u>6,030,899</u>	<u>5,842,499</u>	<u>1,041,353</u>
	<u>\$ 12,502,760</u>	<u>\$ 12,094,277</u>	<u>\$ 6,457,788</u>

The Group deposited NT\$4,676,100 thousand and NT\$4,594,488 thousand as an endorsement guarantee for Cogne Acciai Speciali S.p.A. financing purposes on March 31, 2025 and December 31, 2024, respectively, which was recognized under “other non-current assets - other financial assets.” Please refer to Notes 23 and 37.

23. BORROWINGS

	March 31, 2025	December 31, 2024	March 31, 2024
Short-term borrowings	<u>\$ 17,188,176</u>	<u>\$ 17,909,079</u>	<u>\$ 13,008,707</u>
Short-term notes and bills payable	<u>\$ -</u>	<u>\$ 3,145,773</u>	<u>\$ -</u>
Current portion of long-term borrowings	<u>\$ 7,059,289</u>	<u>\$ 5,914,123</u>	<u>\$ 1,744,773</u>
Long-term borrowings	<u>\$ 45,334,372</u>	<u>\$ 37,358,178</u>	<u>\$ 33,418,726</u>
Long-term notes and bills payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,498,894</u>

a. Short-term borrowings as of March 31, 2025, December 31, 2024 and March 31, 2024 were as follows:

	March 31, 2025		December 31, 2024		March 31, 2024	
	Interest Rate %	Amount	Interest Rate %	Amount	Interest Rate %	Amount
Bank lines of credit	1.375-7.000	\$ 17,050,361	1.810-7.000	\$ 17,823,075	2.60-7.60	\$ 12,972,702
Discounted notes receivable	2.00	<u>137,760</u>	2.00	<u>86,004</u>	2.00	<u>36,005</u>
		<u>\$ 17,188,176</u>		<u>\$ 17,909,099</u>		<u>\$ 13,008,707</u>

Refer to Note 37 for transferred receivables which were secured by a portion of the Group’s trade receivables.

Refer to Notes 6 and 37 for collaterals pledged for short-term borrowings as of March 31, 2025, December 31, 2024 and March 31, 2024.

- b. Short-term notes and bills payables as of December 31, 2024 were as follows:

December 31, 2024

Acceptance Agency	Type	Interest Rate	Amount
China Bills, International Bills and Mega Bills	Unsecured	1.800-1.850	\$ 3,148,000
Less: Discount on short-term bills payable			<u>(2,227)</u>
			<u>\$ 3,145,773</u>

- c. Long-term borrowings as of March 31, 2025, December 31, 2024 and March 31, 2024 were as follows:

		March 31, 2025	December 31, 2024	March 31, 2024
	Significant Covenant	Amount	Amount	Amount
<u>Long-term secured loan</u>				
Cathay United Bank	From December 15, 2011 to September 27, 2027; after the grace period, repayments are due monthly	\$ 111,350	\$ 124,915	\$ 165,612
Taipei Fubon Commercial Bank	From December 25, 2013 to October 11, 2028; after the grace period, repayments are due in stages	-	31,167	36,317
CitiBank	Principal repayment at maturity, from October 25, 2024 to October 23, 2027	4,676,100	4,438,200	-
Other long-term secured loan	From January 12, 2019 to December 18, 2030; repayments are due according to contracts	<u>49,189</u>	<u>47,625</u>	<u>56,084</u>
		<u>4,836,639</u>	<u>4,641,907</u>	<u>258,013</u>
<u>Long-term credit loan</u>				
The Export-Import Bank of the Republic of China	Loan from December 4, 2020 to December 4, 2027; principal to be repaid evenly in seven phases; 1st repayment is due 48 months after the drawdown date, after which repayments are due once every six months	975,231	975,231	1,137,770
Bank of Taiwan	From September 22, 2020 to October 4, 2027; principal to be repaid in two phases: From the 5th year, repayments are due once every six months; at rates of 20% and 80%, respectively	7,400,000	7,400,000	9,000,000
Taiwan Cooperative Bank	From June 28, 2021 to June 28, 2026; principal to be repaid in two phases: 1st repayment due 48 months after the drawdown date, 2nd repayment due maturity date	2,000,000	2,000,000	2,000,000
Hua Nan Commercial Bank	From March 29, 2021 to March 29, 2026; principal to be repaid in two phases: From the 5th year, repayments are due once every six months	2,000,000	2,000,000	2,000,000
China CITIC Bank	Principal repayment at maturity, from February 7, 2024 to February 7, 2029	2,421,098	2,002,773	782,881
Chang Hwa Commercial Bank	Principal repayment at maturity, from March 8, 2022 to March 8, 2027	2,000,000	2,000,000	2,000,000
Taiwan Cooperative Bank	From October 4, 2022 to October 4, 2027; principal to be repaid in two phases: 1st repayment due 48 months after the drawdown date, 2nd repayment due maturity date	3,000,000	3,000,000	3,000,000
KGI Bank	Principal repayment at maturity, from March 20, 2024 to April 24, 2027	300,000	-	1,000,000
Hua Nan Commercial Bank	Principal repayment at maturity, from March 8, 2022 to March 8, 2027	2,500,000	2,500,000	2,500,000
Far Eastern International Bank	Loan from October 21, 2022 to October 14, 2027; principal to be repaid evenly in three phases; 1st repayment is due 48 months after the signing date, after which repayments are due once every six months	2,000,000	2,000,000	2,000,000
Bank of Taiwan	Loan from June 13, 2023 to June 13, 2030; principal to be repaid evenly in forty-eight phases; 1st repayment is due 36 months after the drawdown date.	2,501,124	2,501,124	1,799,194
Hua Nan Commercial Bank	From June 13, 2023 to June 13, 2027; after the grace period, repayments are due monthly	2,000,000	2,000,000	-

(Continued)

	March 31, 2025		December 31, 2024	March 31, 2024
	Significant Covenant	Amount	Amount	Amount
E.SUN Commercial Bank	From June 13, 2023 to May 15, 2028; after the grace period, repayments are due monthly	\$ 1,000,000	\$ 1,000,000	\$ -
Mega International Commercial Bank	Loan from June 5, 2024 to June 5, 2031, first repayment is the fifteenth day of the first calendar month from the expiration of 36 months after the drawdown date, and the repayments are due monthly.	3,115,050	2,149,980	-
Chinatrust Commercial Bank	Principal repayment at maturity, from August 15, 2023 to July 6, 2027	192,308	199,638	160,764
Intesa Sanpaolo S.p.A	Principal repayment at maturity, from December 30, 2019 to June 30, 2028	1,931,769	1,994,458	2,466,991
Industrial and Commercial Bank of China	Principal repayment at maturity, from January 2, 2015 to December 20, 2039	7,261,236	-	-
Other long-term credit loans	From November 1, 2018 to November 15, 2033; repayments are due according to contracts	<u>4,959,206</u>	<u>4,907,190</u>	<u>5,057,886</u>
		<u>47,557,022</u>	<u>38,630,394</u>	<u>34,905,486</u>
		<u>52,393,661</u>	<u>43,272,301</u>	<u>35,163,499</u>
Less: Current portion of long-term borrowings		<u>(7,059,289)</u>	<u>(5,914,123)</u>	<u>(1,744,773)</u>
		<u>\$ 45,334,372</u>	<u>\$ 37,358,178</u>	<u>\$ 33,418,726</u>

(Concluded)

1) Under the loan agreements with Yantai Walsin Stainless Steel Co., Ltd., WLC as the guarantor should maintain certain financial ratios during the loan term, which are based on the annual and semi-annual consolidated financial statements audited by the independent auditors. The financial ratios are as follows:

- The current ratio (current assets/current liabilities) should not be less than 100%;
- The net liability ratio (total liabilities less cash and cash equivalents to tangible net worth) should not be more than 120%;
- The interest coverage ratio which included net income before interest expenses, taxation, depreciation and amortization to interest expenses should not be less than three times; and
- Tangible net worth (net worth less intangible assets) should not be less than NT\$80,000,000 thousand.

2) Under the loan agreements with Walsin Energy Cable System Co., Ltd., WLC as the guarantor should maintain certain financial ratios during the loan term, which are based on the annual and semi-annual consolidated financial statements audited by the independent auditors. The financial ratios are as follows:

- The current ratio (current assets/current liabilities) should not be less than 100%;
- The net liability ratio (total liabilities less cash and cash equivalents to tangible net worth) should not be more than 120%;
- The interest coverage ratio which included net income before interest expenses, taxation, depreciation and amortization to interest expenses should not be less than three times; and
- Tangible net worth (net worth less intangible assets) should not be less than NT\$80,000,000 thousand.

- 3) As of March 31, 2025, December 31, 2024 and March 31, 2024, the effective interest rate ranges of the credit borrowings were 0.47%-15.36%, 0.47%-15.36% and 0.55%-17.27% per annum, respectively. As of March 31, 2025, December 31, 2024 and March 31, 2024, the effective interest rate ranges of the secured borrowings were 2.46%-3.96%, 2.61%-4.03% and 2.15%-4.47% per annum, respectively.
- 4) As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group's current portions of the long-term borrowings under the loan agreements were NT\$7,059,289 thousand, NT\$5,914,123 thousand and NT\$1,744,773 thousand, respectively. The Group's consolidated financial statements for the three months ended March 31, 2025 and 2024 and for the years ended December 31, 2024 showed that the Group was in compliance with the aforementioned financial ratio requirements.
- 5) Refer to Note 37 for collaterals pledged on bank borrowings as of March 31, 2025, December 31, 2024 and March 31, 2024.
- d. Long-term notes and bills payables as of March 31, 2024 were as follows:

March 31, 2024

Acceptance Agency	Type	Interest Rate	Amount
China Bills, Mega Bills and International Bills	Unsecured	2.083-2.226	\$ 1,500,000
Less: Discount on long-term bills payable			<u>(1,106)</u>
			<u>\$ 1,498,894</u>

24. BONDS PAYABLE

	March 31, 2025	December 31, 2024	March 31, 2024
Domestic unsecured bonds	\$ 12,800,000	\$ 12,800,000	\$ 12,800,000
Overseas unsecured bonds	163,416	153,139	259,606
Less: Current portion of long-term borrowings	<u>(109,933)</u>	<u>(102,523)</u>	<u>(105,809)</u>
	<u>\$ 12,853,483</u>	<u>\$ 12,850,616</u>	<u>\$ 12,953,797</u>

On October 8, 2021, WLC issued the first unsecured bond of 2021 at amount of NT\$7.5 billion, each with a face value of NT\$10 million. The issuance period is 5 years, and the annual rate is 0.7%. The maturity date is on October 8, 2026. Since the issuance date, the interest will be paid once a year, and the principal will be repaid once due.

On April 11, 2023, the Company issued the first unsecured bond of 2023 at amount of NT\$5.3 billion and were divided into A and B bonds according to different issuance conditions. The issuance amount of Bond A is NT\$3 billion, and the issuance period is 5 years. The annual rate is 1.7%, and the maturity date is on April 11, 2028. The issuance amount of Bond B is NT\$2.3 billion, and the issuance period is 10 years. The annual rate is 2.1%, and the maturity date is on April 11, 2033. The interest of the two bonds will be paid once a year, and the principal will be repaid at maturity.

The overseas unsecured bonds were acquired through business combination and were issued on June 24, 2019 in the amount of EUR15,000 thousand, each with a face value of EUR100 thousand. The insurance period is 7 years, and the annual percentage rate is 3.5%. The maturity date is on June 24, 2026. From the insurance date, the interest will be paid in half a year, and the principal will be repaid in 10 installments starting in the second year.

25. OTHER PAYABLES

	March 31, 2025	December 31, 2024	March 31, 2024
Payables for purchases of equipment	\$ 1,089,453	\$ 1,558,069	\$ 3,579,861
Payables for salaries or bonuses	983,096	1,330,064	1,049,322
Payables for dividends	2,019,483	3,816	4,810,853
Other accrued expenses payables	4,376,606	5,539,577	3,967,130
Other financing payables	3,443,613	3,359,418	2,625,326
Other payables - other	<u>409,511</u>	<u>256,164</u>	<u>115,432</u>
	<u>\$ 12,321,762</u>	<u>\$ 12,047,108</u>	<u>\$ 16,147,924</u>

As of March 31, 2025, December 31, 2024 and March 31, 2024, the effective interest rate ranges of other financing payables were 3.49%-6.53%, 4.43%-7.58% and 7.55%-7.58%, respectively.

Starting from 2025, the Group recognizes the carbon fee provision in accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC. As of March 31, 2025, the Group has recognized an amount of NT\$2,917 thousand, which has been recorded under “Other Payables - Others.” The Group assessed that it was probable to obtain the approval for the self-determined reduction plan from the competent authority, and assessed that it was probable to meet the designated target of the current year. The Group expects to submit the implementation progress report of the self-determined reduction plan for the current year before April 30, 2026; therefore, the carbon fee provision was calculated based on the preferential rate.

26. RETIREMENT BENEFIT PLANS

For the three months ended March 31, 2025 and 2024, the pension expenses of defined benefit plans were NT\$63,106 thousand and NT\$33,143 thousand, respectively, which were calculated based on the pension cost rates determined by the actuarial calculation on December 31, 2024 and 2023, respectively.

27. EQUITY

	March 31, 2025	December 31, 2024	March 31, 2024
Share capital			
Ordinary shares	\$ 40,313,329	\$ 40,313,329	\$ 40,313,329
Capital surplus	33,625,109	33,592,347	33,600,788
Retained earnings	57,634,476	58,953,272	56,812,945
Others	4,986,335	4,389,938	10,716,778
Non-controlling interests	<u>10,834,686</u>	<u>10,218,580</u>	<u>9,881,395</u>
	<u>\$ 147,393,935</u>	<u>\$ 147,467,466</u>	<u>\$ 151,325,235</u>

a. Share capital

Ordinary shares

	March 31, 2025	December 31, 2024	March 31, 2024
Number of authorized shares (in thousands)	<u>6,500,000</u>	<u>6,500,000</u>	<u>6,500,000</u>
Amount of authorized shares	<u>\$ 65,000,000</u>	<u>\$ 65,000,000</u>	<u>\$ 65,000,000</u>
Number of issued and fully paid shares (in thousands)	<u>4,031,333</u>	<u>4,031,333</u>	<u>4,031,333</u>
Amount of issued shares	<u>\$ 40,313,329</u>	<u>\$ 40,313,329</u>	<u>\$ 40,313,329</u>

As of March 31, 2025, the paid-in capital of WLC was NT\$40,313,329 thousand, divided into 4,031,333 thousand ordinary shares at par value of NT\$10.

As of March 31, 2025, 21 thousand GDRs of WLC were traded on the Luxembourg Stock Exchange. The number of ordinary shares represented by the GDRs was 212 thousand shares (one GDR represents 10 ordinary shares).

In January 2025, the board of directors of WLC resolved to issue ordinary shares, tentatively issuing no more than 400,000 thousand shares of common stock. On April 10, 2025, the aforementioned cash capital increase was approved by the FSC and its capital increase date is pending resolution by the board of directors as of the date of the issuance of the consolidated financial statements.

b. Capital surplus

	March 31, 2025	December 31, 2024	March 31, 2024
May be used to offset a deficit, distributed as cash dividend or transferred to share capital (Note)			
Issuance of ordinary shares	\$ 27,787,949	\$ 27,787,949	\$ 27,787,949
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	2,130	2,130	2,130
Share of changes in capital surplus of associates	461,763	428,949	436,895
Treasury share transactions	2,254,074	2,254,074	2,254,074
Gain on disposal of property plant and equipment	2,074,231	2,074,231	2,074,231
Others	<u>1,044,962</u>	<u>1,045,014</u>	<u>1,045,509</u>
	<u>\$ 33,625,109</u>	<u>\$ 33,592,347</u>	<u>\$ 33,600,788</u>

Note: The premium from shares issued in excess of par (share premium from issuance of ordinary shares, conversion of bonds and treasury share transactions) and donations may be used to offset a deficit; in addition, when the Group has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Group's capital surplus and to once a year). The capital surplus arises from changes in capital surplus of associates accounted for using the equity method, employee share options and share warrants may not be used for any purposes.

c. Retained earnings and dividend policy

Under the dividends policy where WLC made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit this requirement is not applicable when the legal reserve has reached the total capital, and then any remaining profit together with prior unappropriated earnings shall be appropriated for special reserve or appropriate reversal of special reserve in accordance with the laws and regulations, and then the balance shall be used by WLC's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends to shareholders. If appropriated earnings are distributed in cash, the cash distribution shall be resolved by WLC's board of directors and reported in the shareholders' meeting. Other than the aforementioned regulations, the distribution shall be after deducting share of profit of associates accounted for using the equity method and adding cash dividends of associates accounted for using the equity method. WLC shall reserve no lesser than 40% of the balance amount as shareholders' profit after offsetting its loss and tax payments in the previous year, capital reserve, and special reserve adjusted by the accumulated net deduction of other equity. The profits shall be distributed in cash or in form of shares; cash dividends shall not be lesser than 70% of the total dividends.

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

Items referred to under Rule No. 1090150022 issued by the FSC and in the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs" should be appropriated to or reversed from a special reserve by WLC.

Refer to Note 29 for the policies on the distribution of employees' compensation and remuneration of directors.

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

	Appropriation of Earnings		Dividends Per Share (NT\$)	
	2024	2023	2024	2023
Legal reserve	\$ 280,354	\$ 526,862	\$ -	\$ -
Cash dividends	<u>2,015,666</u>	<u>4,434,466</u>	0.5	1.1
	<u>\$ 2,296,020</u>	<u>\$ 4,961,328</u>		

The above appropriations for cash dividends were approved by WLC's board of directors on February 21, 2025 and February 23, 2024, and the other appropriations for 2023 were approved at the shareholders' meeting on May 17, 2024. The other appropriations for 2024 are pending resolution at the shareholders' meeting on May 16, 2025.

d. Special reserve

	March 31, 2025	December 31, 2024	March 31, 2024
Special reserve	<u>\$ 2,712,250</u>	<u>\$ 2,712,250</u>	<u>\$ 2,712,250</u>

Information regarding the above special reserve did not change for the three months ended March 31, 2025 and 2024.

e. Other equity items

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

	For the Three Months Ended March 31	
	2025	2024
Balance at January 1	\$ (349,614)	\$ (4,948,056)
Share from exchange difference of associates accounted for using the equity method	<u>1,807,164</u>	<u>3,138,306</u>
Balance at March 31	<u>\$ 1,457,550</u>	<u>\$ (1,809,750)</u>

Exchange differences relating to the translation of the results and net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency (the New Taiwan dollar) were recognized directly in other comprehensive income and accumulated in the exchange differences on the translation of the financial statements of foreign operations. Exchange differences previously accumulated in the exchange differences on the translation of the financial statements of foreign operations were reclassified to profit or loss when disposing foreign operation.

