

QISDA CORPORATION AND SUBSIDIARIES**Consolidated Financial Statements****With Independent Auditors' Review Report****For the Six Months Ended June 30, 2025 and 2024**

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

Table of contents

Contents	Page
1. Cover Page	1
2. Table of Contents	2
3. Independent Auditors' Review Report	3
4. Consolidated Balance Sheets	4
5. Consolidated Statements of Comprehensive Income	5
6. Consolidated Statements of Changes in Equity	6
7. Consolidated Statements of Cash Flows	7
8. Notes to the Consolidated Financial Statements	
(1) Organization and business	8
(2) Authorization of the consolidated financial statements	8
(3) Application of new and revised accounting standards and interpretations	8~10
(4) Summary of material accounting policies	10~18
(5) Critical accounting judgments and key sources of estimation uncertainty	18
(6) Significant account disclosures	19~75
(7) Related-party transactions	76~80
(8) Pledged assets	81
(9) Significant commitments and contingencies	81
(10) Significant loss from disaster	81
(11) Significant subsequent events	81
(12) Others	82
(13) Additional disclosures	
(a) Information on significant transactions	82, 84~93
(b) Information on investees	83, 94~99
(c) Information on investment in Mainland China	83, 100~113
(14) Segment information	83



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Independent Auditors' Review Report

To the Board of Directors
Qisda Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Qisda Corporation and its subsidiaries as of June 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months and six months then ended, as well as the consolidated statements of changes in equity and cash flows for the six months then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies. 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

Except as explained in the Basis for Qualified Conclusion section, we conducted our reviews in accordance with the Standards on Review Engagements 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. A review of the 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 conducted in accordance with the Standards on Auditing of the Republic of China 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.

Basis for Qualified Conclusion

As described in Note 4(b) to the accompanying consolidated financial statements, the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect the total assets amounting to \$19,427,303 thousand and \$21,941,022 thousand, constituting 9.87% and 11.20% of the consolidated total assets, respectively, and the total liabilities amounting to \$5,418,485 thousand and \$7,900,648 thousand, constituting 3.88% and 5.98% of the consolidated total liabilities as of June 30, 2025 and 2024, respectively; the total comprehensive income (loss) amounting to \$120,341 thousand, \$(258,280) thousand, \$(96,763) thousand and \$34,295 thousand, constituting (2.04)%, (24.05)%, 1.82% and 1.13% of the consolidated total comprehensive income (loss) for the three months and six months then ended, respectively.

Furthermore, the investments accounted for using the equity method amounted to \$3,027,527 thousand and \$2,403,681 thousand as of June 30, 2025 and 2024, respectively, and the share of profits (losses) of associates and joint ventures amounted to \$40,805 thousand, \$(6,828) thousand, \$25,557 thousand and \$(28,698) thousand for the three months and six months then ended, respectively, were based on the unreviewed financial statements of the investee companies.

Qualified Conclusion

Based on our reviews and the review reports of other auditors (please refer to Other Matter section), except for the adjustment, if any, as might have been determined to be necessary had the financial statements of certain non-significant consolidated subsidiaries and equity-method investments described in the Basis for Qualified Conclusion section been reviewed by independent auditors, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Qisda Corporation and its subsidiaries as of June 30, 2025 and 2024, and their consolidated financial performance for the three months and six months then ended, as well as their consolidated cash flows for the six months then ended, 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.

Other Matter

We did not review the financial statements of certain subsidiaries of Qisda Corporation. Those financial statements were reviewed by other auditors, whose review reports have been furnished to us, and our conclusion expressed herein, insofar as it relates to the amounts included in the consolidated financial statements relative to these subsidiaries, is based solely on the reports of other auditors. The financial statements of these subsidiaries reflect the total assets amounting to \$6,321,198 thousand and \$6,624,996 thousand, constituting 3.21% and 3.38% of the consolidated total assets as of June 30, 2025 and 2024, respectively, and the total operating revenue amounting to \$1,304,407 thousand, \$1,230,839 thousand, \$2,582,564 thousand and \$2,444,698 thousand, constituting 2.44%, 2.47%, 2.50% and 2.53% of the consolidated operating revenue for the three months and six months then ended, respectively.

The engagement partners on the reviews resulting in this independent auditors’ review report are Yin, Yuan-Sheng and Chang, Huei-Chen.

KPMG

Taipei, Taiwan (Republic of China)
August 13, 2025

Notes to Readers

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

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

QISDA CORPORATION AND SUBSIDIARIES**Consolidated Balance Sheets****June 30, 2025, December 31, and June 30, 2024****(Expressed in Thousands of New Taiwan Dollar)**

Assets		June 30, 2025		December 31, 2024		June 30, 2024	
		Amount	%	Amount	%	Amount	%
Current assets:							
1100	Cash and cash equivalents (note 6(a))	\$ 24,590,521	12	26,154,034	13	23,065,498	12
1110	Financial assets at fair value through profit or loss — current (note 6(b))	292,985	-	279,071	-	465,422	-
1120	Financial assets at fair value through other comprehensive income— current (note 6(c))	116,202	-	112,206	-	113,460	-
1170	Notes and accounts receivable, net (notes 6(e), (z) and 8)	35,518,185	18	38,894,419	19	36,323,276	19
1181	Notes and accounts receivable from related parties (notes 6(e), (z) and 7)	2,508,749	1	3,456,053	2	2,859,588	1
1200	Other receivables (notes 6(e) and (f))	1,794,259	1	1,368,064	1	1,429,008	1
1210	Other receivables from related parties (notes 6(f) and 7)	611,713	-	312,589	-	717,429	-
130X	Inventories (note 6(g))	42,352,290	22	42,071,638	20	38,944,297	20
1470	Other current assets	3,135,929	2	3,376,766	2	3,510,821	2
1476	Other financial assets— current (notes 6(a) and 8)	2,877,767	2	3,263,623	1	4,490,721	2
1461	Non-current assets held for sale (note 6(h))	57,882	-	-	-	-	-
	Total current assets	113,856,482	58	119,288,463	58	111,919,520	57
Non-current assets:							
1510	Financial assets at fair value through profit or loss — non-current (note 6(b))	2,045,374	1	1,465,268	1	1,043,013	1
1517	Financial assets at fair value through other comprehensive income— non-current (note 6(c))	8,714,818	4	10,055,445	5	12,145,142	6
1535	Debt investments measured at amortized cost — non-current (notes 6(d) and 8)	61,185	-	-	-	-	-
1550	Investments accounted for using the equity method (note 6(i))	6,689,430	4	7,383,876	4	8,532,647	4
1600	Property, plant and equipment (notes 6(k), 7 and 8)	42,045,418	21	44,047,502	21	42,497,050	22
1755	Right-of-use assets (note 6(l))	6,021,881	3	6,535,226	3	5,667,547	3
1760	Investment property (notes 6(m) and 8)	1,300,872	1	796,875	-	831,777	1
1780	Intangible assets (notes 6(j) and (n))	12,766,397	7	13,301,185	7	9,554,571	5
1840	Deferred income tax assets	2,170,608	1	2,232,887	1	2,456,147	1
1900	Other non-current assets	363,106	-	424,787	-	393,706	-
1980	Other financial assets— non-current (notes 6(a) and 8)	780,553	-	873,011	-	781,983	-
	Total non-current assets	82,959,642	42	87,116,062	42	83,903,583	43
	Total assets	\$ 196,816,124	100	206,404,525	100	195,823,103	100

(Continued)

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

QISDA CORPORATION AND SUBSIDIARIES**Consolidated Balance Sheets (Continued)****June 30, 2025, December 31, and June 30, 2024****(Expressed in Thousands of New Taiwan Dollar)**

		June 30, 2025		December 31, 2024		June 30, 2024	
		Amount	%	Amount	%	Amount	%
Liabilities and Equity							
Current liabilities:							
2100	Short-term borrowings (notes 6(o) and 8)	\$ 34,332,983	17	32,496,468	16	30,187,051	15
2110	Short-term notes and bills payable (notes 6(o) and 8)	25,500	-	199,844	-	-	-
2120	Financial liabilities at fair value through profit or loss — current (note 6(b))	110,411	-	259,658	-	101,220	-
2130	Contract liabilities— current (note 6(z))	3,150,523	2	3,206,346	2	2,765,487	1
2170	Notes and accounts payable	30,561,035	16	32,816,295	16	31,717,472	16
2180	Accounts payable to related parties (note 7)	958,796	1	1,101,461	1	866,979	1
2200	Other payables (notes 6(j) and (aa))	15,341,290	8	13,018,869	6	15,948,007	8
2220	Other payables to related parties (note 7)	426,169	-	26,159	-	443,837	-
2230	Current income tax liabilities	1,358,304	1	1,585,226	1	1,898,261	1
2300	Other current liabilities	475,757	-	715,280	-	862,395	1
2365	Refund liabilities— current	1,901,039	1	2,330,569	1	2,263,597	1
2322	Current portion of long-term debt (notes 6(p) and 8)	6,059,829	3	4,834,991	2	1,695,732	1
2280	Lease liabilities— current (notes 6(r) and 7)	907,054	-	921,971	1	677,247	-
2250	Provisions— current (note 6(s))	879,135	-	884,542	-	989,184	1
Total current liabilities		<u>96,487,825</u>	<u>49</u>	<u>94,397,679</u>	<u>46</u>	<u>90,416,469</u>	<u>46</u>
Non-current liabilities:							
2530	Bonds payable (note 6(q))	3,945,021	2	3,933,258	2	3,127,333	2
2540	Long-term debt (notes 6(p) and 8)	31,785,802	16	34,178,313	17	32,028,969	16
2580	Lease liabilities— non-current (notes 6(r) and 7)	2,680,365	2	2,848,402	1	2,150,669	1
2550	Provisions— non-current (note 6(s))	849,257	-	820,240	-	819,978	-
2570	Deferred income tax liabilities	3,011,740	2	3,125,717	2	2,632,547	1
2670	Other non-current liabilities	723,341	-	740,148	-	855,824	1
Total non-current liabilities		<u>42,995,526</u>	<u>22</u>	<u>45,646,078</u>	<u>22</u>	<u>41,615,320</u>	<u>21</u>
Total liabilities		<u>139,483,351</u>	<u>71</u>	<u>140,043,757</u>	<u>68</u>	<u>132,031,789</u>	<u>67</u>
Equity attributable to shareholders of the Company (notes 6(c), (j) and (w)):							
3110	Common stock	19,274,470	10	19,274,470	9	19,667,820	10
3260	Capital surplus	2,228,079	1	2,239,759	1	2,117,645	1
3300	Retained earnings	16,193,444	8	17,485,381	9	17,351,990	9
3400	Other equity	(8,951,040)	(4)	(3,437,591)	(2)	(1,894,429)	(1)
Total equity attributable to shareholders of the Company		<u>28,744,953</u>	<u>15</u>	<u>35,562,019</u>	<u>17</u>	<u>37,243,026</u>	<u>19</u>
36XX	Non-controlling interests (notes 6(j) and (w))	<u>28,587,820</u>	<u>14</u>	<u>30,798,749</u>	<u>15</u>	<u>26,548,288</u>	<u>14</u>
Total equity		<u>57,332,773</u>	<u>29</u>	<u>66,360,768</u>	<u>32</u>	<u>63,791,314</u>	<u>33</u>
Total liabilities and equity		<u>\$ 196,816,124</u>	<u>100</u>	<u>206,404,525</u>	<u>100</u>	<u>195,823,103</u>	<u>100</u>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

QISDA CORPORATION AND SUBSIDIARIES**Consolidated Statements of Comprehensive Income****For the three months and six months ended June 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollar, Except for Earnings Per Share)**

		For the three months ended				For the six months ended			
		June 30				June 30			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenues (notes 6(z), 7 and 14)	\$ 53,463,954	100	49,857,346	100	103,210,965	100	96,771,766	100
5000	Operating costs (notes 6(g), (k), (m), (r), (u), (aa), 7 and 12)	(44,836,525)	(84)	(41,538,332)	(83)	(85,962,073)	(83)	(80,942,138)	(84)
	Gross profit	8,627,429	16	8,319,014	17	17,248,892	17	15,829,628	16
	Operating expenses (notes 6(e), (k), (m), (r), (u), (aa), 7 and 12):								
6100	Selling expenses	(4,503,266)	(9)	(3,888,082)	(8)	(8,828,218)	(9)	(7,448,775)	(8)
6200	Administrative expenses	(1,583,968)	(3)	(1,610,530)	(3)	(3,193,316)	(3)	(3,100,558)	(3)
6300	Research and development expenses	(1,755,379)	(3)	(1,665,611)	(4)	(3,425,188)	(3)	(3,156,268)	(3)
6450	Gain on reversal of impairment loss (expected credit loss)	(23,303)	-	30,418	-	(41,416)	-	(11,593)	-
	Total operating expenses	(7,865,916)	(15)	(7,133,805)	(15)	(15,488,138)	(15)	(13,717,194)	(14)
	Operating income	761,513	1	1,185,209	2	1,760,754	2	2,112,434	2
	Non-operating income and loss:								
7100	Interest income (notes 6(ab) and 7)	118,026	-	213,743	1	311,066	1	384,279	1
7010	Other income (note 6(ab))	79,968	-	55,846	-	132,760	-	126,776	-
7020	Other gains and losses, net (notes 6(h), (i), (r), (ab), (ac) and 7)	159,977	1	278,458	1	276,575	-	319,568	-
7050	Finance costs (notes 6(r), (ab) and 7)	(474,555)	(1)	(454,443)	(1)	(981,294)	(1)	(876,062)	(1)
7060	Share of profits of associates (note 6(i))	66,912	-	64,473	-	73,471	-	78,435	-
	Total non-operating income and loss	(49,672)	-	158,077	1	(187,422)	-	32,996	-
	Income before income tax	711,841	1	1,343,286	3	1,573,332	2	2,145,430	2
7950	Less: income tax expense (note 6(v))	(341,539)	-	(537,003)	(1)	(609,410)	(1)	(944,383)	(1)
	Net income	370,302	1	806,283	2	963,922	1	1,201,047	1
	Other comprehensive income:								
8310	Items that will not be reclassified subsequently to profit or loss:								
8311	Remeasurements of defined benefit plans (note (w))	461	-	-	-	874	-	648	-
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income (notes 6(w) and (ac))	(506,920)	(1)	(195,186)	(1)	(1,336,310)	(1)	9,153	-
8320	Share of other comprehensive loss of associates (notes 6(i) and (w))	(44,511)	-	(60,848)	-	(89,722)	-	(96,693)	-
8349	Less: income tax related to items that will not be reclassified subsequently to profit or loss (note 6(v))	(7,095)	-	12,243	-	1,379	-	(3,431)	-
		(558,065)	(1)	(243,791)	(1)	(1,423,779)	(1)	(90,323)	-
8360	Items that may be reclassified subsequently to profit or loss:								
8361	Exchange differences on translation of foreign operations (note 6(w))	(5,176,373)	(10)	468,303	1	(4,412,517)	(4)	1,771,646	2
8370	Share of other comprehensive income (loss) of associates (notes 6(i) and (w))	(544,736)	(1)	43,345	-	(457,721)	(1)	161,121	-
		(5,721,109)	(11)	511,648	1	(4,870,238)	(5)	1,932,767	2
	Other comprehensive income (loss) for the period, net of income tax	(6,279,174)	(12)	267,857	-	(6,294,017)	(6)	1,842,444	2
	Total comprehensive income (loss) for the period	\$ (5,908,872)	(11)	1,074,140	2	(5,330,095)	(5)	3,043,491	3
	Net income attributable to:								
8610	Shareholders of the Company	\$ 356,242	1	663,100	2	839,188	1	920,047	1
8620	Non-controlling interests	14,060	-	143,183	-	124,734	-	281,000	-
		\$ 370,302	1	806,283	2	963,922	1	1,201,047	1
	Total comprehensive income (loss) attributable to:								
8710	Shareholders of the Company	\$ (4,988,292)	(9)	835,011	2	(4,665,920)	(4)	2,413,372	2
8720	Non-controlling interests	(920,580)	(2)	239,129	-	(664,175)	(1)	630,119	1
		\$ (5,908,872)	(11)	1,074,140	2	(5,330,095)	(5)	3,043,491	3
	Earnings per share (in New Taiwan Dollar) (note 6(y)):								
9750	Basic earnings per share	\$ 0.18		0.34		0.44		0.47	
9850	Diluted earnings per share	\$ 0.18		0.34		0.43		0.47	

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

QISDA CORPORATION AND SUBSIDIARIES**Consolidated Statements of Changes in Equity****For the six months ended June 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollar)**

