

**Walsin Lihwa Corporation and  
Subsidiaries**

**Consolidated Financial Statements for the  
Six Months Ended June 30, 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 June 30, 2025 and 2024, the related consolidated statements of comprehensive income for the three months ended June 30, 2025 and 2024 and for the six months ended June 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the six months then ended, and the related notes to the consolidated financial statements, including 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 June 30, 2025 and 2024, its consolidated financial performance for the three months ended June 30, 2025 and 2024 and its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

## **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 June 30, 2025 and 2024, the combined total assets of these subsidiaries were NT\$2,254,288 thousand and NT\$43,389,832 thousand, respectively, representing 0.83% and 16.12%, respectively, of the consolidated total assets; for the three months ended June 30, 2025 and 2024, the amounts of combined net operating revenue of these subsidiaries were NT\$506,246 thousand and NT\$8,652,542 thousand, respectively, representing 1.09% and 17.91%, of the consolidated net operating revenue; for the six months ended June 30, 2025 and 2024, the amounts of combined net operating revenue of these subsidiaries were NT\$917,258 thousand and NT\$17,000,469 thousand, respectively, representing 1.00% and 19.13%, 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

August 8, 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	June 30, 2025		December 31, 2024 (Restated)		June 30, 2024 (Restated)		January 1, 2024 (Restated)	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS</b>								
Cash and cash equivalents (Note 6)	\$ 15,259,456	6	\$ 10,757,417	4	\$ 12,104,590	5	\$ 16,347,012	6
Financial assets at fair value through profit or loss - current (Note 7)	117,220	-	5,677	-	919,531	-	1,508,943	1
Financial assets at amortized cost - current (Note 8)	59,417	-	9,221	-	9,294	-	727	-
Financial assets for hedging - current (Note 9)	1,296	-	238,305	-	25,425	-	346,441	-
Contract assets - current (Note 10)	628,692	-	571,669	-	887,442	-	996,025	-
Notes receivable (Notes 11 and 37)	317,026	-	526,699	-	588,282	-	920,752	-
Trade receivables (Notes 11, 37 and 38)	15,984,449	6	14,967,386	6	18,764,377	7	14,991,531	6
Finance lease receivables (Notes 12 and 38)	65,268	-	64,183	-	63,116	-	62,067	-
Other receivables (Note 37)	6,489,800	2	5,286,906	2	4,930,110	2	3,707,450	2
Inventories (Note 13)	41,870,955	16	44,122,947	16	39,292,138	15	33,704,296	13
Other financial assets - current (Notes 6 and 38)	170,343	-	259,631	-	127,945	-	788,894	-
Other current assets (Note 22)	6,272,783	2	6,251,778	2	7,065,778	3	5,377,850	2
Total current assets	87,236,705	32	83,061,819	30	84,778,028	32	78,751,988	30
<b>NON-CURRENT ASSETS</b>								
Financial assets at fair value through profit or loss - non-current (Note 7)	60,327	-	66,607	-	74,485	-	1,263,649	-
Financial assets at fair value through other comprehensive income - non-current (Note 14)	17,669,702	7	18,640,109	7	19,797,478	7	18,823,172	7
Financial assets at amortized cost - non-current (Note 8)	58,251	-	130,699	-	129,275	-	184,613	-
Financial assets for hedging - non-current (Note 9)	4,492	-	24,956	-	64,655	-	53,439	-
Investments accounted for using the equity method (Note 16)	38,436,900	14	39,848,673	15	42,920,023	16	49,640,171	19
Property, plant and equipment (Notes 17 and 38)	82,687,797	31	84,592,885	31	80,582,625	30	78,705,431	29
Right-of-use assets (Note 18)	5,695,175	2	6,070,870	2	5,246,143	2	4,719,043	2
Investment properties (Note 19)	14,332,365	5	15,210,112	6	15,420,231	6	15,514,751	6
Goodwill (Note 20)	2,887,732	1	2,964,780	1	2,958,738	1	2,155,597	1
Other intangible assets (Note 21)	8,240,899	3	9,540,035	4	10,208,999	4	10,011,332	4
Deferred tax assets (Note 4)	7,035,730	3	6,369,581	2	5,163,113	2	4,234,852	1
Refundable deposits (Notes 6 and 38)	498,471	-	785,147	-	213,383	-	158,940	-
Finance lease receivables - non-current (Notes 12 and 38)	443,012	-	476,274	-	508,634	-	540,456	-
Other non-current assets (Notes 6, 22 and 38)	5,236,845	2	5,842,499	2	1,047,329	-	2,174,325	1
Total non-current assets	183,287,698	68	190,563,227	70	184,335,111	68	188,179,771	70
<b>TOTAL</b>	<b>\$ 270,524,403</b>	<b>100</b>	<b>\$ 273,625,046</b>	<b>100</b>	<b>\$ 269,113,139</b>	<b>100</b>	<b>\$ 266,931,759</b>	<b>100</b>
<b>LIABILITIES AND EQUITY</b>								
<b>CURRENT LIABILITIES</b>								
Short-term borrowings (Note 23)	\$ 11,997,123	5	\$ 17,909,079	7	\$ 14,209,677	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)	943,740	-	356,596	-	104,394	-	22,746	-
Financial liabilities for hedging - current (Note 9)	33,056	-	15,475	-	1,532	-	5,878	-
Contract liabilities - current	43,908	-	165,913	-	10,135	-	13,828	-
Notes payable	79,142	-	372,846	-	261,806	-	317,865	-
Trade payables (Note 37)	13,957,946	5	14,411,306	5	17,732,168	7	16,390,669	6
Other payables (Note 25)	11,952,397	4	12,047,108	5	14,686,126	6	12,069,796	5
Current tax liabilities (Note 4)	2,099,450	1	2,545,752	1	2,727,499	1	5,861,143	2
Lease liabilities - current (Note 18)	344,401	-	600,124	-	258,381	-	257,859	-
Current portion of long-term borrowings and bonds payable (Notes 23 and 24)	3,655,713	1	6,016,646	2	3,872,698	1	1,640,420	1
Other current liabilities	1,959,124	1	2,173,028	1	1,842,620	1	2,671,050	1
Total current liabilities	47,066,000	17	59,759,646	22	55,707,036	21	50,759,328	19
<b>NON-CURRENT LIABILITIES</b>								
Financial liabilities at fair value through profit or loss - non-current (Note 7)	111,979	-	563,583	-	545,550	-	484,429	-
Financial liabilities for hedging - non-current (Note 9)	913	-	827	-	-	-	2,705	-
Bonds payable (Note 24)	12,800,000	5	12,850,616	5	12,903,108	5	12,951,405	5
Long-term borrowings (Note 23)	49,229,156	18	37,358,178	14	31,986,222	12	31,924,532	12
Long-term notes and bills payable (Note 23)	1,997,996	1	-	-	1,499,290	-	2,998,822	1
Deferred tax liabilities (Note 4)	6,683,718	3	6,878,607	2	6,898,845	3	7,228,734	3
Lease liabilities - non-current (Note 18)	3,525,958	1	3,342,782	1	2,837,528	1	2,765,167	1
Net defined benefit liabilities - non-current (Note 4)	1,077,404	-	1,121,785	-	298,988	-	349,381	-
Other non-current liabilities (Note 34)	4,315,422	2	4,281,556	2	3,919,028	1	3,097,217	1
Total non-current liabilities	79,742,546	30	66,397,934	24	60,888,559	22	61,802,392	23
Total liabilities	126,808,546	47	126,157,580	46	116,595,595	43	112,561,720	42
<b>EQUITY ATTRIBUTABLE TO OWNERS OF WLC (Note 27)</b>								
Share capital	44,313,329	16	40,313,329	15	40,313,329	15	40,313,329	15
Capital surplus	37,314,477	14	33,592,347	12	33,613,681	12	33,624,917	13
Retained earnings								
Legal reserve	10,345,438	4	10,065,084	3	10,065,084	4	9,538,222	4
Special reserve	2,712,250	1	2,712,250	1	2,712,250	1	2,712,250	1
Unappropriated earnings	44,995,431	16	46,175,938	17	46,256,787	17	48,285,234	18
Total retained earnings	58,053,119	21	58,953,272	21	59,034,121	22	60,535,706	23
Other equity								
Exchange differences on translation of the financial statement of foreign operations	(9,462,319)	(4)	(349,614)	-	(778,002)	-	(4,948,056)	(2)
Unrealized gain on financial assets at fair value through other comprehensive income	6,880,132	3	8,058,069	3	13,629,884	5	14,068,677	5
Loss on hedging instruments	(94,848)	-	(83,438)	-	(38,466)	-	(65,100)	-
Other equity - others	(3,166,520)	(1)	(3,235,079)	(1)	(3,235,079)	(1)	(2,774,650)	(1)
Total other equity	(5,843,555)	(2)	4,389,938	2	9,578,337	4	6,280,871	2
Total equity attributable to owners of WLC	133,837,370	49	137,248,886	50	142,539,468	53	140,754,823	53
<b>NON-CONTROLLING INTERESTS</b>	9,878,487	4	10,218,580	4	9,978,076	4	13,615,216	5
Total equity	143,715,857	53	147,467,466	54	152,517,544	57	154,370,039	58
<b>TOTAL</b>	<b>\$ 270,524,403</b>	<b>100</b>	<b>\$ 273,625,046</b>	<b>100</b>	<b>\$ 269,113,139</b>	<b>100</b>	<b>\$ 266,931,759</b>	<b>100</b>

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

(With Deloitte &amp; Touche review report dated August 8, 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 June 30				For the Six Months Ended June 30			
	2025		2024 (Restated)		2025		2024 (Restated)	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Note 28)	\$ 46,430,967	100	\$ 48,313,810	100	\$ 91,274,078	100	\$ 88,863,647	100
OPERATING COSTS (Note 13)	<u>(43,047,581)</u>	<u>(93)</u>	<u>(44,196,791)</u>	<u>(91)</u>	<u>(84,191,869)</u>	<u>(93)</u>	<u>(82,137,410)</u>	<u>(93)</u>
GROSS PROFIT	<u>3,383,386</u>	<u>7</u>	<u>4,117,019</u>	<u>9</u>	<u>7,082,209</u>	<u>7</u>	<u>6,726,237</u>	<u>7</u>
OPERATING EXPENSES								
Selling and marketing expenses	769,745	2	698,122	2	1,462,596	2	1,265,298	1
General and administrative expenses	2,028,050	4	1,657,937	3	3,988,640	4	3,224,337	4
Research and development expenses	<u>88,007</u>	<u>-</u>	<u>120,321</u>	<u>-</u>	<u>183,230</u>	<u>-</u>	<u>204,630</u>	<u>-</u>
Total operating expenses	<u>2,885,802</u>	<u>6</u>	<u>2,476,380</u>	<u>5</u>	<u>5,634,466</u>	<u>6</u>	<u>4,694,265</u>	<u>5</u>
PROFIT FROM OPERATIONS	<u>497,584</u>	<u>1</u>	<u>1,640,639</u>	<u>4</u>	<u>1,447,743</u>	<u>1</u>	<u>2,031,972</u>	<u>2</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income	126,401	-	98,186	-	255,905	-	210,233	-
Dividend income	518,596	1	2,028	-	518,596	1	510,701	1
Other income	130,314	-	103,609	-	216,123	-	312,749	-
Foreign exchange gain (loss), net	571,479	1	(98,669)	-	489,924	1	(248,490)	-
Loss on valuation of financial assets and liabilities at fair value through profit or loss	(560,378)	(1)	(523,977)	(1)	(32,006)	-	(394,017)	(1)
Other expenses	(84,126)	-	(48,610)	-	(327,738)	-	(167,558)	-
(Loss) gain on disposal of property, plant and equipment	(6,799)	-	41	-	(8,718)	-	(2,323)	-
Loss on disposal of investment properties	(925)	-	-	-	(925)	-	-	-
Impairment (loss) Reversal (Note 29)	(33)	-	(12,597)	-	18	-	(12,558)	-
Gain on disposal of investments (Note 29)	158,375	1	1,362,131	3	334,511	-	1,448,437	2
Interest expense	(640,078)	(1)	(545,867)	(1)	(1,299,287)	(1)	(1,151,203)	(1)
Share of (loss) profit of associates accounted for using the equity method	<u>(326,415)</u>	<u>(1)</u>	<u>708,083</u>	<u>1</u>	<u>(473,355)</u>	<u>(1)</u>	<u>723,393</u>	<u>1</u>
Total non-operating income and expenses	<u>(113,589)</u>	<u>-</u>	<u>1,044,358</u>	<u>2</u>	<u>(326,952)</u>	<u>-</u>	<u>1,229,364</u>	<u>2</u>
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	383,995	1	2,684,997	6	1,120,791	1	3,261,336	4
INCOME TAX EXPENSE (Notes 4 and 30)	<u>(18,418)</u>	<u>-</u>	<u>(451,463)</u>	<u>(1)</u>	<u>(146,572)</u>	<u>-</u>	<u>(299,773)</u>	<u>(1)</u>
NET PROFIT FOR THE PERIOD	<u>365,577</u>	<u>1</u>	<u>2,233,534</u>	<u>5</u>	<u>974,219</u>	<u>1</u>	<u>2,961,563</u>	<u>3</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 June 30				For the Six Months Ended June 30			
	2025		2024 (Restated)		2025		2024 (Restated)	
	Amount	%	Amount	%	Amount	%	Amount	%
Items that will not be reclassified subsequently to profit or loss:								
Remeasurement of defined benefit plans	2,117	-	3,613	-	2,117	-	2,838	-
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(22,606)	-	(1,077,888)	(2)	(962,528)	(1)	915,706	1
Share of the other comprehensive income (loss) of associates accounted for using the equity method	<u>50,942</u>	<u>-</u>	<u>(610,392)</u>	<u>(2)</u>	<u>(263,473)</u>	<u>-</u>	<u>(1,310,417)</u>	<u>(1)</u>
	<u>30,453</u>	<u>-</u>	<u>(1,684,667)</u>	<u>(4)</u>	<u>(1,223,884)</u>	<u>(1)</u>	<u>(391,873)</u>	<u>-</u>
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating of the financial statements of foreign operations	(10,708,260)	(23)	1,383,140	3	(8,739,133)	(10)	4,302,410	5
Gain (loss) on hedging instruments	558	-	7,006	-	(11,662)	-	33,332	-
Share of the other comprehensive (loss) income of associates accounted for using the equity method	<u>(1,039,963)</u>	<u>(2)</u>	<u>33,814</u>	<u>-</u>	<u>(802,719)</u>	<u>(1)</u>	<u>209,510</u>	<u>-</u>
	<u>(11,747,665)</u>	<u>(25)</u>	<u>1,423,960</u>	<u>3</u>	<u>(9,553,514)</u>	<u>(11)</u>	<u>4,545,252</u>	<u>5</u>
Other comprehensive (loss) income for the period, net of income tax	<u>(11,717,212)</u>	<u>(25)</u>	<u>(260,707)</u>	<u>(1)</u>	<u>(10,777,398)</u>	<u>(12)</u>	<u>4,153,379</u>	<u>5</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>\$ (11,351,635)</b>	<b>(24)</b>	<b>\$ 1,972,827</b>	<b>4</b>	<b>\$ (9,803,179)</b>	<b>(11)</b>	<b>\$ 7,114,942</b>	<b>8</b>
<b>NET PROFIT ATTRIBUTABLE TO:</b>								
Owners of WLC	\$ 488,450	1	\$ 2,193,785	5	\$ 1,167,524	1	\$ 3,013,997	3
Non-controlling interests	<u>(122,873)</u>	<u>-</u>	<u>39,749</u>	<u>-</u>	<u>(193,305)</u>	<u>-</u>	<u>(52,434)</u>	<u>-</u>
	<u>\$ 365,577</u>	<u>1</u>	<u>\$ 2,233,534</u>	<u>5</u>	<u>\$ 974,219</u>	<u>1</u>	<u>\$ 2,961,563</u>	<u>3</u>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>								
Owners of WLC	\$ (10,398,799)	(22)	\$ 1,543,164	3	\$ (9,180,511)	(10)	\$ 6,818,937	8
Non-controlling interests	<u>(952,836)</u>	<u>(2)</u>	<u>429,663</u>	<u>1</u>	<u>(622,668)</u>	<u>(1)</u>	<u>296,005</u>	<u>-</u>
	<u>\$ (11,351,635)</u>	<u>(24)</u>	<u>\$ 1,972,827</u>	<u>4</u>	<u>\$ (9,803,179)</u>	<u>(11)</u>	<u>\$ 7,114,942</u>	<u>8</u>
<b>EARNINGS PER SHARE (Note 31)</b>								
Basic	<u>\$ 0.12</u>		<u>\$ 0.54</u>		<u>\$ 0.29</u>		<u>\$ 0.75</u>	
Diluted	<u>\$ 0.12</u>		<u>\$ 0.54</u>		<u>\$ 0.29</u>		<u>\$ 0.75</u>	

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

(With Deloitte & Touche review report dated August 8, 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											
	Retained Earnings					Other Equity					Non-controlling Interests	Total Equity
	Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	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		
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 (Note 27)												
Legal reserve	-	-	526,862	-	(526,862)	-	-	-	-	-	-	-
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)	-	-	-	(460,429)	(615,320)	26,730	(588,590)
Changes in capital surplus from investments in associates accounted for using the equity method	-	15,609	-	-	43,859	-	(43,859)	-	-	15,609	-	15,609
Net profit for the six months ended June 30, 2024	-	-	-	-	3,013,997	-	-	-	-	3,013,997	(52,434)	2,961,563
Other comprehensive income (loss) for the six months ended June 30, 2024, net of income tax	-	-	-	-	3,186	4,170,054	(394,934)	26,634	-	3,804,940	348,439	4,153,379
Total comprehensive income (loss) for the six months ended June 30, 2024	-	-	-	-	3,017,183	4,170,054	(394,934)	26,634	-	6,818,937	296,005	7,114,942
Others	-	(115)	-	-	-	-	-	-	-	(115)	-	(115)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(3,959,875)	(3,959,875)
BALANCE ON JUNE 30, 2024 (AS RESTATED)	\$ 40,313,329	\$ 33,613,681	\$ 10,065,084	\$ 2,712,250	\$ 46,256,787	\$ (778,002)	\$ 13,629,884	\$ (38,466)	\$ (3,235,079)	\$ 142,539,468	\$ 9,978,076	\$ 152,517,544
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 (Note 27)												
Legal reserve	-	-	280,354	-	(280,354)	-	-	-	-	-	-	-
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	-	62,369	-	-	(62,351)	-	49,903	-	68,559	118,480	-	118,480
Issuance of ordinary shares for cash	4,000,000	3,593,091	-	-	-	-	-	-	-	7,593,091	-	7,593,091
Share-based payments (Note 32)	-	66,800	-	-	-	-	-	-	-	66,800	-	66,800
Net profit for the six months ended June 30, 2025	-	-	-	-	1,167,524	-	-	-	-	1,167,524	(193,305)	974,219
Other comprehensive income (loss) for the six months ended June 30, 2025, net of income tax	-	-	-	-	3,920	(9,112,705)	(1,227,840)	(11,410)	-	(10,348,035)	(429,363)	(10,777,398)
Total comprehensive income (loss) for the six months ended June 30, 2025	-	-	-	-	1,171,444	(9,112,705)	(1,227,840)	(11,410)	-	(9,180,511)	(622,668)	(9,803,179)
Others	-	(130)	-	-	-	-	-	-	-	(130)	-	(130)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	282,575	282,575
BALANCE ON JUNE 30, 2025	\$ 44,313,329	\$ 37,314,477	\$ 10,345,438	\$ 2,712,250	\$ 44,995,431	\$ (9,462,319)	\$ 6,880,132	\$ (94,848)	\$ (3,166,520)	\$ 133,837,370	\$ 9,878,487	\$ 143,715,857

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

(With Deloitte & Touche review report dated August 8, 2025)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2025	2024 (Restated)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 1,120,791	\$ 3,261,336
Adjustments for:		
Depreciation expenses	3,726,323	3,949,671
Amortization expenses	605,959	729,313
Expected credit (reversed) loss recognized on trade receivables	(65,544)	7,623
Net loss on fair value changes of financial assets and liabilities at fair value through profit or loss	32,006	394,017
Interest expenses	1,299,287	1,151,203
Interest income	(255,905)	(210,233)
Dividend income	(518,596)	(510,701)
Compensation costs of employee share options	66,800	-
Share of loss (profit) of associates accounted for using the equity method	473,355	(723,393)
Loss on disposal of property, plant and equipment	8,718	2,323
Loss on disposal of investment properties	925	-
Gain on disposal of investments	(334,511)	(1,448,437)
Impairment (reversed) loss recognized on non-financial assets	(18)	12,558
Unrealized loss (gain) on foreign currency exchange	136,899	(113,881)
Loss on lease modification	20,134	-
Changes in operating assets and liabilities		
Decrease in financial assets mandatorily classified as at fair value through profit or loss	178,733	1,058,172
(Increase) decrease in contract assets	(57,023)	108,583
Decrease in notes receivable	209,673	376,569
Increase in trade receivables	(1,017,063)	(1,522,974)
Increase in other receivables	(34,112)	(342,003)
Decrease (increase) in inventories	2,251,992	(4,331,685)
Increase in other current assets	(588,909)	(1,378,420)
Decrease in other financial assets	89,288	660,949
Decrease (increase) in other operating assets	361,809	(77,795)
Decrease in contract liabilities	(121,922)	(3,686)
Decrease in notes payable	(293,704)	(298,483)
(Decrease) increase in trade payables	(453,360)	625,447
Decrease in other payables	(1,572,389)	(405,187)
(Decrease) increase in other current liabilities	(413,514)	1,029,706
Decrease in net defined benefit liabilities	(44,381)	(50,393)
(Decrease) increase in other operating liabilities	(64,477)	100,572
Cash generated from operations	4,747,264	2,050,771
Interest received	73,021	198,169
Dividends received	32,635	2,405
Interest paid	(1,290,271)	(1,124,368)
Income tax paid	(1,345,668)	(4,793,798)