2) Unrealized valuation gain (loss) on financial assets at FVOCI

	For the Three Months Ended March 31	
	2025	2024
Balance at January 1	\$ 8,058,069	\$ 14,068,677
Unrealized (loss) gain - equity instruments	(939,922)	1,993,594
Share from associates accounted for using the equity method	(316,249)	(700,312)
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	<u>(9,573)</u>	<u>(19,960)</u>
Balance at March 31	<u>\$ 6,792,325</u>	<u>\$ 15,341,999</u>

3) Loss on hedging instruments

	For the Three Months Ended March 31	
	2025	2024
<u>Cash flow hedges</u>		
Balance at January 1	\$ (83,438)	\$ (65,100)
(Loss) gain on hedging instruments	<u>(13,582)</u>	<u>24,279</u>
Balance at March 31	<u>\$ (97,020)</u>	<u>\$ (40,821)</u>

4) Other equity - others

	March 31, 2025	December 31, 2024	March 31, 2024
Balance at January 1	\$ (3,235,079)	\$ (2,774,650)	\$ (2,774,650)
Changes in capital surplus from investments in associates accounted for using the equity method	68,559	-	-
Changes in percentage of ownership interests in subsidiaries	<u>-</u>	<u>(460,429)</u>	<u>-</u>
Balance at March 31	<u>\$ (3,166,520)</u>	<u>\$ (3,235,079)</u>	<u>\$ (2,774,650)</u>

28. OPERATING REVENUE

	For the Three Months Ended March 31	
	2025	2024
Sales revenue	\$ 43,479,082	\$ 39,366,847
Sales of real estate	-	2,531
Other revenue	<u>1,364,029</u>	<u>1,180,459</u>
	<u>\$ 44,843,111</u>	<u>\$ 40,549,837</u>

29. NET PROFIT FROM CONTINUING OPERATIONS

a. Non-operating income and expense - gain on disposal of investments

	For the Three Months Ended March 31	
	2025	2024
Gain on disposal of investments - non-iron commodity futures	\$ 165,614	\$ 69,145
Gain (loss) on disposal of investments - foreign exchange forward contracts	16,153	(2,094)
Gain on disposal of investment - exchange rate swap contracts	12,659	25,051
Loss on disposal of investment - options	<u>(3,016)</u>	<u>(5,796)</u>
	<u>\$ 191,410</u>	<u>\$ 86,306</u>

b. Non-operating income and expense - impairment loss reversed

	For the Three Months Ended March 31	
	2025	2024
Impairment loss reversed on property, plant and equipments	\$ 54	\$ 42
Others	<u>(3)</u>	<u>(3)</u>
	<u>\$ 51</u>	<u>\$ 39</u>

c. Employee benefits expense, depreciation and amortization

For the Three Months Ended March 31, 2025				
	Operating Costs	Operating Expenses	Non-operating Expenses and Losses	Total
Short-term employment benefits	\$ 1,884,387	\$ 948,000	\$ -	\$ 2,832,387
Post-employment benefits	\$ 110,905	\$ 43,248	\$ -	\$ 154,153
Other employee benefits	\$ 353,882	\$ 156,363	\$ -	\$ 510,245
Depreciation				
Property, plant and equipments	\$ 1,399,027	\$ 226,775	\$ -	\$ 1,625,802
Right-of-use assets	90,012	40,618	-	130,630
Investment properties	116,440	544	-	116,984
	\$ 1,605,479	\$ 267,937	\$ -	\$ 1,873,416
Amortization	\$ 281,715	\$ 28,518	\$ -	\$ 310,233
For the Three Months Ended March 31, 2024				
	Operating Costs	Operating Expenses	Non-operating Expenses and Losses	Total
Short-term employment benefits	\$ 1,389,434	\$ 799,829	\$ -	\$ 2,189,263
Post-employment benefits	\$ 77,933	\$ 33,714	\$ -	\$ 111,647
Other employee benefits	\$ 259,957	\$ 142,111	\$ -	\$ 402,068
Depreciation				
Property, plant and equipments	\$ 1,543,502	\$ 182,688	\$ -	\$ 1,726,190
Right-of-use assets	64,478	35,834	-	100,312
Investment properties	115,612	545	-	116,157
	\$ 1,723,592	\$ 219,067	\$ -	\$ 1,942,659
Amortization	\$ 337,083	\$ 40,852	\$ -	\$ 377,935

d. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrued employees' compensation and remuneration of directors at rates of no less than 1% and no higher than 1%, respectively, of net profit before income tax, employees' compensation, and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company expect to resolve the amendments to the Company's Articles at their 2025 regular meeting. The amendments explicitly stipulate the allocation of 0.7% of the compensation of employees as compensation distributions for non-executive employees. For the three months ended March 31, 2025 and 2024, the employees' compensation (including non-executive employees) amounted to NT\$15,974 thousand and NT\$25,084 thousand, respectively, and the remuneration of directors amounted to \$7,500 thousand and NT\$8,007 thousand, respectively.

Material differences between such estimated amounts and the amounts proposed by the board of directors on or before the issuance date of the annual consolidated financial statements are adjusted in the year the compensation and remuneration were recognized. If there is a change in the amounts after the issuance date of the annual consolidated financial statements, the differences will be recorded as a change in the accounting estimate in the next year.

The employees' compensation and the remuneration of directors for 2024 and 2023 resolved by WLC's board of directors on February 21, 2025 and February 23, 2024, respectively, are the same as the amounts recognized in the 2024 and 2023 consolidated financial statements.

	For the Year Ended December 31			
	2024		2023	
	Employees' Compensation	Remuneration of Directors	Employees' Compensation	Remuneration of Directors
Amounts resolved in board of directors	\$ 47,470	\$ 14,450	\$ 70,700	\$ 30,000
Amounts recognized in respective financial statements	<u>47,470</u>	<u>14,450</u>	<u>70,700</u>	<u>30,000</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Information on the employees' compensation and remuneration of directors resolved by WLC's board of directors in 2025 and 2024 is available at the Market Observation Post System website of the Taiwan Stock Exchange.

30. INCOME TAXES RELATING TO CONTINUING OPERATIONS

a. Income tax recognized in profit or loss

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

	For the Three Months Ended March 31	
	2025	2024
Current tax		
In respect of the current period	\$ 376,461	\$ 1,066,291
Adjustments for prior period	<u>549,527</u>	<u>31,162</u>
	<u>925,988</u>	<u>1,097,453</u>
Deferred tax		
In respect of the current period	(251,181)	(1,248,765)
Adjustments for prior period	<u>(546,653)</u>	<u>(378)</u>
	<u>(797,834)</u>	<u>(1,249,143)</u>
Income tax expense (benefit) recognized in profit or loss	<u>\$ 128,154</u>	<u>\$ (151,690)</u>

For the three months ended March 31, 2025 and 2024, the Group were no significant additions or changes to the Pillar Two income tax risks in the countries where certain subsidiaries were incorporated in. Consequently, there was no material impact on the Group's income tax. Please refer to Note 30 of the consolidated financial statements for the year ended December 31, 2024.

b. Income tax assessments

WLC's income tax returns through 2022, except 2021, have been assessed by the tax authorities.

31. EARNINGS PER SHARE

	For the Three Months Ended March 31					
	2025			2024		
	Amounts (Numerator) After Income Tax (Attributable to Parent's Shareholders)	Shares (Denominator) (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Parent's Shareholders)	Amounts (Numerator) After Income Tax (Attributable to Parent's Shareholders)	Shares (Denominator) (In Thousands)	Earnings Per Share (In Dollars) After Income Tax (Attributable to Parent's Shareholders)
Basic earnings per share						
Net income	\$ 679,074	4,031,333	<u>\$ 0.17</u>	\$ 820,212	4,031,333	<u>\$ 0.20</u>
Effect potentially of dilutive potential ordinary shares						
Employees' compensation	-	1,647		-	1,832	
	<u>\$ 679,074</u>	<u>4,032,980</u>	<u>\$ 0.17</u>	<u>\$ 820,212</u>	<u>4,033,165</u>	<u>\$ 0.20</u>

32. BUSINESS COMBINATIONS

a. Subsidiaries acquired

Subsidiary	Principal Activity	Date of Acquisition	Proportion of Voting Equity Interests Acquired (%)	Consideration Transferred
Hangzhou Walsin Power Cable & Wire Co., Ltd. and Subsidiary	Manufacture and sale of cables and wires	February 29, 2024	60.00	<u>\$ 1,341,944</u>
Com.Steel Inox S.p.A.	Stainless steel and nickel-based alloy recycling and processing	May 3, 2024	65.00	<u>\$ 841,200</u>

In order to enter the high-voltage land cable markets, the Group acquired 60% of the shares of Hangzhou Walsin Power Cable & Wire Co., Ltd. and its subsidiary Hangzhou Futong Electric Industries Co., Ltd. for a cash consideration of \$1,341,944 thousand on February 29, 2024. The Group now holds 100% of the shares of Hangzhou Walsin Power Cable & Wire Co., Ltd. and its subsidiary.

In order to strengthen the critical material supply chain for stainless steel production and establish a knowledge center for the management of stainless steel scrap, Cogne Acciai Speciali S.p.A. acquired 65% of the shares of Com.Steel Inox S.p.A. for a cash consideration of NT\$841,200 thousand on May 3, 2024.

b. Consideration transferred

	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Com.Steel Inox S.p.A.
Cash	\$ 1,341,944	\$ 841,200
Fair value of the original holding shares (40% ownership interest in the Group's)	766,681	-
Contingent consideration arrangement (Note)	<u>-</u>	<u>100,313</u>
	<u>\$ 2,108,625</u>	<u>\$ 941,513</u>

Note: According to the agreement of acquisition, the Group is required to make additional payments of EUR4,000 thousand if Com.Steel Inox S.p.A.'s earnings before interest, tax, depreciation and amortization from the settlement date to 2026 exceed EUR18,000 thousand. Based on the results of the financial forecast, the management of the Group believes that it is probable to make this payment. The fair value of this obligation at the date of acquisition was estimated at NT\$100,313 thousand.

The related acquisition costs were excluded from the consideration transferred and were recognized as other expenses.

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

	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Com.Steel Inox S.p.A.
Current assets		
Cash and cash equivalents	\$ 136,811	\$ 55,137
Net notes receivable	44,099	-
Net trade receivables	1,159,996	1,089,876
Other receivables	9,325	555
Inventories	699,470	556,687
Other current assets	66,064	14,953
Non-current assets		
Property, plant and equipment	767,328	91,663
Right-of-use assets	443,738	133,462
Other intangible assets	40,004	296,358
Deferred tax assets	89,184	-
Other non-current assets	255,729	4,389
Current liabilities		
Short-term borrowings	(222,276)	(612,965)
Notes payable	(242,424)	-
Trade payables	(407,203)	(308,849)
Other payables	(178,630)	(703,394)
Current tax liabilities	-	(32,346)
Lease liabilities - current	-	(17,219)
Other current liabilities	(377,670)	(3,836)
		(Continued)

	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Com.Steel Inox S.p.A.
Non-current liabilities		
Deferred tax liabilities	\$ (173,017)	\$ (82,613)
Lease liabilities - non-current	-	(116,243)
Net defined benefit liabilities - non-current	-	(3,668)
Other non-current liabilities	<u>(1,903)</u>	<u>-</u>
	<u>\$ 2,108,625</u>	<u>\$ 361,947</u>
		(Concluded)

The purchase price allocation reports of Hangzhou Walsin Power Cable & Wire Co., Ltd. and Steel Inox S.p.A. have been finalized before the date of issuance of these consolidated financial statements and therefore adjusted to the fair value as the tax value of the Companies.

d. Goodwill recognized on acquisitions

	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Com.Steel Inox S.p.A.
Consideration transferred	\$ 2,108,625	\$ 941,513
Plus: Non-controlling interests	-	126,681
Less: Fair value of identifiable net assets acquired	<u>(2,108,625)</u>	<u>(361,947)</u>
Goodwill recognized on acquisitions	<u>\$ -</u>	<u>\$ 706,247</u>

The goodwill from the acquisition was expected not to be recognized as tax-deductible.

The non-controlling interest of Com.Steel Inox S.p.A. is measured at NT\$126,681 thousand based on the proportion of identifiable net assets attributable to the acquiree on the acquisition date.

e. Net cash outflow on the acquisition of subsidiaries

	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Com.Steel Inox S.p.A.
Consideration paid in cash	\$ 1,341,944	\$ 841,200
Less: Cash and cash equivalent balances acquired	<u>(136,811)</u>	<u>(55,137)</u>
Acquired net cash outflow from subsidiaries	<u>\$ 1,205,133</u>	<u>\$ 786,063</u>

f. Impact of acquisitions on the results of the Group

The financial results of the acquirees since the acquisition dates, were as follows:

	Hangzhou Walsin Power Cable & Wire Co., Ltd.
	2024.02.29- 2024.03.31
Operating revenue	<u>\$ 138,792</u>
Net loss	<u>\$ (64,472)</u>

Had Hangzhou Walsin Power Cable & Wire Co., Ltd. and Com.Steel Inox S.p.A. concluded the acquisition at the beginning of January 1, 2024, the Group's revenue and profit for the three months ended March 31, 2024, would have been NT\$41,273,104 thousand and NT\$801,981 thousand, respectively. This pro-forma information is for illustrative purposes only and is not necessarily an indication of the revenue and results of operations of the Group that actually would have been achieved had the acquisition been completed at the beginning of the acquisition year, 2024, nor is it intended to be a projection of future results.

33. OPERATING LEASE ARRANGEMENTS

Operating leases are related to leases of the emporium and the investment properties owned by the Group with lease terms between 5 and 10 years, with an option to extend for another 10 years. All operating lease contracts contain market review clauses in the event that the lessees exercise their options to renew. The lessees do not have bargain purchase options to acquire the properties at the expiry of the lease periods.

As of March 31, 2025, December 31, 2024 and March 31, 2024, deposits received under operating leases amounted to NT\$383,532 thousand, NT\$383,494 thousand and NT\$374,244 thousand, respectively (recorded under other non-current liabilities).

As of March 31, 2025, the Group's future minimum lease receivables on non-cancelable operating lease commitments are as follows:

	Amount
2025 (from April 1 to December 31)	\$ 1,213,127
2026-2029	3,255,921
After 2030	<u>821,672</u>
	<u>\$ 5,290,720</u>

34. CAPITAL MANAGEMENT

The Group's capital management objective is to ensure that it has the necessary financial resources and operational plan so that it can cope with the next 12 months working capital requirements, capital expenditures, debt repayments and dividends spending.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity attributable to owners of the Group (comprising issued capital, reserves, retained earnings and other equity).

Key management personnel of the Group review the capital structure on a quarterly basis. As part of this review, the key management personnel, consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, the number of new shares issued or repurchased, and/or the amount of new debt issued or existing debt redeemed.

35. FINANCIAL INSTRUMENTS

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

Except the following assets and liabilities, the management considers that the carrying amounts of financial assets and financial liabilities not recognized at fair value approximate to their fair values.

March 31, 2025

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial assets</u>					
Financial assets at amortized cost					
Corporate bonds	\$ 330	\$ -	\$ -	\$ 330	\$ 330
Mutual funds	489	-	-	489	489
Government bonds	<u>132,418</u>	<u>-</u>	<u>132,724</u>	<u>-</u>	<u>132,724</u>
	<u>\$ 133,327</u>	<u>\$ -</u>	<u>\$ 132,724</u>	<u>\$ 819</u>	<u>\$ 133,543</u>

Financial liabilities

Financial liabilities at amortized cost					
Bonds payable	<u>\$ 12,963,416</u>	<u>\$ -</u>	<u>\$ 12,566,910</u>	<u>\$ -</u>	<u>\$ 12,566,910</u>

December 31, 2024

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial assets</u>					
Financial assets at amortized cost					
Corporate bonds	\$ 15	\$ -	\$ -	\$ 15	\$ 15
Mutual funds	715	-	-	715	715
Government bonds	<u>139,190</u>	<u>8,650</u>	<u>129,989</u>	<u>-</u>	<u>138,639</u>
	<u>\$ 139,920</u>	<u>\$ 8,650</u>	<u>\$ 129,989</u>	<u>\$ 730</u>	<u>\$ 139,369</u>

Financial liabilities

Financial liabilities at amortized cost					
Bonds payable	<u>\$ 12,953,139</u>	<u>\$ -</u>	<u>\$ 12,556,633</u>	<u>\$ -</u>	<u>\$ 12,556,633</u>

March 31, 2024

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial assets</u>					
Financial assets at amortized cost					
Corporate bonds	\$ 15	\$ -	\$ -	\$ 15	\$ 15
Mutual funds	722	-	-	722	722
Government bonds	<u>127,439</u>	<u>-</u>	<u>126,586</u>	<u>-</u>	<u>126,586</u>
	<u>\$ 128,176</u>	<u>\$ -</u>	<u>\$ 126,586</u>	<u>\$ 737</u>	<u>\$ 127,323</u>

Financial liabilities

Financial liabilities at amortized cost

Bonds payable	<u>\$ 13,059,606</u>	<u>\$ -</u>	<u>\$ 12,663,100</u>	<u>\$ -</u>	<u>\$ 12,663,100</u>
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The fair values of the financial assets and financial liabilities included in the Level 2 and Level 3 categories above have been determined in accordance with the income approach based on a discounted cash flow analysis. The observable inputs included bond duration, bond interest rates and credit rating. The significant unobservable input used in Level 3 is the discount rate that reflects the credit risk of counterparties.