	Attributable to shareholders of the Company												
	Retained earnings						Other equity						
	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Total retained earnings	Foreign currency translation differences	Unrealized losses from financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans	Total other equity	Total equity of the Company	Non-controlling interests	Total equity
Balance at January 1, 2024	\$ 19,667,820	1,983,975	4,270,353	5,076,387	9,446,577	18,793,317	676,646	(3,781,260)	(283,140)	(3,387,754)	37,057,358	27,036,214	64,093,572
Net income for the period	-	-	-	-	920,047	920,047	-	-	-	-	920,047	281,000	1,201,047
Other comprehensive income (loss) for the period	-	-	-	-	-	-	1,636,274	(143,191)	242	1,493,325	1,493,325	349,119	1,842,444
Total comprehensive income (loss) for the period	-	-	-	-	920,047	920,047	1,636,274	(143,191)	242	1,493,325	2,413,372	630,119	3,043,491
Appropriation of earnings:													
Reversal of special reserve	-	-	-	(1,688,634)	1,688,634	-	-	-	-	-	-	-	-
Cash dividends to shareholders	-	-	-	-	(2,360,139)	(2,360,139)	-	-	-	-	(2,360,139)	-	(2,360,139)
Shares of changes in equity of associates	-	10,312	-	-	-	-	-	-	-	-	10,312	-	10,312
Distribution of cash dividends by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(1,918,903)	(1,918,903)
Capital injection from non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	506,160	506,160
Acquisition or disposal of shares of subsidiaries	-	(1)	-	-	(1,235)	(1,235)	-	-	-	-	(1,236)	(11,824)	(13,060)
Changes in ownership interests in subsidiaries	-	123,359	-	-	-	-	-	-	-	-	123,359	(123,359)	-
Stock option compensation cost of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	9,205	9,205
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	420,676	420,676
Balance at June 30, 2024	\$ 19,667,820	2,117,645	4,270,353	3,387,753	9,693,884	17,351,990	2,312,920	(3,924,451)	(282,898)	(1,894,429)	37,243,026	26,548,288	63,791,314
Balance at January 1, 2025	\$ 19,274,470	2,239,759	4,270,353	3,387,753	9,827,275	17,485,381	2,685,682	(5,956,725)	(166,548)	(3,437,591)	35,562,019	30,798,749	66,360,768
Net income for the period	-	-	-	-	839,188	839,188	-	-	-	-	839,188	124,734	963,922
Other comprehensive income (loss) for the period	-	-	-	-	-	-	(4,088,603)	(1,416,905)	400	(5,505,108)	(5,505,108)	(788,909)	(6,294,017)
Total comprehensive income (loss) for the period	-	-	-	-	839,188	839,188	(4,088,603)	(1,416,905)	400	(5,505,108)	(4,665,920)	(664,175)	(5,330,095)
Appropriation of earnings:													
Legal reserve	-	-	105,220	-	(105,220)	-	-	-	-	-	-	-	-
Special reserve	-	-	-	49,838	(49,838)	-	-	-	-	-	-	-	-
Cash dividends to shareholders	-	-	-	-	(2,139,466)	(2,139,466)	-	-	-	-	(2,139,466)	-	(2,139,466)
Shares of changes in equity of associates	-	(15,253)	-	-	-	-	-	-	-	-	(15,253)	(1,260)	(16,513)
Disposal of equity investments at fair value through other comprehensive income	-	-	-	-	8,341	8,341	-	(8,341)	-	(8,341)	-	-	-
Distribution of cash dividends by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(1,521,311)	(1,521,311)
Capital injection from non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	47,187	47,187
Acquisition or disposal of shares of subsidiaries	-	(769)	-	-	-	-	-	-	-	-	(769)	(98,913)	(99,682)
Changes in ownership interests in subsidiaries	-	4,342	-	-	-	-	-	-	-	-	4,342	(4,342)	-
Stock option compensation cost of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	7,768	7,768
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	24,117	24,117
Balance at June 30, 2025	\$ 19,274,470	2,228,079	4,375,573	3,437,591	8,380,280	16,193,444	(1,402,921)	(7,381,971)	(166,148)	(8,951,040)	28,744,953	28,587,820	57,332,773

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

QISDA CORPORATION AND SUBSIDIARIES**Consolidated Statements of Cash Flows****For the six months ended June 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollar)**

	For the six months ended June 30	
	2025	2024
Cash flows from operating activities:		
Income before income tax	\$ 1,573,332	2,145,430
Adjustments for:		
Adjustments to reconcile profit or loss:		
Depreciation	2,595,581	2,336,443
Amortization	667,676	552,332
Expected credit loss	41,416	11,593
Interest expense	981,294	876,062
Interest income	(311,066)	(384,279)
Dividend income	(94,494)	(45,105)
Share-based compensation cost	7,768	9,205
Share of profit of associates	(73,471)	(78,435)
Gain on disposal of non-current assets held for sale	-	(236,180)
Loss (gain) on disposal of property, plant and equipment	(29,331)	10,017
Gain on liquidation of subsidiaries	-	(4,360)
Gain on disposal of investments accounted for using the equity method	-	(37,287)
Total adjustments for profit or loss	3,785,373	3,010,006
Changes in operating assets and liabilities:		
Changes in operating assets:		
Financial assets at fair value through profit or loss	3,360	33,395
Notes and accounts receivable	3,336,774	(484,510)
Notes and accounts receivable from related parties	947,304	(560,396)
Other receivables	(430,892)	(355,525)
Other receivables from related parties	(31,990)	2,373
Inventories	(279,263)	(936,352)
Other current assets	240,915	(219,198)
Other non-current assets	(295)	(9,503)
Net changes in operating assets	3,785,913	(2,529,716)
Changes in operating liabilities:		
Financial liabilities at fair value through profit or loss	16,507	21,846
Notes and accounts payable	(2,256,610)	1,749,935
Accounts payable to related parties	(142,665)	289,940
Other payables to related parties	28,123	13,025
Provisions	23,610	(41,181)
Contract liabilities	(55,823)	(319,795)
Other payables and other current liabilities	(1,895,516)	(1,936,454)
Other non-current liabilities	(42,524)	(10,318)
Net changes in operating liabilities	(4,324,898)	(233,002)
Total changes in operating assets and liabilities	(538,985)	(2,762,718)
Total adjustments	3,246,388	247,288
Cash provided by operations	4,819,720	2,392,718
Interest received	319,689	332,204
Dividends received	94,494	45,105
Interest paid	(1,036,400)	(881,784)
Income taxes paid	(895,930)	(1,006,483)
Net cash provided by operating activities	3,301,573	881,760

(Continued)

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

QISDA CORPORATION AND SUBSIDIARIES
Consolidated Statements of Cash Flows (Continued)
For the six months ended June 30, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollar)

	For the six months ended June 30	
	2025	2024
Cash flows from investing activities:		
Purchase of financial assets at fair value through other comprehensive income	\$ (38,797)	(69,524)
Proceeds from disposal of financial assets at fair value through other comprehensive income	21,074	-
Purchase of debt investments measured at amortized cost	(61,200)	-
Purchase of financial assets at fair value through profit or loss	(582,380)	(465,000)
Purchase of investments accounted for using the equity method	-	(630,946)
Proceeds from disposal of investments accounted for using the equity method	-	25,318
Increase in prepayments for investments	(15,000)	-
Proceeds from disposal of non-current assets and liabilities held for sale	-	568,606
Additions to property, plant and equipment (including prepayments for equipment)	(2,731,783)	(2,832,838)
Proceeds from disposal of property, plant and equipment	474,232	74,965
Additions to intangible assets	(106,231)	(87,242)
Decrease (increase) in other financial assets	478,468	(3,086,793)
Net cash paid for acquisition of subsidiaries	(20,712)	(177,079)
Net cash paid for business transfer	(5,000)	-
Net cash used in investing activities	(2,587,329)	(6,680,533)
Cash flows from financing activities:		
Increase in short-term borrowings	9,701,228	11,859,478
Repayments of short-term borrowings	(7,444,249)	(11,881,118)
Decrease in short-term notes and bills payable	(174,344)	-
Increase in long-term debt	8,221,419	3,414,727
Repayments of long-term debt	(9,086,334)	(1,179,541)
Increase in guarantee deposits received	6,352	5,460
Payment of lease liabilities	(537,882)	(316,208)
Dividend distribution of preferred stock liabilities by subsidiary	(165,754)	-
Acquisition of subsidiary's interests from non-controlling interests	(99,682)	(13,060)
Capital injection of subsidiaries from non-controlling interests	47,187	506,160
Net cash provided by financing activities	467,941	2,395,898
Effects of foreign exchange rate changes	(2,745,698)	995,474
Net decrease in cash and cash equivalents	(1,563,513)	(2,407,401)
Cash and cash equivalents at beginning of period	26,154,034	25,472,899
Cash and cash equivalents at end of period	\$ 24,590,521	23,065,498

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

For the six months ended June 30, 2025 and 2024

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

1. Organization and business

Qisda Corporation (the “Company”) was incorporated on April 21, 1984, as a company limited by shares under the laws of the Republic of China (“R.O.C.”) and registered under the Ministry of Economic Affairs, R.O.C. The address of the Company’s registered office is No. 157, Shan-Ying Rd., Gueishan Dist., Taoyuan City, Taiwan. The Company and subsidiaries (collectively the “Group”) are engaged in the manufacturing, sales and services of high-end monitors, opto-mechatronics products and optoelectronics film; the manufacturing, sales and services of smart business solution; the manufacturing, sales and services of medical equipment; providing medical services; as well as the research, development, design, manufacturing and sale of broadband products, wireless network products and computer network system equipment.

2. Authorization of the consolidated financial statements

These consolidated financial statements were authorized for issuance by the Board of Directors on August 13, 2025.

3. Application of new and revised accounting standards and interpretations

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

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2025:

- Amendments to IAS 21 “Lack of Exchangeability”

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

The Group assesses that the adoption of the following new amendments, effective January 1, 2026, would not have a significant impact on its consolidated financial statements:

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

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (c) The impact of IFRS Accounting Standards issued by the International Accounting Standards Board (“IASB”) but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the IASB, but have yet to be endorsed by the FSC:

Standards or interpretations	Content of amendment	Effective date per IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> • A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined “operating profit” subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. • Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. • Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. 	January 1, 2027

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

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”

4. Summary of material accounting policies

(a) Statement of compliance

The Group’s accompanying consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (the “Regulations”) and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by International Financial Reporting Standards, International Accounting Standards, interpretation as well as related guidance endorsed and issued into effect by the FSC (collectively as “Taiwan-IFRSs”) for a complete set of the annual consolidated financial statements.

Except for the following accounting policies mentioned below, the material accounting policies adopted in the accompanying consolidated financial statements are the same as those in the consolidated financial statements for the year ended December 31, 2024. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2024.

(b) Basis of consolidation

(i) List of subsidiaries in the consolidated financial statements

Name of Investor	Name of Investee	Main Business and Products	Percentage of Ownership			Note
			June 30, 2025	December 31, 2024	June 30, 2024	
The Company	Qisda Sdn. Bhd. (“QLPG”)	Leasing and management services	100.00 %	100.00 %	100.00 %	Note 1
The Company	Qisda America Corp. (“QALA”)	Sales of electronic products	100.00 %	100.00 %	100.00 %	-
The Company	Qisda Japan Co., Ltd. (“QJTO”)	Sales and maintenance of electronic products in Japanese market	100.00 %	100.00 %	100.00 %	Note 1
The Company	BenQ Dialysis Technology Corp. (“BDT”)	Manufacture and sales of medical consumables and equipment	100.00 %	100.00 %	100.00 %	Note 1
The Company	Qisda Electronics Corp. (“QTES”) (formerly Qisda Optronics Corp. (“QTOS”))	Sale of electronic products	100.00 %	100.00 %	100.00 %	Note 1
The Company	Darly Venture (L) Ltd. (“Darly”)	Investment and holding activity	100.00 %	100.00 %	100.00 %	Note 1
The Company	Darly Venture Inc. (“APV”)	Investment and holding activity	100.00 %	100.00 %	100.00 %	Note 1
The Company	Qisda Vietnam Co., Ltd. (“QVH”)	Manufacture of monitors	100.00 %	100.00 %	100.00 %	-
The Company	Qisda Property Vietnam Co., Ltd.	Providing administration and management service to affiliates	100.00 %	-	-	Note 16
The Company	Qisda (L) Corp. (“QLLB”)	Investment and holding activity	100.00 %	100.00 %	100.00 %	-
The Company	Norbel Baby Co., Ltd. (“Norbel”)	Retail and wholesale of maternity and infant products, medical care products, dietary supplement, and cosmetics	40.66 %	40.66 %	-	Notes 6 and 12
QLLB	Qisda (Suzhou) Co., Ltd. (“QCSZ”)	Manufacture of monitors and communication devices	100.00 %	100.00 %	100.00 %	-
QLLB	Qisda (Hong Kong) Limited (“QCHK”)	Investment and holding activity	100.00 %	100.00 %	100.00 %	Note 1
QLLB	BenQ Medical (Shanghai) Co., LTD. (“BMSH”)	Sales of medical consumables and equipment	100.00 %	100.00 %	100.00 %	Note 1