(Continued)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

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

	For the Six Months Ended June 30	
	2025	2024 (Restated)
Net cash generated from (used in) operating activities	<u>2,216,981</u>	<u>(3,666,821)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at amortized cost	(390)	(8,499)
Disposal of financial assets at amortized cost	8,906	64,717
Disposal of financial assets for hedging	236,593	343,103
Purchase of long-term equity investment by using the equity method	(354,089)	(84,106)
Disposal of long-term equity investment by using the equity method	-	3,360,020
Net cash outflow on acquisition of subsidiary	-	(1,387,322)
Payments for property, plant and equipment	(6,156,036)	(4,839,421)
Proceeds from disposal of property, plant and equipment	9,557	5,732
Proceeds from disposal of investment properties	20	-
Increase in advance receipts	-	104,598
Decrease in refundable deposits	138,939	88,838
Purchase of intangible assets	(34,682)	(27,376)
Purchase of investment properties	(5,863)	(1,730)
Other investing activities	<u>(516,455)</u>	<u>1,792,154</u>
Net cash used in investing activities	<u>(6,673,500)</u>	<u>(589,292)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Decrease) increase in short-term borrowings	(5,119,500)	1,327,341
Decrease in short-term notes and bills payable	(3,145,773)	-
Repayment of bonds	-	(51,113)
Proceeds from long-term borrowings	16,648,058	4,257,077
Repayment of long-term borrowings	(6,957,793)	(2,160,570)
Increase (decrease) in long-term notes and bills payable	1,997,996	(1,499,532)
Decrease in other payables	-	(70,801)
Repayment of the principal portion of lease liabilities	(249,843)	(143,943)
Increase in capital in cash	7,593,091	-
Acquisition of additional interests in subsidiary	-	(3,111,343)
Changes in non-controlling interests	283,089	(399,509)
Other financing activities	<u>(130)</u>	<u>(115)</u>
Net cash generated from (used in) financing activities	<u>11,049,195</u>	<u>(1,852,508)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>(2,090,637)</u>	<u>1,866,199</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	4,502,039	(4,242,422)

(Continued)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

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

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	For the Six Months Ended	
	June 30	
	2025	2024 (Restated)
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>\$ 15,259,456</u>	<u>\$ 12,104,590</u>

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

(With Deloitte & Touche review report dated August 8, 2025)

(Concluded)

# WALSIN LIHWA CORPORATION AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024 (In Thousands of New Taiwan Dollars)

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### 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 depository 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 August 8, 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

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB</u>
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023

## 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:

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

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

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

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

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

### IFRS 18 “Presentation and Disclosure in Financial Statements”

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

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

Except for the above impact, as of the date the financial statements were authorized for issue, the Company is continuously assessing the other impacts of the above amended standards and interpretations on the Company’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

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 expenses for the three months ended June 30, 2025 and the six months ended June 30, 2025, by NT\$280,086 thousand and NT\$576,212 thousand, and decreased amortization expenses, by NT\$46,699 thousand and NT\$96,549 thousand, respectively.

## 6. CASH AND CASH EQUIVALENTS

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand	\$ 2,741	\$ 63,362	\$ 3,576
Checking accounts and cash in banks	13,813,637	9,705,904	10,564,715
Cash equivalents			
Time deposits	1,331,649	877,033	857,557
Short-term bills	<u>111,429</u>	<u>111,118</u>	<u>678,742</u>
	<u>\$ 15,259,456</u>	<u>\$ 10,757,417</u>	<u>\$ 12,104,590</u>

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

	Purpose	June 30, 2025	December 31, 2024	June 30, 2024
Other financial assets - current				
Restricted deposits	To meet contract requirements for completing construction	\$ 11,239	\$ 54,126	\$ 92,045
	To secure short-term borrowings and letters of credit	148,129	192,668	22,240
Refundable deposits	Futures deposits	<u>10,975</u>	<u>12,837</u>	<u>13,660</u>
		<u>170,343</u>	<u>259,631</u>	<u>127,945</u>
Refundable deposits				
Other - pledged time deposits	To meet contract requirements for completing construction	53,180	52,537	51,951
Other non-current assets - other				
Pledged time deposits	To meet required security deposit	<u>1,464</u>	<u>1,562</u>	<u>1,560</u>
		<u>54,644</u>	<u>54,099</u>	<u>53,511</u>
		<u>\$ 224,987</u>	<u>\$ 313,730</u>	<u>\$ 181,456</u>

## 7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Commodity futures contracts	\$ 117,220	\$ -	\$ -
Foreign exchange forward contracts	-	-	16,274
Options	-	-	3,548
Exchange rate swap contracts	-	5,677	13,370
Non-derivative financial assets			
Contingent consideration	-	-	886,339
Foreign unlisted shares	<u>60,327</u>	<u>66,607</u>	<u>74,485</u>
Financial assets at FVTPL	<u>\$ 177,547</u>	<u>\$ 72,284</u>	<u>\$ 994,016</u>

(Continued)

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Current	\$ 117,220	\$ 5,677	\$ 919,531
Non-current	<u>60,327</u>	<u>66,607</u>	<u>74,485</u>
	<u>\$ 177,547</u>	<u>\$ 72,284</u>	<u>\$ 994,016</u>

Financial liabilities held for trading

Derivative financial liabilities (not under hedge accounting)

Commodity futures contracts	\$ -	\$ 322,273	\$ 104,394
Foreign exchange forward contracts	104,586	34,323	-
Exchange rate swap contracts	355,341	-	-
Options	211	-	-
Non-derivative financial liabilities			
Contingent consideration	<u>595,581</u>	<u>563,583</u>	<u>545,550</u>

Financial liabilities at FVTPL \$ 1,055,719 \$ 920,179 \$ 649,944

Current	\$ 943,740	\$ 356,596	\$ 104,394
Non-current	<u>111,979</u>	<u>563,583</u>	<u>545,550</u>

\$ 1,055,719 \$ 920,179 \$ 649,944

(Concluded)

- a. As of June 30, 2025, December 31, 2024 and June 30, 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>June 30, 2025</u>							
Commodity futures contracts							
Copper	Buy	12,850	2024.12.20- 2025.06.30	2025.07.16- 2026.03.18	US\$ 123,485	US\$ 126,872	US\$ 3,387
Copper	Buy	5,305	2025.01.23- 2025.06.26	2025.08.01- 2026.06.01	RMB 412,043	RMB 417,851	RMB 5,808
Copper	Sell	1,225	2025.06.04- 2025.06.27	2025.07.16- 2025.09.26	US\$ 10,039	US\$ 10,235	US\$ (196)
Nickel	Buy	360	2025.05.19- 2025.06.23	2025.08.19- 2025.09.23	US\$ 5,428	US\$ 5,426	US\$ (2)
<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)

(Continued)

	Type of Transaction	Quantity (Tons)	Trade Date	Expiration Date	Exercise Price (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<u>June 30, 2024</u>							
Commodity futures contracts							
	Copper	Buy	10,616	2024.02.07-2024.06.27	2024.07.01-2025.02.19	US\$ 106,064 US\$ 102,673	US\$ (3,391)
	Copper	Sell	925	2024.06.18-2024.06.28	2024.07.17	US\$ 8,846 US\$ 8,770	US\$ 76
	Nickel	Buy	150	2024.06.11-2024.06.27	2024.09.11-2024.09.27	US\$ 2,613 US\$ 2,573	US\$ (40)
	Nickel	Sell	120	2024.05.21-2024.06.28	2024.08.21-2024.09.27	US\$ 2,200 US\$ 2,061	US\$ 139

(Concluded)

- b. As of June 30, 2025, December 31, 2024 and June 30, 2024, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
<u>June 30, 2025</u>			
Sell	USD to NTD	2025.07.14	USD10,000/NTD297,750
	USD to IDR	2025.07.14	USD7,000/IDR114,060,000
	USD to RMB	2025.07.14	USD8,185/RMB58,664
	EUR to MYR	2025.07.07-2025.11.19	EUR1,660/MYR8,125
	EUR to USD	2025.07.14-2025.09.08	EUR13,000/USD14,775
Buy	USD to IDR	2025.07.01-2025.07.31	USD102,000/IDR1,662,711,200
	USD to JPY	2025.07.08-2025.07.14	USD3,550/JPY508,032
	USD to NTD	2025.07.09-2025.11.13	USD185,000/NTD5,461,690
	USD to SGD	2025.07.14	USD8,185/SGD10,513
	USD to MYR	2025.08.29	USD104/MYR437
	EUR to USD	2025.07.31-2025.09.30	EUR6,156/USD6,795
	EUR to GBP	2025.07.10-2025.10.31	EUR7,529/GBP6,440
	EUR to BRL	2025.07.23-2025.10.22	EUR4,524/BRL29,590
	EUR to SEK	2025.07.31-2025.08.29	EUR10,045/SEK111,300
	SEK to EUR	2025.07.15-2025.08.29	SEK41,559/EUR3,800

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
Buy	USD to IDR	2025.01.06-2025.03.20	USD53,551/IDR847,599,840
	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
	SEK to GBP	2025.02.28	SEK3,432/GBP250
	SEK to EUR	2025.01.31-2025.02.28	SEK22,967/EUR2,000

(Continued)

	<b>Currency</b>	<b>Maturity Date</b>	<b>Notional Amount (In Thousands)</b>
<u>June 30, 2024</u>			
Sell	USD to NTD	2024.07.03	USD30,000/NTD971,620
	USD to IDR	2024.07.04-2024.09.11	USD39,291/IDR638,581,697
	EUR to MYR	2024.07.01-2024.07.15	EUR235/MYR1,201
Buy	EUR to USD	2024.07.03-2024.08.13	EUR59,125/USD64,048
	USD to IDR	2024.07.04-2024.07.31	USD93,000/IDR1,519,844,000
	EUR to KRW	2024.07.30-2024.09.27	EUR263/KRW390,000
	USD to JPY	2024.07.22	USD1,000/JPY154,135
	EUR to BRL	2024.07.31-2024.09.27	EUR1,784/BRL10,260
	EUR to GBP	2024.07.31-2024.09.27	EUR3,907/GBP3,340
	EUR to SEK	2024.07.30-2024.10.31	EUR6,231/SEK71,110
(Concluded)			

- c. As of June 30, 2025, December 31, 2024 and June 30, 2024, outstanding exchange rate swap contracts not under hedge accounting were as follows:

	<b>Currency</b>	<b>Maturity Date</b>	<b>Notional Amount (In Thousands)</b>
<u>June 30, 2025</u>			
	USD to NTD	2025.07.07-2025.11.17	USD393,207/NTD12,146,567
	USD to RMB	2025.07.02-2025.07.14	USD151,823/RMB1,100,000
	EUR to USD	2025.08.29	EUR561/USD611
<u>December 31, 2024</u>			
	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
<u>June 30, 2024</u>			
	USD to NTD	2024.07.02-2024.07.15	USD24,000/NTD780,444
	USD to RMB	2024.07.22-2024.08.19	USD56,000/RMB405,677
	USD to IDR	2024.07.18-2024.09.24	USD30,291/IDR490,549,697
	EUR to USD	2024.08.08	EUR30,000/USD32,421

- d. As of June 30, 2025, December 31, 2024 and June 30, 2024, outstanding commodity futures option contracts not under hedge accounting were as follows:

June 30, 2025

<b>Notional Amount</b>	<b>Type of Transaction</b>	<b>Buyer/Seller</b>	<b>Premium Paid</b>	<b>Fair Value</b>
US\$ 594	Put	Buyer	US\$ 7	US\$ -

June 30, 2024

<b>Notional Amount</b>	<b>Type of Transaction</b>	<b>Buyer/Seller</b>	<b>Premium Paid</b>	<b>Fair Value</b>
US\$ 1,836	Put	Buyer	US\$ 37	US\$ 109

- e. For the six months ended June 30, 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 has received NT\$1,273,115 thousand in the year 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.’s and Com.Steel Inox S.p.A. 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

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Current</u>			
Foreign investments			
Corporate bonds	\$ 316	\$ 15	\$ 15
Mutual funds	466	715	727
Government bonds	<u>58,635</u>	<u>8,491</u>	<u>8,552</u>
	<u>\$ 59,417</u>	<u>\$ 9,221</u>	<u>\$ 9,294</u>
<u>Non-current</u>			
Foreign investments			
Government bonds	<u>\$ 58,251</u>	<u>\$ 130,699</u>	<u>\$ 129,275</u>

The interest rates for the government bonds the Group purchased were 4.35%-4.75%, 0.50%-4.75% and 0.35%-4.75% as of June 30, 2025, December 31, 2024 and June 30, 2024.

## 9. FINANCIAL INSTRUMENTS FOR HEDGING

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Financial assets</u>			
Cash flow hedges - gas and electricity swap contracts	\$ -	\$ 15,574	\$ 10,190
Cash flow hedges – hedging foreign currency deposits	1,296	231,024	-
Cash flow hedges - interest rate swap contracts	4,492	16,663	63,522
Cash flow hedges - foreign exchange forward contracts	<u>-</u>	<u>-</u>	<u>16,368</u>
	<u>\$ 5,788</u>	<u>\$ 263,261</u>	<u>\$ 90,080</u>

(Continued)

	June 30, 2025	December 31, 2024	June 30, 2024
Current	\$ 1,296	\$ 238,305	\$ 25,425
Non-current	<u>4,492</u>	<u>24,956</u>	<u>64,655</u>
	<u>\$ 5,788</u>	<u>\$ 263,261</u>	<u>\$ 90,080</u>

Financial liabilities

Fair value hedges - nickel swap contracts	\$ 2,291	\$ 5,756	\$ 1,532
Cash flow hedges -hedging foreign exchange forward contracts	9,107	10,546	-
Cash flow hedges - gas and electricity swap contracts	<u>22,571</u>	<u>-</u>	<u>-</u>
	<u>\$ 33,969</u>	<u>\$ 16,302</u>	<u>\$ 1,532</u>

Current	\$ 33,056	\$ 15,475	\$ 1,532
Non-current	<u>913</u>	<u>827</u>	<u>-</u>
	<u>\$ 33,969</u>	<u>\$ 16,302</u>	<u>\$ 1,532</u>

(Concluded)

- 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 36.
- 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 36.
- 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 periods is as follows:

Financial Commodity	Type of Transaction	Quantity (Tons)	Trade Date	Maturity Date	Notional Amount (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<u>June 30, 2025</u>							
Gas	Buy	129,000 Tons	2024.09.13-2025.04.28	2025.10.31-2027.06.30	EUR 4,239	EUR 4,373	EUR 134
Electricity	Buy	118,200 Megawatt hours	2024.11.28-2025.05.15	2025.07.31-2026.09.30	EUR 6,057	EUR 5,266	EUR (791)
Nickle	Buy	188 Tons	2025.02.10-2025.06.30	2025.07.31-2025.11.30	EUR 2,427	EUR 2,360	EUR (67)

(Continued)

Financial Commodity	Type of Transaction	Quantity (Tons)	Trade Date	Maturity Date	Notional Amount (In Thousands)	Market Price (In Thousands)	Valuation (Loss) Gain (In Thousands)
<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>June 30, 2024</u>							
Gas	Buy	10,000 Tons	2024.02.19	2024.07.31-2024.09.30	EUR 269	EUR 364	EUR 95
Electricity	Buy	16,800 Megawatt hours	2024.02.12	2024.07.31-2024.09.30	EUR 1,146	EUR 1,344	EUR 198
Nickle	Buy	78 Tons	2024.05.03-2024.06.27	2024.07.31-2025.03.31	EUR 1,391	EUR 1,347	EUR (44)

(Concluded)

## 10. CONTRACT ASSETS

As of June 30, 2025, December 31, 2024 and June 30, 2024, contract balances were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Contract assets			
Cable installation	\$ 524,991	\$ 501,451	\$ 706,023
Solar power systems installation	103,701	70,218	181,419
Less: Allowance for impairment loss	<u>-</u>	<u>-</u>	<u>-</u>
Contract assets - current	<u>\$ 628,692</u>	<u>\$ 571,669</u>	<u>\$ 887,442</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

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Notes receivable</u>			
Notes receivable	<u>\$ 317,026</u>	<u>\$ 526,699</u>	<u>\$ 588,282</u>
<u>Trade receivables</u>			
Trade receivables	\$ 16,629,687	\$ 15,736,374	\$ 19,629,779
Less: Allowance for impairment loss	<u>(645,238)</u>	<u>(768,988)</u>	<u>(865,402)</u>
	<u>\$ 15,984,449</u>	<u>\$ 14,967,386</u>	<u>\$ 18,764,377</u>

## 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:

### June 30, 2025

	<b>Not Past Due</b>	<b>Up to 90 Days</b>	<b>91 to 180 Days</b>	<b>181 to 365 Days</b>	<b>Over 365 Days</b>	<b>Total</b>
Expected credit loss rate	0%-1%	0%-2%	0%-50%	0%-100%	50%-100%	
Gross carrying amount	\$ 13,734,674	\$ 2,036,865	\$ 83,771	\$ 142,828	\$ 631,549	\$ 16,629,687
Loss allowance (lifetime ECLs)	<u>(78,380)</u>	<u>(16,945)</u>	<u>(6,537)</u>	<u>(19,500)</u>	<u>(523,876)</u>	<u>(645,238)</u>
Amortized cost	<u>\$ 13,656,294</u>	<u>\$ 2,019,920</u>	<u>\$ 77,234</u>	<u>\$ 123,328</u>	<u>\$ 107,673</u>	<u>\$ 15,984,449</u>

### December 31, 2024

	<b>Not Past Due</b>	<b>Up to 90 Days</b>	<b>91 to 180 Days</b>	<b>181 to 365 Days</b>	<b>Over 365 Days</b>	<b>Total</b>
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>

### June 30, 2024

	<b>Not Past Due</b>	<b>Up to 90 Days</b>	<b>91 to 180 Days</b>	<b>181 to 365 Days</b>	<b>Over 365 Days</b>	<b>Total</b>
Expected credit loss rate	0%-1%	0%-2%	0%-50%	0%-100%	50%-100%	
Gross carrying amount	\$ 15,251,392	\$ 2,830,212	\$ 274,402	\$ 451,707	\$ 822,066	\$ 19,629,779
Loss allowance (lifetime ECLs)	<u>(85,689)</u>	<u>(38,002)</u>	<u>(20,237)</u>	<u>(86,773)</u>	<u>(634,701)</u>	<u>(865,402)</u>
Amortized cost	<u>\$ 15,165,703</u>	<u>\$ 2,792,210</u>	<u>\$ 254,165</u>	<u>\$ 364,934</u>	<u>\$ 187,365</u>	<u>\$ 18,764,377</u>

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

	<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 768,988	\$ 637,399
Add: Acquisitions through business combination	-	193,565
Add: Net remeasurement of loss allowance	-	7,623
Less: Reversal of impairment loss	(65,544)	-
Less: Amounts written off	(3,420)	(5,659)
Foreign exchange losses and gains	<u>(54,786)</u>	<u>32,474</u>
Balance at June 30	<u>\$ 645,238</u>	<u>\$ 865,402</u>

The amounts and the details of the factoring agreements for accounts receivable of the Group are set out in Notes 23, 36 and 38.

## 12. FINANCE LEASE RECEIVABLES

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
<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>165,620</u>	<u>206,299</u>	<u>246,979</u>
	572,415	613,094	653,774
Less: Unearned finance income	<u>(64,135)</u>	<u>(72,637)</u>	<u>(82,024)</u>
Net investment in leases presented as finance lease receivables	<u>\$ 508,280</u>	<u>\$ 540,457</u>	<u>\$ 571,750</u>
Current	\$ 65,268	\$ 64,183	\$ 63,116
Non-current	<u>443,012</u>	<u>476,274</u>	<u>508,634</u>
	<u>\$ 508,280</u>	<u>\$ 540,457</u>	<u>\$ 571,750</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 June 30, 2025, December 31, 2024 and June 30, 2024.

The finance lease receivables as of June 30, 2025, December 31, 2024 and June 30, 2024 were neither past due nor impaired.

The amounts of finance lease receivables pledged as collateral or for security are set out in Note 38.