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

March 31, 2025

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ 99,488	\$ 107,674	\$ -	\$ 207,162
Foreign unlisted shares	-	-	66,673	66,673
Derivative financial assets for hedging	<u>-</u>	<u>14,539</u>	<u>-</u>	<u>14,539</u>
	<u>\$ 99,488</u>	<u>\$ 122,213</u>	<u>\$ 66,673</u>	<u>\$ 288,374</u>

Financial assets at FVTOCI

Investments in equity instruments

Listed securities in ROC	\$ 16,668,691	\$ -	\$ -	\$ 16,668,691
Unlisted securities	<u>-</u>	<u>-</u>	<u>1,032,593</u>	<u>1,032,593</u>
	<u>\$ 16,668,691</u>	<u>\$ -</u>	<u>\$ 1,032,593</u>	<u>\$ 17,701,284</u>

(Continued)

	Level 1	Level 2	Level 3	Total
<u>Financial liabilities at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ -	\$ 42,759	\$ -	\$ 42,759
Contingent consideration	-	-	608,547	608,547
Hedging derivative financial liabilities	-	31,090	-	31,090
	<u>\$ -</u>	<u>\$ 73,849</u>	<u>\$ 608,547</u>	<u>\$ 682,396</u>
				(Concluded)

December 31, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ -	\$ 5,677	\$ -	\$ 5,677
Foreign unlisted shares	-	-	66,607	66,607
Derivatives financial assets for hedging	-	32,237	-	32,237
	<u>\$ -</u>	<u>\$ 37,914</u>	<u>\$ 66,607</u>	<u>\$ 104,521</u>

Financial assets at FVTOCI

Investments in equity instruments				
Listed securities in the ROC	\$ 17,718,239	\$ -	\$ -	\$ 17,718,239
Unlisted securities	-	-	921,870	921,870
	<u>\$ 17,718,239</u>	<u>\$ -</u>	<u>\$ 921,870</u>	<u>\$ 18,640,109</u>

Financial liabilities at FVTPL

Derivatives not designated as hedging instruments	\$ 322,273	\$ 34,323	\$ -	\$ 356,596
Contingent consideration	-	-	563,583	563,583
Hedging derivative financial liabilities	-	16,302	-	16,302
	<u>\$ 322,273</u>	<u>\$ 50,625</u>	<u>\$ 563,583</u>	<u>\$ 936,481</u>

March 31, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ 105,942	\$ 38,021	\$ -	\$ 143,963
Foreign unlisted shares	-	-	77,307	77,307
Contingent consideration	-	-	1,195,872	1,195,872
Derivative financial assets for hedging	-	76,024	-	76,024
	<u>\$ 105,942</u>	<u>\$ 114,045</u>	<u>\$ 1,273,179</u>	<u>\$ 1,493,166</u>

Financial assets at FVTOCI

Investments in equity instruments				
Listed securities in ROC	\$ 19,981,303	\$ -	\$ -	\$ 19,981,303
Unlisted securities	-	-	892,759	892,759
	<u>\$ 19,981,303</u>	<u>\$ -</u>	<u>\$ 892,759</u>	<u>\$ 20,874,062</u>

Financial liabilities at
FVTPL

Derivatives not designated as hedging instruments	\$ -	\$ -	\$ -	\$ -
Contingent consideration	-	-	430,782	430,782
Hedging derivative financial liabilities	-	12,405	-	12,405
	<u>\$ -</u>	<u>\$ 12,405</u>	<u>\$ 430,782</u>	<u>\$ 443,187</u>

- 2) There were no transfers between Levels 1, 2 and 3 for the three months ended March 31, 2025 and 2024.
- 3) Reconciliation of Level 3 fair value measurements of financial instruments.

For the three months ended March 31, 2025

Financial Assets	Financial Assets at FVTOCI Equity Instruments
Balance at January 1, 2025	\$ 921,870
Recognized in other comprehensive gain	109,627
Effects of exchange difference	<u>1,096</u>
Balance at March 31, 2025	<u>\$ 1,032,593</u>

Financial Assets	Financial Instruments at FVTPL	
	Financial Assets	Financial Liabilities
Balance at January 1, 2025	\$ 66,607	\$ 563,583
Recognized in profit or loss	(13,484)	14,188
Effects of exchange difference	<u>13,550</u>	<u>30,776</u>
Balance at March 31, 2025	<u>\$ 66,673</u>	<u>\$ 608,547</u>

For the three months ended March 31, 2024

Financial Assets	Financial Assets at FVTOCI Equity Instruments
Balance at January 1, 2024	\$ 920,810
Additions	54,121
Recognized in other comprehensive loss	(85,348)
Effects of exchange difference	<u>3,176</u>
Balance at March 31, 2024	<u>\$ 892,759</u>

	Financial Instruments at FVTPL	
	Financial Assets	Financial Liabilities
Balance at January 1, 2024	\$ 2,693,826	\$ 484,429
Disposals	(1,463,430)	-
Recognized in profit or loss	(44,720)	(59,968)
Effects of exchange difference	<u>87,503</u>	<u>6,321</u>
Balance at March 31, 2024	<u>\$ 1,273,179</u>	<u>\$ 430,782</u>

4) Valuation technique and inputs applied for Level 2 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Derivatives - foreign exchange forward contracts	Discounted cash flow. Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, and discounted at a rate that reflects the credit risk of various counterparties.
Derivatives - exchange rate swap contracts	Discounted cash flow. Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, and discounted at a rate that reflects the credit risk of various counterparties.
Derivatives - interest rate contracts	Discounted cash flow. Future cash flows are estimated based on observable floating rates at the end of the reporting period and fixed interest rates under contracts.

(Continued)

Financial Instruments	Valuation Techniques and Inputs
Derivatives - option	Black-Scholes Model. The significant unobservable input value is the market price volatility of the commodity.
Derivatives - gas swap contracts	Discounted cash flow. Future cash flows are estimated based on observable forward gas prices at the end of the reporting period and fixed gas prices under contract.
Derivatives - electricity swap contracts	Discounted cash flow. Future cash flows are estimated based on observable forward electricity prices at the end of the reporting period and fixed power prices under contract.
Derivatives - Nickel swap contracts	Discounted cash flow. Future cash flows are estimated based on observable forward Nickel prices at the end of the reporting period and fixed Nickel prices under contract.

(Concluded)

5) Valuation technique and inputs applied for Level 3 fair value measurement

Financial Instruments	Valuation Technique and Inputs
Unlisted equity securities	Market approach. Fair values are determined based on the observable and comparable companies' fair values at the end of the reporting period, adjusted by price earnings ratio and price-to-book ratio of the investees.
	Net asset method. Fair values are determined based on the book value of companies.
	Discounted cash flow. Present values are determined based on future cash flows discounted at market yield.
Contingent consideration	The estimated fair value is discounted according to the probability of reaching the agreed conditions and based on the credit risk discount rate and other information.

c. Categories of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets</u>			
Financial assets at amortized cost			
Cash and cash equivalents	\$ 10,905,177	\$ 10,757,417	\$ 12,313,790
Contract assets - current	777,749	571,669	957,486
Notes receivable and trade receivables (including related parties)	17,256,012	15,494,085	18,084,617
Finance lease receivables (current and non-current)	524,612	540,457	587,201
Other receivables	5,411,669	5,286,906	3,495,588
Other financial assets	5,783,349	4,854,119	182,159
Refundable deposits	698,092	785,147	301,349

(Continued)

	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets at amortized cost (current and non-current)	\$ 133,237	\$ 139,920	\$ 128,176
Derivative financial assets for hedging (current and non-current)	56,975	263,261	76,024
Financial assets at FVTPL (current and non-current)	273,835	72,284	1,417,142
Financial assets at FVTOCI (current and non-current)	17,701,284	18,640,109	20,874,062
<u>Financial liabilities</u>			
Financial liabilities at FVTPL (current and non-current)	651,306	920,179	430,782
Derivative financial liabilities for hedging (current and non-current)	31,090	16,302	12,405
Financial liabilities at amortized cost			
Short-term borrowings	17,188,176	17,909,079	13,008,707
Short-term notes and bills payable	-	3,145,773	-
Contract liabilities	36,617	165,913	22,579
Notes payable and trade payables	16,954,197	14,784,152	16,760,189
Other payables	12,321,762	12,047,108	16,147,924
Bonds payable (including current portion)	12,963,416	12,953,139	13,059,606
Long-term borrowings (including current portion)	52,393,661	43,272,301	35,163,499
Long-term notes and bills payable	-	-	1,498,894
Deposits received (recorded under other current and non-current liabilities)	415,438	456,837	408,980
			(Concluded)

d. Financial risk management objectives and policies

The Group's major financial instruments included equity and investments, borrowings, trade receivables, and trade payables. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk, credit risk and liquidity risk.

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

1) Market risk

The Group's activities exposed is primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The Group entered into foreign exchange forward contracts and interest rate swaps contracts to hedge foreign currency risk and interest rate risk.

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

a) Foreign currency risk

The Group has foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing foreign exchange forward contracts.

It is the Group's policy to make the terms of the derivatives instruments match the terms of the hedged items and to maximize the hedge effectiveness.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the period are set out in Note 40.

The carrying amounts of the Group's derivatives exposed to foreign currency risk at the end of the reporting period were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Assets</u>			
U.S. dollar	\$ 6,171,936	\$ 3,374,661	\$ 11,093,499
Euro	2,804,767	4,355,906	2,749,419
<u>Liabilities</u>			
U.S. dollar	7,475,471	4,710,655	997,499
Euro	1,432,228	1,828,617	609,301

Sensitivity analysis

The Group is mainly exposed to the U.S. dollars and euros.

The following table details the Group's sensitivity to a 1% increase and decrease in the New Taiwan dollar (i.e. functional currency) against the relevant foreign currencies. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates.

	U.S. Dollar Impact For the Three Months Ended March 31	
	2025	2024
Profit or loss	\$ 67,438	\$ 136,340
	Euro Dollar Impact For the Three Months Ended March 31	
	2025	2024
Profit or loss	\$ 21,894	\$ 27,777

Hedge accounting

The Group's hedging strategy is to enter into foreign exchange forward contracts, foreign exchange swap contracts and foreign-currency deposits to avoid the exposure of its foreign currency receipts and payments and to the exchange rate and the procurement of significant capital expenditures in foreign currency. Those transactions are designated as cash flow hedges. When forecast purchases actually take place, basis adjustments are made to the initial carrying amounts of non-financial hedged items when the anticipated purchases take place.

March 31, 2025

Hedging Instrument/ Hedged Items	Notional Amount	Line Item in Balance Sheet	Carrying Amount	
			Asset	Liability
Cash flow hedges				
Foreign exchange forward contracts/Anticipated equipment purchase payment	NT\$2,272,237/ EUR66,324	Financial assets for hedging	\$ 926	\$ -
Hedging foreign-currency deposits/Anticipated equipment purchase payment	NT\$42,436/ EUR1,250	Financial assets for hedging	42,436	-
Hedging Instrument/ Hedged Items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness	Balance in Other Equity	
			Continuing Hedges	Hedge Accounting No Longer Applied
Cash flow hedges				
Foreign exchange forward contracts/Anticipated equipment purchase payment	\$ 926	\$ (926)	\$ 926	\$ -

For the three months ended March 31, 2025

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness is Included	Amount Reclassified to P/L and Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedges					
Anticipated equipment purchase payment	\$ 11,758	\$ -	\$ -	\$ -	\$ -

The key terms of forward foreign exchange contracts outstanding as of the balance sheet date, which have not yet matured, are as follows:

	Currency	Maturity Date	Contract Amount (In Thousands)
<u>March 31, 2025</u>			
Foreign exchange forward contracts	EUR/NTD	2025.04.08-2026.03.31	EUR66,324/ NTD2,272,237

December 31, 2024

Hedging Instrument/ Hedged Items	Notional Amount	Line Item in Balance Sheet	Carrying Amount	
			Asset	Liability
Cash flow hedges				
Foreign exchange forward contracts/Anticipated equipment purchase payment	NT\$2,504,847/ EUR73,488	Financial liability for hedging	\$ -	\$ 10,546
Hedging foreign-currency deposits/Anticipated equipment purchase payment	NT\$228,583/ EUR6,701	Financial assets for hedging	231,024	-
Hedging Instrument/ Hedged Items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness	Balance in Other Equity	
			Continuing Hedges	Hedge Accounting No Longer Applied
Cash flow hedges				
Foreign exchange forward contracts/Anticipated equipment purchase payment	\$ (10,546)	\$ 10,546	\$ (10,546)	\$ -
Hedging foreign-currency deposits/Anticipated equipment purchase payment	536	(536)	536	-

For the year ended December 31, 2024

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness is Included	Amount Reclassified to P/L and Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedges					
Anticipated equipment purchase payment	\$ (10,010)	\$ -	\$ -	\$ -	\$ -

The key terms of forward foreign exchange contracts outstanding as of the balance sheet date, which have not yet matured, are as follows:

	Currency	Maturity Date	Contract Amount (In Thousands)
<u>December 31, 2024</u>			
Foreign exchange forward contracts	EUR/NTD	2025.01.20-2026.03.31	EUR73,488/ NTD2,504,847

March 31, 2024

Hedging Instrument/ Hedged Items	Notional Amount	Line Item in Balance Sheet	Carrying Amount	
			Asset	Liability
Cash flow hedges				
Foreign exchange forward contracts/Anticipated equipment purchase payment	NT\$899,255/ EUR26,841	Financial assets for hedging	\$ 9,357	\$ -
Hedging Instrument/ Hedged Items	Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness	Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness	Balance in Other Equity	
			Continuing Hedges	Hedge Accounting No Longer Applied
Cash flow hedges				
Foreign exchange forward contracts/Anticipated equipment purchase payment	\$ 9,357	\$ (9,357)	\$ 9,357	\$ -

For the three months ended March 31, 2024

Comprehensive Income	Hedging Gains (Losses) Recognized in OCI	Amount of Hedge Ineffectiveness Recognized in Profit or Loss	Line Item in Which Hedge Ineffectiveness is Included	Amount Reclassified to P/L and Adjusted Line Item	
				Due to Hedged Item Affecting P/L	Due to Hedged Future Cash Flows No Longer Expected to Occur
Cash flow hedges					
Anticipated equipment purchase payment	\$ 9,357	\$ -	\$ -	\$ -	\$ -

The key terms of forward foreign exchange contracts outstanding as of the balance sheet date, which have not yet matured, are as follows:

	Currency	Maturity Date	Contract Amount (In Thousands)
<u>March 31, 2024</u>			
Foreign exchange forward contracts	EUR/NTD	2024.04.15-2026.02.26	EUR26,841/NTD899,255

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrow funds at both fixed and floating interest rates.

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

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value interest rate risk			
Financial assets	\$ 132,418	\$ 139,190	\$ 127,439
Financial liabilities	12,963,416	12,953,139	13,059,606
Cash flow interest rate risk			
Financial assets	819	730	737
Financial liabilities	73,025,450	67,686,571	52,296,426

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for financial instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the reporting period was outstanding for the whole year.

If interest rates had been 1% basis points higher and all other variables were held constant, the Group's pre-tax profit for the three months ended March 31, 2025 and 2024 would have decreased by NT\$182,562 thousand and NT\$130,739 thousand, respectively.

Hedge accounting

The Group entered into interest rate swap contracts to mitigate the risk of changes in interest rates on cash flow exposure related to its outstanding variable rate debt. Interest rate swaps are settled on a contract basis. The floating rate on interest rate swaps is Euro Interbank Offered Rate (Euribor). The Group will settle the difference between the fixed and floating interest rates on a net basis.

The following tables summarize the information relating to the hedges for interest rate risk.

March 31, 2025

Hedging Instrument	Currency	Contract Amount	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount		Change in Value Used for Calculating Hedge Ineffectiveness
							Asset	Liability	
Cash flow hedges									
Interest rate swap contracts	EUR	\$ 75,465	2026.06.30-2030.12.18	-0.2250%-3.27%	Note	Financial assets for hedging	\$ 378	\$ -	\$ -

December 31, 2024

Hedging Instrument	Currency	Contract Amount	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount		Change in Value Used for Calculating Hedge Ineffectiveness
							Asset	Liability	
Cash flow hedges									
Interest rate swap contracts	EUR	\$ 89,122	2026.06.30-2030.12.18	-0.255%-3.505%	Note	Financial assets for hedging	\$ 491	\$ -	\$ -

March 31, 2024

Hedging Instrument	Currency	Contract Amount	Maturity	Range of Interest Rates Paid	Range of Interest Rates Received	Line Item in Balance Sheet	Carrying Amount		Change in Value Used for Calculating Hedge Ineffectiveness
							Asset	Liability	
Cash flow hedges									
Interest rate swap contracts	EUR	\$ 101,114	2024.12.30-2030.12.18	-0.255%-3.975%	Note	Financial assets for hedging	\$ 1,935	\$ -	\$ -

Note: It is the three months interest rate of Euro Interbank Offered Rate (Euribor) on the second business day before the issuance date.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. As of the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to financial guarantees provided by the Group, could be equal to the total of the following:

- a) The carrying amount of the respective recognized financial assets as stated in the condensed balance sheets; and
- b) The maximum amount the entity would have to pay if the financial guarantee is called upon, irrespective of the likelihood of the guarantee being exercised.

The Group adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group's exposure and the credit ratings of its counterparties are continuously monitored, and the aggregate value of transactions concluded is spread amongst the approved counterparties. Credit exposure is controlled by setting credit limits that are reviewed and approved by the risk management committee annually.

In order to minimize credit risk, the management of the Group has delegated a team responsible for the determination of credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue receivables. In addition, the Group reviews the recoverable amount of each individual trade receivables at the end of the reporting period to ensure that adequate impairment losses are made for irrecoverable amounts. In this regard, the directors of the Group consider that the Group's credit risk was significantly reduced.

3) Liquidity risk

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

- a) The following table details the Group's expected maturities for its non-derivative financial liabilities with agreed-upon repayment periods.