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Name of Investor	Name of Investee	Main Business and Products	Percentage of Ownership			Note
			June 30, 2025	December 31, 2024	June 30, 2024	
QCHK/QCES	Qisda (Shanghai) Co., Ltd. ("QCSH")	Manufacture of monitors	100.00 %	100.00 %	100.00 %	Note 1
QCHK	Qisda Electronics (Suzhou) Co., Ltd. ("QCES")	Manufacture of LCD module and projectors	100.00 %	100.00 %	100.00 %	-
QCHK	Qisda Optonics (Suzhou) Co., Ltd. ("QCOS")	Manufacture of projectors	100.00 %	100.00 %	100.00 %	Note 4
QCHK	Qisda Precision Industry (Suzhou) Co., Ltd. ("QCPS")	Manufacture of plastic parts	100.00 %	100.00 %	100.00 %	Note 1
The Company	BenQ Corp. ("BenQ")	Sales of brand-name electronic products	100.00 %	100.00 %	100.00 %	-
BenQ	BenQ Europe B.V. ("BQE")	Sales of electronic products in European markets	100.00 %	100.00 %	100.00 %	-
BenQ	BenQ Asia Pacific Corp. ("BQP")	Sales of electronic products in Asia markets	100.00 %	100.00 %	100.00 %	-
BenQ	BenQ America Corporation ("BQA")	Sales of electronic products in North America markets	100.00 %	100.00 %	100.00 %	Note 1
BenQ	BenQ Latin America Corp. ("BQL")	Sales of electronic products in Latin America markets	100.00 %	100.00 %	100.00 %	Note 1
BenQ	Mainteq Europe B.V. ("MQE")	Maintenance of monitors and projectors in European markets	100.00 %	100.00 %	100.00 %	Note 1
BenQ	Darly2 Venture, Inc. ("Darly2")	Investment and holding activity	100.00 %	100.00 %	100.00 %	Note 1
BenQ	BenQ Intelligent Technology (Hong Kong) Co., Ltd. ("BQHK_HLD")	Sales of electronic products in HK markets	100.00 %	100.00 %	100.00 %	Note 1
BenQ	BenQ INFTY Lab Ltd. ("INF")	Assembly and sales of gaming electronic products	100.00 %	100.00 %	100.00 %	Note 1
BenQ/Darly/Darly2	BenQ Guru Holding Limited ("GSH")	Investment and holding activity	100.00 %	100.00 %	100.00 %	Note 1
BenQ/BQP	PT BenQ Teknologi Indonesia ("BQid")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQP	BenQ Korea Co., Ltd. ("BQkr")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQP	BenQ Japan Co., Ltd. ("BQjp")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQP	BenQ Australia Pty Ltd. ("BQau")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQP	BenQ (M.E.) FZE ("BQme")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQP	BenQ India Private Ltd. ("BQin")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQP	BenQ Singapore Pte. Ltd. ("BQsg")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQP	BenQ Service & Marketing (M) Sdn. Bhd. ("BQmy")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQP	BenQ (Thailand) Co., Ltd. ("BQth")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQP	BenQ Vietnam Co., Ltd. ("BQvn")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQHK_HLD	BenQ Technology (Shanghai) Co., Ltd. ("BQls")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQHK_HLD	ShengCheng Trading (Shanghai) Co., Ltd. ("BQsha_EC2")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQHK_HLD	BenQ Intelligent Technology (Shanghai) Co., Ltd. ("BQC_RO")	Sales of electronic products in China markets	100.00 %	100.00 %	100.00 %	-
GSH	BenQ Guru Software Co., Ltd. ("GSS")	R&D and sales of computer information systems	100.00 %	100.00 %	100.00 %	Note 1
BQA	BenQ Canada Corp. ("BQca")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BenQ/BQL	BenQ Mexico S. de R.L. de C.V. ("BQmx")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQL	Joytech LLC. ("Joytech")	Investment and holding activity	100.00 %	100.00 %	100.00 %	Note 1
BQL	Vividtech LLC. ("Vividtech")	Investment and holding activity	100.00 %	100.00 %	100.00 %	Note 1
Joytech/Vividtech	MaxGen Comercio Industrial Imp E Exp Ltda. ("MaxGen")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQmx/BQL	BenQ Service de Mexico S. de R.L. de C.V. ("BQsm")	Providing administration and management service to affiliates	100.00 %	100.00 %	100.00 %	Note 1
BQE	BenQ UK Limited ("BQuk")	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Name of Investor	Name of Investee	Main Business and Products	Percentage of Ownership			Note
			June 30, 2025	December 31, 2024	June 30, 2024	
BQE	BenQ Deutschland GmbH (“BQde”)	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQE	BenQ Iberica S.L. Unipersonal (“BQib”)	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQE	BenQ Austria GmbH (“BQat”)	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQE	BenQ Benelux B.V. (“BQnl”)	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQE	BenQ Italy S.R.L. (“BQit”)	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQE	BenQ France SAS (“BQfr”)	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQE	BenQ Nordic A.B. (“BQse”)	Sales of electronic products	100.00 %	100.00 %	100.00 %	Note 1
BQE	BenQ LLC. (“BQru”)	Providing administration and management service to affiliates	100.00 %	100.00 %	100.00 %	Note 1
APV/Darly2	Darly Consulting Corporation (“Darly C”)	Investment management consulting	100.00 %	100.00 %	100.00 %	Note 1
The Company/ BenQ/Darly/ APV/Darly2	BenQ BM Holding Cayman Corp. (“BBHC”)	Investment and holding activity	95.02 %	95.02 %	95.02 %	-
BBHC	BenQ BM Holding Corp. (“BBM”)	Investment and holding activity	95.02 %	95.02 %	95.02 %	-
BBM	Nanjing BenQ Hospital Co., Ltd. (“NMH”)	Medical services	95.02 %	95.02 %	95.02 %	-
BBM/BIC	Suzhou BenQ Hospital Co., Ltd. (“SMH”)	Medical services	95.02 %	95.02 %	95.02 %	-
BBM	BenQ Hospital Management Consulting (Nanjing) Co., Ltd. (“NMHC”)	Medical management consulting	95.02 %	95.02 %	95.02 %	Note 1
BBM	BenQ Healthcare Consulting Corporation (“BHCC”)	Medical management consulting	95.02 %	95.02 %	95.02 %	Note 1
BBM	Suzhou BenQ Investment Co., Ltd. (“BIC”)	Investment and holding activity	95.02 %	95.02 %	95.02 %	Note 1
The Company	BenQ Biotech (Shanghai) Co., Ltd. (“BBC”)	Manufacture and sales of medical consumables and equipment	70.00 %	70.00 %	70.00 %	Note 1
BBC	Guangxi Youshan Medical Technology Co., Ltd. (“Youshan”)	Sales of medical consumables and equipment	38.50 %	38.50 %	38.50 %	Notes 1 and 3
BBC	Wangcheng Medical Technology (Chengdu) Co., Ltd. (“Wangcheng”)	Sales of medical consumables and equipment	38.50 %	38.50 %	49.00 %	Notes 1 and 3
BBC	Shanghai Filter Technology Co., Ltd. (“Filter”)	Sales of medical consumables and equipment	70.00 %	70.00 %	70.00 %	Note 1
BBC	Shanghai Zhenglang Medical Equipment Co., Ltd. (“Zhenglang”)	Sales of medical consumables and equipment	35.70 %	35.70 %	35.70 %	Notes 1 and 3
BBC	Shanghai Perfusion Medical Technology Co., Ltd. (“Perfusion”)	R&D and manufacture of medical consumables and equipment	35.70 %	35.70 %	35.70 %	Notes 1 and 3
BenQ/APV/ Darly2	BenQ Medical Technology Corp. (“BMTC”)	Manufacture and sales of medical consumables and equipment	54.96 %	54.96 %	54.96 %	-
BMTC	Highview Investments Limited (“Highview”)	Investment and holding activity	54.96 %	54.96 %	54.96 %	Notes 1 and 17
BMTC	Asiacconnect International Company Ltd. (“Asiacconnect”)	Sales of medical consumables and equipment and information software	54.82 %	54.82 %	54.82 %	Note 1
BMTC	LILY Medical Corporation (“LILY”)	Sales of medical consumables and equipment	54.96 %	54.96 %	54.96 %	-
BMTC	BenQ AB DentCare Corporation (“BABD”)	Sales of medical consumables and equipment	48.36 %	48.36 %	48.36 %	Notes 1 and 3
BMTC	BenQ Healthcare Corporation (“BHS”)	Sales of medical consumables and equipment	54.96 %	54.96 %	54.96 %	-
BMTC	EASTECH CO., LTD. (“EASTECH”)	Sales of medical consumables and equipment	38.47 %	38.47 %	38.47 %	Notes 1 and 3
BMTC	Concord Medical Co., Ltd. (“Concord”)	Sales of medical products, medical equipment leasing, and management consulting	21.98 %	21.98 %	21.98 %	Note 12
Concord	Concord Healthcare Co., Ltd. (“CCHC”)	Sales of medical consumables and equipment, and management consulting	21.98 %	21.98 %	21.98 %	Notes 1, 3 and 5
Concord	Kang Yue Medical Co., Ltd.	Sales of veterinary pharmaceuticals, medical consumables and equipment	11.88 %	-	-	Notes 1, 3 and 5

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Name of Investor	Name of Investee	Main Business and Products	Percentage of Ownership			Note
			June 30, 2025	December 31, 2024	June 30, 2024	
BMTC/ Asiacconnect	K2 International Medical Inc. ("K2")	Sales of medical consumables and equipment	21.98 %	21.98 %	21.98 %	Note 2
K2	K2 Medical (Thailand) Co., Ltd.	Sales of medical consumables and equipment	17.51 %	10.77 %	10.77 %	Note 2
K2	K2 (Shanghai) International Medical Inc. ("K2SH")	Sales of medical consumables and equipment	21.98 %	21.98 %	21.98 %	Note 2
K2	PT. Frismed Hoslab Indonesia ("K2 Indonesia")	Medical devices for blood donation and consumables	14.73 %	14.73 %	14.73 %	Note 2
K2	ERA Biotech Enterprise Co., Ltd. ("ERA")	Sales of minimally invasive medical devices	13.19 %	13.19 %	-	Notes 1, 3 and 6
BMTC/ Highview	BenQ Medical Technology (Shanghai) Ltd. ("BMTS")	Agency of international and entrepot trade business	54.96 %	54.96 %	54.96 %	Notes 1 and 17
BMTS	BenQ Intelligent (Shanghai) Medical Co., LTD. ("BQSH") (formerly LILY Medical (Suzhou) Co., Ltd. ("ALS"))	Sales of medical consumables and equipment	54.96 %	54.96 %	54.96 %	Notes 1 and 14
BHS	New Best Hearing International Trade Co., Ltd. ("NBHIT")	Sales of medical consumables and equipment	28.58 %	28.58 %	28.58 %	Note 3
BHS	CKCARE Co., Ltd. ("CKCARE")	Sales of medical products, over-the-counter drugs, and health supplements	32.97 %	32.97 %	32.97 %	Note 3
The Company/ BenQ/APV/ Darly C	BenQ Materials Corp. ("BMC")	R&D, manufacture and sales of optoelectronics film	43.56 %	43.56 %	43.56 %	Note 12
BMC	BenQ Materials (L) Co. ("BMLB")	Investment and holding activity	43.56 %	43.56 %	43.56 %	Note 3
BMC	Sigma Medical Supplies Corp. ("SGM")	Sales of medical consumables and equipment	43.56 %	43.56 %	43.56 %	Note 3
BMC	Genejet Biotech Co., Ltd. ("GJB")	R&D, manufacture and sales of medical consumables and equipment	34.56 %	34.56 %	32.94 %	Note 3
BMC	Cenefom Corp. ("CENEFOM")	R&D, manufacture and sales of medical consumables and equipment	22.21 %	22.21 %	22.21 %	Note 3
BMLB	BenQ Materials (Suzhou) Co., Ltd. ("BMS")	Manufacture of optoelectronics film	43.56 %	43.56 %	43.56 %	Note 3
BMLB	Daxon Biomedical (Suzhou) Co., Ltd. ("DTB")	Manufacture and sales of medical consumables and equipment	43.56 %	43.56 %	43.56 %	Note 3
BMLB	BenQ Materials (Wuhu) Co., Ltd. ("BMW")	Manufacture and sales of optoelectronics film and cosmetics	43.56 %	43.56 %	43.56 %	Note 3
BMLB	BenQ Materials Medical Supplies (Suzhou) Co., Ltd. ("BMM")	Manufacture and sales of medical consumables	43.56 %	43.56 %	43.56 %	Note 3
BMLB	BenQ Medical Aesthetics Materials Technology (Wuhu) Co., Ltd. ("BME")	Manufacture and sales of cosmetics	43.56 %	43.56 %	43.56 %	Notes 3 and 13
SGM	Suzhou Sigma Medical Supplies Co., Ltd. ("SMSZ")	Sales of medical consumables and equipment	43.56 %	43.56 %	43.56 %	Note 3
BMC	WEB-PRO Materials Corporation (formerly WEB-PRO Corporation ("WPC"))	R&D, manufacture and sales of medical supplies	22.22 %	22.22 %	22.22 %	Note 3
WPC	Beyond Top Pte. Ltd. ("WPSG")	Investment and holding activity	22.22 %	22.22 %	22.22 %	Note 3
WPSG	Web-Pro (Vietnam) Co., Ltd. ("WPVN")	Manufacture and sales of medical supplies	22.22 %	22.22 %	22.22 %	Note 3
The Company/ APV/ Darly2	Partner Tech Corp. ("PTT")	Manufacture, sales and import and export of POS terminals and peripherals	68.23 %	68.23 %	68.23 %	-
PTT/PTE	Partner Tech UK Corp., Ltd. ("PTUK")	Sales, purchases, import and export of electronic products	64.34 %	64.34 %	64.34 %	Note 1
PTT/WEBEST/ PTAP	Partner Tech Middle East FZCO ("PTME")	Sales, purchases, import and export of electronic products	68.23 %	68.23 %	68.23 %	-
PTT	Partner-Tech Europe GmbH ("PTE")	Sales, purchases, import and export of electronic products	34.13 %	34.13 %	34.13 %	Note 3
PTSE	Epoint Systems Sdn. Bhd. ("PTMY")	Software development and sales of products	26.06 %	26.91 %	-	Notes 3 and 6
PTT	Partner Tech Asia Pacific Corp. ("PTAP")	Software development and sales of products	68.23 %	68.23 %	68.23 %	-
PTAP	Cresson Inc. ("PTJP")	Software development and sales of products	68.23 %	68.23 %	-	Note 6

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Name of Investor	Name of Investee	Main Business and Products	Percentage of Ownership			Note
			June 30, 2025	December 31, 2024	June 30, 2024	
PTT	P&S Investment Holding Co., Ltd. (B.V.I.) (“P&S”)	Investment and holding activity	68.23 %	68.23 %	68.23 %	-
PTE	Partner Tech France (“PTF”)	Sales, purchases, import and export of electronic products	23.89 %	23.89 %	23.89 %	Note 3
PTE	Sloga Team D.o.o (“Sloga”)	Sales, purchases, import and export of electronic products	30.72 %	30.72 %	30.72 %	Note 3
PTE	Retail Solution & System S.L. (“RSS”)	Sales, purchases, import and export of electronic products	23.21 %	23.21 %	23.21 %	Note 3
PTME	E-POS International LLC (“E-POS”)	Sales, purchases, import and export of electronic products	68.23 %	68.23 %	68.23 %	Note 11
PTT	Partner Tech USA Inc. (“PTU”)	Sales, purchases, import and export of electronic products	68.23 %	68.23 %	68.23 %	Note 15
P&S	Partner Tech (Shanghai) Co., Ltd. (“PTCM”)	Sales, purchases, import and export of electronic products	68.23 %	68.23 %	68.23 %	-
PTT	WiXtar Corporation (“WiXtar”) (formerly La Fresh information Co., Ltd. (“PTTN”))	Software development and sales of products	40.09 %	41.40 %	43.38 %	Notes 3 and 15
WiXtar	Webest Solution Corporation (“WEBEST”)	Sales, purchases, import and export of electronic products	-	41.40 %	43.38 %	Notes 3 and 8
WiXtar	Mace Digital Corporation (“PTMG”)	Software development and sales of products	-	-	43.38 %	Notes 3 and 9
WiXtar/PTT	Epoint Systems Pte. Ltd. (“PTSE”)	Software development and sales of products	40.09 %	41.40 %	43.38 %	Notes 3 and 15
The Company/APV/Darly2	DFI Inc. (“DFI”)	Manufacture and sales of industrial motherboards and components	55.09 %	55.09 %	55.09 %	-
DFI	DFI AMERICA, LLC	Sales of industrial motherboards	55.09 %	55.09 %	55.09 %	-
DFI	DFI Co., Ltd.	Sales of industrial motherboards	55.09 %	55.09 %	55.09 %	Note 1
DFI	Diamond Flower Information (NL) B.V. (“DFI BV”)	Sales of industrial motherboards	55.09 %	55.09 %	55.09 %	-
DFI	Yan Tong Technology Ltd. (“Yan Tong”)	Investment and holding activity	55.09 %	55.09 %	55.09 %	Note 1
Yan Tong	Yan Ying Hao Trading (ShenZhen) Co., Ltd. (“DYTH”)	Wholesale, import and export of industrial motherboards and components	55.09 %	55.09 %	55.09 %	Note 1
DFI	Aewin Technologies Co., Ltd. (“AEWIN”)	Manufacture and sale of industrial motherboards and components	28.31 %	28.31 %	28.31 %	Note 3
AEWIN	Wise way international CO., LTD. (“Wise way”)	Investment and holding activity	28.31 %	28.31 %	28.31 %	Note 3
AEWIN	Aewin Tech Inc.	Wholesale of computer peripheral products and software	28.31 %	28.31 %	28.31 %	Note 3
Wise Way	Bright Profit Enterprise Limited (“Bright Profit”)	Investment and holding activity	28.31 %	28.31 %	28.31 %	Note 3
Bright Profit	Aewin Beijing Technologies Co., Ltd. (“Aewin Beijing”)	Wholesale of computer peripheral products and software	28.31 %	28.31 %	28.31 %	Note 3
Aewin Beijing	Aewin (Shenzhen) Technologies Co., Ltd.	Wholesale of computer peripheral products and software	-	-	28.31 %	Notes 3 and 7
DFI	Ace Pillar Co., Ltd. (“ACE”)	Tests, processing, sales, repairment and electromechanical integration of automatic control and mechanical transmission system	25.73 %	25.73 %	26.48 %	Note 12
ACE	Cyber South Management Ltd. (“Cyber South”)	Investment and holding activity	25.73 %	25.73 %	26.48 %	Note 3
ACE/Proton/Cyber South	Tianjin Ace Pillar Co., Ltd.	Sales of automation mechanical transmission system and components	25.73 %	25.73 %	26.48 %	Note 3
ACE	Hong Kong Ace Pillar Enterprise Company Limited	Sales of automation mechanical transmission system and components	-	-	-	Note 7
ACE	ACE Energy Co., Ltd. (“AEG”)	Energy service	25.69 %	25.69 %	26.44 %	Notes 1 and 3
AEG	BlueWalker GmbH (“BWA”)	Sales and service of energy management products	25.69 %	25.69 %	26.44 %	Note 3
ACE	Standard Technology Corp. (“STC”)	Sales of semiconductor, optoelectronics and machinery equipment and equipment repair	15.44 %	15.44 %	15.89 %	Note 3
STC	Standard Technology Corp. (“STCBVI”)	Investment and holding activity	15.44 %	15.44 %	15.89 %	Note 3