### 13. INVENTORIES

	June 30, 2025	December 31, 2024	June 30, 2024
Manufacturing and trading industries			
Raw materials	\$ 10,598,089	\$ 10,611,861	\$ 8,572,559
Raw materials in transit	1,369,275	1,844,390	2,185,619
Supplies	2,064,215	1,990,854	1,960,517
Work-in-process	11,903,977	12,420,581	10,828,454
Finished goods and merchandise	13,384,893	14,568,269	13,098,465
Contracts in progress	<u>433,726</u>	<u>303,992</u>	<u>266,647</u>
	<u>39,754,175</u>	<u>41,739,947</u>	<u>36,912,261</u>
Real estate development industries			
Undeveloped land	3,434	3,434	3,434
Buildings and land held for sale	140,708	181,466	181,880
Contracts in progress	<u>1,972,638</u>	<u>2,198,100</u>	<u>2,194,563</u>
	<u>2,116,780</u>	<u>2,383,000</u>	<u>2,379,877</u>
	<u>\$ 41,870,955</u>	<u>\$ 44,122,947</u>	<u>\$ 39,292,138</u>

- a. The costs of goods sold related to inventories for the three months ended June 30, 2025 and 2024 were NT\$42,698,873 thousand and NT\$43,789,938 thousand, respectively, and the costs of goods sold related to inventories for the six months ended June 30, 2025 and 2024 were NT\$83,484,456 thousand and NT\$81,426,245 thousand, respectively.
- b. The cost of goods sold for the three months ended June 30, 2025 and 2024 included inventory write-downs of NT\$99,782 thousand and NT\$82,144 thousand, respectively, and the cost of goods sold for the six months ended June 30, 2025 and 2024 included reversals of inventory write-downs of NT\$265,248 thousand and NT\$101,560 thousand, respectively.
- c. 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

	June 30, 2025	December 31, 2024	June 30, 2024
Domestic listed ordinary shares			
HannStar Display Corp.	\$ 2,133,381	\$ 2,522,903	\$ 2,942,388
HannStar Board Corp.	3,607,199	3,120,373	3,563,846
TECO Electric & Machinery Corp.	10,931,254	12,063,667	12,364,103
K. S. Terminals Inc.	7,279	11,296	10,977
Domestic unlisted ordinary shares	908,703	820,738	835,127
Foreign unlisted ordinary shares	<u>81,886</u>	<u>101,132</u>	<u>81,037</u>
	<u>\$ 17,669,702</u>	<u>\$ 18,640,109</u>	<u>\$ 19,797,478</u>
Non-current	<u>\$ 17,669,702</u>	<u>\$ 18,640,109</u>	<u>\$ 19,797,478</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 June 30, 2025 and 2024, the unrealized valuation loss resulting from these investments in equity instruments were NT\$22,606 thousand and NT\$1,077,888 thousand, respectively, which were recognized in other comprehensive income (loss), and for the six months ended June 30, 2025 and 2024, the unrealized valuation (loss) gains resulting from these investments in equity instruments were NT\$(962,528) thousand and NT\$915,706 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 June 30, 2025, December 31, 2024 and June 30, 2024 were as follows:

Investor	Investee	Main Business	Percentage of Ownership (%)		
			June 30, 2025	December 31, 2024	June 30, 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	
			(Note 6)		
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 WLHL	Berg Holding Limited	Investment holding	75.00	75.00	75.00
	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
	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
Walsin (China) Investment Co., Ltd.	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
	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
	Dongguan Walsin Wire & Cable Co., Ltd.	Manufacture and sale of bare copper cables and wires	100.00	100.00	100.00
Dongguan Walsin Wire & Cable Co., Ltd.	Manufacture and sale of cables and wires	60.00	60.00	60.00	
Ace Result Global Limited	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	24.52	24.52	24.52
CIL	Walsin Specialty Steel Corp.	Sale of specialty steel products and investment holding	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
	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
Walsin Specialty Steel Corp.	Changshu Walsin Specialty Steel Co., Ltd.	Manufacture and sale of specialized steel tubes, rods and wires	100.00	100.00	100.00
Chin-Cherng	Joint Success Enterprises Limited	Investments	50.95	50.95	50.95
Joint Success Enterprises Limited	Walsin (Nanjing) Development Co., Ltd.	Construction, rental and sale of buildings and industrial factories	100.00	100.00	100.00
Walsin (Nanjing) Development Co., Ltd.	Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	100.00	100.00	100.00

(Continued)

Investor	Investee	Main Business	Percentage of Ownership (%)		
			June 30, 2025	December 31, 2024	June 30, 2024
Min Maw	PT. Walsin Research Innovation Indonesia	Consulting and management	0.33	0.33	0.50
Walsin America, LLC	Borrego Energy Holdings, LLC	Investment holding	72.55	72.55	72.55
Borrego Energy Holdings, LLC	Borrego Energy, LLC	Solar power system	100.00	100.00	100.00
	Cleanleaf Energy Holdings, Inc.	Investment holding	82.50 (Note 3)	100.00	100.00
Cleanleaf Energy Holdings, Inc.	Cleanleaf Energy, LLC	Operation and Maintenance of Solar Energy Systems	100.00	100.00	100.00
Walsin Lihwa Europe S.a.r.l.	MEG S.A.	Investment holding	100.00	100.00 (Note 1)	90.21 (Note 1)
	Walsin Lihwa Italy S.r.l.	Sale of stainless steel	100.00 (Note 10)	-	-
MEG S.A.	Cogne Acciai Speciali S.p.A.	Manufacture and sale of stainless steel	71.83 (Note 2)	70.00 (Note 2)	77.60 (Note 2)
Cogne Acciai Speciali S.p.A.	Cogne France Société par Actions Simplifiée	Sale of stainless steel	100.00	100.00	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	- (Note 11)	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
	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 (Note 5)	65.00
	DMV GmbH	Investment holding	100.00	100.00 (Note 7)	-
Cogne Stainless Bars SA	Aosta Servizi Generali S.r.l.	Machinery and Electrical maintenance	100.00	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	DMV Deutschland GmbH	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	100.00 (Note 8)	-
	DMV France S.A.S.	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	100.00 (Note 8)	-
	DMV SOTEP S.A.S.	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	100.00 (Note 8)	-
	DMV Italia S.R.L.	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	100.00 (Note 8)	-
	DMV USA, Inc.	Manufacturing of stainless steel and nickel-based alloy tubes	100.00	100.00 (Note 8)	-
PT. Walsin Nickel Industrial Indonesia	PT. Walhsu Metal Industry	Manufacture and sale of nickel matte	0.10	0.10	0.10 (Note 4)
PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Manufacture and sale of nickel matte	99.90	99.90	99.90 (Note 4)
Hangzhou Walsin Power Cable & Wire Co., Ltd.	Hangzhou Futong Electric Industries Co., Ltd.	Manufacture and sale of cables and wires	51.00	51.00	51.00
Yantai Walsin Stainless Steel Co., Ltd.	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%. On January 6, 2025, WLC's board of directors approved to increase capital in cash of Cogne Acciai Speciali S.P.A, and the capital increase base date was on June 9, 2025. MEG S.A. subscribed for additional new shares at a percentage different from its existing ownership percentage, resulting in an increase in the shareholding percentage from 70.00% to 71.83%.

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 100.00% to 82.50% 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 33.
- 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.
- Note 11: Cogne Hong Kong Limited was dissolved on January 24, 2025.
- b. The following entity was excluded from consolidation as of June 30, 2025, December 31, 2024 and June 30, 2024:

Investor	Investee	Main Business	Percentage of Ownership (%)			Note
			June 30, 2025	December 31, 2024	June 30, 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 June 30, 2025, December 31, 2024 and June 30, 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, and Walsin Precision Technology Sdn, Bhd. for the six months ended June 30, 2025, and 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 six months ended June 30, 2024 were not reviewed by the auditor of WLC but by other auditors. As of June 30, 2025 and 2024, the combined total assets of these subsidiaries were NT\$2,254,288 thousand and NT\$43,389,832 thousand, respectively; for the three months ended June 30, 2025 and 2024, the combined net operating revenues of these subsidiaries were NT\$506,246 thousand and NT\$8,652,542 thousand, respectively, and for the six months ended June 30, 2025 and 2024, the combined net operating revenues of these subsidiaries were NT\$917,258 thousand and NT\$17,000,469 thousand, respectively.

## 16. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments in associates:

Name of Associate	June 30, 2025		December 31, 2024		June 30, 2024	
	Carrying Amount	Ownership Percentage (%)	Carrying Amount	Ownership Percentage	Carrying Amount	Ownership Percentage (%)
<u>Material associates</u>						
Winbond Electronics Corp.	\$ 19,421,736	22.11	\$ 20,303,647	22.11	\$ 20,185,377	21.99
Walton Advanced Engineering, Inc.	2,141,202	21.17	2,164,134	21.17	2,278,281	21.17
Walsin Technology Corp.	8,287,103	18.30	9,047,293	18.30	9,195,694	18.30
<u>Associates that are not individually material</u>						
Others	<u>8,586,859</u>		<u>8,333,599</u>		<u>11,260,671</u>	
	<u>\$ 38,436,900</u>		<u>\$ 39,848,673</u>		<u>\$ 42,920,023</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	June 30, 2025	December 31, 2024	June 30, 2024
Winbond Electronics Corp.	<u>\$ 20,049,261</u>	<u>\$ 14,726,008</u>	<u>\$ 23,628,066</u>
Walton Advanced Engineering, Inc.	<u>\$ 1,474,502</u>	<u>\$ 1,529,316</u>	<u>\$ 2,269,307</u>
Walsin Technology Corp.	<u>\$ 7,227,759</u>	<u>\$ 8,223,465</u>	<u>\$ 10,490,474</u>

All the associates were accounted for using the equity method.

As of June 30, 2025, the dividends receivable from the above-mentioned associates of the Group was NT\$516,739 thousand, and it was listed under other receivables.

In January 2024, WLC disposed of its entire 29.5% shareholding in the associate PT. Westrong Metal Industry for a 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, and a gain of NT663,969 thousand was recognized under “Gain on Disposal of Investments.”

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, and a gain of NT\$7,315 thousand was recognized under “Gain on Disposal of Investments.”

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, and a gain of NT\$6,799 thousand was recognized under “Gain on Disposal of Investments.”

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 and May 2025, WLC purchased of its 34.32% shareholding in the associate Advanced Manufacturing Holdings Limited for a total purchase of GBP3,577 thousand.

The Group's share of profit and other comprehensive income of associates for the three months ended June 30, 2025 and 2024 and six months ended June 30, 2025 and 2024 were based on the associates' financial statements reviewed by independent auditors for the same period.

## 17. PROPERTY, PLANT AND EQUIPMENT

	<b>June 30, 2025</b>		<b>December 31, 2024</b>		<b>June 30, 2024</b>	
Assets used by the Group	<u>\$ 82,687,797</u>		<u>\$ 84,592,885</u>		<u>\$ 80,582,625</u>	
	<b>Land</b>	<b>Buildings and Improvements</b>	<b>Machinery and Equipment</b>	<b>Other Equipment</b>	<b>Construction in Progress</b>	<b>Total</b>
<b>Cost</b>						
Balance at January 1, 2025	\$ 4,302,092	\$ 37,279,782	\$ 77,606,637	\$ 13,372,278	\$ 11,832,093	\$ 144,392,882
Additions	-	307,231	673,807	90,407	4,926,455	5,997,900
Disposals	-	(15,927)	(171,632)	(78,050)	-	(265,609)
Reclassified	-	148,195	2,145,661	441,675	(2,740,181)	(4,650)
Effects of foreign currency exchange differences	(15,007)	(2,373,833)	(3,623,177)	(873,022)	(231,869)	(7,116,908)
Balance at June 30, 2025	<u>\$ 4,287,085</u>	<u>\$ 35,345,448</u>	<u>\$ 76,631,296</u>	<u>\$ 12,953,288</u>	<u>\$ 13,786,498</u>	<u>\$ 143,003,615</u>
<b>Accumulated depreciation and impairment</b>						
Balance at January 1, 2025	\$ 8,067	\$ 13,399,650	\$ 39,052,334	\$ 7,339,946	\$ -	\$ 59,799,997
Depreciation expenses	-	772,604	2,028,707	414,702	-	3,216,013
Disposals	-	(13,996)	(159,922)	(73,416)	-	(247,334)
Impairment losses (reversed)	-	-	-	(54)	-	(54)
Effects of foreign currency exchange differences	-	(701,536)	(1,371,404)	(379,864)	-	(2,452,804)
Balance at June 30, 2025	<u>\$ 8,067</u>	<u>\$ 13,456,722</u>	<u>\$ 39,549,715</u>	<u>\$ 7,301,314</u>	<u>\$ -</u>	<u>\$ 60,315,818</u>
Carrying amount at June 30, 2025	<u>\$ 4,279,018</u>	<u>\$ 21,888,726</u>	<u>\$ 37,081,581</u>	<u>\$ 5,651,974</u>	<u>\$ 13,786,498</u>	<u>\$ 82,687,797</u>
<b>Cost</b>						
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	127,535	959,275	117,926	927,525	2,246,089
Disposals	-	(5,082)	(211,890)	(180,051)	-	(397,023)
Acquisition through business combinations	-	1,273,734	1,812,573	424,665	11,418	3,522,390
Reclassified	-	401,746	2,893,775	286,581	(3,910,152)	(328,050)
Effects of foreign currency exchange differences	618	1,144,544	1,852,844	379,809	357,948	3,735,763
Balance at June 30, 2024	<u>\$ 4,114,831</u>	<u>\$ 33,004,940</u>	<u>\$ 73,886,904</u>	<u>\$ 13,032,774</u>	<u>\$ 13,334,506</u>	<u>\$ 137,373,955</u>
<b>Accumulated depreciation and impairment</b>						
Balance at January 1, 2024	\$ 8,067	\$ 10,981,058	\$ 32,552,709	\$ 6,347,521	\$ -	\$ 49,889,355
Depreciation expenses	-	702,863	2,398,827	413,020	-	3,514,710
Capitalized depreciation expense	-	-	378	139	-	517
Disposals	-	(2,575)	(208,313)	(178,080)	-	(388,968)
Acquisition through business combinations	-	662,529	1,620,026	380,844	-	2,663,399
Impairment losses (reversed)	-	-	12,567	(43)	-	12,524
Effects of foreign currency exchange differences	-	287,581	649,811	162,401	-	1,099,793
Balance at June 30, 2024	<u>\$ 8,067</u>	<u>\$ 12,631,456</u>	<u>\$ 37,026,005</u>	<u>\$ 7,125,802</u>	<u>\$ -</u>	<u>\$ 56,791,330</u>
Carrying amount at June 30, 2024	<u>\$ 4,106,764</u>	<u>\$ 20,373,484</u>	<u>\$ 36,860,899</u>	<u>\$ 5,906,972</u>	<u>\$ 13,334,506</u>	<u>\$ 80,582,625</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 June 30, 2025, December 31, 2024 and June 30, 2024, the recorded total carrying amount of such parcels of land amounted to NT\$256,301 thousand.
- c. After appropriate evaluation, the Group recognized impairment loss on property, plant and equipment of NT\$0 thousand and NT\$12,566 thousand for the three months ended June 30, 2025 and 2024, respectively, and the Group recognized a reversal of impairment loss and impairment (loss) on property, plant and equipment of NT\$54 thousand and NT\$(12,524) thousand for the six months ended June 30, 2025 and 2024, respectively.

## 18. LEASE ARRANGEMENTS

- a. Right-of-use assets

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>	
<u>Carrying amount</u>				
Land	\$ 3,518,946	\$ 3,814,277	\$ 3,905,732	
Buildings	1,006,565	1,085,714	577,463	
Machinery equipment	1,063,685	1,070,472	688,990	
Office equipment	66,777	58,094	44,615	
Transportation equipment	<u>39,202</u>	<u>42,313</u>	<u>29,343</u>	
	<u>\$ 5,695,175</u>	<u>\$ 6,070,870</u>	<u>\$ 5,246,143</u>	
	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Additions to right-of-use assets	<u>\$ 71,013</u>	<u>\$ 22,830</u>	<u>\$ 144,936</u>	<u>\$ 32,232</u>
Acquisitions through business combinations	<u>\$ -</u>	<u>\$ 133,462</u>	<u>\$ -</u>	<u>\$ 577,200</u>
Disposals	<u>\$ (46,920)</u>	<u>\$ -</u>	<u>\$ (49,081)</u>	<u>\$ -</u>

(Continued)

	For the Three Months Ended		For the Six Months Ended	
	June 30		June 30	
	2025	2024	2025	2024
Depreciation charge for right-of-use assets				
Land	\$ 41,073	\$ 34,902	\$ 84,186	\$ 72,858
Buildings	89,131	18,517	147,732	49,674
Machinery equipment	12,492	27,789	22,755	49,186
Office equipment	4,173	16,936	17,856	22,708
Transportation equipment	<u>5,160</u>	<u>4,129</u>	<u>10,130</u>	<u>8,159</u>
	<u>\$ 152,029</u>	<u>\$ 102,273</u>	<u>\$ 282,659</u>	<u>\$ 202,585</u>

(Concluded)

b. Lease liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Carrying amounts</u>			
Current	\$ 344,401	\$ 600,124	\$ 258,381
Non-current	<u>\$ 3,525,958</u>	<u>\$ 3,342,782</u>	<u>\$ 2,837,528</u>

Range of discount rates for lease liabilities were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Land	0.83%-8.746%	0.83%-8.746%	0.83%-6.123%
Buildings	2.50%-8.76%	2.278%-8.76%	2.278%-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%-5.615%

c. Other lease information

	For the Three Months Ended		For the Six Months Ended	
	June 30		June 30	
	2025	2024	2025	2024
Expenses relating to short-term leases	<u>\$ 36,036</u>	<u>\$ 45,914</u>	<u>\$ 87,104</u>	<u>\$ 90,229</u>
Expenses relating to low-value asset leases	<u>\$ 214</u>	<u>\$ 206</u>	<u>\$ 417</u>	<u>\$ 410</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 1,534</u>	<u>\$ 1,019</u>	<u>\$ 2,806</u>	<u>\$ 2,174</u>
Total cash outflow for leases	<u>\$ (163,630)</u>	<u>\$ (114,903)</u>	<u>\$ (340,170)</u>	<u>\$ (236,756)</u>

## 19. INVESTMENT PROPERTIES

	June 30, 2025	December 31, 2024	June 30, 2024
Completed investment properties	<u>\$ 14,332,365</u>	<u>\$ 15,210,112</u>	<u>\$ 15,420,231</u>
			<b>Completed Investment Property</b>
<u>Cost</u>			
Balance at January 1, 2025			\$ 19,140,553
Additions			5,863
Disposals			(1,169)
Effects of foreign currency exchange differences			<u>(851,712)</u>
Balance at June 30, 2025			<u>\$ 18,293,535</u>
Balance at January 1, 2024			\$ 18,908,583
Additions			1,730
Reclassified			(198,189)
Effects of foreign currency exchange differences			<u>403,126</u>
Balance at June 30, 2024			<u>\$ 19,115,250</u>
<u>Accumulated depreciation and impairment</u>			
Balance at January 1, 2025			\$ 3,930,441
Depreciation expenses			227,651
Disposals			(224)
Effects of foreign currency exchange differences			<u>(196,698)</u>
Balance at June 30, 2025			<u>\$ 3,961,170</u>
Balance at January 1, 2024			\$ 3,393,832
Depreciation expenses			232,376
Effects of foreign currency exchange differences			<u>68,811</u>
Balance at June 30, 2024			<u>\$ 3,695,019</u>

- a. The completed investment properties are depreciated on a straight-line method over their estimated useful lives of 20 to 50 years.
- b. The investment properties of the Group increased primarily due to the Group changed the purpose of use of the completed commercial building of Walsin (Nanjing) Development Co., Ltd. and reclassified it to investment property. 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 June 30, 2025 and 2024.

## 20. GOODWILL

	<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>
<u>Cost</u>		
Balance at January 1	\$ 2,964,780	\$ 2,155,597
Acquisitions through Business Combinations	-	706,247
Effects of foreign currency exchange differences	<u>(77,048)</u>	<u>96,894</u>
Balance at June 30	<u>\$ 2,887,732</u>	<u>\$ 2,958,738</u>
<u>Accumulated impairment</u>		
Balance at January 1	\$ -	\$ -
Balance at June 30	<u>\$ -</u>	<u>\$ -</u>
Carrying amount at June 30	<u>\$ 2,887,732</u>	<u>\$ 2,958,738</u>

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 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 33.

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

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

	<b>June 30, 2024</b>		
	<b>Amount Before Restatement</b>	<b>Adjustment</b>	<b>Restated</b>
Goodwill	\$ 5,195,102	\$ (2,236,364)	\$ 2,958,738
Property, plant and equipment	\$ 80,101,066	\$ 481,559	\$ 80,582,625
Other intangible assets	\$ 7,911,108	\$ 2,297,891	\$ 10,208,999
Deferred tax liabilities	\$ (6,195,620)	\$ (703,225)	\$ (6,898,845)
Unappropriated earnings	\$ (46,414,863)	\$ 158,076	\$ (46,256,787)
Exchange differences on translation of the financial statement of foreign operations	\$ 773,046	\$ 4,956	\$ 778,002
Non-controlling interests	\$ (9,975,183)	\$ (2,893)	\$ (9,978,076)

	<b>January 1, 2024</b>		
	<b>Amount Before Restatement</b>	<b>Adjustment</b>	<b>Restated</b>
Goodwill	\$ 4,157,877	\$ (2,002,280)	\$ 2,155,597
Property, plant and equipment	\$ 78,154,936	\$ 550,495	\$ 78,705,431
Other intangible assets	\$ 7,997,819	\$ 2,013,513	\$ 10,011,332
Deferred tax liabilities	\$ (6,587,732)	\$ (641,002)	\$ (7,228,734)
Unappropriated earnings	\$ (48,340,145)	\$ 54,911	\$ (48,285,234)
Exchange differences on translation of the financial statement of foreign operations	\$ 4,947,475	\$ 581	\$ 4,948,056
Non-controlling interests	\$ (13,638,998)	\$ 23,782	\$ (13,615,216)

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

	<b>For the Three Months Ended June 30, 2024</b>		
<b>The Effects on Comprehensive Income</b>	<b>Amount Before Restatement</b>	<b>Adjustment</b>	<b>Restated</b>
Operating costs	\$ (44,146,453)	\$ (50,338)	\$ (44,196,791)
Operating expenses	\$ (2,424,000)	\$ (52,380)	\$ (2,476,380)
Income tax	\$ (477,284)	\$ 25,821	\$ (451,463)
Exchange differences on translating the financial statement of foreign operations	\$ 1,386,005	\$ (2,865)	\$ 1,383,140

	<b>For the Six Months Ended June 30, 2024</b>		
<b>The Effects on Comprehensive Income</b>	<b>Amount Before Restatement</b>	<b>Adjustment</b>	<b>Restated</b>
Operating costs	\$ (82,037,893)	\$ (99,517)	\$ (82,137,410)
Operating expenses	\$ (4,595,455)	\$ (98,810)	\$ (4,694,265)
Income tax	\$ (349,496)	\$ 49,723	\$ (299,773)
Exchange differences on translating the financial statement of foreign operations	\$ 4,308,667	\$ (6,257)	\$ 4,302,410

## 21. OTHER INTANGIBLE ASSETS

	June 30, 2025	December 31, 2024	June 30, 2024
Supply contract	\$ 3,411,513	\$ 4,161,711	\$ 4,460,081
Core technology	3,431,771	3,895,974	4,086,329
Others	<u>1,397,615</u>	<u>1,482,350</u>	<u>1,662,589</u>
	<u>\$ 8,240,899</u>	<u>\$ 9,540,035</u>	<u>\$ 10,208,999</u>

- a. The core technology generated by PT. Sunny Metal Industry are amortized on an basis over 16 years. 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.
- b. Apart from stated above, the other intangible assets of the Group are amortized on a straight-line basis over 5-18 years.
- c. 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 six months ended June 30, 2025 and 2024.