March 31, 2025

	1 Year	1-2 Years	2-5 Years	5+ Years	Total
<u>Non-derivative financial liabilities</u>					
Variable interest rate liabilities	\$ 27,691,139	\$ 10,547,557	\$ 24,683,967	\$ 10,102,787	\$ 73,025,450
Lease liabilities	399,713	387,757	958,187	2,289,313	4,034,970
Fixed interest rate liabilities	109,933	56,449	10,497,034	2,300,000	12,963,416
Non-interest bearing liabilities	<u>25,998,116</u>	<u>864,972</u>	<u>3,022,291</u>	<u>76,108</u>	<u>29,961,487</u>
	<u>\$ 54,202,540</u>	<u>\$ 11,792,829</u>	<u>\$ 39,080,030</u>	<u>\$ 13,458,052</u>	<u>\$ 118,533,451</u>

December 31, 2024

	1 Year	1-2 Years	2-5 Years	5+ Years	Total
<u>Non-derivative financial liabilities</u>					
Variable interest rate liabilities	\$ 30,328,393	\$ 3,475,246	\$ 30,842,350	\$ 3,040,582	\$ 67,686,571
Lease liabilities	672,658	427,282	1,001,237	2,460,063	4,561,240
Fixed interest rate liabilities	102,523	7,550,646	3,000,000	2,300,000	12,953,169
Non-interest bearing liabilities	<u>23,705,612</u>	<u>797,967</u>	<u>2,839,489</u>	<u>83,187</u>	<u>27,426,255</u>
	<u>\$ 54,809,186</u>	<u>\$ 12,251,141</u>	<u>\$ 37,683,076</u>	<u>\$ 7,883,832</u>	<u>\$ 112,627,235</u>

March 31, 2024

	1 Year	1-2 Years	2-5 Years	5+ Years	Total
<u>Non-derivative financial liabilities</u>					
Variable interest rate liabilities	\$ 17,378,806	\$ 2,923,430	\$ 29,335,056	\$ 2,659,134	\$ 52,296,426
Lease liabilities	282,561	337,681	580,278	2,479,381	3,679,901
Fixed interest rate liabilities	105,809	105,809	10,547,988	2,300,000	13,059,606
Non-interest bearing liabilities	<u>30,420,753</u>	<u>85,257</u>	<u>2,897,503</u>	<u>54,347</u>	<u>33,457,860</u>
	<u>\$ 48,187,929</u>	<u>\$ 3,452,177</u>	<u>\$ 43,360,825</u>	<u>\$ 7,492,862</u>	<u>\$ 102,493,793</u>

- b) The Group's expected maturities for its derivative financial instruments with agreed-upon settlement dates were as follows:

March 31, 2025

	On Demand or Less Than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years	Total
<u>Net settled</u>						
Commodity futures contracts	\$ 67,330	\$ 32,158	\$ -	\$ -	\$ -	\$ 99,488
Foreign exchange forward contracts	(26,686)	(3,134)	(12,335)	322	-	(41,833)
Exchange rate swap contracts	81,086	25,085	1,503	-	-	107,674
Interest rate swap contracts	-	-	-	10,433	3,180	13,613
Gas swap contracts	-	-	2,703	-	-	2,703
Electricity swap contracts	(18,616)	(2,402)	(12,335)	-	-	(33,353)
Futures options	<u>(253)</u>	<u>(187)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(440)</u>
	<u>\$ 102,861</u>	<u>\$ 51,520</u>	<u>\$ (20,464)</u>	<u>\$ 10,755</u>	<u>\$ 3,180</u>	<u>\$ 147,852</u>

December 31, 2024

	On Demand or Less Than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years	Total
<u>Net settled</u>						
Commodity futures contracts	\$ (101,455)	\$ (182,470)	\$ (38,348)	\$ -	\$ -	\$ (322,273)
Foreign exchange forward contracts	8,067	(25,551)	(26,559)	(826)	-	(44,869)
Exchange rate swap contracts	7,700	(2,023)	-	-	-	5,677
Interest rate swap contracts	-	-	-	14,210	2,453	16,663
Gas swap contracts	-	-	2,937	-	-	2,937
Electricity swap contracts	2,902	5,690	(1,311)	5,356	-	12,637
Futures options	(3,154)	(2,147)	(455)	-	-	(5,756)
	<u>\$ (85,940)</u>	<u>\$ (206,501)</u>	<u>\$ (63,736)</u>	<u>\$ 18,740</u>	<u>\$ 2,453</u>	<u>\$ (334,984)</u>

March 31, 2024

	On Demand or Less Than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years	Total
<u>Net settled</u>						
Commodity futures contracts	\$ 50,227	\$ 55,506	\$ 209	\$ -	\$ -	\$ 105,942
Foreign exchange forward contracts	21,216	9,680	3,839	1,962	-	36,697
Exchange rate swap contracts	12,044	(6,067)	3,553	-	-	9,530
Interest rate swap contracts	-	-	-	62,713	3,954	66,667
Gas swap contracts	298	735	988	-	-	2,021
Electricity swap contracts	(4,485)	(9,960)	19	-	-	(14,426)
Futures options	-	1,151	-	-	-	1,151
	<u>\$ 79,300</u>	<u>\$ 51,045</u>	<u>\$ 8,608</u>	<u>\$ 64,675</u>	<u>\$ 3,954</u>	<u>\$ 207,582</u>

e. Transfers of financial assets

1) Transfers of financial assets with recourse

The Group discounted trade receivables with an aggregate carrying amount of \$134,744 thousand and \$83,048 thousand to banks for the three months ended March 31, 2025 and 2024, respectively. According to the contract, if the trade receivables are not recoverable at maturity, the banks have the right to require that the Group pay the unsettled balance. As the Group has not transferred the significant risks and rewards relating to the trade receivables, the Group continues to recognize the full carrying amounts of the trade receivables and treats the trade receivables that have been transferred to banks as collateral for borrowings. Refer to Note 23.

As of March 31, 2025, December 31, 2024 and March 31, 2024, the carrying amount of these trade receivables that have been transferred but not derecognized was \$182,332 thousand, \$137,516 thousand, and \$102,346 thousand, and the carrying amount of the related liabilities was \$137,765 thousand, \$85,999 thousand and \$36,005 thousand, respectively.

2) Transfers of financial assets without recourse

The relevant information of the Group's sales of trade receivables were as follows:

Counterparty	Receivables Factoring Proceeds	Amount Reclassified to Other Receivables	Advances Received - Unused	Advances Received - Used	Annual Interest Rates on Advances Received (Used) (%)
<u>March 31, 2025</u>					
CTBC Bank	\$ 66,372	\$ 6,046	US\$ 2,700	\$ -	-
<u>December 31, 2024</u>					
CTBC Bank	\$ 99,405	\$ 6,494	US\$ 2,700	\$ -	-
<u>March 31, 2024</u>					
CTBC Bank	\$ 8,771	\$ -	US\$ 2,700	\$ -	-

36. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of WLC, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed as below:

a. Related party name and category

Related Party Name	Related Party Category
Winbond Electronics Corp.	Associate
Walsin Technology Corp.	Associate
Walton Advanced Engineering, Inc.	Associate
Chin-Xin Investment Co., Ltd.	Associate
Changzhou China Steel Precision Materials Co., Ltd.	Associate
Hangzhou Walsin Power Cable & Wire Co., Ltd.	Associate (Note)
Tsai Yi Corporation	Associate
Nuvoton Technology Corporation	Associate
Prosperity Dielectrics Co., Ltd.	Associate
Innovation West Mantewe Pte. Ltd.	Associate
Nuvoton Electronics Technology (H.K.) Limited	Associate
Nuvoton Electronics Technology (Nanjing) Limited	Associate
PT. Transcoal Minergy	Associate
PT. Walsin Everising Specialty Steel Indonesia	Associate
HannStar Display Corp.	Substantive related party
Kuang Tai Metal Industrial Co., Ltd.	Substantive related party
HannStar Board Tech. (Jiangyin) Corp.	Substantive related party
HannStar Board Corp.	Substantive related party
Global Brands Manufacture Ltd.	Substantive related party

(Continued)

Related Party Name	Related Party Category
Info-Tek Corp.	Substantive related party
HannsTouch Holdings Company	Substantive related party
TCC Energy Storage Technology Corporation	Substantive related party
Trefilados Inoxidables de Mexico, S.A. DE C.V.	Substantive related party
Ferriere di Stabio SA	Substantive related party
Novametal SA	Substantive related party
Novametal do Brasil LTDA	Substantive related party
Wire Products Stainless Steel PTY Ltd	Substantive related party
T.D.V. Trefileries des Vosges SA	Substantive related party
Novametal Europe Srl	Substantive related party
Novametal USA	Substantive related party
Dongguan Novametal Wire Co., LTD	Substantive related party
	(Concluded)

Note: The Group acquired Hangzhou Walsin Power Cable & Wire Co., Ltd. on February 29, 2024. As a result, the Group holds 100% of the shares of Hangzhou Walsin Power Cable & Wire Co., Ltd., which has become a subsidiary of the Group. Refer to Notes 15 and 32.

b. Sales

	For the Three Months Ended March 31	
	2025	2024
Associates	\$ 1,093	\$ 88,323
Other related parties	<u>1,273,404</u>	<u>1,265,853</u>
	<u>\$ 1,274,497</u>	<u>\$ 1,354,176</u>

c. Rental income

	For the Three Months Ended March 31	
	2025	2024
Associates	\$ 14,954	\$ 13,690
Other related parties	<u>-</u>	<u>293</u>
	<u>\$ 14,954</u>	<u>\$ 13,983</u>

d. Purchases of goods

	For the Three Months Ended March 31	
	2025	2024
Associates	\$ 4,554	\$ 17,632
Other related parties	<u>6,786</u>	<u>9,214</u>
	<u>\$ 11,340</u>	<u>\$ 26,846</u>

e. Administrative expenses

	For the Three Months Ended March 31	
	2025	2024
Associates	\$ 2,409	\$ 2,215
Other related parties	<u>2,477</u>	<u>2,408</u>
	<u>\$ 4,886</u>	<u>\$ 4,623</u>

The share registration matters of WLC and associates were handled together. The related fees allocated to the related parties were charged against general and administrative expenses.

f. Notes receivable

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	<u>\$ 3,285</u>	<u>\$ 6,735</u>	<u>\$ 6,697</u>

g. Trade receivables

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	\$ 413	\$ 1,155	\$ 754
Other related parties	<u>555,805</u>	<u>581,185</u>	<u>500,467</u>
	<u>\$ 556,218</u>	<u>\$ 582,340</u>	<u>\$ 501,221</u>

h. Trade payables

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	\$ 1,953	\$ -	\$ 754
Other related parties	<u>2,200</u>	<u>4,517</u>	<u>2,155</u>
	<u>\$ 4,153</u>	<u>\$ 4,517</u>	<u>\$ 2,909</u>

i. Other receivables (excluding financing provided)

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	\$ 15,837	\$ 16,958	\$ 13,112
Other related parties	<u>2,476</u>	<u>2,882</u>	<u>1,806</u>
	<u>\$ 18,313</u>	<u>\$ 19,840</u>	<u>\$ 14,918</u>

j. Financing provided

Financing provided for related parties were as follows:

For the Three Months Ended March 31, 2025				
Related Parties	Highest Balance for the Period	Ending Balance	Interest Income	Interest Rate
Innovation West Mantewe Pte. Ltd.	\$ 597,690	\$ 597,690	\$ 5,284	4.30%

For the Year Ended December 31, 2024				
Related Parties	Highest Balance for the Period	Ending Balance	Interest Income	Interest Rate
Innovation West Mantewe Pte. Ltd.	\$ 667,173	\$ 457,679	\$ 9,844	4.52%
Hangzhou Walsin Power Cable & Wire Co., Ltd.	\$ 684,108	\$ 133,948	\$ 2,443	3.18%
PT. Transcoal Minergy	\$ 591,030	\$ -	\$ -	-
PT. Walsin Everising Specialty Steel Indonesia	\$ 585,212	\$ -	\$ -	-

For the Three Months Ended March 31, 2024				
Related Parties	Highest Balance for the Period	Ending Balance	Interest Income	Interest Rate
Innovation West Mantewe Pte. Ltd.	\$ 656,000	\$ 153,600	\$ 3,030	7.91%-7.99%
Hangzhou Walsin Power Cable & Wire Co., Ltd.	\$ 360,806	\$ -	\$ 2,397	4.35%

Note: The Group acquired Hangzhou Walsin Power Cable & Wire Co., Ltd. on February 29, 2024. As a result, the Group holds 100% of the shares of Hangzhou Walsin Power Cable & Wire Co., Ltd., which has become a subsidiary of the Group. Refer to Notes 15 and 32.

k. Guarantee deposits

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	\$ 7,362	\$ 7,362	\$ 7,362
Other related parties	<u>-</u>	<u>282</u>	<u>282</u>
	<u>\$ 7,362</u>	<u>\$ 7,644</u>	<u>\$ 7,644</u>

1. Remuneration of key management personnel

The remunerations of directors and key executives were as follows:

	For the Three Months Ended March 31	
	2025	2024
Short-term employee benefits	\$ 41,832	\$ 43,767
Post-employment benefits	<u>334</u>	<u>325</u>
	<u>\$ 42,166</u>	<u>\$ 44,092</u>

The remuneration of directors and key executives, as determined by the remuneration committee, is based on the performance of individuals and market trends.

37. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collaterals for bank borrowings, tariff guarantee for imported raw material and the deposits for completing constructions and futures:

	March 31, 2025	December 31, 2024	March 31, 2024
Refundable deposits (recorded under other financial assets - current)	\$ 128,560	\$ 12,837	\$ -
Restricted deposits (recorded under other financial assets - current)	42,012	246,794	182,159
Pledged time deposits (recorded under other non-current assets - other)	1,576	1,562	1,461
Restricted deposits (recorded under other non-current assets - other)	-	-	11,275
Recorded under as other financial assets - non-current	4,676,100	4,594,488	-
Finance lease receivables	64,723	64,183	62,589
Long-term finance lease receivables	459,889	476,274	524,612
Refundable deposits	52,537	52,537	51,951
Trade receivables	165,318	137,516	102,346
Buildings and improvements	6,113,608	6,238,661	78,382
Right of use assets - land	257,943	254,314	-
Investment properties	<u>5,787,144</u>	<u>5,783,946</u>	<u>-</u>
	<u>\$ 17,749,410</u>	<u>\$ 17,863,112</u>	<u>\$ 1,014,775</u>

38. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant contingencies and unrecognized commitments of the Group as of March 31, 2025, December 31, 2024 and March 31, 2024 were as follows:

- a. Outstanding letters of credit not reflected in the consolidated financial statements as of March 31, 2025, December 31, 2024 and March 31, 2024 were as follows (in thousands):

	March 31, 2025	December 31, 2024	March 31, 2024
U.S. dollar	US\$ 10,130	US\$ 23,567	US\$ 8,905
Japanese yen	JPY 55,828	JPY 10,050	JPY 124,605
Euro	EUR 4,238	EUR 5,569	EUR 8,710
Renminbi	RMB 73,424	RMB 2,939	RMB 2,189
New Taiwan dollar	NT\$ 3,689	NT\$ 19,919	NT\$ 47,466

- b. Outstanding standby letters of credit and bid bonds of contingent liabilities not reflected in the consolidated financial statements were as follows (in thousands):

	March 31, 2025	December 31, 2024	March 31, 2024
New Taiwan dollar	NT\$ 1,080,250	NT\$ 860,611	NT\$ 779,760
U.S. dollar	US\$ 60	US\$ 60	US\$ 30
Renminbi	RMB 24,698	RMB 26,310	RMB 50,670

- c. Based on tariff and relevant regulations, the Group issue tariff letters of credit to import goods and to meet the needs of post-release duty payment. The amount of tariff letters of credit were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
New Taiwan dollar	NT\$ 363,063	NT\$ 433,000	NT\$ 222,000

- d. Non-cancelable raw material procurement contracts were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
U.S. dollar	US\$ 4,581	US\$ 21,621	US\$ 7,498
Renminbi	RMB 90,311	RMB 126,016	RMB 128,605

- e. The Group entered into a contract for the construction of new plants on the Group's own land, the purchase of machinery and equipment, and technique licensing and authorization agreements. The amount of the unrecognized commitments was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
New Taiwan dollar	NT\$ 4,872,331	NT\$ 771,714	NT\$ 5,757,762
U.S. dollar	US\$ 41,207	US\$ 35,697	US\$ 33,842
Renminbi	RMB 54,680	RMB 149,205	RMB 780,991
Euro	EUR 142,345	EUR 152,990	EUR 173,285
Indonesia rupiah	IDR 84,609,129	IDR 86,458,884	IDR 86,458,884

39. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities dominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between the foreign currencies and the respective functional currencies were as follows:

March 31, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
U.S. dollar	\$ 413,641	33.205	\$ 13,734,949
Japanese yen	1,078,829	0.2227	240,255
Euro	22,710	35.97	816,879
Singapore dollar	10,982	24.77	272,024
Hong Kong dollar	3,169	4.268	13,525
Renminbi	35,577	4.62579	164,572
Malaysian ringgit	25,629	7.2195	185,026
Indonesian rupiah	829,345,822	0.00203	1,683,572
Thai baht	12,783	0.9842	12,581
Non-monetary items			
U.S. dollar	41,515	33.205	1,378,506
Renminbi	7,003	4.62579	32,394

Financial liabilities

Monetary items			
U.S. dollar	171,289	33.205	5,687,651
Renminbi	119,510	4.62579	552,828
Indonesia rupiah	519,838,066	0.00203	1,055,271
Singapore dollar	455	24.77	11,280
Non-monetary items			
U.S. dollar	584	33.205	19,392

December 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
U.S. dollar	\$ 118,219	32.785	\$ 3,875,810
Japanese yen	702,716	0.2099	147,500
Euro	28,936	34.14	987,875
Singapore dollars	4,939	24.13	119,178
Hong Kong dollar	4,618	4.222	19,497
Australian dollar	632	20.39	12,886
Malaysian ringgit	32,803	7.0655	231,770
Renminbi	48,095	4.56072	219,348
Indonesian rupiah	1,284,059,241	0.00203	2,606,640
South Korean won	929,895	0.02246	20,885
Turkish Lira	6,297	1.64317	10,347

(Continued)

	Foreign Currency	Exchange Rate	Carrying Amount
Non-monetary items			
U.S. dollar	\$ 48,410	32.785	\$ 1,587,122
<u>Financial liabilities</u>			
Monetary items			
U.S. dollar	144,378	32.785	4,733,433
Renminbi	167,973	4.56072	766,078
Indonesia rupiah	537,962,245	0.00203	1,092,063
Non-monetary items			
U.S. dollar	9,253	32.785	303,360
Renminbi	7,741	4.56072	35,305
			(Concluded)

March 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
U.S. dollar	\$ 402,229	32.00	\$ 12,871,328
Japanese yen	1,342,710	0.2115	283,983
Euro	29,573	34.46	1,019,086
Singapore dollar	988	23.72	23,435
Hong Kong dollar	2,976	4.089	12,169
Australian dollar	562	20.82	11,701
Indonesian rupiah	2,294,972,968	0.00203	4,658,795
Renminbi	20,660	4.51008	93,178
Korean won	820,628	0.02394	19,646
Non-monetary items			
U.S. dollar	43,622	32.00	1,395,904
Euro	291	34.46	10,028
<u>Financial liabilities</u>			
Monetary items			
U.S. dollar	291,668	32.00	9,333,376
Euro	11,072	34.46	381,541
Renminbi	164,535	4.51008	742,066
Indonesia rupiah	247,912,386	0.00203	503,262

For the three months ended March 31, 2025 and 2024, realized and unrealized net foreign exchange losses were NT\$81,555 thousand and NT\$149,821 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies in the Group.