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Name of Investor	Name of Investee	Main Business and Products	Percentage of Ownership			Note
			June 30, 2025	December 31, 2024	June 30, 2024	
STCBVI	Standard International Trading (Shanghai) Co., Ltd.	Sales of semiconductor, optoelectronics and machinery equipment and equipment repair	15.44 %	15.44 %	15.89 %	Notes 1 and 3
Cyber South	Proton Inc. (“Proton”)	Investment and holding activity	25.73 %	25.73 %	26.48 %	Note 3
Cyber South	Ace Tek (HK) Holding Co., Ltd. (“Ace Tek”)	Investment and holding activity	25.73 %	25.73 %	26.48 %	Note 3
Cyber South	Suzhou Super Pillar Automation Equipment Co., Ltd.	Manufacture of automation mechanical transmission system and components and technical services	25.73 %	25.73 %	26.48 %	Note 3
Cyber South	Grace Transmission (Tianjin) Co., Ltd.	Manufacture of automation mechanical transmission system and components	-	-	-	Note 7
Ace Tek	Advancedtek Ace (TJ) Inc.	Electronic system integration	25.73 %	25.73 %	26.48 %	Note 3
DFI/ACE	Transpak Equipment Corporation (“TEKPAK”)	Manufacture and sales of pallet strapping equipment	27.47 %	27.47 %	-	Notes 3 and 6
The Company/APV/Darly2	Data Image Corporation (“DIC”)	Manufacture and sales of marine display modules	40.41 %	39.90 %	34.08 %	Note 12
DIC	Data Image (Mauritius) Corporation (“DICMR”)	Investment and holding activity	40.41 %	39.90 %	34.08 %	Note 3
DICMR	Data Image (Suzhou) Corporation	Manufacture and sales of LCD	40.41 %	39.90 %	34.08 %	Note 3
DIC	DIVA Laboratories. Ltd. (“DIVA”)	Manufacture and sales of medical consumables and equipment	14.65 %	14.47 %	12.36 %	Note 2
DIVA	DIVA Laboratories GmbH	Sales of monitors	14.65 %	14.47 %	12.36 %	Note 2
DIVA	DIVA Laboratories U.S., LLC	Sales of monitors	14.65 %	14.47 %	12.36 %	Note 2
DIVA	Diva Capital Inc.	Investment and holding activity	14.65 %	14.47 %	12.36 %	Note 2
DIVA	Panoramic Imaging Solutions Inc.	Sales of monitors	-	-	-	Note 7
Diva Capital Inc.	Diva Holding Inc.	Investment and holding activity	14.65 %	14.47 %	12.36 %	Note 2
Diva Holding Inc.	Suzhou Diva Lab. Inc.	Wholesale and import and export of medical equipment	14.65 %	14.47 %	12.36 %	Note 2
The Company	Expert Alliance Systems & Consultancy (HK) Company Limited (“EASCHK”)	Sales of electronic products and smart services	54.00 %	54.00 %	54.00 %	Note 1
EASCHK	Expert Alliance Smart Technology Co. Ltd.	Sales of electronic products and smart services	54.00 %	54.00 %	54.00 %	Note 1
The Company	Metaage Corporation (“MTG”)	The distribution and reselling of software and hardware equipment of ICT infrastructures, computing and data, utilization, and digitalization	51.41 %	51.41 %	51.41 %	-
MTG/ Epic Cloud	Global Intelligence Network Co., Ltd. (“Ginnet”)	Sales of network and information and communication hardware and software	41.03 %	41.03 %	41.03 %	Notes 1 and 3
MTG	Epic Cloud Co., Ltd. (“Epic Cloud”)	Software and data processing services	51.41 %	51.41 %	51.41 %	Note 1
MTG	Brainstorm Corporation (“Brainstorm”)	Wholesale and retail of computers peripheral devices	18.04 %	18.04 %	18.04 %	Note 2
MTG	Corex (Pty) Ltd. (“Corex”)	Sales, purchases, import and export of electronic products	51.41 %	51.41 %	51.41 %	Note 1
MTG	Grandsys Inc. (“Grandsys”)	Data software and data processing service	20.64 %	20.64 %	20.64 %	Notes 1, 6 and 12
Grandsys	Grandsys Technology & Service Corp.	R&D and manufacture of computer software and hardware and equipment, network technology, system integration and sale of self-produced components and technical services	20.64 %	20.64 %	20.64 %	Notes 1, 6 and 12
Grandsys	SYSAGE TECHNOLOG (SHANGHAI) CO., LTD	R&D and manufacture of computer software and hardware and equipment, network technology, system integration and sale of self-produced components and technical services	20.64 %	20.64 %	20.64 %	Notes 1, 6 and 12
MTG	AdvancedTEK International Corp. (“AdvancedTEK”)	Implementation of application software services	17.53 %	17.53 %	17.53 %	Notes 1 and 2
AdvancedTEK	APEO Human Capital Services Corp. (“APEO”)	Implementation of application software services	17.53 %	17.53 %	17.53 %	Notes 1 and 2
MTG/ Epic Cloud	DSI Group Co., Ltd. (“Statine”)	Market research, marketing consultant and big data cloud database services	18.00 %	18.00 %	18.00 %	Notes 1 and 2

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Name of Investor	Name of Investee	Main Business and Products	Percentage of Ownership			Note
			June 30, 2025	December 31, 2024	June 30, 2024	
Statinc	DKABio Co., Ltd. (“Datta”)	Market research, marketing consultant and big data cloud database services	18.00 %	18.00 %	18.00 %	Notes 1 and 3
Statinc	Owl Consulting Co., Ltd. (“Owl”)	Market research, marketing consultant and big data cloud database services	18.00 %	18.00 %	-	Notes 1, 3 and 6
MTG	Metaguru Corporation (“MRU”)	R&D and sales of computer information systems	51.41 %	51.41 %	51.41 %	Note 1
The Company/APV/Darly2	Simula Technology Inc. (“Simula”)	Manufacture and sales of electronic material	51.13 %	51.13 %	51.13 %	-
Simula	Aspire Asia Inc.	Investment and holding activity	51.13 %	51.13 %	51.13 %	-
Simula	Simula Technology Corp.	Sales in North America	51.13 %	51.13 %	51.13 %	-
Simula	Action Star Technology Co., Ltd. (“AST”)	R&D, manufacture and sale of USB docking station products	30.34 %	30.34 %	30.34 %	Note 3
Simula/Aspire Asia Inc.	Simula Company Limited	Investment and holding activity	51.13 %	51.13 %	51.13 %	-
Aspire Asia Inc.	Aspire Electronics Corp.	Investment and holding activity	-	-	48.62 %	Notes 3 and 7
Simula Company Limited	Simula Technology (ShenZhen) Co., Ltd.	Manufacture of electronic connector, socket and plastic hardware	51.13 %	51.13 %	51.13 %	-
The Company/APV	Golden Spirit Co., Ltd. (“GSC”)	Sale of alcohol and medical disinfectant	100.00 %	100.00 %	100.00 %	Note 1
GSC	Bigmin Bio-Tech Company Ltd. (“BBTC”)	Sale of alcohol and medical disinfectant	100.00 %	100.00 %	100.00 %	Note 1
GSC	Chan Guare Industry Co., Ltd. (“CGI”)	Sale of cleaning supplies, cleaning wipes and other dental care products	100.00 %	100.00 %	100.00 %	Notes 1 and 6
GSC	Naisen Kelin Industry Co., Ltd. (“NKI”)	Manufacture and sale of cleaning wipes and non-woven fabrics	100.00 %	100.00 %	100.00 %	Notes 1 and 6
GSC/BBTC	E-Strong Medical Technology Co., Ltd. (“ESM”)	Manufacture of alcohol and dialysate	71.93 %	71.03 %	71.03 %	Note 1
The Company/APV/Darly2/Darly C	Alpha Networks Inc. (“Alpha”)	R&D, manufacture and sales of broadband products, computer network systems, wireless local area networks (“LANs”), and related accessories	59.98 %	59.98 %	59.98 %	-
Alpha	Alpha Solutions Co., Ltd. (“Alpha Solutions”)	Sale of network equipment, components and technical services	59.98 %	59.98 %	59.98 %	-
Alpha	Alpha Networks Inc. (“Alpha USA”)	Sale, marketing and procurement service in USA	59.98 %	59.98 %	59.98 %	-
Alpha	Alpha Technical Services Inc. (“ATS”)	Post-sale service	59.98 %	59.98 %	59.98 %	-
Alpha	Alpha Networks (Hong Kong) Limited (“Alpha HK”)	Investment and holding activity	59.98 %	59.98 %	59.98 %	-
Alpha	Alpha Networks Vietnam Company Limited (“Alpha VN”)	Production and sales of network products	59.98 %	59.98 %	59.98 %	-
Alpha/Enrich	Indialpha Technet Private Limited (“Indialpha”)	Sales of network products	59.98 %	59.98 %	-	Note 13
Alpha	Enrich Investment Corporation (“Enrich”)	Investment and holding activity	59.98 %	59.98 %	59.98 %	-
Alpha	D-Link Asia Investment Pte., Ltd. (“D-Link Asia”)	Investment in manufacturing business	-	-	-	Note 6(h)
D-Link Asia	Alpha Networks (Dongguan) Co., Ltd. (“Alpha DGF”)	Production and sale of network products	-	-	-	Note 6(h)
Alpha	Alpha Networks (Chengdu) Co., Ltd. (“Alpha CD”)	Research and development of network products	59.98 %	59.98 %	59.98 %	-
Alpha HK	Alpha Networks (Changshu) Co., Ltd. (“Alpha CSF”)	Production and sale of network products	59.98 %	59.98 %	59.98 %	-
Alpha CSF	Mirac Networks (Dongguan) Co., Ltd. (“Mirac”)	Production and sale of network products	59.98 %	59.98 %	59.98 %	-
Alpha CSF	Alpha Networks (Changshu) Trading Co., Ltd. (“Alpha CST”)	Production and sale of network products	59.98 %	59.98 %	59.98 %	-
Enrich	Aespula Technologies Inc. (“APL”)	Sale of network equipment, components and technical services	59.34 %	59.34 %	59.34 %	-

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Name of Investor	Name of Investee	Main Business and Products	Percentage of Ownership			Note
			June 30, 2025	December 31, 2024	June 30, 2024	
Alpha/IDT	Fiber Logic Communications, Inc.	Manufacturing and sales of broadband transmission equipment and service routers	19.91 %	19.91 %	-	Notes 2 and 6
Alpha	Hitron Technologies Inc. ("Hitron")	Marketing on system integration and production and sales of telecommunication products	37.33 %	37.33 %	37.33 %	Note 3
Hitron	Hitron Technologies (Samoa) Inc. ("HSM")	International trade	37.33 %	37.33 %	37.33 %	Note 3
Hitron	Hitron Technologies Europe Holding B.V. ("HBV")	International trade	37.33 %	37.33 %	37.33 %	Note 3
Hitron	Hitron Technologies (Americas) Inc. ("HUS")	International trade	37.33 %	37.33 %	37.33 %	Note 3
Hitron	Innoauto Technologies Inc. ("HTG")	Investment	37.33 %	37.33 %	37.33 %	Note 3
Hitron	Hitron Technologies (Vietnam) Inc. ("HVN")	Production and sale of broadband telecommunications products	37.33 %	37.33 %	37.33 %	Note 3
HSM	Hitron Technologies (SIP) Inc. ("HSZ")	Research and development of broadband telecommunications products	37.33 %	37.33 %	37.33 %	Note 3
HSM	Jietech Trading (Suzhou) Inc. ("HJT")	Sale of broadband network products and related services	37.33 %	37.33 %	37.33 %	Note 3
Hitron/Enrich	Interactive Digital Technologies Inc. ("IDT")	Telecommunication and broadband network system services	15.29 %	15.29 %	16.08 %	Note 12
IDT	Hwa Chi Technologies (Shanghai) Inc. ("IHC")	Technical consultation on electronic communication, technology research and development, maintenance and after-sale service	15.29 %	15.29 %	16.08 %	Note 3
IDT/Enrick	Transnet Corporation ("Transnet")	Operating in network communication products, provide system support services, integrated supply and import and export of network equipment	12.23 %	12.23 %	16.08 %	Notes 3 and 10

Note 1: This is a non-significant subsidiary for which financial statements were not reviewed as of and for the six months ended June 30, 2025.

Note 2: Although the Group did not own more than half of the voting rights of the entities, the Group owns more than half of the board seats of the entities; therefore, it is determined that the Group has control over these entities.

Note 3: Although the Group did not own more than half of the ownership of the entities, the Group, directly and indirectly, held more than half of their voting rights, resulting in the Group to have control over their entities.

Note 4: On December 16, 2024, QCOS was included in the list under Council Decision 2014/512/CFSP concerning restrictive measures by the European Union in respect of actions undermining or threatening the territorial integrity, sovereignty and independence of Ukraine by the Russian Federation. On May 28, 2025, the European Union informed the Company that QCOS has been removed from the abovementioned list concerning restrictive measures, which, in turn, did not have any significant adverse effect on its operation.

Note 5: In 2025, the Group obtained control over the entities.

Note 6: In 2024, the Group obtained control over the entities.

Note 7: The entities were liquidated in 2024.

Note 8: Due to the organizational restructuring in April 2025, WEBEST was merged into WiXtar, with WiXtar becoming the sole surviving company thereafter.

Note 9: Due to the organizational restructuring in 2024, PTMG was merged into WiXtar, with WiXtar becoming the sole surviving company thereafter.

Note 10: In June 2024, Enrich sold all of its equity ownership of Transnet to IDT.

Note 11: PTME originally held 100% equity ownership of E-POS; however, because of certain legal restrictions, the 51% ownership of E-POS was registered under the name of other parties.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

Note 12: Although the Group did not own more than half of the voting rights of the entity, the Group is the single largest shareholder of the entity. Moreover, the remaining ownership was not concentrated within specific shareholders and there was no indication that all other shareholders exercised their votes collectively, resulting in the Group to obtain more than half of the voting rights at the entity's shareholders' meeting, and thus, has control over the entity.

Note 13: The subsidiaries were newly established in 2024.

Note 14: In April 2024, LILY sold all of its equity ownership of BQSH to BMTS.

Note 15: In February 2024, WiXtar acquired the entire equity ownership of PTSE through share exchange and in January 2024, PTT acquired the entire equity ownership of PTU from P&S through share exchange as a result of an organizational restructuring in 2024.

Note 16: The subsidiaries were newly established in 2025.

Note 17: In April 2025, Highview sold all of its equity ownership of BMTS to BMTC.

(ii) List of subsidiaries which are not included in the consolidated financial statements: None.

(c) Employee benefits

The defined benefit 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 fiscal year, adjusted for significant market fluctuations since that time, as well as significant curtailments, settlements, or other significant one-time events.

(d) Income taxes

The income tax expenses in the interim financial statements have been measured and disclosed in accordance with paragraph B12 of IAS 34 "Interim Financial Reporting".

Income tax expenses for an interim period are measured by multiplying the pre-tax income for the interim reporting period by the effective annual tax rate as estimated by the management. It is recognized fully as current tax expense for the current period.

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

5. Critical accounting judgments and key sources of estimation uncertainty

The preparation of the consolidated financial statements in conformity with the Regulations and IAS 34 "Interim financial reporting" endorsed and issued into effect by FSC requires management to make judgments and estimates about the future, including climate-related risks and opportunities, which affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

When preparing the interim consolidated financial statements, critical accounting judgments and key sources of estimation uncertainties are in conformity with note 5 of the consolidated financial statements for the year ended December 31, 2024.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

6. Significant account disclosures

Except for the following disclosures, there is no significant difference as compared with those disclosed in the consolidated financial statements for the year ended December 31, 2024. Please refer to note 6 of the consolidated financial statements for the year ended December 31, 2024.

(a) Cash and cash equivalents

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand	\$ 103,048	107,034	67,159
Demand deposits and checking accounts	19,164,062	19,147,902	18,431,609
Time deposits with original maturities less than three months	<u>5,323,411</u>	<u>6,899,098</u>	<u>4,566,730</u>
	<u>\$ 24,590,521</u>	<u>26,154,034</u>	<u>23,065,498</u>

As of June 30, 2025, December 31 and June 30, 2024, the time deposits with original maturities more than three months amounted to \$2,752,120, \$3,023,870 and \$4,252,264, respectively, which were classified as other financial assets.

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

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets at fair value through profit or loss — current:			
Foreign currency forward contracts	\$ 35,536	68,854	38,129
Foreign exchange swaps	69,524	14,880	5,963
Listed stocks	164,931	169,302	5,791
Privately held equity securities	-	-	391,126
Open-end mutual funds	21,644	22,135	24,413
Call option of bonds payable	<u>1,350</u>	<u>3,900</u>	<u>-</u>
	<u>\$ 292,985</u>	<u>279,071</u>	<u>465,422</u>
	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets at fair value through profit or loss — non-current:			
Listed stocks	\$ 39,695	-	-
Privately held equity securities	1,731,864	1,465,268	1,043,013
Emerging stocks	<u>273,815</u>	<u>-</u>	<u>-</u>
	<u>\$ 2,045,374</u>	<u>1,465,268</u>	<u>1,043,013</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Financial liabilities at fair value through profit or loss — current:			
Foreign currency forward contracts	\$ (95,549)	(30,609)	(62,316)
Foreign exchange swaps	(14,862)	(63,490)	(38,904)
Preferred stock liabilities	-	(165,559)	-
	<u>\$ (110,411)</u>	<u>(259,658)</u>	<u>(101,220)</u>

Preferred stock liabilities arose from preferred stock issued by TEKPAK, wherein the fair value of preferred stock liabilities and dividends were estimated and distributed based on the future cash flows and profitability of TEKPAK, respectively.

Please refer to note 6(ab) for the amounts of gain (loss) recognized related to financial assets measured at fair value.