## 22. OTHER ASSETS

	June 30, 2025	December 31, 2024	June 30, 2024
Prepayment for purchases	\$ 3,348,992	\$ 3,222,202	\$ 3,891,013
Prepaid expense	581,255	619,954	1,196,180
Prepaid sales tax	2,083,295	2,273,117	1,706,804
Prepayment for investments	-	5,227	17,423
Other financial assets-non-current	4,465,500	4,594,488	-
Tax refund receivable	90,137	413,135	-
Others	<u>940,449</u>	<u>966,154</u>	<u>1,301,687</u>
	<u>\$ 11,509,628</u>	<u>\$ 12,094,277</u>	<u>\$ 8,113,107</u>
Current	\$ 6,272,783	\$ 6,251,778	\$ 7,065,778
Non-current	<u>5,236,845</u>	<u>5,842,499</u>	<u>1,047,329</u>
	<u>\$ 11,509,628</u>	<u>\$ 12,094,277</u>	<u>\$ 8,113,107</u>

The Group deposited NT\$4,465,500 thousand and NT\$4,594,488 thousand as an endorsement guarantee for Cogne Acciai Speciali S.p.A. financing purposes on June 30, 2025 and December 31, 2024, respectively, which was recognized under "other non-current assets - other financial assets." Please refer to Notes 23 and 38.

## 23. BORROWINGS

	June 30, 2025	December 31, 2024	June 30, 2024
Short-term borrowings	<u>\$ 11,997,123</u>	<u>\$ 17,909,079</u>	<u>\$ 14,209,677</u>
Short-term notes and bills payable	<u>\$ -</u>	<u>\$ 3,145,773</u>	<u>\$ -</u>
Current portion of long-term borrowings	<u>\$ 3,550,732</u>	<u>\$ 5,914,123</u>	<u>\$ 3,768,448</u>

Long-term borrowings	<u>\$ 49,229,156</u>	<u>\$ 37,358,178</u>	<u>\$ 31,986,222</u>
Long-term notes and bills payable	<u>\$ 1,997,996</u>	<u>\$ -</u>	<u>\$ 1,499,290</u>

a. Short-term borrowings as of June 30, 2025, December 31, 2024 and June 30, 2024 were as follows:

	<u>June 30, 2025</u>		<u>December 31, 2024</u>		<u>June 30, 2024</u>	
	<u>Interest Rate</u> %	<u>Amount</u>	<u>Interest Rate</u> %	<u>Amount</u>	<u>Interest Rate</u> %	<u>Amount</u>
Bank lines of credit	1.95-6.73	\$ 11,892,795	1.810-7.000	\$ 17,823,075	1.72-7.60	\$ 14,149,976
Discounted notes receivable	2.00	<u>104,328</u>	2.00	<u>86,004</u>	2.00	<u>59,701</u>
		<u>\$ 11,997,123</u>		<u>\$ 17,909,079</u>		<u>\$ 14,209,677</u>

Refer to Note 38 for transferred receivables which were secured by a portion of the Group's trade receivables.

Refer to Notes 6 and 38 for collaterals pledged for short-term borrowings as of June 30, 2025, December 31, 2024 and June 30, 2024.

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

December 31, 2024

<u>Acceptance Agency</u>	<u>Type</u>	<u>Interest Rate</u>	<u>Amount</u>
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 June 30, 2025, December 31, 2024 and June 30, 2024 were as follows:

		<u>June 30, 2025</u>		<u>December 31,</u>	<u>June 30, 2024</u>
		<u>Significant Covenant</u>	<u>Amount</u>	<u>2024</u> <u>Amount</u>	<u>Amount</u>
<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	\$ 97,784	\$ 124,915	\$ 152,046	
Taipei Fubon Commercial Bank	From December 25, 2013 to October 11, 2028; after the grace period, repayments are due in stages	-	31,167	34,600	
CitiBank	Principal repayment at maturity, from October 25, 2024 to October 23, 2027	4,465,500	4,438,200	-	
Other long-term secured loan	From January 12, 2019 to December 18, 2030; repayments are due according to contracts	<u>43,453</u>	<u>47,625</u>	<u>52,933</u>	
		<u>4,606,737</u>	<u>4,641,907</u>	<u>239,579</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	812,693	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	5,400,000	7,400,000	8,400,000	

(Continued)

		<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
	<b>Significant Covenant</b>	<b>Amount</b>	<b>Amount</b>	<b>Amount</b>
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
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	1,000,000	2,000,000	2,000,000
China CITIC Bank	Principal repayment at maturity, from February 7, 2024 to February 7, 2029	2,301,301	2,002,773	1,420,089
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: From the 4th year, repayments are due once every six months, principal to be repaid in two phases, at rate of 20% and 80%, respectively.	3,000,000	3,000,000	3,000,000
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	1,400,000	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.	2,501,123	2,501,123	2,501,123
Hua Nan Commercial Bank	From June 13, 2023 to June 13, 2030; after the grace period, repayments are due monthly	2,000,000	2,000,000	-
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	1,000,000
First Commercial Bank Co., Ltd.	From June 13, 2023 to November 15, 2033; after the grace period, repayments are due monthly	1,000,000	1,000,000	300,010
Bank of Taiwan	From April 28, 2025 to April 28, 2030, four-year grace period, principal to be repaid in two phases, at rates of 20% and 80%, respectively.	3,000,000	-	-
Hua Nan Commercial Bank	Principal repayment at maturity, from April 28, 2025 to April 28, 2030.	2,000,000	-	-
Chang Hwa Commercial Bank	From April 11, 2025 to April 11, 2030, from the 2th year, repayments are due once every six months, divided into 8 phases, for phases 1 through 7, 8% of the principal shall be repaid in each phase, with the remaining balance settled in full upon maturity.	1,500,000	-	-
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.	5,338,750	2,149,980	-
Chinatrust commercial Bank	Principal repayment at maturity, from August 15, 2023 to March 18, 2027	158,085	199,638	170,373
Intesa Sanpaolo S.p.A	Principal repayment at maturity, from December 30, 2019 to June 30, 2028	1,648,457	1,994,458	2,394,990
Industrial and Commercial Bank of China	Principal repayment at maturity, from December 20, 2024 to December 20, 2039	6,306,080	-	-
Other long-term credit loans	From November 1, 2018 to November 15, 2033; repayments are due according to contracts	<u>3,306,662</u>	<u>3,907,191</u>	<u>4,690,736</u>
		<u>48,173,151</u>	<u>38,630,394</u>	<u>35,515,091</u>
		52,779,888	43,272,301	35,754,670
Less: Current portion of long-term borrowings		<u>(3,550,732)</u>	<u>(5,914,123)</u>	<u>(3,768,448)</u>
		<u>\$ 49,229,156</u>	<u>\$ 37,358,178</u>	<u>\$ 31,986,222</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:

- a) The current ratio (current assets/current liabilities) should not be less than 100%;
  - b) The net liability ratio (total liabilities less cash and cash equivalents to tangible net worth) should not be more than 120%;
  - c) 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
  - d) 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:
- a) The current ratio (current assets/current liabilities) should not be less than 100%;
  - b) The net liability ratio (total liabilities less cash and cash equivalents to tangible net worth) should not be more than 120%;
  - c) 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
  - d) Tangible net worth (net worth less intangible assets) should not be less than NT\$80,000,000 thousand.
- 3) As of June 30, 2025, December 31, 2024 and June 30, 2024, the effective interest rate ranges of the credit borrowings were 0.47%-21.11%, 0.47%-15.36% and 0.47%-15.52% per annum, respectively. As of June 30, 2025, December 31, 2024 and June 30, 2024, the effective interest rate range of the secured borrowings were 2.14%-3.91%, 2.61%-4.03% and 2.15%-4.40% per annum, respectively.
- 4) As of June 30, 2025, December 31, 2024 and June 30, 2024, the Group's current portion of the long-term borrowings under the loan agreements were NT\$3,550,732 thousand, NT\$5,914,123 thousand and NT\$3,768,448 thousand, respectively. The Group's consolidated financial statements for the six months ended June 30, 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 38 for collaterals pledged on bank borrowings as of June 30, 2025, December 31, 2024 and June 30, 2024.
- d. Long-term notes and bills payables as of June 30, 2025 and June 30, 2024 were as follows:

June 30, 2025

Acceptance Agency	Type	Interest Rate	Amount
China Bills and Mega Bills	Unsecured	1.580-1.600	\$ 2,000,000
Less: Discount on long-term bills payable			<u>(2,004)</u>
			<u>\$ 1,997,996</u>

June 30, 2024

Acceptance Agency	Type	Interest Rate	Amount
China Bills and International Bills	Unsecured	1.756-1.850	\$ 1,500,000
Less: Discount on long-term bills payable			<u>(710)</u>
			<u>\$ 1,499,290</u>

## 24. BONDS PAYABLE

	June 30, 2025	December 31, 2024	June 30, 2024
Domestic unsecured bonds	\$ 12,800,000	\$ 12,800,000	\$ 12,800,000
Overseas unsecured bonds	104,981	153,139	207,358
Less: Current portion of long-term borrowings	<u>(104,981)</u>	<u>(102,523)</u>	<u>(104,250)</u>
	<u>\$ 12,800,000</u>	<u>\$ 12,850,616</u>	<u>\$ 12,903,108</u>

On October 8, 2021, WLC issued the first unsecured bond of 2021 in the 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

	June 30, 2025	December 31, 2024	June 30, 2024
Payables for purchases of equipment	\$ 1,189,011	\$ 1,558,069	\$ 980,533
Payables for salaries or bonuses	1,022,100	1,330,064	1,145,207
Payables for dividends	2,019,483	3,816	4,438,053
Other accrued expenses payables	4,277,341	5,539,577	4,520,164
Other financing payables	3,129,986	3,359,418	3,406,401
Other payables-other	<u>314,476</u>	<u>256,164</u>	<u>195,768</u>
	<u>\$ 11,952,397</u>	<u>\$ 12,047,108</u>	<u>\$ 14,686,126</u>

As of June 30, 2025, December 31, 2024 and June 30, 2024, the effective interest rate ranges of other financing payables were 3.49%-6.53%, 4.43%-7.58% and 4.96%-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 June 30, 2025, the Group has recognized an amount of NT\$5,668 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 June 30, 2025 and 2024, the pension expenses of defined benefit plans were NT\$67,308 thousand and NT\$33,385 thousand, respectively, and for the six months ended June 30, 2025 and 2024, the pension expenses of defined benefit plans were NT\$130,414 thousand and NT\$66,528 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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Share capital			
Ordinary shares	\$ 44,313,329	\$ 40,313,329	\$ 40,313,329
Capital surplus	37,314,477	33,592,347	33,613,681
Retained earnings	58,053,119	58,953,272	59,034,121
Others	(5,843,555)	4,389,938	9,578,337
Non-controlling interests	<u>9,878,487</u>	<u>10,218,580</u>	<u>9,978,076</u>
	<u>\$ 143,715,857</u>	<u>\$ 147,467,466</u>	<u>\$ 152,517,544</u>

### a. Share capital

#### Ordinary shares

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
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>4,431,333</u>	<u>4,031,333</u>	<u>4,031,333</u>
Amount of issued shares	<u>\$ 44,313,329</u>	<u>\$ 40,313,329</u>	<u>\$ 40,313,329</u>

As of June 30, 2025, the paid-in capital of WLC was NT\$44,313,329 thousand, divided into 4,431,333 thousand ordinary shares at par value of NT\$10.

As of June 30, 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).

On January 6, 2025, the board of directors of WLC resolved to issue 400,000 thousand ordinary shares with a par value of NT\$10, for a consideration of NT\$19 per share, which increased the share capital issued and fully paid to NT\$44,313,329 thousand. On April 10, 2025, the aforementioned cash capital increase was approved by the FSC and the subscription base date was determined by the board of directors to be June 10, 2025, the Group has applied to the Ministry of Economic Affairs for the registration of the change prior to the date of the financial statement authorized for the issue, but the application has not been approved. The expenditure for the cash capital increase and the issuance of new shares of NT\$ 6,909 thousand was a necessary issuance cost and was recognized as a deduction from the capital reserve for the issuance premium.

b. Capital surplus

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
May be used to offset a deficit, distributed as cash dividend or transferred to share capital (Note)			
Issuance of ordinary shares	\$ 31,156,040	\$ 27,562,949	\$ 27,562,949
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	491,318	428,949	449,852
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	1,044,884	1,045,014	1,045,445
<u>May not be used for any purpose</u>			
Employee stock options	<u>291,800</u>	<u>225,000</u>	<u>225,000</u>
	<u>\$ 37,314,477</u>	<u>\$ 33,592,347</u>	<u>\$ 33,613,681</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 paid-in 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 appropriation of earnings for 2024 and 2023 were as follows:

	<b>Appropriation of Earnings</b>		<b>Dividends Per Share (NT\$)</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
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 were approved at the shareholders' meeting on May 16, 2025 and May 17, 2024, respectively.

d. Special reserve

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
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 six months ended June 30, 2025 and 2024.

e. Other equity items

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

	<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ (349,614)	\$ (4,948,056)
Share from exchange difference of associates accounted for using the equity method	<u>(9,112,705)</u>	<u>4,170,054</u>
Balance at June 30	<u>\$ (9,462,319)</u>	<u>\$ (778,002)</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

	<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 8,058,069	\$ 14,068,677
Unrealized (loss) gain - equity instruments	(962,528)	915,706
Share from associates accounted for using the equity method	(265,312)	(1,310,640)
Cumulative unrealized gain (loss) of equity instruments transferred to retained earnings due to disposal	<u>49,903</u>	<u>(43,859)</u>
Balance at June 30	<u>\$ 6,880,132</u>	<u>\$ 13,629,884</u>

3) Loss on hedging instruments

	<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>
<u>Cash flow hedges</u>		
Balance at January 1	\$ (83,438)	\$ (65,100)
(Loss) gain on hedging instruments	<u>(11,410)</u>	<u>26,634</u>
Balance at June 30	<u>\$ (94,848)</u>	<u>\$ (38,466)</u>

4) Other equity - others

	<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ (3,235,079)	\$ (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>
Balance at June 30	<u>\$ (3,166,520)</u>	<u>\$ (3,235,079)</u>

**28. OPERATING REVENUE**

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Sales revenue	\$ 44,687,800	\$ 47,062,510	\$ 88,166,882	\$ 86,429,357
Sales of real estate	-	34	-	2,565
Other revenue	<u>1,743,167</u>	<u>1,251,266</u>	<u>3,107,196</u>	<u>2,431,725</u>
	<u>\$ 46,430,967</u>	<u>\$ 48,313,810</u>	<u>\$ 91,274,078</u>	<u>\$ 88,863,647</u>

**29. NET PROFIT FROM CONTINUING OPERATIONS**

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

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Gain on disposal of associates	\$ -	\$ 663,541	\$ -	\$ 663,541
Gain on disposal of investments - non-iron commodity futures	125,718	516,343	276,058	585,488
(Loss) gain on disposal of investments - foreign exchange forward contracts	(162,161)	122,690	(187,289)	120,596
Gain on disposal of investment - exchange rate swap contracts	194,818	62,002	245,742	87,053
Loss on disposal of investment - future options	<u>-</u>	<u>(2,445)</u>	<u>-</u>	<u>(8,241)</u>
	<u>\$ 158,375</u>	<u>\$ 1,362,131</u>	<u>\$ 334,511</u>	<u>\$ 1,448,437</u>

b. Non-operating income and expense - impairment loss (recognized) reversed

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2025	2024	2025	2024
Impairment loss reversed on property, plant and equipments	\$ -	\$ (12,566)	\$ 54	\$ (12,524)
Others	<u>(33)</u>	<u>(31)</u>	<u>(36)</u>	<u>(34)</u>
	<u>\$ (33)</u>	<u>\$ (12,597)</u>	<u>\$ 18</u>	<u>\$ (12,558)</u>

c. Employee benefits expense, depreciation and amortization

	For the Three Months Ended June 30, 2025			
	Operating Costs	Operating Expenses	Non-operating Expenses and Losses	Total
Short-term employment benefits	\$ 1,804,295	\$ 951,160	\$ -	\$ 2,755,455
Post-employment benefits	\$ 108,881	\$ 45,117	\$ -	\$ 153,998
Other employee benefits	\$ 340,191	\$ 165,230	\$ -	\$ 505,421
Depreciation				
Property, plant and equipments	\$ 1,362,077	\$ 228,134	\$ -	\$ 1,590,211
Right-of-use assets	112,614	39,415	-	152,029
Investment properties	<u>110,121</u>	<u>546</u>	<u>-</u>	<u>110,667</u>
	<u>\$ 1,584,812</u>	<u>\$ 268,095</u>	<u>\$ -</u>	<u>\$ 1,852,907</u>
Amortization	<u>\$ 266,627</u>	<u>\$ 29,099</u>	<u>\$ -</u>	<u>\$ 295,726</u>

	For the Six Months Ended June 30, 2025			
	Operating Costs	Operating Expenses	Non-operating Expenses and Losses	Total
Short-term employment benefits	\$ 3,688,682	\$ 1,899,160	\$ -	\$ 5,587,842
Post-employment benefits	\$ 219,786	\$ 88,365	\$ -	\$ 308,151
Other employee benefits	\$ 694,073	\$ 321,593	\$ -	\$ 1,015,666
Depreciation				
Property, plant and equipments	\$ 2,761,104	\$ 454,909	\$ -	\$ 3,216,013
Right-of-use assets	202,626	80,033	-	282,659
Investment properties	<u>226,561</u>	<u>1,090</u>	<u>-</u>	<u>227,651</u>
	<u>\$ 3,190,291</u>	<u>\$ 536,032</u>	<u>\$ -</u>	<u>\$ 3,726,323</u>
Amortization	<u>\$ 548,342</u>	<u>\$ 57,617</u>	<u>\$ -</u>	<u>\$ 605,959</u>

<b>For the Three Months Ended June 30, 2024</b>				
	<b>Operating Costs</b>	<b>Operating Expenses</b>	<b>Non-operating Expenses and Losses</b>	<b>Total</b>
Short-term employment benefits	\$ 1,493,335	\$ 801,899	\$ -	\$ 2,295,234
Post-employment benefits	\$ 86,322	\$ 37,080	\$ -	\$ 123,402
Other employee benefits	\$ 258,796	\$ 129,123	\$ -	\$ 387,919
Depreciation				
Property, plant and equipments	\$ 1,508,610	\$ 279,910	\$ -	\$ 1,788,520
Right-of-use assets	59,535	42,738	-	102,273
Investment properties	115,675	544	-	116,219
	\$ 1,683,820	\$ 323,192	\$ -	\$ 2,007,012
Amortization	\$ 345,658	\$ 5,720	\$ -	\$ 351,378

<b>For the Six Months Ended June 30, 2024</b>				
	<b>Operating Costs</b>	<b>Operating Expenses</b>	<b>Non-operating Expenses and Losses</b>	<b>Total</b>
Short-term employment benefits	\$ 2,882,769	\$ 1,601,728	\$ -	\$ 4,484,497
Post-employment benefits	\$ 164,255	\$ 70,794	\$ -	\$ 235,049
Other employee benefits	\$ 518,753	\$ 271,234	\$ -	\$ 789,987
Depreciation				
Property, plant and equipments	\$ 3,052,112	\$ 462,598	\$ -	\$ 3,514,710
Right-of-use assets	124,013	78,572	-	202,585
Investment properties	231,287	1,089	-	232,376
	\$ 3,407,412	\$ 542,259	\$ -	\$ 3,949,671
Amortization	\$ 682,741	\$ 46,572	\$ -	\$ 729,313

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 already 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 June 30, 2025 and 2024, the employees' compensation (including non-executive employees) amounted to NT\$9,774 thousand and NT\$14,660 thousand, respectively, and the remuneration of directors amounted to NT\$6,000 thousand and NT\$14,504 thousand, respectively, and for the six months ended June 30, 2025 and 2024, the employees' compensation amounted to NT\$25,748 thousand and NT\$39,744 thousand, respectively, and the remuneration of directors amounted to NT\$13,500 thousand and NT\$22,511 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.