40. SEPARATELY DISCLOSED ITEMS

- a. Information on significant transactions and information on investees:
 - 1) Financing provided to others (Table 1)
 - 2) Endorsements/guarantees provided (Table 2)
 - 3) Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (Table 3)
 - 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 4)
 - 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 5)
 - 6) Information on investees (Table 6)
 - 7) Intercompany relationships and significant intercompany transactions (Table 8)
- b. Information on investments in mainland China:
 - 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 7)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses (Table 8):
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - c) The amount of property transactions and the amount of the resultant gains or losses;
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes;
 - e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to the financing of funds; and
 - f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services.

41. SEGMENT INFORMATION

a. Basic information

1) Classification

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

a) Wires and cables

The segment's main products include copper rods, wires, connector and components which are sold to industries involving cables and wires, communications cable, heavy electronics, home electrical appliances and construction.

b) Stainless steel

The segment's main products include smelting, rolled stainless steel, carbon steel and precision alloy wire which are sold to industries involving construction components, crankshaft, machine tools, plumbing, heat exchanger, drainage, petrochemical and construction.

c) Resource

The segment's main business include nickel pig iron, sales of stainless steel products as an agent in Taiwan and important metal procurement and hedging.

d) Real estate

Real estate is responsible for the development of commercial and real estate complex and real estate management. Furthermore, the modes of the operation are construction of residences, offices, markets and hotels, and the offering of rental space, operating management and after-sales services.

e) Administration and investing

The segment of administration and investing refers to other investment in mainland China.

2) Estimates of operating segment income and expenses, assets and liabilities

Accounting policies of operating segments are the same as those summarized in Note 4. Sales and transfers between segments are treated as transactions with third parties and evaluated at fair value.

The Group does not allocate income tax expense (benefit), investment income (loss) recognized under equity method, foreign exchange gain (loss), net investment income (loss), gain (loss) on disposal of investments, gain (loss) on valuation of financial assets and liabilities and extraordinary items to reportable segments. The amounts reported are consistent with the report used by chief operating decision makers.

3) Identification of operating segment

The reported segments of the Group are strategic business units, providing different products and services. They are managed separately because they use different technologies and sales strategies.

b. Financial information

1) Segment revenues and results:

	(NT\$ in Thousand)					
	Wires and Cables	Stainless Steel	Resource Business	Real Estate	Administration and Investing	Total
For the three months ended March 31, 2025						
Revenue from external customers	\$ 10,771,954	\$ 24,956,535	\$ 7,997,913	\$ 573,344	\$ 543,365	\$ 44,843,111
Segment profit (loss)	902,473	69,793	246,231	63,481	(331,819)	950,159
Net non-operating income (expenses)						
Net interest (expenses) income						(529,705)
Share of profit of associates accounted for using the equity method						(146,940)
Loss on disposal of property, plant and equipment						(1,919)
Gain on disposal of investments						191,410
Foreign exchange loss, net						(81,555)
Gain on financial assets and liabilities at fair value through profit or loss						528,372
Reversal of impairment loss						51
Net other loss						(173,077)
Consolidated income before income tax						\$ 736,796
For the three months ended March 31, 2024						
Revenue from external customers	9,437,984	23,104,901	6,818,024	549,997	638,931	\$ 40,549,837
Segment profit (loss)	651,780	(157,971)	119,055	20,733	(242,264)	391,333
Net non-operating income (expenses)						
Net interest (expenses) income						(493,289)
Share of profit of associates accounted for using the equity method						15,310
Dividend income						508,673
Loss on disposal of property, plant and equipment						(2,364)
Gain on disposal of investments						86,306
Foreign exchange loss, net						(149,821)
Gain on financial assets and liabilities at fair value through profit or loss						129,960
Reversal of impairment loss						39
Net other income						90,192
Consolidated income before income tax						\$ 576,339

2) Segment assets and liabilities

	Wires and Cables	Stainless Steel	Resource Business	Real Estate	Administration and Investing	Total
<u>Segment assets</u>						
March 31, 2025	\$ 21,759,618	\$ 103,546,413	\$ 45,956,453	\$ 33,312,051	\$ 77,381,721	\$ 281,956,256
December 31, 2024	\$ 17,877,261	\$ 97,948,611	\$ 44,339,706	\$ 27,746,133	\$ 85,713,335	\$ 273,625,046
March 31, 2024	\$ 17,658,814	\$ 88,053,748	\$ 50,269,417	\$ 28,171,023	\$ 82,005,168	\$ 266,158,170
<u>Segment liabilities</u>						
March 31, 2025	\$ 11,656,081	\$ 55,220,012	\$ 8,245,590	\$ 14,806,100	\$ 44,634,538	\$ 134,562,321
December 31, 2024	\$ 7,907,383	\$ 60,901,734	\$ 7,441,119	\$ 14,534,450	\$ 35,372,894	\$ 126,157,580
March 31, 2024	\$ 13,210,853	\$ 53,185,120	\$ 13,216,011	\$ 14,961,837	\$ 20,259,114	\$ 114,832,935

TABLE 1

WALSIN LIHWA HOLDINGS LIMITED AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, U.S. Dollars and Renminbi)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
1	Walsin (China) Investment Co., Ltd.	Walsin (Nanjing) Development Co., Ltd.	Other receivables	Yes	\$ 9,572,325 (RMB 2,100,000)	\$ 3,006,764 (RMB 650,000)	\$ 662,922 (RMB 143,310)	2.85	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 54,623,700	\$ 54,623,700
		Yantai Walsin Stainless Steel Co., Ltd.	Other receivables	Yes	17,115,423 (RMB 3,700,000)	17,155,423 (RMB 3,700,000)	11,322,181 (RMB 2,447,621)	2.45	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Other receivables	Yes	2,382,475 (US\$ 45,000) (RMB 200,000)	2,289,766 (US\$ -) (RMB 495,000)	666,951 (US\$ -) (RMB 144,181)	2.45	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Changshu Walsin Specialty Steel Co., Ltd.	Other receivables	Yes	1,619,027 (RMB 350,000)	1,619,027 (RMB 350,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Dongguan Walsin Wire & Cable Co., Ltd.	Other receivables	Yes	1,045,038 (US\$ 25,000) (RMB 50,000)	138,774 (US\$ -) (RMB 30,000)	97,946 (US\$ -) (RMB 21,174)	2.45	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Jiangyin Walsin Steel Cable Co., Ltd.	Other receivables	Yes	683,738 (RMB 150,000)	555,095 (RMB 120,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Hangzhou Walsin Power Cable & Wire Co., Ltd.	Other receivables	Yes	693,869 (RMB 150,000)	693,869 (RMB 150,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Other receivables	Yes	370,063 (RMB 80,000)	370,063 (RMB 80,000)	40,490 (RMB 8,753)	2.45	Operating capital	-	Operating capital	-	-	-	414,091 (RMB 89,518)	1,656,361 (RMB 358,071)
		Nanjing Taiwan Trade Mart Management Co., Ltd.	Other receivables	Yes	601,353 (RMB 130,000)	601,353 (RMB 130,000)	475,337 (RMB 102,758)	1.35	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		XiAn Walsin Metal Product Co., Ltd.	Other receivables	Yes	925,158 (RMB 200,000)	925,158 (RMB 200,000)	859,416 (RMB 185,788)	1.35	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Yantai Huaxin Renewable Resources Co., Ltd.	Other receivables	Yes	92,516 (RMB 20,000)	92,516 (RMB 20,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Hangzhou Futong Electric Industries Co., Ltd.	Other receivables	Yes	46,258 (RMB 10,000)	46,258 (RMB 10,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	1,656,361	1,656,361
		Nanjing Walsin Property Management Co., Ltd.	Other receivables	Yes	46,258 (RMB 10,000)	46,258 (RMB 10,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
2	Walsin International Investments Limited	Walsin Lihwa Corporation	Other receivables	Yes	9,961,500 (US\$ 300,000)	9,961,500 (US\$ 300,000)	4,987,634 (US\$ 150,207)	4.16-4.28	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Walsin (China) Investment Co., Ltd.	Other receivables	Yes	18,572,885 (US\$ 320,000) (RMB 1,780,000)	17,115,423 (US\$ -) (RMB 3,700,000)	11,846,648 (US\$ -) (RMB 2,561,000)	1.95-2.68	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
		Borrego Energy Holdings, LLC & Borrego Energy, LLC	Other receivables	Yes	1,660,250 (US\$ 50,000)	1,660,250 (US\$ 50,000)	942,304 (US\$ 28,378)	5.70	Operating capital	-	Operating capital	-	Promissory note and borrower's assets	1,459,513	7,301,796 (US\$ 219,902)	7,301,796 (US\$ 219,902)
3	Dongguan Walsin Wire & Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	1,367,475 (RMB 300,000)	138,774 (RMB 30,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
4	Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	46,258 (RMB 10,000)	46,258 (RMB 10,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	65,335 (RMB 14,124)	261,339 (RMB 56,496)
5	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	693,869 (RMB 150,000)	693,869 (RMB 150,000)	57,142 (RMB 12,353)	1.35	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
6	Hangzhou Futong Electric Industries Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 46,258 (RMB 10,000)	\$ 46,258 (RMB 10,000)	\$ - (RMB -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 102,933 (RMB 22,252)	\$ 102,933 (RMB 22,252)
7	Jiangyin Walsin Steel Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	555,095 (RMB 120,000)	555,095 (RMB 120,000)	238,645 (RMB 51,590)	1.35	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700

Notes:

1. According to the financing regulations provided by Walsin (China) Investment Co., Ltd., Walsin International Investments Limited, Dongguan Walsin Wire & Cable Co., Ltd., Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd., Hangzhou Walsin Power Cable & Wire Co., Ltd., Hangzhou Futong Electric Industries Co., Ltd. and Jiangyin Walsin Steel Cable Co., Ltd., the total limit on the amount of the financing provided to WLC or a overseas subsidiary whose equity is 100%-owned directly or indirectly by WLC cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100%-owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in its the consolidated financial statements of a subsidiary. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40 % of the financing company’s equity as stated in the financing company’s latest consolidated financial statements. If it is a revolving funding, the amount for an individual loan shall not exceed 10 % of the financing company’s equity in the financing company’s latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:

Walsin (Nanjing) Development Co., Ltd., Yantai Walsin Stainless Steel Co., Ltd., Jiangyin Walsin Specialty Alloy Materials Co., Ltd., Changshu Walsin Specialty Steel Co., Ltd., Dongguan Walsin Wire & Cable Co., Ltd., Jiangyin Walsin Steel Cable Co., Ltd., Hangzhou Walsin Power Cable & Wire Co., Ltd., Nanjing Taiwan Trade Mart Management Co., Ltd., XiAn Walsin Metal Product Co., Ltd., Yantai Huaxin Renewable Resources Co., Ltd., Nanjing Walsin Property Management Co., Ltd., Walsin Lihwa Corporation and Walsin (China) Investment Co., Ltd. = \$136,559,249 × 40% = \$54,623,700.
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. = RMB895,178 × 10% = RMB89,518 (\$414,091).
Borrego Energy Holdings, LLC & Borrego Energy, LLC = US\$549,754 × 40% = US\$219,902 (\$7,301,796).
Walsin (China) Investment Co., Ltd = RMB141,240 × 10% = RMB14,124 (\$65,335).
Walsin (China) Investment Co., Ltd = RMB55,631 × 40% = RMB22,252 (\$102,933).
- b. The limit on the amount of financing provided was as follows:

Walsin (China) Investment Co., Ltd., Walsin International Investments Limited, Dongguan Walsin Wire & Cable Co., Ltd., Hangzhou Walsin Power Cable & Wire Co., Ltd. and Jiangyin Walsin Steel Cable Co., Ltd. = \$136,559,249 × 40% = \$54,623,700.
Walsin (China) Investment Co., Ltd. = RMB895,178 × 40% = RMB358,071 (\$1,656,361).
Walsin International Investments Limited = US\$549,754 × 40% = US\$219,902 (\$7,301,796).
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. = RMB141,240 × 40% = RMB56,496 (\$261,339).
Hangzhou Futong Electric Industries Co., Ltd. = RMB55,631 × 40% = RMB22,252 (\$102,933).
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars and Renminbi.
3. The currency exchange rates as of March 31, 2025 were as follows: US\$ to NT\$ = 1:33.205; RMB to NT\$ = 1:4.62579; US\$ to RMB = 1: 7.1782.

(Concluded)

TABLE 1-1

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, and Renminbi)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
8	Yantai Walsin Stainless Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 2,081,606 (RMB 450,000)	\$ 2,081,606 (RMB 450,000)	\$ - (RMB -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 54,623,700	\$ 54,623,700
9	Yantai Huaxin Renewable Resources Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	92,516 (RMB 20,000)	92,516 (RMB 20,000)	18,364 (RMB 3,970)	1.35	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
10	Changshu Walsin Specialty Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	3,238,053 (RMB 700,000)	3,238,053 (RMB 700,000)	27,755 (RMB 6,000)	1.35	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700
11	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	1,665,284 (RMB 360,000)	1,665,284 (RMB 360,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	54,623,700	54,623,700

Notes:

1. According to the financing regulations of Yantai Walsin Stainless Steel Co., Ltd., Yantai Huaxin Renewable Resources Co., Ltd., Changshu Walsin Specialty Steel Co., Ltd. and Jiangyin Walsin Specialty Alloy Materials Co., Ltd., the limit on the amount of financing provided to WLC or an overseas subsidiary whose equity is 100% owned directly or indirectly by WLC cannot exceed 40% of the parent company’s equity presented in the consolidated financial statements of Walsin Lihwa Corporation.

a. The limit on the amount of financing provided to a single enterprise was as follows:

Walsin (China) Investment Co., Ltd. = \$136,559,249 × 40% = \$54,623,700.

b. The limit on the amount of financing provided was as follows:

Yantai Walsin Stainless Steel Co., Ltd., Yantai Huaxin Renewable Resources Co., Ltd., Changshu Walsin Specialty Steel Co., Ltd. and Jiangyin Walsin Specialty Alloy Materials Co., Ltd. = \$136,559,249 × 40% = \$54,623,700.
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of Renminbi.
3. The currency exchange rates as of March 31, 2025 were as follows: RMB to NT\$ = 1: 4.62579.

CHIN-CHERNG CONSTRUCTION CO. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars and Renminbi)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
12	Nanjing Walsin Property Management Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 46,258 (RMB 10,000)	\$ 46,258 (RMB 10,000)	\$ 20,872 (RMB 4,512)	1.35	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 54,623,700	\$ 54,623,700

Notes:

1. According to the financing regulations provided by Nanjing Walsin Property Management Co., Ltd., the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100%-owned directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100%-owned, directly or indirectly by WLC, cannot exceed 40% of the parent company's equity as presented in the parent company's latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40 % of the parent company's equity in the parent company's latest consolidated financial statements.

a. The limit on the amount of financing provided to a single enterprise was as follows:

Walsin (China) Investment Co., Ltd. = \$136,559,249 × 40% = \$54,623,700.

b. The limit on the amount of financing provided was as follows:

Nanjing Walsin Property Management Co., Ltd. = \$136,559,249 × 40% = \$54,623,700.
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of Renminbi.
3. The currency exchange rates as of March 31, 2025 were as follows: RMB to NT\$ = 1:4.62579.

WALSIN INFO-ELECTRIC CORP.

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
13	Walsin Info-Electric Corporation	Walsin Lihwa Corporation	Other receivables	Yes	\$ 100,000	\$ 100,000	\$ 100,000	1.75	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 133,200	\$ 133,200

Note:

1. According to the financing regulations provided by Walsin Info-Electric Corporation, the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100%-owned directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100%-owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40 % of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:

Walsin Lihwa Corporation = \$333,001 × 40% = \$133,200.
- b. The limit on the amount of financing provided was as follows:

Walsin Info-Electric Corporation = \$333,001 × 40% = \$133,200.

TABLE 1-4

WALSIN SINGAPORE PTE. LTD.

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars and U.S. Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
14	Walsin Singapore Pte. Ltd.	PT. Sunny Metal Industry	Other receivables	Yes	\$ 10,650,504 (US\$ 320,750)	\$ 10,650,504 (US\$ 320,750)	\$ 10,524,867 (US\$ 316,966)	6.50-6.53	Operating capital	\$ -	Equipment purchase and operating capital	\$ -	-	\$ -	\$ 14,105,384 (US\$ 424,797)	\$ 14,105,384 (US\$ 424,797)
		Innovation West Mantewe Pte. Ltd.	Other receivables	Yes	597,690 (US\$ 18,000)	597,690 (US\$ 18,000)	597,690 (US\$ 18,000)	4.30	Operating capital	-	Construction of new plants and equipment purchase	-	-	-	14,105,384 (US\$ 424,797)	14,105,384 (US\$ 424,797)
		Walsin Lihwa Europe S.à r.l.	Other receivables	Yes	4,653,349 (US\$ 140,140)	4,653,349 (US\$ 140,140)	4,653,349 (US\$ 140,140)	4.64	Operating capital	-	Acquisition of equity	-	-	-	54,623,700 (US\$ 1,645,044)	54,623,700 (US\$ 1,645,044)
		PT. Walsin Everising Specialty Steel Indonesia	Other receivables	Yes	592,709 (US\$ 17,850)	592,709 (US\$ 17,850)	- (US\$ -)	-	Operating capital	-	Construction of new plants and equipment purchase	-	-	-	14,105,384 (US\$ 424,797)	14,105,384 (US\$ 424,797)

Notes:

1.

According to the financing regulations provided by Walsin Singapore Pte. Ltd., the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100% owned, directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100% owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.
- a.

The limit on the amount of financing provided to a single enterprise was as follows:

PT. Sunny Metal Industry, Innovation West Mantewe Pte. Ltd. and PT. Walsin Everising Specialty Steel Indonesia = US\$1,061,993 × 40% = US\$424,797 (\$14,105,384).
Walsin Lihwa Europe S.à r.l. = US\$4,112,611 × 40% = US\$1,645,044 (\$54,623,700).
- b.

The limit on the amount of financing provided was as follows:

Walsin Singapore Pte. Ltd. = US\$1,061,993 × 40% = US\$424,797 (\$14,105,384).
2.

Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars.
3.