The Group entered into derivative contracts to manage foreign currency exchange risk resulting from its operating and financing activities. The derivative financial instruments did not conform to the criteria for hedge accounting. At each reporting date, the outstanding derivative contracts consisted of the following:

(i) Foreign currency forward contracts

			<u>June 30, 2025</u>
		<u>Contract amount (in thousands)</u>	<u>Maturity period</u>
USD	Buy / EUR Sell	EUR 50,707	2025/07~2025/09
JPY	Buy / USD Sell	USD 10,168	2025/07
USD	Buy / CAD Sell	CAD 1,000	2025/09
USD	Buy / INR Sell	USD 18,000	2025/07~2025/09
USD	Buy / AUD Sell	AUD 1,000	2025/09
NTD	Buy / USD Sell	USD 11,013	2025/07~2025/10
EUR	Buy / GBP Sell	GBP 2,000	2025/08~2025/09
EUR	Buy / USD Sell	USD 2,892	2025/07
USD	Buy / BRL Sell	USD 14,000	2025/07~2025/09
USD	Buy / EUR Sell	USD 610	2025/07
USD	Buy / MXN Sell	USD 4,000	2025/08~2025/09
USD	Buy / CNY Sell	USD 2,311	2025/07
CNY	Buy / USD Sell	USD 17,830	2025/07~2025/10
SEK	Buy / EUR Sell	EUR 1,000	2025/09
USD	Buy / THB Sell	USD 3,000	2025/09
USD	Buy / NTD Sell	USD 12,811	2025/07~2025/09
USD	Buy / GBP Sell	GBP 255	2025/07

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2025			
		Contract amount (in thousands)	Maturity period
USD	Buy / ZAR Sell	USD 5,500	2025/07
USD	Buy / CNY Sell	CNY 99,897	2025/07
JPY	Buy / USD Sell	JPY 7,600,000	2025/07~2025/09
VND	Buy / USD Sell	USD 1,200	2025/07
USD	Buy / VND Sell	VND 13,092,500	2025/07

December 31, 2024			
		Contract amount (in thousands)	Maturity period
USD	Buy / EUR Sell	EUR 39,579	2025/01~2025/03
JPY	Buy / USD Sell	USD 7,157	2025/01
USD	Buy / CAD Sell	CAD 4,000	2025/01~2025/03
USD	Buy / INR Sell	USD 14,000	2025/01~2025/03
USD	Buy / AUD Sell	AUD 1,000	2025/03
NTD	Buy / USD Sell	USD 6,363	2025/01~2025/04
EUR	Buy / GBP Sell	GBP 2,000	2025/02~2025/03
EUR	Buy / USD Sell	USD 2,403	2025/01
USD	Buy / BRL Sell	USD 19,000	2025/01~2025/02
USD	Buy / EUR Sell	USD 830	2025/01
USD	Buy / MXN Sell	USD 5,000	2025/01~2025/03
USD	Buy / CNY Sell	USD 1,809	2025/01
CNY	Buy / USD Sell	USD 90,190	2025/01~2025/04
SEK	Buy / EUR Sell	EUR 2,000	2025/03
USD	Buy / THB Sell	USD 3,000	2025/03
USD	Buy / NTD Sell	USD 25,067	2025/01~2025/03
USD	Buy / GBP Sell	GBP 280	2025/01
USD	Buy / ZAR Sell	USD 6,200	2025/01
USD	Buy / CNY Sell	CNY 103,475	2025/01
JPY	Buy / USD Sell	JPY 6,300,000	2025/01~2025/03
VND	Buy / USD Sell	USD 3,000	2025/01

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2024				
		Contract amount (in thousands)		Maturity period
USD	Buy / EUR Sell	EUR	43,420	2024/07~2024/09
JPY	Buy / USD Sell	USD	603	2024/07
USD	Buy / CAD Sell	CAD	4,000	2024/07~2024/09
USD	Buy / INR Sell	USD	16,000	2024/07~2024/08
USD	Buy / AUD Sell	AUD	3,000	2024/08~2024/09
NTD	Buy / USD Sell	USD	12,146	2024/07~2024/09
NTD	Buy / EUR Sell	EUR	800	2024/07
EUR	Buy / GBP Sell	GBP	1,000	2024/09
EUR	Buy / USD Sell	USD	2,187	2024/07
USD	Buy / BRL Sell	USD	15,000	2024/07~2024/09
USD	Buy / EUR Sell	USD	1,200	2024/07
USD	Buy / MXN Sell	USD	4,000	2024/07~2024/09
USD	Buy / CNY Sell	USD	1,828	2024/07~2024/08
CNY	Buy / USD Sell	USD	202,786	2024/07~2024/09
SEK	Buy / EUR Sell	EUR	1,000	2024/09
USD	Buy / THB Sell	USD	3,000	2024/09
USD	Buy / NTD Sell	USD	12,718	2024/07~2024/09
USD	Buy / GBP Sell	GBP	869	2024/07
USD	Buy / ZAR Sell	USD	6,400	2024/07
USD	Buy / CNY Sell	CNY	92,289	2024/07
JPY	Buy / USD Sell	JPY	1,200,000	2024/07~2024/09
VND	Buy / USD Sell	USD	24,000	2024/07~2024/08

(ii) Foreign exchange swaps

June 30, 2025				
		Contract amount (in thousands)		Maturity period
Swap in USD / Swap out NTD	USD	38,500		2025/07~2025/08
Swap in JPY / Swap out NTD	NTD	166,040		2025/07
Swap in CNY / Swap out NTD	CNY	10,000		2025/07
Swap in NTD / Swap out USD	USD	210,350		2025/07

December 31, 2024				
		Contract amount (in thousands)		Maturity period
Swap in USD / Swap out NTD	USD	62,000		2025/01~2025/02
Swap in CNY / Swap out NTD	CNY	10,000		2025/01
Swap in NTD / Swap out USD	USD	230,600		2025/01~2025/02

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2024			
		Contract amount	Maturity period
		(in thousands)	
Swap in USD / Swap out NTD	NTD	47,000	2024/07~2024/08
Swap in CNY / Swap out NTD	CNY	10,000	2024/07
Swap in NTD / Swap out ZAR	ZAR	97,000	2024/07
Swap in NTD / Swap out CNY	CNY	20,000	2024/07
Swap in NTD / Swap out USD	USD	199,800	2024/07~2024/08

(c) Financial assets at fair value through other comprehensive income

	June 30, 2025	December 31, 2024	June 30, 2024
Equity investments at fair value through other comprehensive income:			
Domestic listed stocks	\$ 7,968,184	9,297,827	11,349,758
Domestic emerging stocks	197,742	189,038	68,390
Privately held equity securities	665,094	680,786	840,454
	<u>\$ 8,831,020</u>	<u>10,167,651</u>	<u>12,258,602</u>
Current	\$ 116,202	112,206	113,460
Non-current	8,714,818	10,055,445	12,145,142
	<u>\$ 8,831,020</u>	<u>10,167,651</u>	<u>12,258,602</u>

The Group designated the equity investments shown above as financial assets at fair value through other comprehensive income because these investments are held for strategic purposes and not for trading.

For the six months ended June 30, 2025, the Group sold part of its equity investments at fair value through other comprehensive income for \$21,074. The realized gains accumulated in other comprehensive income of \$7,097 have been transferred from other equity to retained earnings.

The Group increased its investment in APLEX Technology Inc. (“APLEX”) in 2024 and gained significant influence over APLEX, resulting in the Group to reclassify its investment in APLEX to investments accounted for using equity method.

(d) Debt investments measured at amortized cost — non-current

	June 30, 2025	December 31, 2024	June 30, 2024
Domestic corporate bonds	<u>\$ 61,185</u>	<u>-</u>	<u>-</u>

In the second quarter of 2025, the Group acquired 10-year corporate bonds of Nan Shan Life Insurance Co., Ltd., at par value of \$60,000, with annual coupon rate of 3.75%.

The Group has assessed that the above financial assets are held-to-maturity to collect contractual cash flows, which consist solely of payments of principal and interest on principal amount outstanding. Therefore, these investments were classified as financial assets measured at amortized cost.

Please refer to note 8 for details of financial assets pledged as collateral.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(e) Notes and accounts receivable

	June 30, 2025	December 31, 2024	June 30, 2024
Notes and accounts receivable	\$ 35,832,333	39,205,915	36,681,332
Notes and accounts receivable from related parties	<u>2,508,749</u>	<u>3,456,053</u>	<u>2,859,588</u>
	38,341,082	42,661,968	39,540,920
Less: loss allowance	<u>(314,148)</u>	<u>(311,496)</u>	<u>(358,056)</u>
	<u>\$ 38,026,934</u>	<u>42,350,472</u>	<u>39,182,864</u>

- (i) The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables (including receivables from related parties). Forward-looking information is taken into consideration as well. Analysis of expected credit losses on notes and accounts receivable (including receivables from related parties) was as follows:

	June 30, 2025		
	Gross carrying amount	Weighted- average loss rate	Loss allowance
Current	\$ 36,355,716	0.04%	15,678
Past due 1-90 days	1,345,939	3.21%	43,176
Past due 91-180 days	274,358	18.24%	50,035
Past due over 181 days	<u>365,069</u>	56.22%	<u>205,259</u>
	<u>\$ 38,341,082</u>		<u>314,148</u>

	December 31, 2024		
	Gross carrying amount	Weighted- average loss rate	Loss allowance
Current	\$ 40,872,513	0.05%	18,931
Past due 1-90 days	1,224,575	3.75%	45,886
Past due 91-180 days	300,713	8.15%	24,518
Past due over 181 days	<u>264,167</u>	84.10%	<u>222,161</u>
	<u>\$ 42,661,968</u>		<u>311,496</u>

	June 30, 2024		
	Gross carrying amount	Weighted- average loss rate	Loss allowance
Current	\$ 37,622,521	0.04%	16,097
Past due 1-90 days	1,276,458	2.20%	28,086
Past due 91-180 days	264,154	29.13%	76,936
Past due over 181 days	<u>377,787</u>	62.72%	<u>236,937</u>
	<u>\$ 39,540,920</u>		<u>358,056</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (ii) Movements of the loss allowance for notes and accounts receivable (including receivables from related parties) were as follows:

	For the six months ended June 30,	
	2025	2024
Balance at January 1	\$ 311,496	340,567
Impairment loss	41,416	11,593
Write-off	(25,863)	(331)
Effect of exchange rate changes	(12,786)	5,840
Acquisition through business combination	-	410
Transferred from other receivables (transferred to other receivables)	(604)	130
Accounting for (reversal of) insurance claims for accounts receivable	489	(153)
Balance at June 30	<u><u>\$ 314,148</u></u>	<u><u>358,056</u></u>

- (iii) The Group entered into factoring contracts with financial institutions to sell its accounts receivable without recourse. According to these contracts, the Group is not responsible for any risk of uncollectible accounts receivable, but only for the loss due to commercial disputes. The Group derecognized the above accounts receivable because it has transferred substantially all of the risks and rewards of their ownership, and it does not have any continuing involvement in them. The receivables from the financial institutions were recognized as “other receivables” upon the derecognition of those accounts receivable. Details of these contracts at each reporting date were as follows:

June 30, 2025						
Underwriting bank	Factored amount	Unpaid advance amount	Advance amount	Amount recognized in other receivables	Range of interest rates	Collateral
CTBC Bank	\$ 232,444	-	209,200	23,244		None -
Taipei Fubon Bank	433,000	-	389,700	43,300		Promissory note 193,380
E.SUN Commercial Bank	125,883	-	107,000	18,883		None -
KGI Commercial Bank	327,778	-	295,000	32,778		Promissory note 87,900
Crefo Factoring Nord GmbH	38,325	-	30,660	7,665		None -
	<u><u>\$ 1,157,430</u></u>	<u><u>-</u></u>	<u><u>1,031,560</u></u>	<u><u>125,870</u></u>	2.08%~5.737%	<u><u>281,280</u></u>

December 31, 2024						
Underwriting bank	Factored amount	Unpaid advance amount	Advance amount	Amount recognized in other receivables	Range of interest rates	Collateral
Taipei Fubon Bank	\$ 488,200	-	439,380	48,820		Promissory note 216,381
E.SUN Commercial Bank	152,333	-	137,100	15,233		None -
KGI Commercial Bank	144,445	-	130,000	14,445		Promissory note 98,355
Crefo Factoring Nord GmbH	58,870	-	42,361	16,509		None -
	<u><u>\$ 843,848</u></u>	<u><u>-</u></u>	<u><u>748,841</u></u>	<u><u>95,007</u></u>	2.05%~5.737%	<u><u>314,736</u></u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2024						
Underwriting bank	Factored amount	Unpaid advance amount	Advance amount	Amount recognized in other receivables	Range of interest rates	Collateral
CTBC Bank	\$ 222,222	-	200,000	22,222		None -
Taipei Fubon Bank	465,667	-	419,100	46,567		Promissory note 97,350
Mega International Commercial Bank	10,518	-	-	10,518		Promissory note 50,000
E.SUN Commercial Bank	144,800	-	130,320	14,480		None -
KGI Commercial Bank	253,422	-	228,080	25,342		Promissory note 97,350
Crefo Factoring Nord GmbH	36,256	-	29,429	6,827		None -
	<u>\$ 1,132,885</u>	<u>-</u>	<u>1,006,929</u>	<u>125,956</u>	1.90%~6.25%	<u>244,700</u>

Please refer to note 8 for a description of the Group's notes and accounts receivable pledged as collateral to secure for the bank loans.

(f) Other receivables

	June 30, 2025	December 31, 2024	June 30, 2024
The factored accounts receivable, net of advance amount	\$ 125,870	95,007	125,956
Receivables arising from supplier rebate	731,152	603,490	563,330
Receivables arising from insurance claims	-	124,428	116,304
Other receivables—others	966,933	577,973	655,801
	1,823,955	1,400,898	1,461,391
Less: loss allowance	(29,696)	(32,834)	(32,383)
	<u>1,794,259</u>	<u>1,368,064</u>	<u>1,429,008</u>
Other receivables from related parties	373,027	312,589	314,676
Dividends receivable from related parties	238,686	-	402,753
	<u>\$ 2,405,972</u>	<u>1,680,653</u>	<u>2,146,437</u>

As of June 30, 2025, December 31 and June 30, 2024, except for certain other receivables whose loss allowances were fully provided, no loss allowance was provided for the remaining receivables after the management's assessment.

(g) Inventories

	June 30, 2025	December 31, 2024	June 30, 2024
Raw materials	\$ 11,335,844	11,379,308	10,644,522
Work in process	3,252,657	2,792,836	2,492,987
Finished goods and merchandise	21,767,749	21,677,837	19,637,433
Inventories in transit	5,996,040	6,221,657	6,169,355
	<u>\$ 42,352,290</u>	<u>42,071,638</u>	<u>38,944,297</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The amounts of inventories recognized as cost of revenue were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Cost of inventories sold	\$ 42,864,716	39,617,383	82,107,878	77,164,403
(Reversal of) write-downs of inventories	(52,684)	88,759	(101,623)	127,996
	<u>\$ 42,812,032</u>	<u>39,706,142</u>	<u>82,006,255</u>	<u>77,292,399</u>

(h) Non-current assets classified as held for sale

CKCARE plans to dispose part of its land for \$57,882, reclassified to non-current assets held for sale, based on a resolution approved during its board meeting held on April 2, 2025. All relevant legal procedures were still in progress as of June 30, 2025.

Alpha disposed its entire ownership in D-Link Asia and Alpha DGF based on a resolution approved during the board meeting held on December 28, 2023, and entered into the stock transfer agreement on December 28, 2023. Thereafter, the assets amounting to \$345,201 and liabilities amounting to \$48,024 of D-Link Asia and Alpha DGF were reported as non-current assets or disposal groups held for sale as of December 31, 2023. The entire ownership in D-Link Asia and Alpha DGF has been disposed in the second quarter of 2024 for a consideration of \$568,606. A disposal gain of \$236,180 was recognized and included in other gains and losses.

(i) Investments accounted for using the equity method

A summary of the Group's investments accounted for using the equity method at the reporting date was as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Associates	<u>\$ 6,689,430</u>	<u>7,383,876</u>	<u>8,532,647</u>

(i) Investments in associates

Name of Associates	Main Business	Location	June 30, 2025		December 31, 2024		June 30, 2024	
			Percentage of voting rights	Carrying amount	Percentage of voting rights	Carrying amount	Percentage of voting rights	Carrying amount
Material associates:								
Darfon Electronics Corp. ("DFN")	Manufacture and sale of computer peripheral products, power devices, green energy products and passive components	Taiwan	26.09 %	\$ 2,490,110	26.09 %	2,979,593	25.91 %	2,936,004
Norbel Baby Co., Ltd. ("Norbel")	Retail and wholesale of maternity and infant products, medical care products, dietary supplement, and cosmetics	Taiwan	Note 4(b) and Note 6(j)	-	Note 4(b) and Note 6(j)	-	26.72 %	1,659,878
Non-material associates:								
APLEX Technology Inc. ("APLEX")	R&D and manufacture of industrial computer products	Taiwan	22.87 %	436,983	22.87 %	455,193	-	-
Jiangsu Yudi Optical Co., Ltd. ("Yudi")	Sales and manufacture of optical lens	Mainland China	20.01 %	402,427	20.01 %	458,614	20.01 %	464,409
Guigang Donghui Medical Investment Co., Ltd.	Medical services	Mainland China	25.27 %	814,011	25.27 %	899,236	25.27 %	933,023
TCI GENE INC. ("TCI Gene")	Genetic testing and wholesale of nutritional supplement	Taiwan	23.43 %	664,747	23.43 %	685,669	23.43 %	710,146
Topview Optronics Corporation ("Topview")	Manufacture, sales and import and export of video surveillance cameras	Taiwan	28.61 %	842,343	28.61 %	859,277	28.98 %	841,670
Others			-	1,038,809	-	1,046,294	-	987,517
				\$ 6,689,430		7,383,876		8,532,647

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

In November 2024, the Group acquired an additional 13.94% equity ownership of Norbel for a cash consideration of \$913,500 through public tender offer and became the single largest shareholder of Norbel, resulting in the Group to own more than half of the voting rights at Norbel's shareholders' meeting; hence, obtaining control over Norbel, who has been included in the Group's consolidated entities thereafter. Please refer to note 6(j) for the related information.