	<b>For the Year Ended December 31</b>			
	<b>2024</b>		<b>2023</b>	
	<b>Employees' Compensation</b>	<b>Remuneration of Directors</b>	<b>Employees' Compensation</b>	<b>Remuneration of Directors</b>
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 are as follows:

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Current tax				
In respect of the current period	\$ (9,872)	\$ 686,064	\$ 366,589	\$ 1,752,355
Unappropriated earnings	25,376	1,593	25,376	1,593
Adjustments for prior period	<u>(8,985)</u>	<u>(114,241)</u>	<u>540,542</u>	<u>(83,079)</u>
	<u>6,519</u>	<u>573,416</u>	<u>932,507</u>	<u>1,670,869</u>
Deferred tax				
In respect of the current period	(7,706)	(210,610)	(258,887)	(1,459,375)
Adjustments for prior period	<u>19,605</u>	<u>88,657</u>	<u>(527,048)</u>	<u>88,279</u>
	<u>11,899</u>	<u>(121,953)</u>	<u>(785,935)</u>	<u>(1,371,096)</u>
Income tax expense recognized in profit or loss	<u>\$ 18,418</u>	<u>\$ 451,463</u>	<u>\$ 146,572</u>	<u>\$ 299,773</u>

For the six months ended June 30, 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 June 30					
	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	\$ 488,450	4,123,641	\$ <u>0.12</u>	\$ 2,193,785	4,031,333	\$ <u>0.54</u>
Effect potentially of dilutive potential ordinary shares Employees' compensation	-	453		-	707	
	\$ <u>488,450</u>	<u>4,124,094</u>	\$ <u>0.12</u>	\$ <u>2,193,785</u>	<u>4,032,040</u>	\$ <u>0.54</u>
	For the Six Months Ended June 30					
	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	\$ 1,167,524	4,077,742	\$ <u>0.29</u>	\$ 3,013,997	4,031,333	\$ <u>0.75</u>
Effect potentially of dilutive potential ordinary shares Employees' compensation	-	1,666		-	1,701	
	\$ <u>1,167,524</u>	<u>4,079,408</u>	\$ <u>0.29</u>	\$ <u>3,013,997</u>	<u>4,033,034</u>	\$ <u>0.75</u>

### 32. SHARE-BASED PAYMENT ARRANGEMENTS

Issuance of ordinary shares in 2025 reserved employee stock options during 2025.

On April 10, 2025, the FSC approved the cash capital increase and issuance of 400,000 thousand ordinary shares, which was approved by the board of directors of the Group, and reserved 10% of the total number of issued shares for subscription by employees.

The Group recognized the compensation cost of the aforementioned cash capital increase employee stock options using the Black-Scholes valuation model, amounting to NT\$66,800 thousand, fully vested as of the grant date. The parameters used in the valuation model are as follows:

	<b><u>Grant Data</u></b> <b><u>June 9, 2025</u></b>
Grant date share price	\$20.50
Exercise price	\$19.09
Expected volatility	48.61%
Expected life	11 days
Risk-free interest rate	1.27%

### 33. 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 NT\$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

	<b>Hangzhou Walsin Power Cable &amp; Wire Co., Ltd.</b>	<b>Com.Steel Inox S.p.A.</b>
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)
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>

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

	<b>Hangzhou Walsin Power Cable &amp; Wire Co., Ltd.</b>	<b>Com.Steel Inox S.p.A.</b>
Consideration transferred	\$ 2,108,625	\$ 941,513
Plus: Non-controlling interests	-	126,681
Less: Carrying 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

	<b>Hangzhou Walsin Power Cable &amp; Wire Co., Ltd.</b>	<b>Com.Steel Inox S.p.A.</b>
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:

	<b>Hangzhou Walsin Power Cable &amp; Wire Co., Ltd.</b>	<b>Com.Steel Inox S.p.A.</b>
	<b>2024.02.29- 2024.06.30</b>	<b>2024.05.03- 2024.06.30</b>
Operating revenue	<u>\$ 1,072,806</u>	<u>\$ 219,523</u>
Net profit (loss)	<u>\$ (49,080)</u>	<u>\$ 42,119</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 June 30, 2024, would have been NT\$48,328,790 thousand and NT\$2,247,546 thousand and the Group's revenue and profit for the six months ended June 30, 2024, would have been NT\$89,607,059 thousand and NT\$3,049,878 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.

### 34. OPERATING LEASE ARRANGEMENTS

Operating leases are related to leases of the emporium and the investment properties owned by the Group with leases 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 June 30, 2025, December 31, 2024 and June 30, 2024, deposits received under operating leases amounted to NT\$365,523 thousand, NT\$383,494 thousand and NT\$387,383 thousand, respectively (recorded under other non-current liabilities).

As of June 30, 2025, the Group's future minimum lease receivables on non-cancelable operating lease commitments are as follows:

	<b>Amount</b>
2025 (from July 1 to December 31)	\$ 778,260
2026-2029	3,284,699
After 2030	<u>821,728</u>
	<u>\$ 4,884,687</u>

### 35. 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.

### 36. 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 approximat to their fair values.

June 30, 2025

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets</u>					
Financial assets at amortized cost					
Corporate bonds	\$ 316	\$ -	\$ -	\$ 316	\$ 316
Mutual funds	466	-	-	466	466
Government bonds	<u>116,886</u>	<u>-</u>	<u>117,460</u>	<u>-</u>	<u>117,460</u>
	<u>\$ 117,668</u>	<u>\$ -</u>	<u>\$ 117,460</u>	<u>\$ 782</u>	<u>\$ 118,242</u>
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Bonds payable	<u>\$ 12,904,981</u>	<u>\$ -</u>	<u>\$ 12,508,475</u>	<u>\$ -</u>	<u>\$ 12,508,475</u>

December 31, 2024

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<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>
<u>Financial liabilities</u>					
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>

June 30, 2024

	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets</u>					
Financial assets at amortized cost					
Corporate bonds	\$ 15	\$ -	\$ -	\$ 15	\$ 15
Mutual funds	727	-	-	727	727
Government bonds	<u>137,827</u>	<u>8,676</u>	<u>127,243</u>	<u>-</u>	<u>135,919</u>
	<u>\$ 138,569</u>	<u>\$ 8,676</u>	<u>\$ 127,243</u>	<u>\$ 742</u>	<u>\$ 136,661</u>

Financial liabilities

Financial liabilities at amortized cost					
Bonds payable	<u>\$ 13,007,358</u>	<u>\$ -</u>	<u>\$ 12,610,852</u>	<u>\$ -</u>	<u>\$ 12,610,852</u>

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

June 30, 2025

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ 117,220	\$ -	\$ -	\$ 117,220
Foreign unlisted shares	-	-	60,327	60,327
Derivative financial assets for hedging	<u>-</u>	<u>4,492</u>	<u>-</u>	<u>4,492</u>
	<u>\$ 117,220</u>	<u>\$ 4,492</u>	<u>\$ 60,327</u>	<u>\$ 182,039</u>

Financial assets at FVTOCI

Investments in equity instruments				
Listed securities in ROC	\$ 16,679,113	\$ -	\$ -	\$ 16,679,113
Unlisted securities	<u>-</u>	<u>-</u>	<u>990,589</u>	<u>990,589</u>
	<u>\$ 16,679,113</u>	<u>\$ -</u>	<u>\$ 990,589</u>	<u>\$ 17,669,702</u>

(Continued)

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<u>Financial liabilities at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ -	\$ 460,138	\$ -	\$ 460,138
Contingent consideration	-	-	595,581	595,581
Hedging derivative financial liabilities	<u>-</u>	<u>33,969</u>	<u>-</u>	<u>33,969</u>
	<u>\$ -</u>	<u>\$ 494,107</u>	<u>\$ 595,581</u>	<u>\$ 1,089,688</u>
				(Concluded)

December 31, 2024

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<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	<u>-</u>	<u>32,237</u>	<u>-</u>	<u>32,237</u>
	<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	<u>-</u>	<u>-</u>	<u>921,870</u>	<u>921,870</u>
	<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	<u>-</u>	<u>16,302</u>	<u>-</u>	<u>16,302</u>
	<u>\$ 322,273</u>	<u>\$ 50,625</u>	<u>\$ 563,583</u>	<u>\$ 936,481</u>

June 30, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ -	\$ 33,192	\$ -	\$ 33,192
Foreign unlisted shares	-	-	74,485	74,485
Contingent consideration	-	-	886,339	886,339
Derivative financial assets for hedging	<u>-</u>	<u>90,080</u>	<u>-</u>	<u>90,080</u>
	<u>\$ -</u>	<u>\$ 123,272</u>	<u>\$ 960,824</u>	<u>\$ 1,084,096</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Listed securities in ROC	\$ 18,881,314	\$ -	\$ -	\$ 18,881,314
Unlisted securities	<u>-</u>	<u>-</u>	<u>916,164</u>	<u>916,164</u>
	<u>\$ 18,881,314</u>	<u>\$ -</u>	<u>\$ 916,164</u>	<u>\$ 19,797,478</u>
<u>Financial liabilities at FVTPL</u>				
Derivatives not designated as hedging instruments	\$ 104,394	\$ -	\$ -	\$ 104,394
Contingent consideration	-	-	545,550	545,550
Hedging derivative financial liabilities	<u>-</u>	<u>1,532</u>	<u>-</u>	<u>1,532</u>
	<u>\$ 104,394</u>	<u>\$ 1,532</u>	<u>\$ 545,550</u>	<u>\$ 651,476</u>

- 2) There were no transfers between Levels 1, 2 and 3 for the six months ended June 30, 2025 and 2024.
- 3) Reconciliation of Level 3 fair value measurements of financial instruments.

For the six months ended June 30, 2025

Financial Assets	<u>Financial Assets at FVTOCI Equity Instruments</u>
Balance at January 1, 2025	\$ 921,870
Recognized in other comprehensive gain	76,599
Effects of exchange difference	<u>(7,880)</u>
Balance at June 30, 2025	<u>\$ 990,589</u>

	<b>Financial Assets at FVTPL</b>	
	<b>Financial Assets</b>	<b>Financial Liabilities</b>
Balance at January 1, 2025	\$ 66,607	\$ 563,583
Recognized in profit or loss	(13,557)	(460,762)
Effects of exchange difference	<u>7,277</u>	<u>492,760</u>
Balance at June 30, 2025	<u>\$ 60,327</u>	<u>\$ 595,581</u>

For the six months ended June 30, 2024

<b>Financial Assets</b>	<b>Financial Assets at FVTOCI Equity Instruments</b>
Balance at January 1, 2024	\$ 920,810
Additions	54,121
Recognized in other comprehensive loss	(62,726)
Effects of exchange difference	<u>3,959</u>
Balance at June 30, 2024	<u>\$ 916,164</u>

	<b>Financial Assets at FVTPL</b>	
	<b>Financial Assets</b>	<b>Financial Liabilities</b>
Balance at January 1, 2024	\$ 2,693,826	\$ 484,429
Disposals	(1,463,430)	100,313
Recognized in profit or loss	(375,445)	(48,326)
Effects of exchange difference	<u>105,873</u>	<u>9,134</u>
Balance at June 30, 2024	<u>\$ 960,824</u>	<u>\$ 545,550</u>

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

<b>Financial Instruments</b>	<b>Valuation Techniques and Inputs</b>
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)

<b>Financial Instruments</b>	<b>Valuation Techniques and Inputs</b>
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 techniques and inputs applied for Level 3 fair value measurement

<b>Financial Instruments</b>	<b>Valuation Technique and Inputs</b>
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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
<u>Financial assets</u>			
Financial assets at amortized cost			
Cash and cash equivalents	\$ 15,259,456	\$ 10,757,417	\$ 12,104,590
Contract assets - current	628,692	571,669	887,442
Notes receivable and trade receivables (including related parties)	16,301,475	15,494,085	19,352,659
Finance lease receivables (current and non-current)	508,280	540,457	571,750
Other receivables	6,489,800	5,286,906	4,930,110
Other financial assets	4,635,843	4,854,119	127,945
Refundable deposits	498,471	785,147	213,383

(Continued)

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Financial assets at amortized cost (current and non-current)	\$ 117,668	\$ 139,920	\$ 138,569
Derivative financial assets for hedging (current and non-current)	5,788	263,261	90,080
Financial assets at FVTPL (current and non-current)	177,547	72,284	994,016
Financial assets at FVTOCI	17,669,702	18,640,109	19,797,478

Financial liabilities

Financial liabilities at FVTPL (current and non-current)	1,055,719	920,179	649,944
Derivative financial liabilities for hedging (current and non-current)	33,969	16,302	1,532
Financial liabilities at amortized cost			
Short-term borrowings	11,997,123	17,909,079	14,209,677
Short-term notes and bills payable	-	3,145,773	-
Contract liabilities	43,908	165,913	10,135
Notes payable and trade payables	14,037,088	14,784,152	17,993,974
Other payables	11,952,397	12,047,108	14,686,126
Bonds payable (including current portion)	12,904,981	12,953,139	13,007,358
Long-term borrowings (including current portion)	52,779,888	43,272,301	35,754,670
Long-term notes and bills payable	1,997,996	-	1,499,290
Deposits received (recorded under other current and non-current liabilities)	412,295	456,837	430,838
			(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 41.

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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
<u>Assets</u>			
U.S. dollar	\$ 9,045,936	\$ 3,374,661	\$ 7,060,568
Euro	2,495,312	4,355,906	3,286,937
<u>Liabilities</u>			
U.S. dollar	11,965,893	4,710,655	1,817,200
Euro	813,122	1,828,617	2,419,124

Sensitivity analysis

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

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.

	<b>U.S. Dollar Impact</b>			
	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Profit or loss	\$ 185,941	\$ (23,835)	\$ 253,379	\$ 112,505
	<b>Euro Dollar Impact</b>			
	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Profit or loss	\$ (6,248)	\$ 13,121	\$ 15,646	\$ 40,898

## 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.

### June 30, 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\$2,268,867/ EUR66,161	Financial liability for hedging	\$ -	\$ 9,107
Hedging foreign-currency deposits/Anticipated equipment purchase payment	NT\$1,296/ EUR35	Financial assets for hedging	1,296	-
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	\$ (3,063)	\$ (3,063)	\$ (3,063)	\$ -

### For the six months ended June 30, 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	\$ 3,063	\$ -	\$ -	\$ -	\$ -

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>June 30, 2025</u>			
Foreign exchange forward contracts	EUR/NTD	2024.07.31-2026.02.26	EUR66,161/NTD2,268,867

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

June 30, 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\$2,137,155/ EUR62,848	Financial assets for hedging	\$ 16,368	\$ -
	<b>Change in Fair Value of Hedging Instruments Used for Calculating Hedge Ineffectiveness</b>	<b>Change in Fair Value of Hedged Items Used for Calculating Hedge Ineffectiveness</b>	<b>Balance in Other Equity</b>	
			<b>Continuing Hedges</b>	<b>Accounting No Longer Applied</b>
Cash flow hedges				
Foreign exchange forward contracts/Anticipated equipment purchase payment	\$ 16,368	\$(16,368)	\$ 16,368	\$ -

For the six months ended June 30, 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	\$ 16,368	\$ -	\$ -	\$ -	\$ -

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>June 30, 2024</u>			
Foreign exchange forward contracts	EUR/NTD	2024.07.31-2026.02.26	EUR62,848/NTD2,137,155

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:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Fair value interest rate risk			
Financial assets	\$ 116,886	\$ 139,190	\$ 137,827
Financial liabilities	12,904,981	12,953,139	13,007,358
Cash flow interest rate risk			
Financial assets	782	730	742
Financial liabilities	69,904,993	67,686,571	54,870,038

### Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rate 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 June 30, 2025 and 2024 would have decreased by NT\$166,959 thousand and NT\$143,607 thousand, respectively, and the Group's pre-tax profit for the six months ended June 30, 2025 and 2024 would have decreased by NT\$349,521 thousand and NT\$274,346 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.

#### June 30, 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	
<u>Cash flow hedges</u>									
Interest rate swap contracts	EUR	\$ 68,733	2026.06.30-2030.12.18	-0.225%-3.270%	Note	Financial assets for hedging	\$ 131	\$ -	\$ -

#### 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	
<u>Cash flow hedges</u>									
Interest rate swap contracts	EUR	\$ 89,122	2026.06.30-2030.12.18	-0.255%-3.505%	Note	Financial assets for hedging	\$ 491	\$ -	\$ -

## June 30, 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	
<u>Cash flow hedges</u>									
Interest rate swap contracts	EUR	\$ 96,509	2024.12.30-2030.12.18	-0.225%-3.942%	Note	Financial assets for hedging	\$ 1,830	\$ -	\$ -

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:

- The carrying amount of the respective recognized financial assets as stated in the condensed balance sheets; and
- 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 excepted maturities for its non-derivative financial liabilities with agreed upon repayment periods.

June 30, 2025

	<b>1 Year</b>	<b>1-2 Years</b>	<b>2-5 Years</b>	<b>5+ Years</b>	<b>Total</b>
<u>Non-derivative financial liabilities</u>					
Variable interest rate liabilities	\$ 18,677,841	\$ 10,654,971	\$ 33,947,649	\$ 6,624,532	\$ 69,904,993
Lease liabilities	362,809	359,222	934,896	2,244,197	3,901,124
Fixed interest rate liabilities	104,981	7,500,000	3,000,000	2,300,000	12,904,981
Non-interest bearing liabilities	<u>22,997,625</u>	<u>870,245</u>	<u>2,957,287</u>	<u>11,560</u>	<u>26,836,717</u>
	<u>\$ 42,143,256</u>	<u>\$ 19,384,438</u>	<u>\$ 40,839,832</u>	<u>\$ 11,180,289</u>	<u>\$ 113,547,815</u>

December 31, 2024

	<b>1 Year</b>	<b>1-2 Years</b>	<b>2-5 Years</b>	<b>5+ Years</b>	<b>Total</b>
<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>

June 30, 2024

	<b>1 Year</b>	<b>1-2 Years</b>	<b>2-5 Years</b>	<b>5+ Years</b>	<b>Total</b>
<u>Non-derivative financial liabilities</u>					
Variable interest rate liabilities	\$ 21,384,526	\$ 6,958,382	\$ 25,355,460	\$ 1,171,670	\$ 54,870,038
Lease liabilities	296,303	331,981	649,789	2,496,482	3,774,555
Fixed interest rate liabilities	104,250	104,250	10,498,858	2,300,000	13,007,358
Non-interest bearing liabilities	<u>29,435,781</u>	<u>734,172</u>	<u>2,913,564</u>	<u>83,099</u>	<u>33,166,616</u>
	<u>\$ 51,220,860</u>	<u>\$ 8,128,785</u>	<u>\$ 39,417,671</u>	<u>\$ 6,051,251</u>	<u>\$ 104,818,567</u>

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

June 30, 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	\$ 59,212	\$ 58,008	\$ -	\$ -	\$ -	\$ 117,220
Foreign exchange forward contracts	(113,959)	605	571	(910)	-	(113,693)
Exchange rate swap contracts	(361,435)	6,094	-	-	-	(355,341)
Interest rate swap contracts	-	-	-	4,492	-	4,492
Gas swap contracts	-	1,079	3,532	-	-	4,611
Electricity swap contracts	(6,600)	(19,111)	(1,471)	-	-	(27,182)
Futures options	(211)	-	-	-	-	(211)
Nickel swap contract	(551)	(1,143)	(597)	-	-	(2,291)
	<u>\$ (423,544)</u>	<u>\$ 45,532</u>	<u>\$ 2,035</u>	<u>\$ 3,582</u>	<u>\$ -</u>	<u>\$ (372,395)</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>

June 30, 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	\$ (40,666)	\$ (51,723)	\$ (12,005)	\$ -	\$ -	\$ (104,394)
Foreign exchange forward contracts	28,715	4,238	(2,113)	1,802	-	32,642
Exchange rate swap contracts	(290)	(3,220)	16,880	-	-	13,370
Interest rate swap contracts	-	-	-	60,017	3,505	63,522
Gas swap contracts	1,289	2,008	-	-	-	3,297
Electricity swap contracts	1,243	5,650	-	-	-	6,893
Futures options	-	3,548	-	-	-	3,548
Nickel swap contract	(955)	(47)	(530)	-	-	(1,532)
	<u>\$ (10,664)</u>	<u>\$ (39,546)</u>	<u>\$ 2,232</u>	<u>\$ 61,819</u>	<u>\$ 3,505</u>	<u>\$ 17,346</u>

e. Transfers of financial assets

1) Transfers of financial assets with recourse

The Group discounted trade receivables with an aggregate carrying amount of NT\$173,330 thousand and NT\$198,680 thousand to banks for the six months ended June 30, 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 June 30, 2025, December 31, 2024 and June 30, 2024, the carrying amount of these trade receivables that have been transferred but not derecognized was NT\$112,256 thousand, NT\$137,516 thousand and NT\$136,167 thousand, and the carrying amount of the related liabilities was NT\$104,321 thousand, NT\$85,999 thousand and NT\$59,701 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>June 30, 2025</u>					
CTBC Bank	\$ 15,799	\$ 1,167	US\$ 2,700	\$ -	-
Taipei Fubon Commercial Bank	<u>275,733</u>	<u>21,796</u>	<u>10,800</u>	<u>-</u>	-
	<u>\$ 291,532</u>	<u>\$ 22,963</u>	<u>US\$ 13,500</u>	<u>\$ -</u>	-
<u>December 31, 2024</u>					
CTBC Bank	<u>\$ 99,405</u>	<u>\$ 6,494</u>	<u>US\$ 2,700</u>	<u>\$ -</u>	-
<u>June 30, 2024</u>					
CTBC Bank	<u>\$ 48,497</u>	<u>\$ 10,975</u>	<u>US\$ 2,700</u>	<u>\$ -</u>	-

### 37. 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

(Continued)

<b>Related Party Name</b>	<b>Related Party Category</b>
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
Info-Tek Corp.	Substantive related party
HannsTouch Holdings Company	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 33.