The currency exchange rates as of March 31, 2025 were as follows: US\$ to NT\$ = 1:33.205.

PT. WAL SIN NICKEL INDUSTRIAL INDONESIA

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars and U.S. Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
15	PT. Walsin Nickel Industrial Indonesia	PT. Walhsu Metal Industry	Other receivables	Yes	\$ 996,150 (US\$ 30,000)	\$ 996,150 (US\$ 30,000)	\$ - (US\$ -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 1,269,593 (US\$ 38,235)	\$ 5,078,306 (US\$ 152,938)
		PT. Sunny Metal Industry (Note 4)	Other receivables	Yes	3,652,550 (US\$ 110,000)	3,652,550 (US\$ 110,000)	996,150 (US\$ 30,000)	5.29-5.93	Operating capital	-	Operating capital	-	-	-	5,078,306 (US\$ 152,938)	5,078,306 (US\$ 152,938)

Notes:

1. According to the financing regulations provided by Walsin Singapore Pte. Ltd. and PT. Sunny Metal Industry, the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100% owned, directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100% owned, directly or indirectly by WLC, cannot exceed 40% of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.
- a. The limit on the amount of financing provided to a single enterprise was as follows:

PT. Walhsu Metal Industry = US\$382,345 × 10% = US\$38,235 (\$1,269,593).
PT. Sunny Metal Industry = US\$382,345 × 40% = US\$152,938 (\$5,078,306).
- b. The limit on the amount of financing provided was as follows:

PT. Walsin Nickel Industrial Indonesia = US\$382,345× 40% = US\$152,938 (\$5,078,306).
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars.
3. The currency exchange rates as of March 31, 2025 was as follows: US\$ to NT\$ = 1:33.205.
4. Of this amount, US\$30,000 pertains to a shared limit with PT. Walhsu Metal Industry.

COGNE ACCIAI SPECIALI S.P.A.

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars and. Euro Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
16	Cogne Acciai Speciali S.p.A.	DMV GmbH	Other receivables	Yes	\$ 5,505 (EUR 161)	\$ - (EUR -)	\$ - (EUR -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 4,229,892 (EUR 117,595)	\$ 4,229,892 (EUR 117,595)
		DMV Deutschland GmbH	Other receivables	Yes	16,651 (EUR 487)	- (EUR -)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	4,229,892 (EUR 117,595)	4,229,892 (EUR 117,595)
		DMV Italia S.r.l.	Other receivables	Yes	284,085 (EUR 8,309)	107,910 (EUR 3,000)	107,910 (EUR 3,000)	3.61	Operating capital	-	Operating capital	-	-	-	4,229,892 (EUR 117,595)	4,229,892 (EUR 117,595)
		DMV France S.A.S.	Other receivables	Yes	231,945 (EUR 6,784)	71,940 (EUR 2,000)	71,940 (EUR 2,000)	3.61	Operating capital	-	Operating capital	-	-	-	4,229,892 (EUR 117,595)	4,229,892 (EUR 117,595)
		DMV SOTEP S.A.S.	Other receivables	Yes	68 (EUR 2)	- (EUR -)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	4,229,892 (EUR 117,595)	4,229,892 (EUR 117,595)
		DMV USA, Inc.	Other receivables	Yes	465,463 (EUR 13,614)	359,700 (EUR 10,000)	359,700 (EUR 10,000)	3.61	Operating capital	-	Operating capital	-	-	-	4,229,892 (EUR 117,595)	4,229,892 (EUR 117,595)

Notes:

1. According to the financing regulations provided by Cogne Acciai Speciali S.p.A., the total limit on the amount of the financing provided to subsidiary whose equity is 50% owned, directly or indirectly by its parent company, cannot exceed 20% of the parent company’s equity as presented in the latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 5% of the parent company’s equity as presented in the latest consolidated financial statements. The total limit on the amount of the financing provided to a oversea subsidiary whose equity is 100%-owned, directly or indirectly by its parent company, cannot exceed 20% of the parent company’s equity as presented in the latest consolidated financial statements.

a. The limit on the amount of financing provided to a single enterprise was as follows:

DMV GmbH, DMV Deutschland GmbH, DMV Italia S.r.l., DMV France S.A.S., DMV SOTEP S.A.S. and DMV USA, Inc. = EUR587,975 × 20% = EUR117,595 (\$4,229,892).

b. The limit on the amount of financing provided was as follows:

Cogne Acciai Speciali S.p.A. = EUR587,975 × 20% = EUR117,595 (\$4,229,892).

2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of EUR.

3. The currency exchange rates as of March 31, 2025 were as follows: EUR to NT\$ = 1:35.97.
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TABLE 1-7

DMV GMBH AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars and Euro Dollar)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
17	DMV GmbH.	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	\$ 277,205 (EUR 8,070)	\$ - (EUR -)	\$ - (EUR -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 1,979,501 (EUR 55,032)	\$ 1,979,501 (EUR 55,032)
		DMV Deutschland GmbH (Note 4)	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	68,523 (EUR 1,905)	3.72	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
		DMV Italia S.r.l. (Note 4)	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	163,987 (EUR 4,559)	3.72	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
		DMV France S.A.S. (Note 4)	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	635,338 (EUR 17,663)	3.72	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
		DMV SOTEP S.A.S. (Note 4)	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
		DMV USA, Inc. (Note 4)	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
18	DMV Deutschland GmbH	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	177,685 (EUR 5,197)	- (EUR -)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
		DMV GmbH.	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
19	DMV Italia S.r.l.	DMV GmbH	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
20	DMV France S.A.S.	DMV GmbH	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
21	DMV SOTEP S.A.S.	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	25,643 (EUR 750)	- (EUR -)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
		DMV GmbH	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	25,719 (EUR 715)	3.72	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)
22	DMV USA, Inc.	DMV GmbH	Other receivables	Yes	1,798,500 (EUR 50,000)	1,798,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,979,501 (EUR 55,032)	1,979,501 (EUR 55,032)

Notes:

1. According to the financing regulations provided by DMV GmbH, directly or indirectly by its parent company, cannot exceed 40% of DMV’s net value for consolidated financial statements. If it is a revolving fund, cannot exceed 10% of DMV’s net value for consolidated financial statements. The total limit on the amount of the financing provided to company is 100%-owned, directly or indirectly by its parent company, cannot exceed 40% of DMV’s net value for consolidated financial statements.

a. The limit on the amount of financing provided to a single enterprise was as follows:

DMV GmbH, DMV Deutschland GmbH, DMV Italia S.r.l., DMV France S.A.S., Cogne Acciai Speciali S.p.A., DMV SOTEP S.A.S. and DMV USA, Inc. = EUR137,581 × 40% = EUR55,032 (\$1,979,501).

b. The limit on the amount of financing provided was as follows:

DMV GmbH = EUR137,581 × 40% = EUR55,032 (\$1,979,501).

2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of EUR.

3. The currency exchange rates as of March 31, 2025 were as follows: EUR to NT\$ = 1:35.97.

4. The borrowers of the shared credit line include DMV Deutschland GmbH, DMV Italia S.r.l., DMV France S.A.S., DMV SOTEP S.A.S., DMV USA, Inc.
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PT. SUNNY METAL INDUSTRY

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars and U.S. Dollars)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 1)	Aggregate Financing Limit (Note 1)
													Item	Value		
23	PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Other receivables	Yes	\$ 232,435 (US\$ 7,000)	\$ 232,435 (US\$ 7,000)	\$ - (US\$ -)	-	Operating capital	\$ -	Construction of new plants and equipment purchase	\$ -	-	\$ -	\$ 1,925,857 (US\$ 57,999)	\$ 1,925,857 (US\$ 57,999)

Notes:

1. According to the financing regulations provided by PT. Sunny Metal Industry, the total limit on the amount of the financing provided to WLC or a oversea subsidiary whose equity is 100% owned, directly or indirectly by WLC, cannot exceed 40% of the equity of the parent company as presented in the consolidated financial statements of Walsin Lihwa Corporation. The limit on the amount of financing provided to a subsidiary whose equity is less than 100% owned, directly or indirectly by WLC, cannot exceed 40 of the parent company’s equity as presented in the parent company’s latest consolidated financial statements. If the financing is a one-time funding, the amount for an individual loan shall not exceed 40% of the parent company’s equity in the parent company’s latest consolidated financial statements. If it is a revolving fund, the amount for an individual loan shall not exceed 10% of the parent company’s equity in the parent company’s latest consolidated financial statements.

a. The limit on the amount of financing provided to a single enterprise was as follows:

PT Walhsu Metal Industry = US\$144,998 × 40% = US\$57,999 (\$1,925,857).

b. The limit on the amount of financing provided was as follows:

PT. Sunny Metal Industry = US\$144,998 × 40% = US\$57,999 (\$1,925,857).

2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of USD.

3. The currency exchange rates as of March 31, 2025 were as follows: US\$ to NT\$ = 1:33.205.
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TABLE 2

WALSIN LIHWA CORPORATION

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars and Renminbi)

No. (Note 1)	Endorsement/ Guarantee Provider	Guaranteed Party		Limits on Each Guaranteed Party's Endorsement/ Guarantee Amounts (Note 3)	Highest Balance for the Period	Ending Balance (Note 4)	Actual Amount Borrowed	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity Per Latest Financial Statement (%)	Maximum Collateral/ Guarantee Amounts Allowable (Note 3)	Guaranteed Provided by Parent Company	Guarantee Provided by A Subsidiary	Guarantee Provided to Subsidiaries in Mainland China
		Name	Nature of Relationship (Note 2)										
0	Walsin Lihwa Corporation	Yantai Walsin Stainless Steel Co., Ltd. (Note 5)	b	\$ 3,290,301 (RMB 711,295)	\$ 4,163,211 (RMB 900,000)	\$ 4,163,211 (RMB 900,000)	\$ 2,229,060 (RMB 481,877)	\$ -	3.05	\$ 136,559,249	Yes	No	Yes
		Walsin Energy Cable System Co., Ltd.	b	6,180,782	4,500,000	4,500,000	3,115,050	-	3.30	136,559,249	Yes	No	No

Notes:

1. The information on Walsin Lihwa Corporation and its subsidiaries is listed and labeled on the entitled “No.” column.

a. “0” represents Walsin Lihwa Corporation.
b. Subsidiaries are numbered consecutively starting from 1.
2. The relationship between Walsin Lihwa Corporation and the endorsed/guaranteed entities can be classified into the following categories.

a. A company with which Walsin Lihwa Corporation does business.
b. A company in which Walsin Lihwa Corporation directly and indirectly holds more than 50% of the voting shares.
c. A company that directly and indirectly holds more than 50% of the voting shares in Walsin Lihwa Corporation.
d. A company in which Walsin Lihwa Corporation directly or indirectly holds 90% or more of the voting shares.
e. A company that fulfills Walsin Lihwa Corporation’s contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
f. A company in which all capital contributing shareholders make endorsements/guarantees for it and Walsin Lihwa Corporation’s joint-investment company in proportion to their shareholding percentages.
g. A company in the same industry as Walsin Lihwa Corporation whereby either provides among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.
3. According to the endorsements/guarantees provided and financing regulations provided by Walsin Lihwa Europe S.à r.l., the total limit on the amount of endorsements/guarantees cannot exceed 100% of the equity of Walsin Lihwa Europe S.à r.l.’s current financial statements (including the consolidated financial statements). The limit on the amount of endorsements/guarantees provided and financing provided to a single enterprise cannot exceed the equity of the guaranteed company. The amount which is 250% of the net value multiplied by the equity percentage of the guarantee provider.

a. The limit on the amount of endorsements/guarantees provided was as follows:

NT\$136,559,249 × 100% = NT\$136,559,249.

b. The limit on the amount of endorsements/guarantees provided to a single entity was as follows:

Yantai Walsin Stainless Steel Co., Ltd.: RMB284,518 × 250% × 100% = RMB711,295 (\$3,290,301).
Walsin Energy Cable System Co., Ltd.: \$2,747,014 × 250% × 90% = \$6,180,782.
4. The currency exchange rates as of March 31, 2025 were as follows: RMB to NT\$ = 1:4.62579.
5. The excess amount of endorsements and guarantees provided by Walsin Lihwa Corporation to specific counterparties will be addressed through an improvement plan to be submitted to the Board of Directors in the near term.

TABLE 2-1

COGNE ACCIAI SPECIALI S.p.A.

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, Euro and SEK)

No. (Note 1)	Endorsement/ Guarantee Provider	Guaranteed Party		Limits on Each Guaranteed Party's Endorsement/ Guarantee Amounts (Note 3)	Highest Balance for the Period	Ending Balance (Note 4)	Actual Amount Borrowed	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity Per Latest Financial Statement (%)	Maximum Collateral/ Guarantee Amounts Allowable (Note 3)	Guaranteed Provided by Parent Company	Guarantee Provided by A Subsidiary	Guarantee Provided to Subsidiaries in Mainland China
		Name	Nature of Relationship (Note 2)										
1	Cogne Acciai Speciali S.p.A.	Degerfors Long Products AB	b	\$ 1,559,803 (EUR 43,364)	\$ 666,000 (SEK 200,000)	\$ 666,000 (SEK 200,000)	\$ 233,050 (SEK 69,985)	\$ -	0.49	\$ 4,229,892 (EUR 117,595)	No	No	No

Notes:

1. The information on Cogne Acciai Speciali S.p.A. and its subsidiaries is listed and labeled on the entitled “No.” column.

a. “0” represents Cogne Acciai Speciali S.p.A.
b. Subsidiaries are numbered consecutively starting from 1.
2. The relationship between Cogne Acciai Speciali S.p.A. and the endorsed/guaranteed entities can be classified into the following categories.

a. A company with which Cogne Acciai Speciali S.p.A. does business.
b. A company in which Cogne Acciai Speciali S.p.A. directly and indirectly holds more than 50% of the voting shares.
c. A company that directly and indirectly holds more than 50% of the voting shares in Cogne Acciai Speciali S.p.A.
d. A company in which Cogne Acciai Speciali S.p.A. directly or indirectly holds 90% or more of the voting shares.
e. A company that fulfills Cogne Acciai Speciali S.p.A.’s contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
f. A company in which all capital contributing shareholders make endorsements/guarantees for it and Cogne Acciai Speciali S.p.A.’s joint-investment company in proportion to their shareholding percentages.
g. A company in the same industry as Cogne Acciai Speciali S.p.A. whereby either provides among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.
3. According to the endorsements/guarantees provided and financing regulations provided by Cogne Acciai Speciali S.p.A., the total limit on the amount of endorsements/guarantees cannot exceed 20% of the equity of Cogne Acciai Speciali S.p.A.’s current financial statements (including the consolidated financial statements). The limit on the amount of endorsements/guarantees provided and financing provided to a single enterprise cannot exceed the equity of the guaranteed company. The amount which is 125% of the net value multiplied by the equity percentage of the guarantee provider.

a. The limit on the amount of endorsements/guarantees provided was as follows:

EUR587,975 × 20% = EUR117,595 (\$4,229,892).

b. The limit on the amount of endorsements/guarantees provided to a single entity was as follows:

Degerfors Long Products AB: EUR34,691 × 125% × 100% = EUR43,364 (\$1,559,803).
4. The currency exchange rates as of March 31, 2025 were as follows: EUR to NT\$ = 1:35.97; SEK to NT\$ = 1:3.33.

WALSIN LIHWA EUROPE S.À R.L.S

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars and Euro Dollar)

No. (Note 1)	Endorsement/ Guarantee Provider	Guaranteed Party		Limits on Each Guaranteed Party's Endorsement/ Guarantee Amounts (Note 3)	Highest Balance for the Period	Ending Balance (Note 4)	Actual Amount Borrowed	Amount of Endorsement/ Guarantee Collateralized by Properties	Ratio of Accumulated Endorsement/ Guarantee to Net Equity Per Latest Financial Statement (%)	Maximum Collateral/ Guarantee Amounts Allowable (Note 3)	Guaranteed Provided by Parent Company	Guarantee Provided by A Subsidiary	Guarantee Provided to Subsidiaries in Mainland China
		Name	Nature of Relationship (Note 2)										
2	Walsin Lihwa Europe S.à r.l.	Cogne Acciai Speciali S.p.A.	b	\$ 37,011,547 (EUR 1,028,956)	\$ 4,676,100 (EUR 130,000)	\$ 4,676,100 (EUR 130,000)	\$ 4,676,100 (EUR 130,000)	\$ 4,653,349	3.43	\$ 13,219,407 (EUR 367,512)	No	No	No

Notes:

1. The information on Walsin Lihwa Europe S.à r.l. and its subsidiaries is listed and labeled on the entitled “No.” column.

a. “0” represents Walsin Lihwa Europe S.à r.l.
b. Subsidiaries are numbered consecutively starting from 1.
2. The relationship between Walsin Lihwa Europe S.à r.l. and the endorsed/guaranteed entities can be classified into the following categories.

a. A company with which Walsin Lihwa Europe S.à r.l. does business.
b. A company in which Walsin Lihwa Europe S.à r.l. directly and indirectly holds more than 50% of the voting shares.
c. A company that directly and indirectly holds more than 50% of the voting shares in Walsin Lihwa Europe S.à r.l.
d. A company in which Walsin Lihwa Europe S.à r.l. directly or indirectly holds 90% or more of the voting shares.
e. A company that fulfills Walsin Lihwa Europe S.à r.l.’s contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
f. A company in which all capital contributing shareholders make endorsements/guarantees for it and Walsin Lihwa Europe S.à r.l.’s joint-investment company in proportion to their shareholding percentages.
g. A company in the same industry as Walsin Lihwa Europe S.à r.l. whereby either provides among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.
3. According to the endorsements/guarantees provided and financing regulations provided by C Walsin Lihwa Europe S.à r.l., the total limit on the amount of endorsements/guarantees cannot exceed 100% of the equity of Walsin Lihwa Europe S.à r.l.’s current financial statements (including the consolidated financial statements). The limit on the amount of endorsements/guarantees provided and financing provided to a single enterprise cannot exceed the equity of the guaranteed company. The amount which is 250% of the net value multiplied by the equity percentage of the guarantee provider.

a. The limit on the amount of endorsements/guarantees provided was as follows:

EUR367,512 × 100% = EUR367,512 (\$13,219,407).

b. The limit on the amount of endorsements/guarantees provided to a single entity was as follows:

Cogne Acciai Speciali S.p.A.: EUR587,975 × 250% × 70% = EUR1,028,956 (\$37,011,547).
4. The currency exchange rates as of March 31, 2025 were as follows: EUR to NT\$ = 1:35.97.