In the first quarter of 2024, the Group increased 11.14% equity interest in Guigang Donghui Medical Investment Co., Ltd. for a cash consideration of \$597,046. As a result, the equity interest in Guigang Donghui Medical Investment Co., Ltd. held by the Group increased to 25.27% as of June 30, 2025.

MTG previously held 20.96% of the voting rights of Grandsys and therefore, the equity-method was used to account for the investments as the Group has significant influence over Grandsys. On January 15, 2024 (the acquisition date), MTG acquired 5,170 thousand shares (19.19% of the voting rights) of Grandsys's common stock from its existing shareholders for a cash consideration of \$192,066. As a result, the equity interest in Grandsys increased to 40.15%. It is determined that the Group has control over Grandsys and its subsidiaries and thereafter, Grandsys and its subsidiaries have been included in the Group's consolidated entities. Please refer to note 6(j) for the related information. MTG's previously held 20.96% equity interest in Grandsys was remeasured to fair value at the acquisition date, and a gain on disposal of investments accounted for using the equity method of \$44,823 was recognized in other gains and losses.

The fair value of the investment in associates which are publicly traded was as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
DFN	<u>\$ 2,423,507</u>	<u>3,136,515</u>	<u>4,962,247</u>
Alpha	<u>\$ -</u>	<u>-</u>	<u>1,585,000</u>

The summarized financial information in respect of each of the Group's material associate is set out below:

1) The summarized financial information of DFN:

	June 30, 2025	December 31, 2024	June 30, 2024
Current assets	\$ 19,866,174	20,894,990	19,796,856
Non-current assets	12,332,740	13,339,564	12,830,879
Current liabilities	(14,711,195)	(14,928,752)	(14,933,096)
Non-current liabilities	<u>(5,176,460)</u>	<u>(4,841,879)</u>	<u>(3,150,385)</u>
Equity	<u>\$ 12,311,259</u>	<u>14,463,923</u>	<u>14,544,254</u>
Equity attributable to non-controlling interests of DFN	<u>\$ 2,768,886</u>	<u>3,047,188</u>	<u>3,215,544</u>
Equity attributable to shareholders of DFN	<u>\$ 9,542,373</u>	<u>11,416,735</u>	<u>11,328,710</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Net sales	<u>\$ 6,902,768</u>	<u>5,197,954</u>	<u>12,386,110</u>	<u>10,309,127</u>
Net income	\$ 19,654	160,153	27,278	324,194
Other comprehensive loss	(1,495,952)	(244,424)	(1,540,688)	(93,252)
Total comprehensive income (loss)	<u>\$ (1,476,298)</u>	<u>(84,271)</u>	<u>(1,513,410)</u>	<u>230,942</u>
Total comprehensive loss attributable to non-controlling interests of DFN	<u>\$ (152,381)</u>	<u>(43,589)</u>	<u>(199,019)</u>	<u>(20,789)</u>
Total comprehensive income (loss) attributable to shareholders of DFN	<u>\$ (1,323,917)</u>	<u>(40,682)</u>	<u>(1,314,391)</u>	<u>251,731</u>

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
The Group's share of equity of associates at January 1	\$ 2,835,940	2,946,962	2,979,593	3,161,489
Net income attributable to the Group	15,664	44,567	31,085	80,230
Other comprehensive loss attributable to the Group	(357,201)	(55,109)	(371,380)	(15,654)
Capital surplus attributable to the Group and other adjustments	(4,293)	(416)	(5,145)	(1,976)
Dividends receivable from associates	-	-	(144,043)	(288,085)
The carrying amount of investments in the associates at June 30	<u>\$ 2,490,110</u>	<u>2,936,004</u>	<u>2,490,110</u>	<u>2,936,004</u>

2) The summarized financial information of Norbel:

	June 30, 2024
Current assets	\$ 3,026,958
Non-current assets	4,015,188
Current liabilities	(928,215)
Non-current liabilities	(1,101,263)
Equity	<u>\$ 5,012,668</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the three months ended June 30, 2024	For the six months ended June 30, 2024
Net sales	<u>\$ 855,313</u>	<u>1,698,391</u>
Net loss	(1,519)	(3,887)
Other comprehensive income	-	-
Total comprehensive loss	<u>\$ (1,519)</u>	<u>(3,887)</u>

	For the three months ended June 30, 2024	For the six months ended June 30, 2024
The Group's share of equity of associates at January 1	\$ 1,728,416	1,710,470
Net loss attributable to the Group	(1,032)	(1,912)
Capital surplus attributable to the Group	(66,538)	12,288
Dividends receivable from associates	(968)	(60,968)
The carrying amount of investments in the associates at June 30	<u>\$ 1,659,878</u>	<u>1,659,878</u>

- 3) Aggregate financial information of associates that were not individually material to the Group was summarized as follows. The financial information was included in the Group's consolidated financial statements.

	June 30, 2025	December 31, 2024	June 30, 2024
The aggregate carrying amount of associates that were not individually material to the Group	<u>\$ 4,199,320</u>	<u>4,404,283</u>	<u>3,936,765</u>

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Attributable to the Group:				
Net income	\$ 51,248	20,938	42,386	117
Other comprehensive income (loss)	(232,046)	37,606	(176,063)	80,082
Total comprehensive income (loss)	<u>\$ (180,798)</u>	<u>58,544</u>	<u>(133,677)</u>	<u>80,199</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(j) Subsidiaries

(i) Acquisition of subsidiary—Norbel Baby Co., Ltd.

1) Consideration transferred

As stated in note 6(i), on November 13, 2024 (the acquisition date), the Group acquired 13.94% equity ownership of Norbel Baby Co., Ltd. (“Norbel”) for a cash consideration of \$913,500. As a result, the equity interest in Norbel increased from 26.72% to 40.66%, resulting in the Group to obtain control over Norbel, who has been included in the Group’s consolidated entities thereafter. Norbel is engaged in the retail and wholesale of maternity and infant products, medical care products, dietary supplement, and cosmetics.

The acquisition of Norbel enables the Group to strengthen its business deployment in the medical retail market, seize the opportunities in the senior market and expand its business in medical retail channel.

2) Identifiable net assets acquired in a business combination and goodwill

On November 13, 2024 (the acquisition date), the fair value of identifiable assets acquired and liabilities assumed from the acquisition, as well as goodwill arising from the acquisition, were as follows:

Consideration transferred:

Cash	\$ 913,500
Add: The fair value of the acquirer’s previously held equity interest in the acquiree	1,571,500
Add: Non-controlling interests (measured at non-controlling interest’s proportionate share of the fair value of Norbel’s identifiable net assets)	2,723,738

Less: Identifiable net assets acquired at fair value:

Cash and cash equivalents	\$ 932,402
Notes and accounts receivable, net	22,460
Other receivables	37,226
Inventories	822,933
Other financial assets—current	964,802
Other current assets	9,836
Financial assets at fair value through profit or loss—non-current	20,000
Property, plant and equipment	1,224,359
Right-of-use assets	1,009,288
Intangible assets—trademarks	1,321,806
Intangible assets—computer software	3,690
Deferred income tax assets	9,796
Other financial assets—non-current	27,229
Other non-current assets	49,322
Notes and accounts payable	(336,094)
Other payables and other current liabilities	(154,953)
Current income tax liabilities	(4,952)
Lease liabilities (including current and non-current)	(1,075,258)
Deferred income tax liabilities	(276,219)
Other non-current liabilities	(17,289)
	<u>4,590,384</u>

Goodwill	<u>\$ 618,354</u>
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QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

3) Intangible assets

Intangible assets—trademarks are amortized on a straight-line basis over the estimated future economic useful life of 10 years.

Goodwill arising from the acquisition of Norbel is due to the profitability, the synergies of the business combination, future market development, and the value of assembled workforce. None of the goodwill recognized is expected to be deductible for income tax purposes.

(ii) Acquisition of subsidiary by Alpha—Fiber Logic Communications, Inc. (“Fiber Logic”)

1) Consideration transferred

In November 2024 (the acquisition date), Alpha and IDT acquired 8,477 thousand shares (or 37.66% equity ownership) of Fiber Logic, who engaged in the manufacture and services of broadband transmission equipment, for a cash consideration of \$608,618, and obtained more than half of the board seats of Fiber Logic thereafter, resulting in the Group to gain control over Fiber Logic, who has since been included in its consolidated entities. The acquisition of Fiber Logic enables the Group to respond to its long-term development and expand its business capacity in order to provide its customers with a diverse range of products and services and improve its market competitiveness.

2) Identifiable net assets acquired in a business combination and goodwill

In November 2024 (the acquisition date), the fair value of identifiable assets acquired and liabilities assumed from the acquisition, as well as goodwill arising from the acquisition, were as follows:

Consideration transferred (cash)	\$	608,618	
Dividends receivable		(16,953)	
Add: Non-controlling interests (measured at non-controlling interest’s proportionate share of the fair value of Fiber Logic’s identifiable net assets)			508,551
Less: Identifiable net assets acquired at fair value:			
Cash and cash equivalents	\$	241,905	
Notes and accounts receivable, net		10,285	
Inventories		251,802	
Other current assets		31,543	
Property, plant and equipment		46,068	
Right-of-use assets		22,434	
Intangible assets—patents		165,361	
Intangible assets—trademarks		156,860	
Intangible assets—computer software		8,645	
Deferred income tax assets		12,813	
Other non-current assets		22,401	
Notes and accounts payable		(11,281)	
Lease liabilities (including current and non-current)		(22,867)	
Other non-current liabilities		(120,272)	(815,697)
Goodwill			<u>\$ 284,519</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

3) Intangible assets

Intangible assets — patents and trademarks are amortized on a straight-line basis over the estimated future economic useful life of 9.7 and 10 years, respectively.

Goodwill arising from the acquisition of Fiber Logic is due to the market share, the profitability and the synergies of the business combination. None of the goodwill recognized is expected to be deductible for income tax purposes.

(iii) Acquisition of subsidiary by DFI — Transpak Equipment Corporation (“TEKPAK”)

1) Consideration transferred

On August 12, 2024 (the acquisition date), DFI and ACE acquired 833 thousand shares (or 70.65% equity ownership) of TEKPAK, a company engaged in the manufacture and sales of pallet strapping equipment, for a cash consideration of \$1,250,000, resulting in the Group to obtain control over TEKPAK, who has been included in the Group’s consolidated entities thereafter. The acquisition of TEKPAK enables the Group to respond to its long-term operational development and expand its business capacity in order to provide its customers with a diverse range of products and services and improve its market competitiveness.

2) Identifiable net assets acquired in a business combination and goodwill

On August 12, 2024 (the acquisition date), the fair value of identifiable assets acquired and liabilities assumed from the acquisition, as well as goodwill arising from the acquisition, were as follows:

Consideration transferred (cash)	\$ 1,250,000
Add: Non-controlling interests (measured at non-controlling interest’s proportionate share of the fair value of TEKPAK’s identifiable net assets)	301,768
Less: Identifiable net assets acquired at fair value:	
Cash and cash equivalents	\$ 385,305
Notes and accounts receivable, net	774
Other receivables	25,084
Inventories	331,743
Other current assets	1,844
Property, plant and equipment	2,035
Right-of-use assets	66,327
Intangible assets — trademarks	185,911
Intangible assets — patents	69,054
Intangible assets — customer relationships	630,208
Deferred income tax assets	3,812
Refundable deposits	1,547
Contract liabilities	(29,369)
Notes and accounts payable	(167,031)
Other payables	(21,100)
Current income tax liabilities	(24,974)
Preferred stock liabilities — current	(196,797)
Other current liabilities	(382)
Lease liabilities (including current and non-current)	(66,327)
Deferred income tax liabilities	(169,135)
Other non-current liabilities	(278)
Goodwill	\$ <u>1,028,251</u> <u>523,517</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Group continuously reviews the abovementioned items during the measurement period and made adjustments on the abovementioned other receivables, deferred income tax liabilities and non-controlling interests in the first quarter of 2025 as follows:

Increase in other receivables	\$ 3,911
Increase in deferred income tax liabilities	(7,900)
Decrease in non-controlling interests	<u>1,171</u>
Increase in goodwill	<u><u>\$ (2,818)</u></u>

The Group continuously reviews the abovementioned items during the measurement period and made adjustments on the abovementioned intangible assets— trademarks, patents and customer relationships, deferred income tax liabilities and non-controlling interests in the fourth quarter of 2024 as follows:

Decrease in intangible assets— trademarks	\$ (21,256)
Decrease in intangible assets— patents	(8,040)
Increase in intangible assets— customer relationships	56,510
Increase in deferred income tax liabilities	(5,443)
Increase in non-controlling interests	<u>(6,390)</u>
Decrease in goodwill	<u><u>\$ 15,381</u></u>

3) Intangible assets

Intangible assets— trademarks, patents and customer relationships are amortized on a straight-line basis over the estimated future economic useful life of 10, 6 and 15.39 years, respectively.

Goodwill arising from the acquisition of TEKPAK is due to the profitability, the synergies of the business combination, future market development and the value of assembled workforce. None of the goodwill recognized is expected to be deductible for income tax purposes.

(iv) Acquisition of subsidiary by K2— ERA Biotech Enterprise Co., Ltd. (“ERA”)

1) Consideration transferred

On August 30, 2024 (the acquisition date), K2 acquired 60% equity ownership of ERA, a sales agent for endoscopy-related minimally invasive medical devices, for a cash consideration of \$133,005 and obtained control over it. The acquisition of ERA enables the Group to improve its market competitiveness in the medical industry and strengthen its business deployment in the endoscopic devices market. As of December 31, 2024, the outstanding payable of \$21,262 was recognized in other payable, and the said payable was settled in January 2025.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Identifiable net assets acquired in a business combination and goodwill

On August 30, 2024 (the acquisition date), the fair value of identifiable assets acquired and liabilities assumed from the acquisition, as well as goodwill arising from the acquisition, were as follows:

Consideration transferred (cash and dividends payable of \$21,262)	\$	133,005
Add: Non-controlling interests (measured at non-controlling interest's proportionate share of the fair value of ERA's identifiable net assets)		66,731
Less: Identifiable net assets acquired at fair value:		
Cash and cash equivalents	\$	88,482
Notes and accounts receivable, net		51,622
Other receivables		1,376
Inventories		79,136
Other current assets		2,762
Other financial assets — current		2,427
Property, plant and equipment		12,003
Right-of-use assets		13,877
Intangible assets — computer software		231
Intangible assets — customer relationships		44,309
Intangible assets — patents		1,062
Other non-current assets		14,543
Short-term borrowings		(62,000)
Contract liabilities — current		(126)
Notes and accounts payable		(36,257)
Other payables		(13,305)
Current income tax liabilities		(7,454)
Lease liabilities (including current and non-current)		(14,194)
Other current liabilities		(245)
Current portion of long-term debt		(1,692)
Long-term debt		(867)
Deferred income tax liabilities		(8,862)
Goodwill		\$ <u><u>32,908</u></u>

3) Intangible assets

Intangible assets — customer relationships are amortized on a straight-line basis over the estimated future economic useful life of 13 years.

Goodwill arising from the acquisition of ERA is due to the value of assembled workforce. None of the goodwill recognized is expected to be deductible for income tax purposes.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(v) Acquisition of subsidiary by GSC—Naisen Kelin Industry Co., Ltd. (“NKI”)

1) Consideration transferred

On April 1, 2024 (the acquisition date), GSC acquired the entire ownership of NKI from its shareholders for a consideration of \$114,000 and obtained control over it. Thereafter, NKI has been included in the Group’s consolidated entities since the acquisition date. NKI is engaged in the manufacture, processing and sale of cleaning wipes and non-woven fabrics. The acquisition of NKI enables the Group to accelerate its business deployment in the consumer market for household cleaning and sterilization products, and to expand its business in the medical products.