b. Sales

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Associates	\$ 2,354	\$ 6,348	\$ 3,447	\$ 94,671
Other related parties	<u>1,140,197</u>	<u>1,479,800</u>	<u>2,413,601</u>	<u>2,745,653</u>
	<u>\$ 1,142,551</u>	<u>\$ 1,486,148</u>	<u>\$ 2,417,048</u>	<u>\$ 2,840,324</u>

c. Rental income

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Associates	\$ 13,285	\$ 16,639	\$ 28,239	\$ 30,329
Other related parties	<u>-</u>	<u>337</u>	<u>-</u>	<u>630</u>
	<u>\$ 13,285</u>	<u>\$ 16,976</u>	<u>\$ 28,239</u>	<u>\$ 30,959</u>

d. Purchases of goods

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Associates	\$ 3,921	\$ 1,008	\$ 8,475	\$ 18,640
Other related parties	<u>4,806</u>	<u>3,701</u>	<u>11,592</u>	<u>12,915</u>
	<u>\$ 8,727</u>	<u>\$ 4,709</u>	<u>\$ 20,067</u>	<u>\$ 31,555</u>

e. Administrative expenses

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Associates	\$ 4,446	\$ 4,121	\$ 6,855	\$ 6,336
Other related parties	<u>4,388</u>	<u>4,280</u>	<u>6,865</u>	<u>6,688</u>
	<u>\$ 8,834</u>	<u>\$ 8,401</u>	<u>\$ 13,720</u>	<u>\$ 13,024</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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Associates	<u>\$ 3,715</u>	<u>\$ 6,735</u>	<u>\$ 13,056</u>

g. Trade receivables

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Associates	\$ 783	\$ 1,155	\$ -
Other related parties	<u>467,814</u>	<u>581,185</u>	<u>583,734</u>
	<u>\$ 468,597</u>	<u>\$ 582,340</u>	<u>\$ 583,734</u>

h. Trade payables

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Other related parties	\$ <u>2,355</u>	\$ <u>4,517</u>	\$ <u>1,429</u>

i. Other receivables (excluding financing provided)

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Associates	\$ 18,330	\$ 16,958	\$ 19,254
Other related parties	<u>3,030</u>	<u>2,882</u>	<u>2,226</u>
	<u>\$ 21,360</u>	<u>\$ 19,840</u>	<u>\$ 21,480</u>

j. Financing provided

**For the Six Months Ended June 30, 2025**

<b>Related Parties</b>	<b>Highest Balance for the Period</b>	<b>Ending Balance</b>	<b>Interest Income</b>	<b>Interest Rate</b>
Innovation West Mantewe Pte. Ltd.	\$ <u>597,690</u>	\$ <u>527,400</u>	\$ <u>13,720</u>	4.32%
PT. Walsin Everising Specialty Steel Indonesia	\$ <u>808,332</u>	\$ <u>343,982</u>	\$ <u>2,313</u>	5.31%

**For the Year Ended December 31, 2024**

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

**For the Six Months Ended June 30, 2024**

<b>Related Parties</b>	<b>Highest Balance for the Period</b>	<b>Ending Balance</b>	<b>Interest Income</b>	<b>Interest Rate</b>
Innovation West Mantewe Pte. Ltd.	<u>\$ 667,173</u>	<u>\$ -</u>	<u>\$ 7,318</u>	7.91%-7.99%
Hangzhou Walsin Power Cable & Wire Co., Ltd. (Note)	<u>\$ 366,378</u>	<u>\$ 85,148</u>	<u>\$ 7,182</u>	4.25%
PT. Transcoal Minergy	<u>\$ 584,100</u>	<u>\$ -</u>	<u>\$ -</u>	-

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 Note 15 and 32.

k. Guarantee deposits

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
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>

l. Remuneration of key management personnel

The remuneration of directors and key executives were as follows:

	<b>For the Three Months Ended June 30</b>		<b>For the Six Months Ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Short-term employee benefits	\$ 40,380	\$ 23,121	\$ 82,212	\$ 66,888
Post-employment benefits	<u>334</u>	<u>325</u>	<u>668</u>	<u>650</u>
	<u>\$ 40,714</u>	<u>\$ 23,446</u>	<u>\$ 82,880</u>	<u>\$ 67,538</u>

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

### 38. 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:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Refundable deposits (recorded under other financial assets - current)	\$ 10,975	\$ 12,837	\$ 13,660
Restricted deposits (recorded under other financial assets - current)	159,368	246,794	114,285
Pledged time deposits (recorded under other non-current assets - other)	1,464	1,562	1,560
Recorded under as other financial assets - non-current	4,465,500	4,594,488	-
Finance lease receivables	65,268	64,183	63,116
Long-term finance lease receivables	443,012	476,274	508,634
Refundable deposits	586	52,537	51,951
Trade receivables	157,873	137,516	136,167
Buildings and improvements	5,389,901	6,238,661	76,496
Right of use assets - land	192,056	254,314	-
Investment properties	<u>5,049,441</u>	<u>5,783,946</u>	<u>-</u>
	<u>\$ 15,935,444</u>	<u>\$ 17,863,112</u>	<u>\$ 965,869</u>

### 39. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant contingencies and unrecognized commitments of the Group as of June 30, 2025, December 31, 2024 and June 30, 2024 were as follows:

- a. Outstanding letters of credit not reflected in the consolidated financial statements as of June 30, 2025, December 31, 2024 and June 30, 2024 were as follows (in thousands):

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
U.S. dollar	US\$ 5,885	US\$ 23,567	US\$ 5,408
Japanese yen	JPY 18,042	JPY 10,050	JPY 73,692
Euro	EUR 4,034	EUR 5,569	EUR 7,280
Renminbi	RMB 2,230	RMB 2,939	RMB 2,189
New Taiwan dollar	NT\$ 96,726	NT\$ 19,919	NT\$ 41,871

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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
New Taiwan dollar	NT\$1,099,171	NT\$ 860,611	NT\$ 760,546
U.S. dollar	US\$ 50	US\$ 60	US\$ 60
Renminbi	RMB 24,710	RMB 26,310	RMB 54,073

- 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:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
New Taiwan dollar	NT\$ 449,497	NT\$ 433,000	NT\$ 222,000

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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
U.S. dollar	US\$ 4,581	US\$ 21,621	US\$ 18,179
Renminbi	RMB 38,934	RMB 126,016	RMB 117,487

- 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:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
New Taiwan dollar	NT\$ 2,939,428	NT\$ 771,714	NT\$ 5,968,167
U.S. dollar	US\$ 37,004	US\$ 35,697	US\$ 34,457
Renminbi	RMB 45,900	RMB 149,205	RMB 780,991
Euro	EUR 114,749	EUR 152,990	EUR 165,280
Indonesia rupiah	IDR 84,609,129	IDR 86,458,884	IDR 86,458,884

#### **40. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD**

On July 14, 2025, the board of directors of WLC resolved to approve the capital expenditure plan of its United Kingdom subsidiary, Special Melted Products Ltd. An investment of approximately EUR\$60.2 million for forging, vacuum melting, remelting, and other process equipment, as well as plant and equipment.

#### **41. 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:

June 30, 2025

	<b>Foreign Currency</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<u>Financial assets</u>			
Monetary items			
U.S. dollar	\$ 1,001,908	29.3	\$ 29,355,904
Japanese yen	792,216	0.2034	161,137
Euro	23,762	34.35	816,225

(Continued)

	<b>Foreign Currency</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
Singapore dollar	\$ 16,513	23	\$ 379,799
Hong Kong dollar	2,584	3.732	9,643
Renminbi	39,684	4.09292	162,423
Malaysian ringgit	35,378	6.6905	236,698
Indonesian rupiah	1,118,725,068	0.00178	1,991,331
Thai baht	12,783	0.9842	12,581
Non-monetary items			
U.S. dollar	66,188	29.3	1,939,308
Renminbi	18,650	4.09292	76,333

Financial liabilities

Monetary items			
U.S. dollar	37,476	29.3	1,098,047
Euro	27,186	34.35	933,839
Renminbi	117,360	4.09292	480,345
Indonesian rupiah	386,287,949	0.00178	687,593
Non-monetary items			
U.S. dollar	17,843	29.3	522,800
			(Concluded)

December 31, 2024

	<b>Foreign Currency</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<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 dollar	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
Korean won	929,895	0.02246	20,885
Turkish Lira	6,297	1.64317	10,347
Non-monetary items			
U.S. dollar	48,410	32.785	1,587,122

Financial liabilities

Monetary items			
U.S. dollar	144,378	32.785	4,733,433
Renminbi	167,973	4.56072	766,078
Indonesian 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

June 30, 2024

	<b>Foreign Currency</b>	<b>Exchange Rate</b>	<b>Carrying Amount</b>
<u>Financial assets</u>			
Monetary items			
U.S. dollar	\$ 226,389	32.45	\$ 7,346,323
Japanese yen	251,072	0.2017	50,641
Euro	92,928	34.71	3,225,531
Singapore dollar	1,458	23.92	34,875
Hong Kong dollar	2,688	4.155	11,169
Indonesian rupiah	1,289,454,449	0.00198	2,553,120
Renminbi	20,405	4.55338	92,912
Korean won	482,626	0.02368	11,429
Non-monetary items			
U.S. dollar	43,261	32.45	1,403,819
<u>Financial liabilities</u>			
Monetary items			
U.S. dollar	97,373	32.45	3,159,754
Renminbi	155,401	4.55338	707,600
Indonesian rupiah	372,903,242	0.00198	738,348
Non-monetary items			
U.S. dollar	3,217	32.45	104,392

For the three months ended June 30, 2025 and 2024, realized and unrealized net foreign exchange gains (losses) were NT\$571,479 thousand and NT\$(98,669) thousand, respectively, and for the six months ended June 30, 2025 and 2024, realized and unrealized net foreign exchange gains (losses) were NT\$489,924 thousand and NT\$(248,490) 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.

#### **42. 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.

#### 43. 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 segments

The reportable 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
<u>For the six months ended June 30, 2025</u>						
Revenue from external customers	\$ 24,125,667	\$ 49,089,064	\$ 15,903,167	\$ 1,114,538	\$ 1,041,642	\$ 91,274,078
Segment profit (loss)	2,070,992	(546,391)	486,128	96,446	(659,432)	1,447,743
Net non-operating income (expenses)						
Net interest income (expenses)						(1,043,382)
Share of loss of associates accounted for using the equity method						(473,355)
Dividend income						518,596
Loss on disposal of property, plant and equipment						(8,718)
Loss on disposal of investment properties						(925)
Gain on disposal of investments						334,511
Foreign exchange gain, net						489,924
Loss on financial assets and liabilities at fair value through profit or loss						(32,006)
Reversal of impairment loss						18
Net other loss						(111,615)
Consolidated income before income tax						<u>\$ 1,120,791</u>

(Continued)

	Wires and Cables	Stainless Steel	Resource Business	Real Estate	Administration and Investing	Total
<u>For the six months ended June 30, 2024</u>						
Revenue from external customers	21,821,473	47,974,133	16,651,865	1,096,020	1,320,156	\$ 88,863,647
Segment profit (loss)	1,619,374	32,457	893,383	30,189	(543,431)	2,031,972
Net non-operating income (expenses)						(940,970)
Net interest income (expenses)						
Share of profit of associates accounted for using the equity method						723,393
Dividend income						510,701
Loss on disposal of property, plant and equipment						(2,323)
Gain on disposal of investments						1,448,437
Foreign exchange loss, net						(248,490)
Gain on financial assets and liabilities at fair value through profit or loss						(394,017)
Impairment loss						(12,558)
Net other income						145,191
Consolidated income before income tax						<u>\$ 3,261,336</u>

(Concluded)

## 2) Segment assets and liabilities

	Wires and Cables	Stainless Steel	Resource Business	Real Estate	Administration and Investing	Total
<u>Segment assets</u>						
June 30, 2025	<u>\$ 21,366,170</u>	<u>\$ 94,185,929</u>	<u>\$ 39,748,135</u>	<u>\$ 30,957,428</u>	<u>\$ 84,266,741</u>	<u>\$ 270,524,403</u>
December 31, 2024	<u>\$ 17,877,261</u>	<u>\$ 97,948,611</u>	<u>\$ 44,339,706</u>	<u>\$ 27,746,133</u>	<u>\$ 85,713,335</u>	<u>\$ 273,625,046</u>
June 30, 2024	<u>\$ 17,907,218</u>	<u>\$ 87,408,156</u>	<u>\$ 50,921,069</u>	<u>\$ 28,074,439</u>	<u>\$ 84,802,257</u>	<u>\$ 269,113,139</u>
<u>Segment liabilities</u>						
June 30, 2025	<u>\$ 10,439,498</u>	<u>\$ 47,357,132</u>	<u>\$ 6,460,541</u>	<u>\$ 13,422,436</u>	<u>\$ 49,128,939</u>	<u>\$ 126,808,546</u>
December 31, 2024	<u>\$ 7,907,383</u>	<u>\$ 60,901,734</u>	<u>\$ 7,441,119</u>	<u>\$ 14,534,450</u>	<u>\$ 35,372,894</u>	<u>\$ 126,157,580</u>
June 30, 2024	<u>\$ 9,030,712</u>	<u>\$ 53,130,569</u>	<u>\$ 12,627,435</u>	<u>\$ 14,834,061</u>	<u>\$ 26,972,818</u>	<u>\$ 116,595,595</u>

## WALSIN LIHWA HOLDINGS LIMITED AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 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)	\$ 2,660,398 (RMB 650,000)	\$ 586,556 (RMB 143,310)	2.85	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 53,534,948	\$ 53,534,948
		Yantai Walsin Stainless Steel Co., Ltd.	Other receivables	Yes	17,115,423 (RMB 3,700,000)	15,143,804 (RMB 3,700,000)	10,124,022 (RMB 2,473,545)	2.45	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Other receivables	Yes	2,382,475 (US\$ 45,000) (RMB 200,000)	2,025,995 (US\$ -) (RMB 495,000)	568,073 (US\$ -) (RMB 138,794)	2.45	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Changshu Walsin Specialty Steel Co., Ltd.	Other receivables	Yes	1,619,027 (RMB 350,000)	1,432,522 (RMB 350,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Dongguan Walsin Wire & Cable Co., Ltd.	Other receivables	Yes	1,045,038 (US\$ 25,000) (RMB 50,000)	122,788 (US\$ -) (RMB 30,000)	90,097 (US\$ -) (RMB 22,013)	2.45	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Jiangyin Walsin Steel Cable Co., Ltd.	Other receivables	Yes	683,738 (RMB 150,000)	491,150 (RMB 120,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Hangzhou Walsin Power Cable & Wire Co., Ltd.	Other receivables	Yes	693,869 (RMB 150,000)	613,938 (RMB 150,000)	63,240 (RMB 15,451)	2.45	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Other receivables	Yes	370,063 (RMB 80,000)	327,434 (RMB 80,000)	112,035 (RMB 27,373)	2.45	Operating capital	-	Operating capital	-	-	-	376,651 (RMB 92,025)	1,506,608 (RMB 368,101)
		Nanjing Taiwan Trade Mart Management Co., Ltd.	Other receivables	Yes	601,353 (RMB 130,000)	532,080 (RMB 130,000)	434,558 (RMB 106,173)	1.35	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		XiAn Walsin Metal Product Co., Ltd.	Other receivables	Yes	925,158 (RMB 200,000)	818,584 (RMB 200,000)	763,420 (RMB 186,522)	1.35	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Yantai Huaxin Renewable Resources Co., Ltd.	Other receivables	Yes	92,516 (RMB 20,000)	81,858 (RMB 20,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Hangzhou Futong Electric Industries Co., Ltd.	Other receivables	Yes	46,258 (RMB 10,000)	40,929 (RMB 10,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	1,506,608 (RMB 368,101)	1,506,608 (RMB 368,101)
		Nanjing Walsin Property Management Co., Ltd.	Other receivables	Yes	46,258 (RMB 10,000)	40,929 (RMB 10,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
2	Walsin International Investments Limited	Walsin Lihwa Corporation	Other receivables	Yes	9,961,500 (US\$ 300,000)	8,790,000 (US\$ 300,000)	4,401,075 (US\$ 150,207)	4.16-4.28	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Walsin (China) Investment Co., Ltd.	Other receivables	Yes	18,572,885 (US\$ 320,000) (RMB 1,780,000)	15,143,804 (US\$ -) (RMB 3,700,000)	10,670,242 (US\$ -) (RMB 2,607,000)	1.95-2.68	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
		Borrego Energy Holdings, LLC & Borrego Energy, LLC	Other receivables	Yes	1,660,250 (US\$ 50,000)	1,465,000 (US\$ 50,000)	831,486 (US\$ 28,378)	5.70	Operating capital	-	Operating capital	-	Promissory note and borrower's assets	1,287,871	6,505,274 (US\$ 222,023)	6,505,274 (US\$ 222,023)

(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		
3	Dongguan Walsin Wire & Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 1,367,475 (RMB 300,000)	\$ 122,788 (RMB 30,000)	\$ - (RMB -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 53,534,948	\$ 53,534,948
4	Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	46,258 (RMB 10,000)	40,929 (RMB 10,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	59,167 (RMB 14,456)	236,661 (RMB 57,822)
5	Hangzhou Walsin Power Cable & Wire Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	693,869 (RMB 150,000)	613,938 (RMB 150,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
6	Hangzhou Futong Electric Industries Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	46,258 (RMB 10,000)	40,929 (RMB 10,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	99,437 (RMB 24,295)	99,437 (RMB 24,295)
7	Jiangyin Walsin Steel Cable Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	555,095 (RMB 120,000)	491,150 (RMB 120,000)	312,875 (RMB 76,443)	1.35	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948

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. =  $\$133,837,370 \times 40\% = \$53,534,948$ .

Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. =  $\text{RMB}920,253 \times 10\% = \text{RMB}92,025$  (\$376,651).  
Hangzhou Futong Electric Industries Co., Ltd. =  $\text{RMB}920,253 \times 40\% = \text{RMB}368,101$  (\$1,506,608).  
Borrego Energy Holdings, LLC & Borrego Energy, LLC =  $\text{US}\$555,057 \times 40\% = \text{US}\$222,023$  (\$6,505,274).  
Walsin (China) Investment Co., Ltd =  $\text{RMB}144,556 \times 10\% = \text{RMB}14,456$  (\$59,167).  
Walsin (China) Investment Co., Ltd =  $\text{RMB}60,738 \times 40\% = \text{RMB}24,295$  (\$99,437).

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. =  $\$133,837,370 \times 40\% = \$53,534,948$ .  
Walsin (China) Investment Co., Ltd. =  $\text{RMB}920,253 \times 40\% = \text{RMB}368,101$  (\$1,506,608).  
Walsin International Investments Limited =  $\text{US}\$555,057 \times 40\% = \text{US}\$222,023$  (\$6,505,274).  
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd. =  $\text{RMB}144,556 \times 40\% = \text{RMB}57,822$  (\$236,661).  
Hangzhou Futong Electric Industries Co., Ltd. =  $\text{RMB}60,738 \times 40\% = \text{RMB}24,295$  (\$99,437).

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 June 30, 2025 were as follows: US\$ to NT\$ = 1:29. 3; RMB to NT\$ = 1:4.09292; US\$ to RMB = 1:7.1586.

(Concluded)

## CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES

## FINANCING PROVIDED

FOR THE SIX MONTHS ENDED JUNE 30, 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		
8	Yantai Walsin Stainless Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	\$ 2,081,606 (RMB 450,000)	\$ 1,841,814 (RMB 450,000)	\$ - (RMB -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 53,534,948	\$ 53,534,948
9	Yantai Huaxin Renewable Resources Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	92,516 (RMB 20,000)	81,858 (RMB 20,000)	16,879 (RMB 4,124)	1.35	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
10	Changshu Walsin Specialty Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	3,238,053 (RMB 700,000)	2,865,044 (RMB 700,000)	253,413 (RMB 61,915)	1.35	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948
11	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Walsin (China) Investment Co., Ltd.	Other receivables	Yes	1,665,284 (RMB 360,000)	1,473,451 (RMB 360,000)	- (RMB -)	-	Operating capital	-	Operating capital	-	-	-	53,534,948	53,534,948

## 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. = \$133,837,370 × 40% = \$53,534,948.
  - 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. = \$133,837,370 × 40% = \$53,534,948.
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of Renminbi.
3. The currency exchange rates as of June 30, 2025 were as follows: RMB to NTS = 1:4.09292.

## CHIN-CHERNG CONSTRUCTION CO. AND SUBSIDIARIES

FINANCING PROVIDED  
FOR THE SIX MONTHS ENDED JUNE 30, 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)	\$ 40,929 (RMB 10,000)	\$ 14,620 (RMB 3,572)	1.35	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 53,534,948	\$ 53,534,948

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. 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 (China) Investment Co., Ltd. =  $\$133,837,370 \times 40\% = \$53,534,948$ .
  - b. The limit on the amount of financing provided was as follows:  
Nanjing Walsin Property Management Co., Ltd. =  $\$133,837,370 \times 40\% = \$53,534,948$ .
2. Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of Renminbi.
3. The currency exchange rates as of June 30, 2025 were as follows: RMB to NTS = 1:4.09292.