TABLE 3

WALSIN LIHWA CORPORATION

SIGNIFICANT MARKETABLE SECURITIES HELD
MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Issuer of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2025				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Walsin Lihwa Corporation	<u>Share</u> HannStar Display Corp.	The holding company is a director of the issuer company	Financial assets at fair value through other comprehensive income - non-current	299,632,180	\$ 2,268,216	10.19	\$ 2,268,216	
	HannStar Board Corp.	The chairman of the holding company and the chairman of the company are second-class relatives	Financial assets at fair value through other comprehensive income - non-current	58,653,635	3,067,585	12.06	3,067,585	
	TECO Electric & Machinery Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	231,104,730	11,324,132	10.81	11,324,132	
	Kuang Tai Metal Industrial Co., Ltd.	The holding company is a director of the issuer company	Financial assets at fair value through other comprehensive income - non-current	9,631,802	439,091	9.39	439,091	
	Hwa Bao Botanic Conservation Corp.	The holding company is a supervisor of the issuer company	Financial assets at fair value through other comprehensive income - non-current	27,000,000	264,686	15.00	264,686	

Note: This table presents the marketable securities that the Company has determined should be disclosed in accordance with the principle of materiality.

TABLE 4

WALSIN LIHWA CORPORATION

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Walsin Lihwa Corporation	Kuang Tai Metal Industrial Co., Ltd.	Director of the related party	Sale	\$ (348,902)	(2)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ 59,332	2	
	Walsin Singapore Pte. Ltd.	100% indirectly owned subsidiary	Purchase	4,049,851	21	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(363,235)	(9)	

TABLE 4-1

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of Renminbi Dollars and U.S. Dollars)

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Yantai Huaxin Stainless Steel Co., Ltd.	Changshu Walsin Specialty Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (94,058)	(14)	The terms are set by quotations on the local market and are similar to those of general customers	Normal	Normal	RMB 74,659	21	
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (85,255)	(12)	The terms are set by quotations on the local market and are similar to those of general customers	Normal	Normal	RMB 48,347	13	
	Walsin Singapore Pte. Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Purchase	US\$ 14,954	11	The terms are set by quotations on the local market and are similar to those of general customers	Normal	Normal	US\$ (4,698)	(14)	
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchase	RMB 85,255	86	The terms are set by quotations on the local market and are similar to those of general customers	Normal	Normal	RMB (48,347)	(30)	
Changshu Walsin Specialty Steel Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchase	RMB 94,058	82	The terms are set by quotations on the local market and are similar to those of general customers	Normal	Normal	RMB (74,659)	(37)	

TABLE 4-2

WALSIN SINGAPORE PTE. LTD.

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of U.S. Dollars)**

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Walsin Singapore Pte. Ltd.	Walsin Lihwa Corporation	Parent company	Sales	US\$ (123,100)	(53)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 10,939	64	
	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Sales	US\$ (14,954)	(6)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 4,698	28	
	PT. Sunny Metal Industry	Subsidiary	Purchases	US\$ 40,386	16	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ (1,326)	(13)	
	PT.Walhsu Metal Industry	Subsidiary	Purchases	US\$ 52,502	20	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ (7,976)	(80)	
PT. Sunny Metal Industry	Walsin Singapore Pte. Ltd.	Parent company	Sales	US\$ (40,386)	(34)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 1,326	1	
	PT. Walhsu Metal Industry	Subsidiary	Sales	US\$ (52,142)	(44)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 153,877	93	
PT. Walhsu Metal Industry	Walsin Singapore Pte. Ltd.	Parent company	Sales	US\$ (52,502)	(79)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ 7,976	91	
	PT. Sunny Metal Industry	Parent company	Purchases	US\$ 52,142	96	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	US\$ (153,877)	(97)	

TABLE 4-3

WALSIN LIHWA EUROPE S.A R.L. AND SUBSIDIARIES

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of Euro Dollars)**

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Cogne Acciai Speciali S.p.A.	Cogne Edeltahl Gmbh	Transactions between parent company and subsidiaries	Sale	\$ (10,255)	(5)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ 7,579	4	
	Cogne France Societe par Actions Simplifiee	Transactions between parent company and subsidiaries	Sale	(4,167)	(2)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	3,755	2	
	Cogne Speciality Steel USA, Inc.	Transactions between parent company and subsidiaries	Sale	(6,472)	(3)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	2,603	1	
	Cogne Stainless Bars SA	Transactions between parent company and subsidiaries	Sale	(5,928)	(3)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	2,364	1	
	Cogne U.K. Limited	Transactions between parent company and subsidiaries	Sale	(4,484)	(2)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	4,082	2	
	Dong Guan Cogne Steel Products Co., Ltd.	Transactions between parent company and subsidiaries	Sale	(4,483)	(2)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,090	1	
	Degerfors Long Products AB	Transactions between parent company and subsidiaries	Sale	(12,532)	(7)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	13,956	7	
	Special Melted Products Limited	Transactions between parent company and subsidiaries	Sale	(4,031)	(2)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	13,098	7	
	DMV France S.A.S.	Transactions between parent company and subsidiaries	Sale	(10,579)	(6)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	12,481	7	

(Continued)

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Cogne Stainless Bars SA	Ferriere di Stabio SA	Substantive related party	Sale	\$ (5,409)	(3)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ 1,882	1	
	Novametal SA	Substantive related party	Sale	(15,197)	(8)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	5,363	3	
	DMV Deutschland GmbH	Transactions between parent company and subsidiaries	Sale	(3,099)	(2)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	2,229	1	
	Cogne Edelstahl GmbH	Both are subsidiaries of Walsin Lihwa Europe s.a r.l.	Sale	(3,434)	(50)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	3,422	57	
	Com.Steel Inox S.p.A.	Transactions between subsidiaries and parent company	Sale	(33,806)	(84)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	22,036	76	
	Special Melted Products Limited	Transactions between subsidiaries and parent company	Sale	(12,212)	(41)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	6,216	14	
	Cogne Edelstahl GmbH	Transactions between subsidiaries and parent company	Purchase	10,255	60	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(7,579)	(49)	
	Cogne France Societe par Actions Simplifiee	Transactions between subsidiaries and parent company	Purchase	4,167	81	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,755)	(70)	
	Cogne Speciality Steel USA, Inc.	Transactions between subsidiaries and parent company	Purchase	6,472	81	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(2,603)	(59)	
Cogne Stainless Bars SA	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	5,928	93	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(2,364)	(76)	

(Continued)

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Cogne U.K. Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	\$ 4,484	86	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ (4,082)	(68)	
Dong Guan Cogne Steel Products Co., Ltd.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	4,483	85	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(1,090)	(44)	
Degerfors Long Products AB	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	12,532	52	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(13,956)	(57)	
Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	4,031	21	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(13,098)	(31)	
DMV France S.A.S.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	10,579	16	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(12,481)	(9)	
DMV Deutschland GmbH	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	3,099	5	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(2,229)	(2)	
Cogne Edelstahl GmbH	Cogne Stainless Bars SA	Both are subsidiaries of Walsin Lihwa Europe s.a r.l.	Purchase	3,434	20	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,422)	(22)	
Cogne Acciai Speciali S.p.A.	Com.Steel Inox S.p.A.	Transactions between parent company and subsidiaries	Purchase	33,806	21	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(22,036)	(4)	
Cogne Acciai Speciali S.p.A.	Special Melted Products Limited	Transactions between parent company and subsidiaries	Purchase	12,212	8	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(6,216)	(1)	

(Concluded)

TABLE 5

WALSIN LIHWA CORPORATION

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Walsin Lihwa Corporation	Walsin Singapore Pte. Ltd.	100% directly owned subsidiary	Other receivables \$ 332,895	-	\$ -	-	\$ -	\$ -

TABLE 5-1

WALSIN LIHWA HOLDINGS LIMITED AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2025
(In Thousands of Renminbi and U.S. Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Walsin Lihwa Holdings Limited	Walsin (China) Investment Co., Ltd.	100% directly owned subsidiary	Other receivables \$ 230,724	-	\$ -	-	\$ -	\$ -
Walsin (China) Investment Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both subsidiaries of Walsin Lihwa Corporation	Other receivables 2,599,946	-	-	-	-	-
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both subsidiaries of Walsin Lihwa Corporation	Other receivables 144,532	-	-	-	-	-
	XiAn Walsin Metal Product Co., Ltd.	Both subsidiaries of Walsin Lihwa Corporation	Other receivables 186,003	-	-	-	-	-
	Nanjing Taiwan Trade Mart Management Co., Ltd.	Both subsidiaries of Walsin Lihwa Corporation	Other receivables 102,877	-	-	-	-	-
	Walsin (Nanjing) Development Co., Ltd.	Both subsidiaries of Walsin Lihwa Corporation	Other receivables 143,780	-	-	-	-	-
Walsin International Investments Limited	Walsin Lihwa Corporation	Parent company	Other receivables US\$ 151,694	-	-	-	-	-
	Borrego Energy, LLC	Both subsidiaries of Walsin Lihwa Corporation	Other receivables US\$ 8,078	-	-	-	-	-
	Borrego Energy Holdings, LLC	Both subsidiaries of Walsin Lihwa Corporation	Other receivables US\$ 21,019	-	-	-	-	-
	Walsin (China) Investment Co., Ltd.	Both subsidiaries of Walsin Lihwa Corporation	Other receivables 2,602,277	-	-	-	-	-
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin (China) Investment Co., Ltd.	Parent company	Other receivables 51,658	-	-	-	-	-

Note: Amounts are stated in thousands of Renminbi, except those stated in thousands of U.S. dollars.

TABLE 5-2

CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2025
(In Thousands of Renminbi)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Yantai Walsin Stainless Steel Co., Ltd.	Changshu Walsin Specialty Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Trade receivables \$ 74,659	6.47	\$ -	-	\$ 66,123	\$ -
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Trade receivables 48,347	6.33	-	-	32,916	-
	Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 147,169		-	-		-

TABLE 5-3

WALSIN SINGAPORE PTE. LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2025
(In Thousands of U.S. Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Walsin Singapore Pte. Ltd.	Walsin Lihwa Corporation	Parent company	Trade receivables \$ 10,939	22.97	\$ -	-	\$ 10,939	\$ -
	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Trade receivables 4,698	12.30	-	-	4,698	-
	PT. Sunny Metal Industry	Subsidiary	Other receivables 322,233	-	-	-	-	-
	Walsin Lihwa Europe S.a r.l.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 143,070	-	-	-	-	-
PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Subsidiary	Trade receivables 153,877	1.26	-	-	56,914	-
PT. Walhsu Metal Industry	Walsin Singapore Pte. Ltd.	Parent company	Trade receivables 7,976	26.58	-	-	2,668	-
Walsin Singapore Pte. Ltd.	Innovation West Mantewe Pte. Ltd	Associate Walsin Lihwa Corporation	Other receivables 18,238	-	-	-	-	-

TABLE 5-4

PT. WALSIN NICKEL INDUSTRIAI INDONESIA

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2025
(In Thousands of U.S. Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
PT. Walsin Nickel Industrial Indonesia	PT. Sunny Metal Industry	Subsidiary	Other receivables \$ 31,046	-	\$ -	-	\$ -	\$ -

TABLE 5-5

WALSIN INFO-ELECTRIC CORP.

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Walsin Info-Electric Corp.	Walsin Lihwa Corporation	Parent company	Other receivables \$ 100,561	-	\$ -	-	\$ -	\$ -

TABLE 5-6

COGNE ACCIAI SPECIALI S.P.A

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2025
(In Thousands of Euro)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Aosta Servizi Generali S.r.l.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables \$ 5,069	1.89	\$ -	-	\$ 1,032	\$ -
Cogne Acciai Speciali S.p.A.	Cogne U.K. Limited	Transactions between parent company and subsidiaries	Trade receivables 4,082	4.90	-	-	1,166	-
	Novametal SA	Substantive related party	Trade receivables 5,363	9.88	-	-	5,168	-
	Degerfors Long Products AB	Transactions between parent company and subsidiaries	Trade receivables 13,956	3.96	-	-	1,437	-
	Special Melted Products Limited	Transactions between parent company and subsidiaries	Trade receivables 13,098	1.46	-	-	-	-
	Cogne Mexico Sociedad Anonima de Capital Variable	Transactions between parent company and subsidiaries	Trade receivables 3,582	3.00	-	-	-	-
	DMV Italia S.r.l.	Transactions between parent company and subsidiaries	Other receivables 3,076	-	-	-	-	-
	DMV USA, Inc.	Transactions between parent company and subsidiaries	Other receivables 10,255	-	-	-	-	-
	DMV France S.A.S.	Transactions between parent company and subsidiaries	Trade receivables 12,481	5.45	-	-	1,625	-
	Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Transactions between parent company and subsidiaries	Trade receivables 4,637	2.51	-	-	-	-
	Cogne Edelstahl Gmbh	Transactions between parent company and subsidiaries	Trade receivables 7,579	8.13	-	-	2,738	-
	Cogne France Societe par Actions Simplifiee	Transactions between parent company and subsidiaries	Trade receivables 3,755	5.03	-	-	1,244	-
DMV GmbH	DMV Italia S.r.l.	Transactions between parent company and subsidiaries	Other receivables 4,559	-	-	-	-	-
	DMV France S.A.S.	Transactions between parent company and subsidiaries	Other receivables 17,663	-	-	-	-	-
Cogne Stainless Bars SA	Cogne Edelstahl Gmbh	Both are subsidiaries of Walsin Lihwa Corporation	Trade receivables 3,422	4.41	-	-	781	-
Degerfors long products	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables 2,900	3.28	-	-	-	-

(Continued)

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Com.Steel Inox S.p.A.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables \$ 22,036	6.11	\$ -	-	\$ 11,545	\$ -
Dong Guan Cogne Steel Products Co., Ltd.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables 4,079	0.84	-	-	3,565	-
Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables 6,216	14.31	-	-	-	-

(Concluded)

TABLE 6

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE GROUP EXERCISES SIGNIFICANT INFLUENCE
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, U.S. Dollars, Hong Kong dollars and Euro)

Information of investees that Walsin Lihwa Corporation and its subsidiaries have controlling power or significant influence was as follows:

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of March 31, 2025			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				March 31, 2025	December 31, 2024	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Walsin Lihwa Corporation	Walsin Lihwa Holdings Limited	British Virgin Islands	Investments holding	\$ 103,022	\$ 103,022	2,730,393	100.00	\$ 22,633,356	\$ 19,010	\$ 18,946	
	Concord Industries Limited	British Virgin Islands	Investments holding	14,408,033	14,408,033	332,498,375	100.00	2,827,272	(343,634)	(343,634)	
	Ace Result Global Limited	British Virgin Islands	Investments holding	1,587,416	1,587,416	44,739,988	100.00	436,423	(4,149)	(4,149)	
	Min Maw Precision Industry Corp.	Taiwan	Solar power systems management, design, and installation	180,368	180,368	37,058,059	100.00	435,642	1,554	1,554	
	Waltuo Green Resources Corporation	Taiwan	Waste disposal, resource recovery and cement products	10,000	10,000	1,828,287	100.00	(6,101)	(2,121)	(2,121)	
	Chin-Cherng Construction Co.	Taiwan	Investment in the construction of residential, sale of commercial buildings, rental design and interior decoration business	135,412	135,412	529,955,805	99.22	5,348,902	(53,776)	(53,050)	
	Walsin Info-Electric Corp.	Taiwan	Mechanical and electrical, communications, and power systems	270,034	270,034	29,854,246	99.51	331,369	349	347	
	PT. Walsin Lippo Industries	Indonesia	Steel wires	481,663	481,663	10,500	70.00	1,119,047	11,662	8,163	
	PT. Walsin Lippo Kabel	Indonesia	Production and sale of cables and wires	12,004	12,004	2,999,500	70.00	11,778	795	557	
	Joint Success Enterprises Limited	British Virgin Islands	Investments holding	689,979	689,979	21,344,562	49.05	4,170,795	(115,329)	(56,569)	
	Chin-Xin Investment Co., Ltd.	Taiwan	Investments	2,237,969	2,237,969	179,468,270	37.00	5,134,820	(17,929)	(6,634)	
	Tsai Yi Corporation	Taiwan	Management and investments holding	457,610	457,610	49,831,505	33.97	903,165	(73,876)	(25,096)	
	Concord II Venture Capital Co., Ltd.	Taiwan	Venture capital and consulting affairs	257,860	257,860	26,670,699	26.67	162,928	(6,381)	(1,702)	
	Winbond Electronics Corp.	Taiwan	Research, development, production and sale of semiconductors and related components	9,799,646	9,799,646	995,000,540	22.11	20,034,528	(1,091,142)	(241,252)	
	Walton Advanced Engineering, Inc.	Taiwan	Production, sale, and testing of semiconductors	1,185,854	1,185,854	109,628,376	21.17	2,260,924	105,990	22,339	
	Walsin Technology Corp.	Taiwan	Production and sale of ceramic capacitors	1,649,039	1,649,039	88,902,325	18.30	9,053,701	585,336	112,783	
	PT. Walsin Nickel Industrial Indonesia	Indonesia	Production and sale of nickel pig iron	1,509,171	1,509,171	500,000	50.00	6,178,179	296,816	155,151	
	Walsin Precision Technology Corp.	Malaysia	Production and sale of stainless steel plates	434,994	434,994	32,178,385	100.00	665,398	8,115	8,115	
	Walsin Singapore Pte. Ltd.	Singapore	Investments holding	30,911,410	30,911,410	873,000,000	100.00	37,580,837	189,266	142,778	
	Walsin Energy Cable System Co., Ltd.	Taiwan	Submarine communication cables	2,700,000	2,700,000	270,000,000	90.00	2,470,585	(56,643)	(51,266)	
	Walsin Lihwa Europe S.a r.l.	Luxembourg	Investments holding	15,017,777	12,848,247	12,000	100.00	13,219,407	(59,094)	(59,094)	
	PT. Walsin Research Innovation Indonesia	Indonesia	Consulting and management	65,909	65,909	20,930	99.67	50,372	(790)	(787)	
	Walsin America, LLC	USA	Investments	196,654	196,654	N/A	100.00	(667,025)	(55,038)	(55,038)	
	Innovation West Majtewe Pte. Ltd.	Singapore	Investments holding	1,310,393	1,310,393	2,600,020	20.00	1,300,113	(28,561)	(6,615)	
Walsin Lihwa Holding Limited	Walsin International Investments Limited	Hong Kong	Investments	HK\$ 3,802,165	HK\$ 3,802,165	3,802,164,702	100.00	18,254,487	66,599	66,599	
Walsin America, LLC	Borrego Energy Holdings, LLC	USA	Investments	US\$ 38,147	US\$ 38,147	N/A	72.55	(668,552)	(74,726)	(54,217)	
Borrego Energy Holdings, LLC	Borrego Energy, LLC	USA	Grid-connected solar electric systems	US\$ 52,576	US\$ 52,576	N/A	100.00	(989,522)	(59,209)	(59,209)	
	Cleanleaf Energy Holdings, Inc	USA	Investments	US\$ 7,500	US\$ 7,500	1,266,000	83.45	(26,121)	(18,593)	(15,517)	
Cleanleaf Energy Holdings, Inc.	Cleanleaf Energy. LLC.	USA	Operation and Maintenance of Solar Energy Systems	US\$ 7,500	US\$ 7,500	N/A	100.00	(31,300)	(18,593)	(18,593)	
Concord Industries Limited	Walsin Specialty Steel Corp.	British Virgin Islands	Commerce and investments	US\$ 82,893	US\$ 82,893	82,893,195	100.00	1,863,537	38,401	38,401	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of March 31, 2025			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				March 31, 2025	December 31, 2024	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Chin-Cherng Construction Co.	Joint Success Enterprises Limited Dinghsin Development Co., Ltd. Concord II Venture Capital Co., Ltd. Chin-Xin Investment Co., Ltd.	British Virgin Islands Taiwan Taiwan Taiwan	Investments	\$ 725,493	\$ 725,493	22,175,438	50.95	\$ 4,268,391	\$ (115,329)	\$ (58,760)	
			Investment of real estate and related business	8,540	8,540	2,119,200	35.32	36,762	1,332	470	
			Venture capital and consulting affairs	1,603	1,603	172,342	0.17	1,053	(6,381)	(11)	
			Investments	54,154	54,154	3,264,092	0.67	94,891	(17,929)	(120)	
Walsin Singapore Pte. Ltd.	PT. Walsin Nickel Industrial Indonesia PT. Sunny Metal Industry Berg Holding Limited PT. Walsin Everising Specialty Steel Indonesia	Indonesia Indonesia Hong Kong Indonesia	Production and sale of nickel pig iron	US\$ 42,000	US\$ 42,000	420,000	42.00	5,332,222	296,816	124,663	
			Manufacture and sale of nickel matte	US\$ 200,000	US\$ 200,000	50,100	50.10	6,124,669	(181,678)	(170,747)	
			Investments holding	US\$ 118,659	US\$ 118,644	29,527,500	75.00	3,486,374	(71,507)	(101,912)	
			Production and processing of special metal materials	US\$ 6,151	US\$ 6,151	6,151,064	29.50	198,380	(19,703)	(5,812)	
Walsin Lihwa Europe S.a r.l.	MEG S.A. Walsin Lihwa Italy S.r.l. Advanced Manufacturing Holdings Limited	Luxembourg Italy United Kingdom	Investments holding	EUR 425,203	EUR 379,703	8,915	100.00	14,608,257	(84,973)	(84,973)	
			Sale of stainless steel	EUR 10	EUR -	N/A	100.00	360	-	-	
			Enhancement of special metal materials	EUR 1,382	EUR -	15,000	15.00 (Note 1)	49,728	-	-	
MEG S.A.	Cogne Acciai Speciali S.p.A.	Italy	Production and sale of stainless steel	EUR 146,292	EUR 146,292	307,456,589	70.00	14,327,308	(120,759)	(84,531)	
PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 18,581	US\$ 18,581	18,581,400	99.90	(305,944)	(132,243)	(130,821)	
PT. Walsin Nickel Industrial Indonesia	PT. Walhsu Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 19	US\$ 19	18,600	0.10	(224)	(132,243)	(132)	
Min Maw Precision Industry Corp.	PT. Walsin Research Innovation Indonesia	Indonesia	Consulting and management	224	224	70	0.33	145	(790)	(4)	
Berg Holding Limited	PT. Sunny Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 59,443	US\$ 59,443	39,350	39.35	1,894,578	(181,678)	(71,490)	