2) Identifiable net assets acquired in a business combination and goodwill

On April 1, 2024 (the acquisition date), the fair value of identifiable assets acquired and liabilities assumed from the acquisition, as well as goodwill arising from the acquisition, were as follows:

Consideration transferred (cash)	\$	114,000
Less: Identifiable net assets acquired at fair value:		
Cash and cash equivalents	\$	15,372
Notes and accounts receivable, net		10,807
Inventories		24,067
Other current assets		6,720
Other financial assets—current		201
Property, plant and equipment		106,785
Intangible assets—computer software		102
Intangible assets—customer relationships		39,900
Other non-current assets		1,724
Other financial assets—non-current		1,181
Deferred income tax assets		2,294
Short-term borrowings		(15,000)
Notes and accounts payable		(22,109)
Contract liabilities		(21,651)
Other payables and other current liabilities		(8,977)
Current portion of long-term debt		(8,767)
Long-term debt		(35,478)
Deferred income tax liabilities		(7,980)
Other non-current liabilities		(313)
Goodwill	\$	<u><u>25,122</u></u>

The Group continuously reviews the abovementioned items during the measurement period and made adjustments on the abovementioned intangible assets—others and customer relationships and deferred income tax liabilities in the fourth quarter of 2024 as follows:

Increase in intangible assets—others (expertise)	\$	22,361
Decrease in intangible assets—customer relationships		(34,845)
Decrease in deferred income tax liabilities		2,496
Increase in goodwill	\$	<u><u>(9,988)</u></u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

3) Intangible assets

Intangible assets — customer relationships are amortized on a straight-line basis over the estimated future economic useful life of 10 years.

Goodwill arising from the acquisition of NKI is due to the profitability, the synergies of the business combination, future market development and the value of assembled workforce. None of the goodwill recognized is expected to be deductible for income tax purposes.

(vi) Acquisition of subsidiary by GSC — Chan Guare Industry Co., Ltd. (“CGI”)

1) Consideration transferred

On April 1, 2024 (the acquisition date), GSC acquired the entire ownership of CGI from its shareholders for a consideration of \$176,000 and obtained control over it. Thereafter, CGI has been included in the Group’s consolidated entities since the acquisition date. CGI is engaged in the sale of cleaning supplies, cleaning wipes and other dental care products. The acquisition of CGI enables the Group to accelerate its business deployment in the consumer market for household cleaning and sterilization products, and to expand its business in the medical products.

2) Identifiable net assets acquired in a business combination and goodwill

On April 1, 2024 (the acquisition date), the fair value of identifiable assets acquired and liabilities assumed from the acquisition, as well as goodwill arising from the acquisition, were as follows:

Consideration transferred (cash)	\$	176,000
Less: Identifiable net assets acquired at fair value:		
Cash and cash equivalents	\$	32,944
Notes and accounts receivable, net		59,336
Other receivables		2
Inventories		40,875
Other current assets		31,720
Other financial assets — current		153,600
Property, plant and equipment		603
Right-of-use assets		1,173
Intangible assets — customer relationships		60,000
Other financial assets — non-current		1,393
Deferred income tax assets		72
Short-term borrowings		(145,000)
Notes and accounts payable		(35,610)
Other payables and other current liabilities		(11,780)
Lease liabilities		(1,174)
Contract liabilities		(441)
Current portion of long-term debt		(8,468)
Long-term debt		(26,532)
Deferred income tax liabilities		(13,247)
Other non-current liabilities		(1,460)
Goodwill	\$	<u>37,994</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Group continuously reviews the abovementioned items during the measurement period and made adjustments on the abovementioned intangible assets— patents and customer relationships and deferred income tax liabilities in the fourth quarter of 2024 as follows:

Increase in intangible assets— patents	\$ 45,357
Decrease in intangible assets— customer relationships	(50,046)
Decrease in deferred income tax liabilities	<u>938</u>
Increase in goodwill	<u><u>\$ (3,751)</u></u>

3) Intangible assets

Intangible assets— customer relationships are amortized on a straight-line basis over the estimated future economic useful life of 10 years.

Goodwill arising from the acquisition of CGI is due to the profitability, the synergies of the business combination, future market development and the value of assembled workforce. None of the goodwill recognized is expected to be deductible for income tax purposes.

(vii) Acquisition of subsidiary by MTG— Grandsys Inc. (“Grandsys”) and its subsidiaries

1) Consideration transferred

MTG previously held 20.96% of the voting rights of Grandsys. On January 15, 2024 (the acquisition date), MTG acquired 5,170 thousand shares (19.19% of the voting rights) of Grandsys’ s common stock from its existing shareholders for a cash consideration of \$192,066. As a result, the equity interest in Grandsys increased to 40.15%. After the acquisition, the Group became the single largest shareholder of Grandsys and was able to direct its operating relevant activities. Therefore, the Group obtained control over Grandsys and its subsidiaries and thereafter, Grandsys has been included in the Group’s consolidated entities since the acquisition date. Grandsys and its subsidiaries mainly engage in providing enterprise clients with voice recognition applications, big data analyses, CRM system and cloud application services. The acquisition of Grandsys and its subsidiaries enables the Group to penetrate into the AI service application market to respond to the long-term operational development and the synergies of the business combination.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Identifiable net assets acquired in a business combination and goodwill

On January 15, 2024 (the acquisition date), the fair value of identifiable assets acquired and liabilities assumed from the acquisition, as well as goodwill arising from the acquisition, were as follows:

Consideration transferred (cash)	\$	192,066
Add: The fair value of the acquirer's previously held equity interest in the acquiree		157,675
Non-controlling interests		270,917
Less: Identifiable net assets acquired at fair value:		
Cash and cash equivalents	\$	256,671
Notes and accounts receivable, net		37,251
Inventories		11,862
Other current assets		90,178
Property, plant and equipment		4,205
Right-of-use assets		13,731
Intangible assets — customer relationships		105,192
Intangible assets — others		46,400
Deferred income tax assets		6,061
Other non-current assets		11,496
Other financial assets — non-current		2,183
Short-term borrowings		(1,000)
Contract liabilities		(27,342)
Notes and accounts payable		(18,779)
Other payables		(36,272)
Lease liabilities — current		(3,377)
Other current liabilities		(1,649)
Lease liabilities — non-current		(10,307)
Deferred income tax liabilities		(30,132)
Other non-current liabilities		(3,565)
Goodwill	\$	<u><u>167,851</u></u>

3) Intangible assets

Intangible assets — customer relationships, expertise and others are amortized on a straight-line basis over the estimated future economic useful life of 13.96, 5 and 5 years, respectively.

Goodwill arising from the acquisition of Grandsys is due to the control premium over Grandsys, the synergies of the business combination, future market development and the value of assembled workforce, which do not qualify as identifiable intangible assets and are therefore not separately identified as goodwill. None of the goodwill recognized is expected to be deductible for income tax purposes.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(viii) Changes in ownership interests in subsidiaries without losing control

For the six months ended June 30, 2025, the Group acquired additional ownership of K2 Medical (Thailand) Co., Ltd., DIC, and ESM, for total cash consideration of \$99,682. Moreover, K2 Medical (Thailand) Co., Ltd. and WiXtar conducted a cash capital increase by issuing preferred and common stocks, respectively, during the period, wherein the Group did not subscribe proportionately to its existing ownership percentage, resulting in the changes in its ownership interests in subsidiaries from both transactions above. Please refer to note 4(b).

For the six months ended June 30, 2024, the bondholders requested the conversion of IDT's convertible bonds to ordinary shares, and the Group did not subscribe proportionately to its existing ownership percentage in DIC's capital increase by cash, resulting in the changes in its ownership interests in subsidiaries. Please refer to note 4(b).

The following table summarizes the effect on the equity attributable to the shareholders of the Company arising from abovementioned changes in ownership interests in subsidiaries:

	For the six months ended June 30,	
	2025	2024
Capital surplus — changes in ownership interests in subsidiaries	\$ 4,342	123,359
Capital surplus — difference between consideration and carrying amount arising from acquisition or disposal of shares of subsidiaries	(769)	(1)
Retained earnings — difference between consideration and carrying amount arising from acquisition or disposal of shares of subsidiaries	-	(1,235)
	<u>\$ 3,573</u>	<u>122,123</u>

(ix) Subsidiaries that have material non-controlling interest

Subsidiaries that have material non-controlling interest were as follows:

Subsidiaries	Principal place of business/ Registration country	The percentage of ownership and voting rights held by non-controlling interests		
		June 30, 2025	December 31, 2024	June 30, 2024
BMC	Taiwan	56.44 %	56.44 %	56.44 %
DFI	Taiwan	44.91 %	44.91 %	44.91 %
MTG	Taiwan	48.59 %	48.59 %	48.59 %
Alpha	Taiwan	40.02 %	40.02 %	40.02 %
Norbel	Taiwan	59.34 %	59.34 %	-

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The summarized financial information of subsidiaries were as follows, the information was prepared in accordance with Taiwan-IFRSs. The fair value adjustments made during the acquisition as at the acquisition date were included in these information. Intra-group transactions were not eliminated in this information.

1) The summarized financial information of BMC:

	June 30, 2025	December 31, 2024	June 30, 2024
Current assets	\$ 8,305,627	8,796,864	8,334,854
Non-current assets	13,950,135	13,835,726	13,288,625
Current liabilities	(7,728,156)	(7,622,778)	(6,981,990)
Non-current liabilities	(6,813,524)	(6,693,231)	(6,491,950)
Net assets	<u>\$ 7,714,082</u>	<u>8,316,581</u>	<u>8,149,539</u>
The carrying amount of non-controlling interests	<u>\$ 5,396,695</u>	<u>5,827,177</u>	<u>5,716,669</u>

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Net sales	<u>\$ 4,419,432</u>	<u>4,588,925</u>	<u>8,999,931</u>	<u>9,181,933</u>
Net income	\$ 1,239	83,334	60,773	122,689
Other comprehensive income (loss)	(343,815)	4,839	(290,894)	67,206
Total comprehensive income (loss)	<u>\$ (342,576)</u>	<u>88,173</u>	<u>(230,121)</u>	<u>189,895</u>
Net income attributable to non-controlling interests	<u>\$ 338</u>	<u>51,184</u>	<u>38,707</u>	<u>74,687</u>
Total comprehensive income (loss) attributable to non-controlling interests	<u>\$ (215,900)</u>	<u>52,374</u>	<u>(145,512)</u>	<u>114,072</u>

	For the six months ended June 30,	
	2025	2024
Cash flow from operating activities	\$ 891,720	721,515
Cash flow from investing activities	(947,981)	(897,250)
Cash flow from financing activities	85,100	413,756
Effects of foreign exchange rate changes	(82,230)	21,361
Net increase (decrease) in cash and cash equivalents	<u>\$ (53,391)</u>	<u>259,382</u>
Cash dividends paid to non-controlling interests	<u>\$ -</u>	<u>-</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- 2) The summarized financial information of DFI:

	June 30, 2025	December 31, 2024	June 30, 2024
Current assets	\$ 6,725,982	7,166,672	5,638,823
Non-current assets	6,829,215	7,097,553	5,600,677
Current liabilities	(4,127,082)	(4,224,426)	(3,304,140)
Non-current liabilities	(2,125,569)	(2,366,830)	(1,250,242)
Net assets	<u>\$ 7,302,546</u>	<u>7,672,969</u>	<u>6,685,118</u>
The carrying amount of non-controlling interests	<u>\$ 3,897,317</u>	<u>4,085,939</u>	<u>3,359,918</u>

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Net sales	<u>\$ 2,900,324</u>	<u>2,167,776</u>	<u>5,499,224</u>	<u>4,073,962</u>
Net income	\$ 103,110	44,510	205,147	62,665
Other comprehensive income (loss)	(168,142)	5,066	(117,702)	31,978
Total comprehensive income (loss)	<u>\$ (65,032)</u>	<u>49,576</u>	<u>87,445</u>	<u>94,643</u>
Net income attributable to non-controlling interests	<u>\$ 67,334</u>	<u>24,537</u>	<u>130,828</u>	<u>33,520</u>
Total comprehensive income (loss) attributable to non-controlling interests	<u>\$ (38,860)</u>	<u>28,973</u>	<u>55,053</u>	<u>54,639</u>

	For the six months ended June 30,	
	2025	2024
Cash flow from operating activities	\$ 455,675	450,480
Cash flow from investing activities	(31,585)	(23,629)
Cash flow from financing activities	(605,508)	(140,108)
Effects of foreign exchange rate changes	(117,953)	36,110
Net increase (decrease) in cash and cash equivalents	<u>\$ (299,371)</u>	<u>322,853</u>
Cash dividends paid to non-controlling interests	<u>\$ -</u>	<u>-</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- 3) The summarized financial information of MTG:

	June 30, 2025	December 31, 2024	June 30, 2024
Current assets	\$ 9,648,004	9,550,698	8,316,122
Non-current assets	4,503,162	4,713,141	4,940,821
Current liabilities	(7,438,972)	(7,329,963)	(6,204,980)
Non-current liabilities	(1,041,386)	(1,122,277)	(1,042,301)
Net assets	<u>\$ 5,670,808</u>	<u>5,811,599</u>	<u>6,009,662</u>
The carrying amount of non-controlling interests	<u>\$ 3,141,426</u>	<u>3,255,286</u>	<u>3,366,291</u>

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Net sales	<u>\$ 5,864,659</u>	<u>4,421,465</u>	<u>10,589,695</u>	<u>9,170,952</u>
Net income (loss)	\$ 36,644	(52,524)	65,347	86,093
Other comprehensive income (loss)	(76,317)	65,390	(61,219)	148,030
Total comprehensive income (loss)	<u>\$ (39,673)</u>	<u>12,866</u>	<u>4,128</u>	<u>234,123</u>
Net income (loss) attributable to non-controlling interests	<u>\$ 25,541</u>	<u>(52,368)</u>	<u>25,500</u>	<u>(11,655)</u>
Total comprehensive income (loss) attributable to non-controlling interests	<u>\$ (36,093)</u>	<u>(14,028)</u>	<u>(26,021)</u>	<u>76,436</u>

	For the six months ended June 30,	
	2025	2024
Cash flow from operating activities	\$ 171,633	824,820
Cash flow from investing activities	(36,743)	9,639
Cash flow from financing activities	(166,071)	(482,349)
Effects of foreign exchange rate changes	(70,546)	45,336
Net increase (decrease) in cash and cash equivalents	<u>\$ (101,727)</u>	<u>397,446</u>
Cash dividends paid to non-controlling interests	<u>\$ -</u>	<u>-</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- 4) The summarized financial information of Alpha:

	June 30, 2025	December 31, 2024	June 30, 2024
Current assets	\$ 15,871,750	15,703,504	16,727,567
Non-current assets	9,587,546	10,215,024	10,029,619
Current liabilities	(9,537,950)	(8,339,907)	(9,186,351)
Non-current liabilities	(1,108,288)	(1,120,090)	(1,643,143)
Net assets	<u><u>\$ 14,813,058</u></u>	<u><u>16,458,531</u></u>	<u><u>15,927,692</u></u>
The carrying amount of non-controlling interests	<u><u>\$ 7,572,327</u></u>	<u><u>8,410,729</u></u>	<u><u>7,761,321</u></u>

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Net sales	<u><u>\$ 5,694,008</u></u>	<u><u>5,684,460</u></u>	<u><u>10,218,166</u></u>	<u><u>10,864,660</u></u>
Net income (loss)	\$ (184,359)	68,467	(321,806)	108,925
Other comprehensive income (loss)	(692,395)	54,188	(596,969)	282,902
Total comprehensive income (loss)	<u><u>\$ (876,754)</u></u>	<u><u>122,655</u></u>	<u><u>(918,775)</u></u>	<u><u>391,827</u></u>
Net income (loss) attributable to non-controlling interests	<u><u>\$ (91,314)</u></u>	<u><u>43,997</u></u>	<u><u>(150,563)</u></u>	<u><u>68,070</u></u>
Total comprehensive income (loss) attributable to non-controlling interests	<u><u>\$ (432,815)</u></u>	<u><u>71,291</u></u>	<u><u>(433,775)</u></u>	<u><u>213,363</u></u>

	For the six months ended June 30,	
	2025	2024
Cash flow from operating activities	\$ 24,377	775,258
Cash flow from investing activities	(99,439)	407,123
Cash flow from financing activities	1,532,813	909,937
Effects of foreign exchange rate changes	(247,169)	131,305
Net increase in cash and cash equivalents	<u><u>\$ 1,210,582</u></u>	<u><u>2,223,623</u></u>
Cash dividends paid to non-controlling interests	<u><u>\$ -</u></u>	<u><u>-</u></u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- 5) The summarized financial information of Norbel:

	June 30, 2025	December 31, 2024
Current assets	\$ 2,791,325	2,847,475
Non-current assets	4,360,578	4,265,047
Current liabilities	(910,030)	(753,603)
Non-current liabilities	<u>(1,227,393)</u>	<u>(1,139,254)</u>
Net assets	<u><u>\$ 5,014,480</u></u>	<u><u>5,219,665</u></u>
The carrying amount of non-controlling interests	<u><u>\$ 2,608,468</u></u>	<u><u>2,730,223</u></u>
	For the three months ended June 30, 2025	For the six months ended June 30, 2025
Net sales	<u><u>\$ 862,082</u></u>	<u><u>1,732,797</u></u>
Net loss	\$ (36,092)	(14,300)
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive loss	<u><u>\$ (36,092)</u></u>	<u><u>(14,300)</u></u>
Net loss attributable to non-controlling interests	<u><u>\$ (21,416)</u></u>	<u><u>(8,492)</u></u>
Total comprehensive loss attributable to non-controlling interests	<u><u>\$ (21,416)</u></u>	<u><u>(8,492)</u></u>
		For the six months ended June 30, 2025
Cash flow from operating activities		\$ 136,662
Cash flow from investing activities		(102,923)
Cash flow from financing activities		<u>(113,769)</u>
Net decrease in cash and cash equivalents		<u><u>\$ (80,030)</u></u>
Cash dividends paid to non-controlling interests		<u><u>\$ -</u></u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(k) Property, plant and equipment