**WALSIN INFO-ELECTRIC CORP.****FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 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	\$ -	-	\$ -	\$ 130,649	\$ 130,649

## Notes:

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:

$$\text{Walsin Lihwa Corporation} = \$326,623 \times 40\% = \$130,649.$$

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

$$\text{Walsin Info-Electric Corporation} = \$326,623 \times 40\% = \$130,649.$$

## WALSIN SINGAPORE PTE. LTD.

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 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)	\$ 9,397,975 (US\$ 320,750)	\$ 9,287,114 (US\$ 316,966)	6.50-6.53	Operating capital	\$ -	Equipment purchase and operating capital	\$ -	-	\$ -	\$ 12,734,132 (US\$ 434,612)	\$ 12,734,132 (US\$ 434,612)
		Innovation West Mantewe Pte. Ltd.	Other receivables	Yes	597,690 (US\$ 18,000)	527,400 (US\$ 18,000)	527,400 (US\$ 18,000)	4.32	Operating capital	-	Construction of new plants and equipment purchase	-	-	-	12,734,132 (US\$ 434,612)	12,734,132 (US\$ 434,612)
		Walsin Lihwa Europe S.a.r.l.	Other receivables	Yes	4,653,349 (US\$ 140,140)	4,031,680 (US\$ 137,600)	4,031,680 (US\$ 137,600)	4.61	Operating capital	-	Acquisition of equity	-	-	-	53,534,948	53,534,948
		PT. Walsin Everising Specialty Steel Indonesia	Other receivables	Yes	808,332 (US\$ 27,030)	791,979 (US\$ 27,030)	343,982 (US\$ 11,740)	5.31	Operating capital	-	Construction of new plants and equipment purchase	-	-	-	12,734,132 (US\$ 434,612)	12,734,132 (US\$ 434,612)

## Notes:

- 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.
  - 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\$1,086,530 × 40% = US\$434,612 (\$12,734,132).  
Walsin Lihwa Europe S.a.r.l = 133,837,370 × 40% = 53,534,948.
  - The limit on the amount of financing provided was as follows:  
Walsin Singapore Pte. Ltd. = US\$1,086,530 × 40% = US\$434,612 (\$12,734,132).
- Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars.
- The currency exchange rates as of June 30, 2025 were as follows: US\$ to NT\$ = 1:29.3.

## PT. WAL SIN NICKEL INDUSTRIAL INDONESIA

**FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 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)	\$ 879,000 (US\$ 30,000)	\$ - (US\$ -)	-	Operating capital	\$ -	Operating capital	\$ -	-	\$ -	\$ 1,135,609 (US\$ 38,758)	\$ 4,542,379 (US\$ 155,030)
		PT. Sunny Metal Industry (Note 4)	Other receivables	Yes	3,652,550 (US\$ 110,000)	3,223,000 (US\$ 110,000)	879,000 (US\$ 30,000)	5.13	Operating capital	-	Operating capital	-	-	-	4,542,379 (US\$ 155,030)	4,542,379 (US\$ 155,030)

## Notes:

- According to the financing regulations provided by PT. Walsin Nickel Industrial Indonesia, 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.
  - The limit on the amount of financing provided to a single enterprise was as follows:

PT. Walhsu Metal Industry = US\$387,576 × 10% = US\$38,758 (\$1,135,609).  
PT. Sunny Metal Industry = US\$387,576 × 40% = US\$155,030 (\$4,542,379).
  - The limit on the amount of financing provided was as follows:

PT. Walsin Nickel Industrial Indonesia = US\$387,576 × 40% = US\$155,030 (\$4,542,379).
- Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars.
- The currency exchange rates as of June 30, 2025 was as follows: US\$ to NT\$ = 1:29.3.
- 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 SIX MONTHS ENDED JUNE 30, 2025  
(In Thousands of New Taiwan Dollars and Euro)

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	\$ -	-	\$ -	\$ 4,324,047 (EUR 125,882)	\$ 4,324,047 (EUR 125,882)
		DMV Deutschland GmbH	Other receivables	Yes	16,651 (EUR 487)	- (EUR -)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	4,324,047 (EUR 125,882)	4,324,047 (EUR 125,882)
		DMV Italia S.r.l.	Other receivables	Yes	284,085 (EUR 8,309)	103,050 (EUR 3,000)	103,050 (EUR 3,000)	3.19	Operating capital	-	Operating capital	-	-	-	4,324,047 (EUR 125,882)	4,324,047 (EUR 125,882)
		DMV France S.A.S.	Other receivables	Yes	231,945 (EUR 6,784)	68,700 (EUR 2,000)	68,700 (EUR 2,000)	3.19	Operating capital	-	Operating capital	-	-	-	4,324,047 (EUR 125,882)	4,324,047 (EUR 125,882)
		DMV SOTEP S.A.S.	Other receivables	Yes	68 (EUR 2)	- (EUR -)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	4,324,047 (EUR 125,882)	4,324,047 (EUR 125,882)
		DMV USA, Inc.	Other receivables	Yes	465,463 (EUR 13,614)	343,500 (EUR 10,000)	343,500 (EUR 10,000)	3.19	Operating capital	-	Operating capital	-	-	-	4,324,047 (EUR 125,882)	4,324,047 (EUR 125,882)

## Notes:

- 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.
  - 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. =  $EUR629,412 \times 20\% = EUR125,882$  (\$4,324,047).
  - The limit on the amount of financing provided was as follows:  
Cogne Acciai Speciali S.p.A. =  $EUR629,412 \times 20\% = EUR125,882$  (\$4,324,047).
- Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of EUR.
- The currency exchange rates as of June 30, 2025 was as follows: EUR to NT\$ = 1:34.35.

## DMV GMBH AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 2025  
(In Thousands of New Taiwan Dollars and Euro)

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	\$ -	-	\$ -	\$ 1,847,068 (EUR 53,772)	\$ 1,847,068 (EUR 53,772)
		DMV Deutschland GmbH (Note 4)	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	4,775 (EUR 139)	3.22	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
		DMV Italia S.r.l. (Note 4)	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	230,042 (EUR 6,697)	3.22	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
		DMV France S.A.S. (Note 4)	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	435,661 (EUR 12,683)	3.22	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
		DMV SOTEP S.A.S. (Note 4)	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
		DMV USA, Inc. (Note 4)	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
18	DMV Deutschland GmbH	Cogne Acciai Speciali S.p.A.	Other receivables	Yes	177,685 (EUR 5,197)	- (EUR -)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
		DMV GmbH.	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
19	DMV Italia S.r.l.	DMV GmbH	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
20	DMV France S.A.S.	DMV GmbH	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
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	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
		DMV GmbH	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	16,282 (EUR 474)	3.22	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)
22	DMV USA, Inc.	DMV GmbH	Other receivables	Yes	1,820,000 (EUR 50,000)	1,717,500 (EUR 50,000)	- (EUR -)	-	Operating capital	-	Operating capital	-	-	-	1,847,068 (EUR 53,772)	1,847,068 (EUR 53,772)

Notes:

- 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.
  - 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. = EUR134,429 × 40% = EUR53,772 (\$1,847,068).
  - The limit on the amount of financing provided was as follows:  
DMV GmbH = EUR134,429 × 40% = EUR53,772 (\$1,847,068).
- Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of EUR.
- The currency exchange rates as of June 30, 2025 were as follows: EUR to NT\$ = 1:34.35.
- 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.

## PT. SUNNY METAL INDUSTRY

FINANCING PROVIDED TO OTHERS  
FOR THE SIX MONTHS ENDED JUNE 30, 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	\$ 233,435 (US\$ 7,000)	\$ - (US\$ -)	\$ - (US\$ -)	-	Operating capital	\$ -	Construction of new plants and equipment purchase	\$ -	-	\$ -	\$ 1,741,504 (US\$ 59,437)	\$ 1,741,504 (US\$ 59,437)

## Notes:

- 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.
  - The limit on the amount of financing provided to a single enterprise was as follows:  
PT. Walhsu Metal Industry = US\$148,593 × 40% = US\$59,437 (\$1,741,504).
  - The limit on the amount of financing provided was as follows:  
PT. Sunny Metal Industry = US\$148,593 × 40% = US\$59,437 (\$1,741,504).
- Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars.
- The currency exchange rates as of June 30, 2025 was as follows: US\$ to NT\$ = 1:29.3.

## WALSIN LIHWA CORPORATION

**ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE SIX MONTHS ENDED JUNE 30, 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.	b	\$ 86,994,291	\$ 4,163,211 (RMB 900,000)	\$ 3,683,628 (RMB 900,000)	\$ 2,143,216 (RMB 523,640)	\$ -	2.75	\$ 173,988,581	Yes	No	Yes
		Walsin Energy Cable System Co., Ltd.	b	86,994,291	5,900,000	5,900,000	4,500,000	-	4.41	173,988,581	Yes	No	No

## Notes:

- The information on Walsin Lihwa Corporation and its subsidiaries is listed and labeled on the entitled "No." column.
  - "0" represents Walsin Lihwa Corporation.
  - Subsidiaries are numbered consecutively starting from 1.
- The relationship between Walsin Lihwa Corporation and the endorsed/guaranteed entities can be classified into the following categories.
  - A company with which Walsin Lihwa Corporation does business.
  - A company in which Walsin Lihwa Corporation directly and indirectly holds more than 50% of the voting shares.
  - A company that directly and indirectly holds more than 50% of the voting shares in Walsin Lihwa Corporation.
  - A company in which Walsin Lihwa Corporation directly or indirectly holds 90% or more of the voting shares.
  - 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.
  - 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.
  - 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.
- According to the endorsements/guarantees provided and financing regulations provided by Walsin Lihwa Corporation, the total limit on the amount of endorsements/guarantees cannot exceed 130% of the equity of Walsin Lihwa Corporation'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 130% of the net value multiplied by the equity percentage of the guarantee provider.
  - The limit on the amount of endorsements/guarantees provided was as follows:  

$$\text{NT\$}133,837,370 \times 130\% = \text{NT\$}173,988,581.$$
  - The limit on the amount of endorsements/guarantees provided to a single entity was as follows:  
Yantai Walsin Stainless Steel Co., Ltd.:  $173,988,581 \times 50\% = 86,994,291.$   
Walsin Energy Cable System Co., Ltd.:  $173,988,581 \times 50\% = 86,994,291.$
- The currency exchange rates as of June 30, 2025 were as follows: RMB to NT\$ = 1:4.09292.

## COGNE ACCIAI SPECIALI S.P.A. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE SIX MONTHS ENDED JUNE 30, 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	\$ 1,382,622 (EUR 40,251)	\$ 666,000 (SEK 200,000)	\$ 618,000 (SEK 200,000)	\$ 192,021 (SEK 62,143)	\$ -	0.46	\$ 4,324,047 (EUR 125,882)	No	No	No

Notes:

- The information on Cogne Acciai Speciali S.p.A. and its subsidiaries is listed and labeled on the entitled "No." column.
  - "0" represents Cogne Acciai Speciali S.p.A.
  - Subsidiaries are numbered consecutively starting from 1.
- The relationship between Cogne Acciai Speciali S.p.A. and the endorsed/guaranteed entities can be classified into the following categories.
  - A company with which Cogne Acciai Speciali S.p.A. does business.
  - A company in which Cogne Acciai Speciali S.p.A. directly and indirectly holds more than 50% of the voting shares.
  - A company that directly and indirectly holds more than 50% of the voting shares in Cogne Acciai Speciali S.p.A.
  - A company in which Cogne Acciai Speciali S.p.A. directly or indirectly holds 90% or more of the voting shares.
  - 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.
  - 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.
  - 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.
- 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.
  - The limit on the amount of endorsements/guarantees provided was as follows:  

$$\text{EUR}629,412 \times 20\% = \text{EUR}125,882 (\$4,324,047).$$
  - The limit on the amount of endorsements/guarantees provided to a single entity was as follows:  

$$\text{Degerfors Long Products AB: EUR}32,201 \times 125\% \times 100\% = \text{EUR}40,251 (\$1,382,622).$$
- The currency exchange rates as of June 30, 2025 were as follows: EUR to NT\$= 1:34.35; SEK to NT\$ = 1:3.09.

## WALSIN LIHWA EUROPE S.À R.L.

ENDORSEMENTS/GUARANTEES PROVIDED  
FOR THE SIX MONTHS ENDED JUNE 30, 2025  
(In Thousands of New Taiwan Dollars and Euro)

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	\$ 37,835,529 (EUR 1,101,471)	\$ 4,732,000 (EUR 130,000)	\$ 4,465,500 (EUR 130,000)	\$ 4,465,500 (EUR 130,000)	\$ 4,106,102	3.34	\$ 12,121,909 (EUR 352,894)	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:  

$$\text{EUR}352,894 \times 100\% = \text{EUR}352,894 (\text{\$}12,121,909).$$
  - b. The limit on the amount of endorsements/guarantees provided to a single entity was as follows:  

$$\text{Cogne Acciai Speciali S.p.A.: EUR}629,412 \times 250\% \times 70\% = \text{EUR}1,101,471 (\text{\$}37,835,529).$$
4. The currency exchange rates as of June 30, 2025 were as follows: EUR to NT\$ = 1:34.35.

## WALSIN LIHWA CORPORATION

## SIGNIFICANT MARKETABLE SECURITIES HELD

JUNE 30, 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	June 30, 2025				Note
				Number of Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Walsin Lihwa Corporation	Share 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	\$ 2,133,381	10.19	\$ 2,133,381	
	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	3,607,199	12.06	3,607,199	
	TECO Electric & Machinery Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	231,104,730	10,931,254	10.81	10,931,254	
	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	422,492	9.39	422,492	
	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	270,475	15.00	270,475	

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

**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 SIX MONTHS ENDED JUNE 30, 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	\$ (666,825)	(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	\$ 13,796	1	
	Walsin Singapore Pte. Ltd.	100% indirectly owned subsidiary	Purchase	7,264,520	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	-	-	

**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 SIX MONTHS ENDED JUNE 30, 2025**  
**(In Thousands of Renminb 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 Walsin Stainless Steel Co., Ltd.	Changshu Walsin Specialty Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (195,921)	(13)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	RMB 38,288	12	
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (190,162)	(12)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	RMB 47,355	15	
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchase	RMB 52,866	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	RMB (16,730)	(10)	
	Walsin Singapore Pte. Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Purchase	US\$ 14,954	11	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\$ -	-	
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Sales	RMB (52,866)	(18)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	RMB 10,883	8	
	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchase	RMB 190,162	83	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	RMB (47,355)	(24)	
Changshu Walsin Specialty Steel Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Purchase	RMB 195,921	75	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	RMB (38,288)	(17)	

**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 SIX MONTHS ENDED JUNE 30, 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\$ (228,021)	(48)	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\$ -	-	
	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Sales	US\$ (14,954)	(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	US\$ -	-	
	PT. Sunny Metal Industry	Subsidiary	Purchases	US\$ 156,223	32	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\$ (13,545)	(64)	
	PT. Walhsu Metal Industry	Subsidiary	Purchases	US\$ 70,064	15	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\$ (1,758)	(8)	
PT. Sunny Metal Industry	Walsin Singapore Pte. Ltd.	Parent company	Sales	US\$ (156,223)	(58)	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\$ 13,545	9	
	PT. Walhsu Metal Industry	Subsidiary	Sales	US\$ (61,599)	(23)	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\$ 139,553	89	
PT. Walhsu Metal Industry	Walsin Singapore Pte. Ltd.	Parent company	Sales	US\$ (70,064)	(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\$ 1,758	84	
	PT. Sunny Metal Industry	Parent company	Purchases	US\$ 61,599	95	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\$ (139,553)	(99)	

## 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 SIX MONTHS ENDED JUNE 30, 2025  
(In Thousands of Euro)

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	
Aosta Servizi Generali S.r.l.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sale	\$ (4,132)	(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	\$ 3,888	99	
Cogne Acciai Speciali S.p.A.	Cogne Edelstahl GmbH	Transactions between parent company and subsidiaries	Sale	(16,951)	(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	3,958	3	
	Cogne Mexico Sociedad Anonima de Capital Variable	Transactions between parent company and subsidiaries	Sale	(5,356)	(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	3,994	3	
	Dong Guan Cogne Steel Products Co., Ltd.	Transactions between parent company and subsidiaries	Sale	(11,148)	(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	4,265	3	
	Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Transactions between parent company and subsidiaries	Sale	(3,681)	(1)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	4,280	3	
	Degerfors Long Products AB	Transactions between parent company and subsidiaries	Sale	(18,105)	(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	14,513	10	
	Special Melted Products Limited	Transactions between parent company and subsidiaries	Sale	(5,752)	(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	4,227	3	
	DMV France S.A.S.	Transactions between parent company and subsidiaries	Sale	(20,247)	(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	16,590	12	

(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	DMV Deutschland GmbH	Transactions between parent company and subsidiaries	Sale	\$ (5,901)	(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	\$ 3,589	3		
	Novametal SA	Substantive related party	Sale	(25,443)	(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	5,486	4		
	Cogne Edelstahl GmbH	Both are subsidiaries of Walsin Lihwa Europe s.a r.l.	Sale	(6,835)	(46)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	3,321	61		
	Com.Steel Inox S.p.A.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sale	(62,557)	(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	16,672	63	
	Degerfors long products	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sale	(6,932)	(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	5,432	34	
	Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sale	(21,308)	(37)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	4,860	19	
	Cogne Acciai Speciali S.p.A.	Cogne France Societe par Actions Simplifiee	Transactions between parent company and subsidiaries	Sale	(7,308)	(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	2,788	2	
	Cogne Speciality Steel USA, Inc.	Transactions between parent company and subsidiaries	Sale	(11,239)	(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	317	-		
	Cogne Stainless Bars SA	Transactions between parent company and subsidiaries	Sale	(11,949)	(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	2,190	2		

(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	Transactions between parent company and subsidiaries	Sale	\$ (7,509)	(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	\$ 2,507	2	
	Ferriere di Stabio SA	Substantive related party	Sale	(12,788)	(4)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	2,572	2	
Cogne Stainless Bars SA	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sale	(4,720)	(32)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,189	22	
Degerfors long products	Com.Steel Inox S.p.A.	Both are subsidiaries of Walsin Lihwa Europe s.a r.l.	Sale	(3,899)	(9)	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	1,366	8	
Cogne Acciai Speciali S.p.A.	Aosta Servizi Generali S.r.l.	Transactions between parent company and subsidiaries	Purchase	4,132	1	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,888)	(3)	
Cogne Edelstahl GmbH	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	16,951	54	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,958)	(47)	
Cogne France Societe par Actions Simplifiee	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	7,308	78	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(2,788)	(75)	
Cogne Mexico Sociedad Anonima de Capital Variable	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	5,356	91	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,994)	(96)	
Cogne Speciality Steel USA, Inc.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	11,239	87	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(317)	(34)	

(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	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	\$ 11,949	83	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ (2,190)	(79)	
Cogne U.K. Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	7,509	82	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(2,507)	(75)	
Dong Guan Cogne Steel Products Co., Ltd.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	11,148	89	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(4,265)	(93)	
Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	3,681	31	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(4,280)	(75)	
Degerfors Long Products AB	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	18,105	40	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(14,513)	(63)	
Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	5,752	14	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(4,227)	(26)	
DMV France S.A.S.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	20,747	14	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(16,590)	(22)	
DMV Deutschland GmbH	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Purchase	5,901	4	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(3,589)	(5)	
Cogne Acciai Speciali S.p.A.	Cogne Stainless Bars SA	Transactions between parent company and subsidiaries	Purchase	4,720	1	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(1,189)	(1)	

(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 Edeltahl GmbH	Cogne Stainless Bars SA	Both are subsidiaries of Walsin Lihwa Europe s.a r.l.	Purchase	\$ 6,835	22	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	\$ (3,321)	(39)	
Cogne Acciai Speciali S.p.A.	Com.Steel Inox S.p.A.	Transactions between parent company and subsidiaries	Purchase	62,557	19	The payment terms are set by quotations on the local market, and the transaction terms are similar to those of general customers.	Normal	Normal	(16,672)	(14)	
Cogne Acciai Speciali S.p.A.	Degerfors long products	Transactions between parent company and subsidiaries	Purchase	6,932	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	(5,432)	(5)	
Com.Steel Inox S.p.A.	Degerfors long products	Both are subsidiaries of Walsin Lihwa Europe s.a r.l.	Purchase	3,899	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	(1,366)	(21)	
Cogne Acciai Speciali S.p.A.	Special Melted Products Limited	Transactions between parent company and subsidiaries	Purchase	21,308	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	(4,860)	(4)	

(Concluded)

**WALSIN LIHWA CORPORATION**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL**

**JUNE 30, 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    \$ 327,708	-	\$ -	-	\$ -	\$ -

WALSIN LIHWA HOLDINGS LIMITED AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

JUNE 30, 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% owned subsidiary	Other receivables RMB 230,720	-	\$ -	-	\$ -	\$ -
Walsin (China) Investment Co., Ltd.	Yantai Walsin Stainless Steel Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 2,478,628	-	-	-	-	-
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 139,064	-	-	-	-	-
	Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	95.71% directly owned subsidiary	Other receivables RMB 27,375	-	-	-	-	-
	XiAn Walsin Metal Product Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 186,731	-	-	-	-	-
	Nanjing Taiwan Trade Mart Management Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 106,293	-	-	-	-	-
	Walsin (Nanjing) Development Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 143,650	-	-	-	-	-
Walsin International Investments Limited	Walsin Lihwa Corporation	Parent company	Other receivables US\$ 153,287	-	-	-	-	-
	Borrego Energy, LLC	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables US\$ 8,190	-	-	-	-	-
	Borrego Energy Holdings, LLC	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables US\$ 21,310	-	-	-	-	-
	Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables RMB 2,623,887	-	-	-	-	-
Jiangyin Walsin Steel Cable Co., Ltd. (JHS)	Walsin (China) Investment Co., Ltd.	Parent company	Other receivables RMB 76,527	-	-	-	-	-

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

**CONCORD INDUSTRIES LIMITED AND SUBSIDIARIES**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL**

**JUNE 30, 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 \$ 38,288	9.81	\$ -	-	\$ 26,820	\$ -
	Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Both are subsidiaries of Concord Industries Limited	Trade receivables 47,355	7.13	-	-	40,174	-
Changshu Walsin Specialty Steel Co., Ltd.	Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables 61,964	-	-	-	-	-