Note 1: A 32.50% equity interest was jointly acquired with the subsidiary Special Melted Products Limited.

Note 2: Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars, euro and Hong Kong dollars.

TABLE 7

WALSIN LIHWA CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, U.S. Dollars, Renminbi and Euro)

1. The names of investee companies in mainland China, their main businesses and products, total amount of paid-in capital, investment type, investment flows, percentage of ownership in investment, investment gain or loss, carrying amount, accumulated inward remittance of earnings and upper limit on investment in mainland China were as follows:

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 17)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025
					Outward	Inward						
Jiangyin Walsin Steel Cable Co., Ltd.	Manufacture and sale of steel cables and wires	\$ 664,100 (US\$ 20,000)	b	\$ 864,691 (US\$ 26,041) (Note 2)	\$ - -	\$ - -	\$ 864,691 (US\$ 26,041) (Note 2)	\$ (24,763)	100.00	\$ (24,763)	\$ 695,302	\$ -
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Manufacture and sale of cables and wires	518,895 (US\$ 15,627)	b	496,614 (US\$ 14,956) (Note 3)	- -	- -	496,614 (US\$ 14,956) (Note 3)	15,440	95.71	14,780	625,314	-
Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	5,913,146 (US\$ 178,080)	b	2,801,838 (US\$ 84,380) (Note 4)	- -	- -	2,801,838 (US\$ 84,380) (Note 4)	(10,304)	100.00	(15,926)	2,249,244	-
Walsin (China) Investment Co., Ltd.	Investments	2,609,913 (US\$ 78,600)	b	2,609,913 (US\$ 78,600) (Note 5)	- -	- -	2,609,913 (US\$ 78,600) (Note 5)	(50,485)	100.00	(50,485)	4,140,905	-
Changshu Walsin Specialty Steel Co., Ltd.	Manufacture and sale of specialized steel tubes	3,220,885 (US\$ 97,000)	b	3,220,885 (US\$ 97,000) (Note 6)	- -	- -	3,220,885 (US\$ 97,000) (Note 6)	38,356	100.00	38,356	1,815,562	-
Dongguan Walsin Wire & Cable Co., Ltd.	Manufacture and sale of bare copper cables and wires	863,330 (US\$ 26,000)	b	863,330 (US\$ 26,000) (Note 7)	- -	- -	863,330 (US\$ 26,000) (Note 7)	(14,409)	100.00	(14,409)	1,500,856	-
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Manufacture and sale of cold-rolled stainless steel and flat rolled products	1,627,045 (US\$ 49,000)	b	1,627,045 (US\$ 49,000) (Note 8)	- -	- -	1,627,045 (US\$ 49,000) (Note 8)	(131,135)	100.00	(131,135)	602,454	-
XiAn Walsin Metal Product Co., Ltd. (Note 11)	Manufacture and sale of specialized stainless steel plates	1,837,897 (US\$ 55,350)	b	1,001,131 (US\$ 30,150)	- -	- -	1,001,131 (US\$ 30,150)	(2,949)	100.00	(2,949)	(956,715)	-
Yantai Walsin Stainless Steel Co., Ltd.	Production and sale of electronic components and new alloy materials	12,288,008 (US\$ 370,065) (Note 9)	b	8,232,416 (US\$ 247,927)	- -	- -	8,232,416 (US\$ 247,927)	(401,628)	100.00	(401,628)	1,316,121	-
Yantai Huaxin Renewable Resources Co., Ltd.	Recycling, processing, and sales of renewable resources	18,503 (RMB 4,000) (Note 15)	b	- (RMB -)	- -	- -	- (RMB -)	(179)	100.00	(179)	18,323	-
Changzhou China Steel Precision Materials Co., Ltd.	Melting and forging of nonferrous metallic materials and composites as well as new types of alloys	1,447,738 (US\$ 43,600) (Note 13)	b	434,321 (US\$ 13,080)	- -	- -	434,321 (US\$ 13,080)	14,670	30.00	4,402	512,394	1,051,104 (US\$ 31,655)
Nanjing Taiwan Trade Mart Management Co., Ltd.	Business and asset management, consulting and advertising services	33,205 (US\$ 1,000)	b	33,205 (US\$ 1,000)	- -	- -	33,205 (US\$ 1,000)	(2,132)	100.00	(2,132)	(566,248)	-

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 17)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025
					Outward	Inward						
Shaanxi Tianhong Silicon Industrial Corporation	Polysilicon production	5,550,948 (RMB 1,200,000)	b	\$ - (US\$ -)	\$ - -	\$ - -	\$ - (US\$ -)	\$ -	19.00	\$ -	\$ - (Note 10)	\$ -
Jiangsu Taiwan Trade Mart Development Co., Ltd.	Development and management of Nanjing Taiwan Trade Mart Management Co., Ltd.	46,258 (RMB 10,000)	b	10,094 (US\$ 304)	- -	- -	10,094 (US\$ 304)	-	20.00	-	10,579	-
Shaanxi Electronic Group Optoelectronics Technology Co., Ltd. (Note 12)	Communications equipment and electronic components	719,759 (RMB 155,597)	b	- (RMB -)	- -	- -	- (RMB -)	6,429	6.02	-	66,200	-
Walsin (Nanjing) Development Co., Ltd.	Construction, rental and sale of buildings and industrial factories	1,660,250 (US\$ 50,000)	b	1,653,609 (US\$ 49,800) (Note 14)	- -	- -	1,653,609 (US\$ 49,800) (Note 14)	(115,261)	99.60	(114,801)	8,403,219	-
Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	4,626 (RMB 1,000)	b	- -	- -	- -	- -	1,835	99.60	1,830	(21,038)	-
Dong Guan Cogne Steel Products Co., Ltd	Stainless steel products	830,511 (EUR 23,089)	b	- EUR -	- -	- -	- EUR -	5,867	70.00	4,107	650,013	-
Hangzhou Futong Electric Industries Co., Ltd.	Power cable accessories and technology development, technical service, technical advisory	462,579 (RMB 100,000)	b	- US\$ -	- -	- -	- US\$ -	(1,811)	51.00	926	131,243	-

2. The upper limit on investment of WLC in mainland China was as follows:

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2025 (NT\$ and US\$ in Thousands)	Investment Amounts Authorized by the Investment Commission, MOEA (NT\$ and US\$ in Thousands)	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA (NT\$ in Thousands)
\$20,806,519 (US\$624,608)	\$21,734,632 (US\$654,559)	N/A (Note 18)

Notes:

- Investments can be classified into three categories as follows:
 - Direct investment in mainland China.
 - Reinvestment in mainland China through companies in a third country companies.
 - Others.
- Including US\$15,000 thousand investment through Walsin (China) Investment Co., Ltd.
- Including US\$14,950 thousand investment through Walsin (China) Investment Co., Ltd.
- Including US\$13,300 thousand investment through Walsin (China) Investment Co., Ltd., US\$53,000 thousand investment through Ace Result Global Ltd. and US\$22,730 thousand dividends appropriated from Dongguan Walsin Wire & Cable Co., Ltd., Jiangying Walsin Steel Cable Co., Ltd., Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. and Hangzhou Walsin Power Cable & Wire Co., Ltd.
- Capital investment of US\$28,600 thousand was contributed from the accounts payable of Walsin (China) Investment Co., Ltd. to Walsin Lihwa Holdings Limited.
- Including US\$20,000 thousand investment through Walsin Specialty Steel Corp. and US\$42,000 thousand dividends appropriated from Changshu Walsin Specialty Steel Co., Ltd. and Shanghai Baihe Walsin Lihwa Specialty Steel Co., Ltd.
- Investment through Walsin (China) Investment Co., Ltd.

(Continued)

- 8. Including investments through Walsin (China) Investment Co., Ltd. of US\$4,500 thousand and US\$4,500 thousand of the own capital of Walsin (China) Investment Co., Ltd.
- 9. Including investments of its own capital of RMB578,796 thousand from Shanghai Baihe Walsin Lihwa Specialty Steel Co., Ltd., Changzhou Wujin NSL Co., Ltd. and Changshu Walsin Specialty Steel Co., Ltd. and RMB3,750 thousand investments through Changzhou Wujin NSL Co., Ltd. Including US\$32,927 thousand investment through Yantai Huanghai Iron and Steel Co., Ltd. and Yantai Dazhong Recycling Resource Co., Ltd. which were merged.
- 10. The amount was adjusted by the capital of XiAn Lv Jing Technology Co., Ltd. of RMB228,000 thousand and the fair value.
- 11. XiAn Walsin Metal Product Co., Ltd. merged XiAn Lv Jing Technology Co., Ltd. and XiAn Walsin Opto-electronic Limited.
- 12. Shaanxi Electronic Group Optoelectronics Technology Co., Ltd. was formerly known as Shaanxi Optoelectronics Technology Co., Ltd.
- 13. The amount included capitalization of retained earnings of US\$7,280 thousand.
- 14. The amount included investment through Joint Success Enterprise Limited approved in the previous years.
- 15. Investment through Yantai Walsin Stainless Steel Co., Ltd.
- 16. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars, Renminbi and Euro.
- 17. The currency exchange rates as of March 31, 2025 were as follows: US\$ to NT\$ = 1:33.205, RMB to NT\$ = 1:4.62579, EUR to NT\$ = 1:35.97. The average exchange rates of March 31, 2025 were as follows: US\$ to NT\$ = 1:32.899, RMB to NT\$ = 1:4.58579, EUR to NT\$ = 1: 34.59.
- 18. The basis for recognizing investment gains and losses in the current period is the financial report reviewed by an international accounting firm that has a cooperative relationship with the accounting firm of the Republic of China.
- 19. Upper limit on investment:

WLC was approved as the operation headquarter by the Industrial Development Bureau, Ministry of Economic Affairs and is thus exempted from the related regulations of “Regulations Governing the Approval of Investment or Technical Cooperation in Mainland China”.

(Concluded)

TABLE 7-1

CHIN-CHERNG CONSTRUCTION CO. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of Renminbi and U.S. Dollars)

1. The names of investee companies in mainland China, main businesses and products, total amount of paid-in capital, investment type, investment flows, percentage of ownership in investment, investment gain or loss, carrying amount, accumulated inward remittance of earnings and upper limit on investment in mainland China were as follows:

(In Thousands of U.S. Dollars and Renminbi)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 16)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025
					Outward	Inward						
Walsin (Nanjing) Development Co., Ltd	Construction, rental and sale of buildings and industrial factories	US\$ 50,000	Note 1	US\$ 25,475	\$ -	\$ -	US\$ 25,475	\$ 25,134	50.95	\$ 12,806	\$ 929,252	\$ -
Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	1,000	Note 1	-	-	-	-	400	50.95	204	(2,327)	-

2. The upper limit on investment in mainland China

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2025 (NT\$ and US\$ in Thousands)	Investment Amounts Authorized by the Investment Commission, MOEA (NT\$ and US\$ in Thousands)	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA (NT\$ in Thousands)
US\$25,475	US\$25,475	NT\$3,234,571 (Note 3)

Note 1: Investing in companies in mainland China through the companies already established and existing in the areas other than Taiwan and mainland China.

Note 2: The basis for recognizing investment gains and losses in the current period is the financial statements reviewed by an international accounting firm that has a cooperative relationship with the accounting firm of the Republic of China.

Note 3: The upper limit on investment in mainland China was as follows:

$$\text{NT\$5,390,951 thousand} \times 60\% = \text{NT\$3,234,571 thousand}.$$

Note 4: Amounts are stated in thousands of Renminbi, except those stated in thousands of U.S. dollars.

TABLE 8

WALSIN LIHWA CORPORATION AND INVESTEEES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of U.S. Dollars, Renminbi and Euro)**

No.	Company Name	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	Percentage of Consolidated Total Gross Sales or Total Assets (%)
1	Walsin (China) Investment Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	RMB 2,599,946	Based on capital demand	4
2	Walsin International Investments Limited	Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Other receivables	US\$ 151,694	Based on capital demand	2
		Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	RMB 2,602,277	Based on capital demand	4
3	Yantai Walsin Stainless Steel Co., Ltd.	Changshu Walsin Specialty Steel Co., Ltd.	Transactions between subsidiaries	Sales	RMB 94,058	The terms are set by quotations on the local market and are similar to those of general customers	1
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Transactions between subsidiaries	Sales	RMB 85,255	The terms are set by quotations on the local market and are similar to those of general customers	1
4	Walsin Singapore Pte. Ltd.	PT. Sunny Metal Industry	Transactions between parent company and subsidiaries	Other receivables	US\$ 322,233	Based on capital demand	4
		Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Sales	US\$ 123,100	The terms are set by quotations on the local market and are similar to those of general customers	9
		Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Sales	US\$ 14,954	The terms are set by quotations on the local market and are similar to those of general customers	1
		Walsin Lihwa Europe S.a r.l.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	US\$ 143,070	Based on capital demand	2
5	PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Transactions between parent company and subsidiaries	Trade receivables	US\$ 153,877	The terms are set by quotations on the local market and are similar to those of general customers	2
		Walsin Singapore Pte. Ltd.	Transactions between subsidiaries and parent company	Sales	US\$ 40,386	The terms are set by quotations on the local market and are similar to those of general customers	3
		PT. Walhsu Metal Industry	Transactions between parent company and subsidiaries	Sales	US\$ 52,142	The terms are set by quotations on the local market and are similar to those of general customers	4
6	PT. Walhsu Metal Industry	Walsin Singapore Pte. Ltd.	Transactions between subsidiaries and parent company	Sales	US\$ 52,502	The terms are set by quotations on the local market and are similar to those of general customers	4

(Continued)

No.	Company Name	Counterparty	Relationship	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	Percentage of Consolidated Total Gross Sales or Total Assets (%)
7	Cogne Acciai Speciali S.p.A.	Cogne Edelstahl Gmbh	Transactions between parent company and subsidiaries	Sales	EUR 10,255	The terms are set by quotations on the local market and are similar to those of general customers	1
		Degerfors Long Products AB	Transactions between parent company and subsidiaries	Sales	EUR 12,532	The terms are set by quotations on the local market and are similar to those of general customers	1
		DMV France S.A.S.	Transactions between parent company and subsidiaries	Sales	EUR 10,579	The terms are set by quotations on the local market and are similar to those of general customers	1
8	Com.Steel Inox S.p.A.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	EUR 33,806	The terms are set by quotations on the local market and are similar to those of general customers	3
9	Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	EUR 12,212	The terms are set by quotations on the local market and are similar to those of general customers	1

(Concluded)