**WALSIN SINGAPORE PTE. LTD. AND SUBSIDIARIES**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL**

**JUNE 30, 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.	PT. Sunny Metal Industry Walsin Lihwa Europe S.a r.l.	Subsidiary Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	\$ 327,459	-	\$ -	-	\$ -	\$ -
			Other receivables	142,032	-	-	-	-	-
PT. Sunny Metal Industry	Walhsu Metal Industry	Subsidiary	Trade receivables	139,553	0.78	-	-	-	-
Walsin Singapore Pte. Ltd.	Innovation West Mantewe Pte. Ltd.	Associate	Other receivables	18,435	-	-	-	-	-
PT. Sunny Metal Industry	Walsin Singapore Pte. Ltd.	Parent company	Trade receivables	13,545	24.22	-	-	5,405	-
Walsin Singapore Pte. Ltd.	Walsin Everising Specialty Steel Indonesia.	Associate	Other receivables	11,813	-	-	-	-	-

**PT. WAL SIN NICKEL INDUSTRIAL INDONESIA**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL**

**JUNE 30, 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	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables \$ 31,434	-	\$ -	-	\$ -	\$ -

**WALSIN INFO-ELECTRIC CORP.**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL**

**JUNE 30, 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    \$ 100,997	-	\$ -	-	\$ -	\$ -

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

## RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

JUNE 30, 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 \$ 3,888	1.84	\$ -	-	\$ 908	\$ -
Cogne Acciai Speciali S.p.A.	Cogne Edelstahl GmbH	Transactions between parent company and subsidiaries	Trade receivables 3,958	10.47	-	-	2,079	-
	Cogne Mexico Sociedad Anonima de Capital Variable	Transactions between parent company and subsidiaries	Trade receivables 3,994	2.98	-	-	937	-
	Dong Guan Cogne Steel Products Co., Ltd.	Transactions between parent company and subsidiaries	Trade receivables 4,265	4.41	-	-	4,109	-
	Metalinox Cogne Acos Inoxidaveis Especiais Ltda	Transactions between parent company and subsidiaries	Trade receivables 4,280	1.86	-	-	630	-
	Degerfors Long Products AB	Transactions between parent company and subsidiaries	Trade receivables 14,513	2.80	-	-	3,125	-
	Special Melted Products Limited	Transactions between parent company and subsidiaries	Trade receivables 4,227	1.73	-	-	3,310	-
	DMV Italia S.r.l.	Transactions between parent company and subsidiaries	Other receivables 3,108	-	-	-	-	-
	DMV USA, Inc.	Transactions between parent company and subsidiaries	Other receivables 10,227	-	-	-	-	-
	DMV France S.A.S.	Transactions between parent company and subsidiaries	Trade receivables 16,590	4.13	-	-	4,477	-
	DMV Deutschland GmbH	Transactions between parent company and subsidiaries	Trade receivables 3,589	6.43	-	-	821	-
	Novametal SA	Substantive related party	Trade receivables 5,486	8.19	-	-	5,486	-
Cogne Stainless Bars SA	Cogne Edelstahl GmbH	Both are subsidiaries of Walsin Lihwa Europe s.a r.l.	Trade receivables 3,321	4.46	-	-	1,485	-
Com.Steel Inox S.p.A.	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables 16,672	6.44	-	-	9,767	-
Degerfors long products	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables 5,432	2.98	-	-	-	-
Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Trade receivables 4,860	15.57	-	-	3,398	-
DMV GmbH	DMV Italia S.r.l.	Transactions between parent company and subsidiaries	Other receivables 6,697	-	-	-	-	-
	DMV France S.A.S.	Transactions between parent company and subsidiaries	Other receivables 12,683	-	-	-	-	-

**WALSIN LIHWA CORPORATION AND SUBSIDIARIES**

**NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE GROUP EXERCISES SIGNIFICANT INFLUENCE  
FOR THE SIX MONTHS ENDED JUNE 30, 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 June 30, 2025			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				June 30, 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	\$ 20,241,520	\$ 251,647	\$ 251,524	
	Concord Industries Limited	British Virgin Islands	Investments holding	14,378,563	14,408,033	331,498,375	100.00	2,252,467	(572,852)	(572,852)	
	Ace Result Global Limited	British Virgin Islands	Investments holding	1,587,416	1,587,416	44,739,988	100.00	422,165	35,042	35,042	
	Min Maw Precision Industry Corp.	Taiwan	Solar power systems management, design, and installation	180,368	180,368	37,058,059	100.00	441,502	7,414	7,414	
	Waltuo Green Resources Corporation	Taiwan	Waste disposal, resource recovery and cement products	10,000	10,000	1,828,287	100.00	196	4,177	4,177	
	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	4,807,939	(112,909)	(111,721)	
	Walsin Info-Electric Corp.	Taiwan	Mechanical and electrical, communications, and power systems	270,034	270,034	29,854,246	99.51	329,023	1,367	1,360	
	PT. Walsin Lippo Industries	Indonesia	Steel wires	481,663	481,663	10,500	70.00	1,001,104	32,834	22,984	
	PT. Walsin Lippo Kabel	Indonesia	Production and sale of cables and wires	12,004	12,004	2,999,500	70.00	10,016	281	197	
	Joint Success Enterprises Limited	British Virgin Islands	Investments holding	689,979	689,979	21,344,562	49.05	3,632,295	(239,958)	(117,699)	
	Chin-Xin Investment Co., Ltd.	Taiwan	Investments	2,237,969	2,237,969	179,468,270	37.00	5,320,916	125,321	46,369	
	Tsai Yi Corporation	Taiwan	Management and investments holding	457,610	457,610	49,831,505	33.97	889,451	(58,958)	(20,028)	
	Concord II Venture Capital Co., Ltd.	Taiwan	Venture capital and consulting affairs	257,860	257,860	26,670,699	26.67	165,066	(3,951)	437	
	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	19,421,736	(2,403,575)	(531,431)	
	Walton Advanced Engineering, Inc.	Taiwan	Production, sale, and testing of semiconductors	1,185,854	1,185,854	109,628,376	21.17	2,141,202	(221,685)	(47,030)	
	Walsin Technology Corp.	Taiwan	Production and sale of ceramic capacitors	1,649,039	1,649,039	88,902,325	18.30	8,287,103	417,391	82,049	
	PT. Walsin Nickel Industrial Indonesia	Indonesia	Production and sale of nickel pig iron	1,509,171	1,509,171	500,000	50.00	5,514,896	454,087	240,397	
	Walsin Precision Technology Corp.	Malaysia	Production and sale of stainless steel plates	434,994	434,994	32,178,385	100.00	621,655	13,243	13,243	
	Walsin Singapore Pte. Ltd.	Singapore	Investments holding	31,555,131	30,911,410	893,000,000	100.00	34,080,743	327,933	209,515	
	Walsin Energy Cable System Co., Ltd.	Taiwan	Submarine communication cables	2,700,000	2,700,000	270,000,000	90.00	2,421,573	(94,628)	(85,754)	
Walsin Lihwa Europe S.a r.l.	Luxembourg	Investments holding	15,017,777	12,848,247	12,000	100.00	12,121,903	(350,496)	(350,496)		
PT. Walsin Research Innovation Indonesia	Indonesia	Consulting and management	65,909	65,909	20,930	99.67	41,632	(3,531)	(3,520)		
Walsin America, LLC	USA	Investments	196,654	196,654	N/A	100.00	(639,972)	(109,600)	(109,600)		
Innovation West Majtewe Pte. Ltd.	Singapore	Investments holding	1,310,393	1,310,393	2,600,020	20.00	1,288,377	(43,517)	(9,606)		
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	16,262,935	185,147	185,147	
Walsin America, LLC	Borrego Energy Holdings, LLC	USA	Investments	US\$ 38,147	US\$ 38,147	N/A	72.55	(641,927)	(151,578)	(109,976)	
Borrego Energy Holdings, LLC	Borrego Energy, LLC	USA	Grid-connected solar electric systems	US\$ 52,576	US\$ 52,576	N/A	100.00	(936,830)	(126,578)	(126,578)	
	Cleanleaf Energy Holdings, Inc.	USA	Investments	US\$ 7,500	US\$ 7,500	1,266,000	82.50	(32,116)	(30,301)	(24,999)	
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	(38,928)	(30,301)	(30,301)	
Concord Industries Limited	Walsin Specialty Steel Corp.	British Virgin Islands	Commerce and investments	US\$ 82,893	US\$ 82,893	82,893,195	100.00	1,751,753	148,746	148,746	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of June 30, 2025			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				June 30, 2025	December 31, 2024	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Chin-Cherng Construction Co.	Joint Success Enterprises Limited	British Virgin Islands	Investments	\$ 725,493	\$ 725,493	22,175,438	50.95	\$ 3,716,399	\$ (239,958)	\$ (122,258)	
	Dinghsin Development Co., Ltd.	Taiwan	Investment of real estate and related business	8,540	8,540	2,119,200	35.32	35,407	1,696	599	
	Concord II Venture Capital Co., Ltd.	Taiwan	Venture capital and consulting affairs	1,603	1,603	172,342	0.17	1,067	(3,951)	3	
	Chin-Xin Investment Co., Ltd.	Taiwan	Investments	54,154	54,154	3,264,092	0.67	98,262	125,321	840	
Walsin Singapore Pte. Ltd.	PT. Walsin Nickel Industrial Indonesia	Indonesia	Production and sale of nickel pig iron	US\$ 42,000	US\$ 42,000	420,000	42.00	4,769,510	454,087	190,716	
	PT. Sunny Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 200,000	US\$ 200,000	50,100	50.10	5,324,138	(61,251)	(252,537)	
	Berg Holding Limited	Hong Kong	Investments holding	US\$ 118,659	US\$ 118,644	29,527,500	75.00	3,027,921	(24,120)	(151,323)	
	PT. Walsin Everising Specialty Steel Indonesia	Indonesia	Production and processing of special metal materials	US\$ 6,151	US\$ 6,151	6,151,064	29.50	175,624	(16,964)	(5,004)	
Walsin Lihwa Europe S.a r.l.	MEG S.A.	Luxembourg	Investments holding	EUR 440,203	EUR 379,703	8,915	100.00	14,044,249	(292,568)	(292,568)	
	Walsin Lihwa Italy S.r.l.	Italy	Sale of stainless steel	EUR 10	EUR -	N/A	100.00	344	-	-	
	Advanced Manufacturing Holdings Limited	United Kingdom	Enhancement of special metal materials	EUR 1,609	EUR -	17,872	15.84 (Note 1)	56,501	8,162	1,260	
MEG S.A.	Cogne Acciai Speciali S.p.A.	Italy	Production and sale of stainless steel	EUR 206,792	EUR 146,292	354,978,386	71.83	15,339,183	(412,125)	(291,815)	
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	(296,041)	(157,697)	(155,040)	
PT. Walsin Nickel Industrial Indonesia	PT. Walhsu Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 19	US\$ 19	18,600	0.10	(221)	(157,697)	(158)	
Min Maw Precision Industry Corp.	PT. Walsin Research Innovation Indonesia	Indonesia	Consulting and management	224	224	70	0.33	136	(3,531)	(12)	
Berg Holding Limited	PT. Sunny Metal Industry	Indonesia	Manufacture and sale of nickel matte	US\$ 59,443	US\$ 59,443	39,350	39.35	1,713,200	(61,251)	(24,102)	

Note 1: A 34.32% 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.

(Concluded)

## WALSIN LIHWA CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE SIX MONTHS ENDED JUNE 30, 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 June 30, 2025	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 17)	Carrying Amount as of June 30, 2025	Accumulated Repatriation of Investment Income as of June 30, 2025
					Outward	Inward						
Jiangyin Walsin Steel Cable Co., Ltd.	Manufacture and sale of steel cables and wires	\$ 586,000 (US\$ 20,000)	b	\$ 763,001 (US\$ 26,041) (Note 2)	\$ - -	\$ - -	\$ 763,001 (US\$ 26,041) (Note 2)	\$ (28,500)	100.00	\$ (28,500)	\$ 611,028	\$ -
Shanghai Walsin Lihwa Power Wire & Cable Co., Ltd.	Manufacture and sale of cables and wires	457,871 (US\$ 15,627)	b	438,211 (US\$ 14,956) (Note 3)	- -	- -	438,211 (US\$ 14,956) (Note 3)	29,668	95.71	28,394	566,276	-
Hangzhou Walsin Power Cable & Wire Co., Ltd.	Manufacture and sale of cables and wires	5,217,744 (US\$ 178,080)	b	2,472,334 (US\$ 84,380) (Note 4)	- -	- -	2,472,334 (US\$ 84,380) (Note 4)	151,969	100.00	143,163	2,137,073	-
Walsin (China) Investment Co., Ltd.	Investments	2,302,980 (US\$ 78,600)	b	2,302,980 (US\$ 78,600) (Note 5)	- -	- -	2,302,980 (US\$ 78,600) (Note 5)	61,998	100.00	61,998	3,766,522	-
Changshu Walsin Specialty Steel Co., Ltd.	Manufacture and sale of specialized steel tubes	2,842,100 (US\$ 97,000)	b	2,842,100 (US\$ 97,000) (Note 6)	- -	- -	2,842,100 (US\$ 97,000) (Note 6)	148,702	100.00	148,792	1,709,306	-
Dongguan Walsin Wire & Cable Co., Ltd.	Manufacture and sale of bare copper cables and wires	761,800 (US\$ 26,000)	b	761,800 (US\$ 26,000) (Note 7)	- -	- -	761,800 (US\$ 26,000) (Note 7)	78,221	100.00	78,221	1,412,954	-
Jiangyin Walsin Specialty Alloy Materials Co., Ltd.	Manufacture and sale of cold-rolled stainless steel and flat rolled products	1,435,700 (US\$ 49,000)	b	1,435,700 (US\$ 49,000) (Note 8)	- -	- -	1,435,700 (US\$ 49,000) (Note 8)	(243,595)	100.00	(243,595)	427,645	-
XiAn Walsin Metal Product Co., Ltd. (Note 11)	Manufacture and sale of specialized stainless steel plates	1,621,755 (US\$ 55,300)	b	883,395 (US\$ 30,150)	- -	- -	883,395 (US\$ 30,150)	(6,085)	100.00	(6,085)	(849,486)	-
Yantai Walsin Stainless Steel Co., Ltd.	Production and sale of electronic components and new alloy materials	10,842,905 (US\$ 370,065) (Note 9)	b	7,264,261 (US\$ 247,927)	- -	- -	7,264,261 (US\$ 247,927)	(787,359)	100.00	(787,359)	796,937	-
Yantai Huaxin Renewable Resources Co., Ltd.	Recycling, processing, and sales of renewable resources	42,976 (US\$ 10,500) (Note 15)	b	- (RMB -)	- -	- -	- (RMB -)	(426)	100.00	(426)	42,583	-

(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 June 30, 2025	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 17)	Carrying Amount as of June 30, 2025	Accumulated Repatriation of Investment Income as of June 30, 2025
					Outward	Inward						
Changzhou China Steel Precision Materials Co., Ltd.	Melting and forging of nonferrous metallic materials and composites as well as new types of alloys	\$ 1,277,480 (US\$ 43,600) (Note 13)	b	\$ 383,244 (US\$ 13,080)	\$ - -	\$ - -	\$ 383,244 (US\$ 13,080)	\$ 20,435	30.00	\$ 6,131	\$ 455,096	\$ 927,492 (US\$ 31,655)
Nanjing Taiwan Trade Mart Management Co., Ltd.	Business and asset management, consulting and advertising services	29,300 (US\$ 1,000)	b	29,300 (US\$ 1,000)	- -	- -	29,300 (US\$ 1,000)	(4,012)	100.00	(4,012)	(502,815)	-
Shaanxi Tianhong Silicon Industrial Corporation	Polysilicon production	4,911,504 (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.	40,929 (RMB 10,000)	b	8,907 (US\$ 304)	- -	- -	8,907 (US\$ 304)	-	20.00	-	9,361	-
Shaanxi Electronic Group Optoelectronics Technology Co., Ltd. (Note 12)	Communications equipment and electronic components	636,846 (RMB 155,597)	b	- (RMB -)	- -	- -	- (RMB -)	12,290	6.02	-	60,743	-
Walsin (Nanjing) Development Co., Ltd.	Construction, rental and sale of buildings and industrial factories	1,465,000 (US\$ 50,000)	b	1,459,140 (US\$ 49,800) (Note 14)	- -	- -	1,459,140 (US\$ 49,800) (Note 14)	(239,870)	99.60	(239,870)	\$ 7,317,359	-
Nanjing Walsin Property Management Co., Ltd.	Property management, business management and housing leasing	4,093 (RMB 1,000)	b	- -	- -	- -	- -	3,580	99.60	3,564	(16,961)	-
Dong Guan Cogne Steel Products Co., Ltd	Stainless steel products	793,107 (EUR 23,089)	b	- (EUR -)	- -	- -	- (EUR -)	11,911	70.00	8,338	550,638	-
Hangzhou Futong Electric Industries Co., Ltd.	Power cable accessories and technology development, technical service, technical advisory	409,292 (RMB 100,000)	b	- (US\$ -)	- -	- -	- (US\$ -)	20,915	51.00	10,666	126,782	-

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

Accumulated Outward Remittance for Investment in Mainland China as of June 30, 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)
\$ 18,742,858 (US\$ 639,688)	\$ 19,178,579 (US\$ 654,559)	N/A (Note 18)

Note 1: Investments can be classified into three categories as follow:

- a. Direct investment in mainland China.
- b. Reinvestment in mainland China through companies in a third country companies.
- c. Others.

Note 2: Including US\$15,000 thousand investment through Walsin (China) Investment Co., Ltd.

Note 3: Including US\$14,950 thousand investment through Walsin (China) Investment Co., Ltd.

(Continued)

Note 4: 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.

Note 5: Capital investment of US\$28,600 thousand was contributed from the accounts payable of Walsin (China) Investment Co., Ltd. to Walsin Lihwa Holdings Limited.

Note 6: 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.

Note 7: Investment through Walsin (China) Investment Co., Ltd.

Note 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.

Note 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.

Note 10: The amount was adjusted by the capital of XiAn Lv Jing Technology Co., Ltd. of RMB228,000 thousand and by the fair value.

Note 11: XiAn Walsin Metal Product Co., Ltd. merged XiAn Lv Jing Technology Co., Ltd. and XiAn Walsin Opto-electronic Limited.

Note 12: Shaanxi Electronic Group Optoelectronics Technology Co., Ltd. was formerly known as Shaanxi Optoelectronics Technology Co., Ltd.

Note 13: The amount included capitalization of retained earnings of US\$7,280 thousand.

Note 14: The amount included investment through Joint Success Enterprise Limited approved in the previous years.

Note 15: Investment through Yantai Walsin Stainless Steel Co., Ltd.

Note 16: Amounts are stated in thousands of New Taiwan dollars, except those stated in thousands of U.S. dollars, Renminbi and Euro.

Note 17: The currency exchange rates of June 30, 2025 were as follows: US\$ to NT\$ = 1:29.3, RMB to NT\$ = 1:4.09292, EUR to NT\$ = 1:34.35. The average exchange rates as of June 30, 2025 were as follows: US\$ to NT\$ = 1:31.859, RMB to NT\$ = 1:4.4386, EUR to NT\$ = 1:34.77955.

Note 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.

Note 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)

**CHIN-CHERNG CONSTRUCTION CO.****INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE SIX MONTHS ENDED JUNE 30, 2025  
(In Thousands of U.S. Dollars and Renminbi)**

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 June 30, 2025	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 2)	Carrying Amount as of June 30, 2025	Accumulated Repatriation of Investment Income as of June 30, 2025
					Outward	Inward						
Walsin (Nanjing) Development Co., Ltd	Construction, rental and sale of buildings and industrial factories	US\$ 5,000	Note 1	US\$ 25,475	\$ -	\$ -	US\$ 25,475	\$ (54,042)	50.95	\$ (27,534)	\$ 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 June 30, 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\$2,907,441 (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:

$$\text{NT\$4,845,735 thousand} \times 60\% = \text{NT\$2,907,441 thousand.}$$

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

**WALSIN LIHWA CORPORATION AND INVESTEEES**

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS  
FOR THE SIX MONTHS ENDED JUNE 30, 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 2,478,628	Based on capital demand	4
2	Walsin International Investments Limited	Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Other receivables	US\$ 153,287	Based on capital demand	2
		Walsin (China) Investment Co., Ltd.	Both are subsidiaries of Walsin Lihwa Corporation	Other receivables	RMB 2,623,887	Based on capital demand	4
3	Yantai Walsin Stainless Steel Co., Ltd.	Changshu Walsin Specialty Steel Co., Ltd.	Transactions between subsidiaries	Sales	RMB 195,921	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 190,162	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\$ 327,459	Based on capital demand	4
		Walsin Lihwa Corporation	Transactions between subsidiaries and parent company	Sales	US\$ 228,021	The terms are set by quotations on the local market and are similar to those of general customers	8
		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\$ 142,032	Based on capital demand	2
5	PT. Sunny Metal Industry	PT. Walhsu Metal Industry	Transactions between parent company and subsidiaries	Trade receivables	US\$ 139,553	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\$ 156,223	The terms are set by quotations on the local market and are similar to those of general customers	5
		PT. Walhsu Metal Industry	Transactions between parent company and subsidiaries	Sales	US\$ 61,599	The terms are set by quotations on the local market and are similar to those of general customers	2
6	PT. Walhsu Metal Industry	Walsin Singapore Pte. Ltd.	Transactions between subsidiaries and parent company	Sales	US\$ 70,064	The terms are set by quotations on the local market and are similar to those of general customers	2

(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 16,951	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 18,105	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 20,247	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 62,557	The terms are set by quotations on the local market and are similar to those of general customers	2
9	Special Melted Products Limited	Cogne Acciai Speciali S.p.A.	Transactions between subsidiaries and parent company	Sales	EUR 21,308	The terms are set by quotations on the local market and are similar to those of general customers	1

(Concluded)