	<u>Land</u>	<u>Buildings</u>	<u>Machinery</u>	<u>Other equipment</u>	<u>Construction in progress and equipment to be inspected</u>	<u>Total</u>
Cost:						
Balance at January 1, 2025	\$ 9,907,108	35,297,084	28,374,932	10,736,927	2,255,605	86,571,656
Additions	-	860,592	951,793	1,004,339	251,742	3,068,466
Acquisition through business combination	-	-	-	405	-	405
Disposals	-	(7,846)	(1,860,289)	(182,433)	(6,981)	(2,057,549)
Reclassification to non-current assets held for sale	(57,882)	-	-	-	-	(57,882)
Reclassification to investment property	-	(654,522)	(8,019)	(320)	-	(662,861)
Other reclassification and effect of exchange rate changes	(7,287)	410,404	(1,383,574)	(1,245,991)	(2,189,189)	(4,415,637)
Balance at June 30, 2025	<u>\$ 9,841,939</u>	<u>35,905,712</u>	<u>26,074,843</u>	<u>10,312,927</u>	<u>311,177</u>	<u>82,446,598</u>
Balance at January 1, 2024	\$ 8,853,363	32,809,714	26,138,050	9,108,208	1,892,067	78,801,402
Additions	-	197,647	922,944	1,389,574	674,427	3,184,592
Acquisition through business combination	-	-	237,573	24,202	-	261,775
Disposals	-	(594)	(457,528)	(186,991)	-	(645,113)
Other reclassification and effect of exchange rate changes	3,554	1,395,971	1,041,043	(157,685)	(494,132)	1,788,751
Balance at June 30, 2024	<u>\$ 8,856,917</u>	<u>34,402,738</u>	<u>27,882,082</u>	<u>10,177,308</u>	<u>2,072,362</u>	<u>83,391,407</u>
Accumulated depreciation and impairment loss:						
Balance at January 1, 2025	\$ -	16,858,042	20,111,172	5,554,940	-	42,524,154
Depreciation	-	659,039	1,073,488	318,935	-	2,051,462
Acquisition through business combination	-	-	-	311	-	311
Disposals	-	(14,638)	(1,449,556)	(147,082)	-	(1,611,276)
Reclassification to investment property	-	(197,882)	(4,863)	(310)	-	(203,055)
Reclassification and effect of exchange rate changes	-	(1,172,491)	(998,157)	(189,768)	-	(2,360,416)
Balance at June 30, 2025	<u>\$ -</u>	<u>16,132,070</u>	<u>18,732,084</u>	<u>5,537,026</u>	<u>-</u>	<u>40,401,180</u>
Balance at January 1, 2024	\$ -	15,114,902	18,544,850	4,752,271	-	38,412,023
Depreciation	-	614,008	1,019,560	286,506	-	1,920,074
Acquisition through business combination	-	-	132,152	18,030	-	150,182
Disposals	-	(525)	(403,227)	(155,007)	-	(558,759)
Effect of exchange rate changes	-	426,934	467,627	76,276	-	970,837
Balance at June 30, 2024	<u>\$ -</u>	<u>16,155,319</u>	<u>19,760,962</u>	<u>4,978,076</u>	<u>-</u>	<u>40,894,357</u>
Carrying amounts:						
Balance at June 30, 2025	<u>\$ 9,841,939</u>	<u>19,773,642</u>	<u>7,342,759</u>	<u>4,775,901</u>	<u>311,177</u>	<u>42,045,418</u>
Balance at January 1, 2025	<u>\$ 9,907,108</u>	<u>18,439,042</u>	<u>8,263,760</u>	<u>5,181,987</u>	<u>2,255,605</u>	<u>44,047,502</u>
Balance at June 30, 2024	<u>\$ 8,856,917</u>	<u>18,247,419</u>	<u>8,121,120</u>	<u>5,199,232</u>	<u>2,072,362</u>	<u>42,497,050</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Please refer to note 6(j) of the consolidated financial statements for the year ended December 31, 2024 for other related information.

In June 2025, Hitron resolved to lease its property and right-of-use assets, which were reclassified from property, plant and equipment to investment property at their carrying amounts, in Vietnam to third parties.

Please refer to note 8 for a description of the Group's property, plant and equipment pledged as collateral for long-term debt.

(l) Right-of-use assets

	<u>Land use rights</u>	<u>Buildings</u>	<u>Transportation equipment and others</u>	<u>Total</u>
Carrying amounts:				
Balance at June 30, 2025	\$ <u>3,230,865</u>	<u>2,751,180</u>	<u>39,836</u>	<u>6,021,881</u>
Balance at January 1, 2025	\$ <u>3,583,814</u>	<u>2,906,143</u>	<u>45,269</u>	<u>6,535,226</u>
Balance at June 30, 2024	\$ <u>3,625,779</u>	<u>2,000,795</u>	<u>40,973</u>	<u>5,667,547</u>

There were no significant additions, disposals, or recognition and reversal of impairment losses of right-of-use assets for the six months ended June 30, 2025 and 2024. Please refer to note 6(k) of the consolidated financial statements for the year ended December 31, 2024 for other related information.

(m) Investment property

	<u>Owner-occupied property</u>		<u>Right-of-use assets</u>		
	<u>Land</u>	<u>Buildings</u>	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
Cost:					
Balance at January 1, 2025	\$ 316,837	483,996	60,635	562,435	1,423,903
Additions	-	-	-	3,416	3,416
Reclassification from property, plant and equipment	-	662,861	122,810	-	785,671
Effect of exchange rate changes	-	(42,142)	(7,917)	-	(50,059)
Balance at June 30, 2025	\$ <u>316,837</u>	<u>1,104,715</u>	<u>175,528</u>	<u>565,851</u>	<u>2,162,931</u>
Balance at January 1, 2024	\$ 316,837	473,139	58,541	544,175	1,392,692
Additions	-	-	-	18,260	18,260
Effect of exchange rate changes	-	9,058	1,747	-	10,805
Balance at June 30, 2024	\$ <u>316,837</u>	<u>482,197</u>	<u>60,288</u>	<u>562,435</u>	<u>1,421,757</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Owner-occupied property		Right-of-use assets		
	Land	Buildings	Land	Buildings	Total
Accumulated depreciation:					
Balance at January 1, 2025	\$ -	268,703	22,971	335,354	627,028
Depreciation	-	8,350	608	27,001	35,959
Reclassification from property, plant and equipment	-	203,055	18,396	-	221,451
Effect of exchange rate changes	-	(20,159)	(2,220)	-	(22,379)
Balance at June 30, 2025	<u>\$ -</u>	<u>459,949</u>	<u>39,755</u>	<u>362,355</u>	<u>862,059</u>
Balance at January 1, 2024	\$ -	244,829	20,979	282,202	548,010
Depreciation	-	8,379	611	26,500	35,490
Effect of exchange rate changes	-	5,848	632	-	6,480
Balance at June 30, 2024	<u>\$ -</u>	<u>259,056</u>	<u>22,222</u>	<u>308,702</u>	<u>589,980</u>
Carrying amounts:					
Balance at June 30, 2025	<u>\$ 316,837</u>	<u>644,766</u>	<u>135,773</u>	<u>203,496</u>	<u>1,300,872</u>
Balance at January 1, 2025	<u>\$ 316,837</u>	<u>215,293</u>	<u>37,664</u>	<u>227,081</u>	<u>796,875</u>
Balance at June 30, 2024	<u>\$ 316,837</u>	<u>223,141</u>	<u>38,066</u>	<u>253,733</u>	<u>831,777</u>

Investment property comprises a number of commercial properties, land use rights and factories that the Group leased to third parties under operating lease.

The fair value of investment property was not significantly different from that disclosed in note 6(l) of the consolidated financial statements for the year ended December 31, 2024.

Please refer to note 8 for a description of the Group's investment property pledged as collateral for bank loans.

(n) Intangible assets

	Goodwill	Computer software	Patents	Trademarks	Customer relationships	Others	Total
Carrying amounts:							
Balance at June 30, 2025	<u>\$ 7,650,382</u>	<u>362,315</u>	<u>279,034</u>	<u>2,305,150</u>	<u>1,595,124</u>	<u>574,392</u>	<u>12,766,397</u>
Balance at January 1, 2025	<u>\$ 7,629,068</u>	<u>436,221</u>	<u>381,714</u>	<u>2,493,230</u>	<u>1,716,660</u>	<u>644,292</u>	<u>13,301,185</u>
Balance at June 30, 2024	<u>\$ 6,160,776</u>	<u>421,534</u>	<u>245,525</u>	<u>941,747</u>	<u>1,188,189</u>	<u>596,800</u>	<u>9,554,571</u>

There were no significant additions, disposals, or recognition and reversal of impairment losses of intangible assets for the six months ended June 30, 2025 and 2024. Information on amortization for the period is presented in note 12(a). Please refer to note 6(m) of the consolidated financial statements for the year ended December 31, 2024 for other related information.

According to IAS 36, goodwill arising from a business combination is tested at least annually. According to the result of the impairment test, there were no losses incurred by the Group as of December 31, 2024; please refer to note 6(m) of the consolidated financial statements for more details.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(o) Short-term borrowings and short-term notes and bills payable

(i) The details of short-term borrowings were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured bank loans	\$ 34,252,577	32,349,566	30,015,125
Secured bank loans	80,406	146,902	171,926
	<u>\$ 34,332,983</u>	<u>32,496,468</u>	<u>30,187,051</u>
Unused credit facilities	<u>\$ 77,053,322</u>	<u>81,512,241</u>	<u>90,602,041</u>
Interest rate interval	<u>0.5%~5.5%</u>	<u>0.5%~6.1%</u>	<u>0.5%~6.49%</u>

(ii) The short-term notes and bills payable were summarized as follows:

	June 30, 2025
Short-term notes payable	<u>\$ 25,500</u>
Repurchase price	<u>\$ 25,623</u>
Repurchase interest rate	<u>2.05%~2.079%</u>
Repurchase date	<u>2025/07/29</u>
	December 31, 2024
Short-term notes and bills payable — commercial papers payable	<u>\$ 199,844</u>
Interest rate interval	<u>1.99%</u>
Contract term	<u>2025/01</u>

There were no balances of short-term notes and bills payable as of June 30, 2024.

(iii) Please refer to note 8 for a description of the Group's assets pledged as collateral to secure the bank loans and short-term notes and bills payable.

(p) Long-term debt

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured bank loans	\$ 35,650,596	36,898,800	31,364,528
Secured bank loans	2,195,035	2,114,504	2,360,173
Less: current portion of long-term debt	(6,059,829)	(4,834,991)	(1,695,732)
Long-term debt	<u>\$ 31,785,802</u>	<u>34,178,313</u>	<u>32,028,969</u>
Unused credit facilities	<u>\$ 40,660,128</u>	<u>40,027,594</u>	<u>34,710,167</u>
Interest rate interval	<u>1.05%~5.34%</u>	<u>1.05%~5.66%</u>	<u>1.77%~3.76%</u>
Maturity year	<u>2025~2040</u>	<u>2025~2040</u>	<u>2024~2040</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Collateral for bank borrowings

Please refer to note 8 for a description of the Group's assets pledged as collateral to secure the bank loans.

(ii) Low interest rate loan from government assistance

In early 2020 and 2023, the Group obtained the low interest rate loans from the bank in accordance with "Guidelines of Project Loans for Returning Overseas Taiwanese Businesses". The preferential interest rate ranged from 1.38% to 1.925%. The difference between the related loan amount and the estimated fair value of the loan using the prevailing market interest rate ranged from 1.88% to 2.03% was recognized as deferred government grant. The deferred income was transferred to other income when the loan was paid off.

(iii) Compliance with loan agreement

According to the syndicated loan agreement signed between the Company and its subsidiaries (QLLB, BMTC and Hitron), and the banks, the Company, QLLB, BMTC and Hitron have promised to maintain certain financial ratios based on the semi-annual reviewed consolidated financial statements and annual audited consolidated financial statements. If the entity violates any of the related financial ratios, the entity should mend it in a specific period, and then the failure to maintain the required financial ratios during the amendment period would not be considered a default.

Furthermore, according to the syndicated loan agreement signed between BMC and the banks, BMC has promised to maintain certain financial ratios, including current ratio, debt ratio and minimum tangible net worth, based on BMC's annual audited consolidated financial statements. If BMC violates any of the related financial ratios, according to the syndicated loan agreement, BMC shall file an application for waiver and financial improvement plan to the managing bank. Failure to maintain the required financial ratios would not be considered a default unless a resolution is made by a majority of the banks to refuse to grant a waiver to BMC.

For the year ended December 31, 2024, the Company's, QLLB's, BMTC's, Hitron's and BMC's financial ratios were in compliance with the syndicated loan agreement.

(q) Bonds payable

(i) The details of the Company's secured corporate bonds were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Total secured corporate bonds issued	\$ 3,000,000	3,000,000	3,000,000
Less: unamortized bond issuance cost	<u>(2,263)</u>	<u>(2,815)</u>	<u>(3,368)</u>
Bonds payable—non-current	<u><u>\$ 2,997,737</u></u>	<u><u>2,997,185</u></u>	<u><u>2,996,632</u></u>

On June 28, 2022, the Company issued \$3,000,000 of secured corporate bonds at par value. The bonds have 5-year term and are repayable on maturity, with a fixed interest rate of 1.80% per annum, with simple interest and interest payable annually.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (ii) The details of IDT's unsecured convertible corporate bonds were as follows:

	December 31, 2024	June 30, 2024
Total convertible corporate bonds issued	\$ 600,000	600,000
Unamortized bond discount	-	(3,699)
Cumulative converted amount	(600,000)	(465,600)
Bonds payable — non-current	<u>\$ -</u>	<u>130,701</u>

In response to working capital needs, IDT's Board of Directors resolved to issue the 2nd domestic secured convertible bonds on October 24, 2022, with the approval of the Financial Supervisory Commission of the Republic of China on December 19, 2022. Starting January 11, 2023, IDT issued \$600,000 of secured convertible bonds, with a 3-year term, without interest, upon maturity on January 11, 2026. The bondholders requested their bonds to be converted into ordinary shares before the termination date of OTC trading of corporate bonds after IDT exercised its redemption right of convertible bonds in the third quarter of 2024.

The related terms and conditions of the issuance of convertible bonds are as follows:

1) Redemption at maturity

Other than converting the bonds to IDT's ordinary shares or early redeeming or repurchasing the bonds from securities dealers to write off in accordance with Article 10 and 18 of the terms of issuance, respectively, IDT will repay the convertible bond in cash at par value after 10 trading days upon maturity.

2) Redemption at the option of IDT

- a) If the closing price of IDT's ordinary share exceeds 30% of the conversion price for 30 consecutive trading days from 3 months after the issuance of the bonds to 40th day before maturity, IDT shall redeem the outstanding bonds at par value.
- b) If the balance of the outstanding bonds is less than \$60,000 from 3 months after the issuance of the bonds to 40th day before maturity, IDT shall redeem the outstanding bonds at par value.

3) Conversion period

The bondholder may request the stock agency of IDT to convert the bond to ordinary shares from the 3 months after issuance to maturity date, except during the period in which the transfer is suspended by laws.

4) Conversion price and conversion options exercised

The conversion price was set at NTD 60.7 at the time of the issuance of the bonds. Starting July 23, 2023, the conversion price had been adjusted to NTD 56.7. Starting July 23, 2024, the conversion price had been further adjusted to NTD 53.3. As of December 31 and June 30, 2024, the convertible bonds have been converted into 10,640 thousand and 8,119 thousand shares of IDT's common stock, respectively.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) The details of AEWIN's unsecured convertible corporate bonds were as follows:

	June 30, 2025	December 31, 2024
Total convertible corporate bonds issued	\$ 500,000	500,000
Unamortized bond discount	(25,308)	(30,944)
Bonds payable — non-current	<u>\$ 474,692</u>	<u>469,056</u>

In response to its bank loan repayment and working capital needs, AEWIN issued its 3-year 2nd domestic unsecured convertible bonds for \$500,000, without interest, with a maturity date set on September 3, 2027, based on the resolution approved during its board meeting held on July 16, 2024, and the approval of FSC on August 13, 2024.

The related terms and conditions of the issuance of convertible bonds are as follows:

1) Redemption at maturity

Other than converting the bonds into AEWIN's ordinary shares in accordance with the Issuance and Conversion of 2nd Domestic Unsecured Convertible Bonds regulations or early redemption based on the terms of issuance or repurchasing the bonds from securities dealers to write off, AEWIN will repay the convertible bond in cash at par value after 10 trading days upon maturity.

2) Redemption at the option of AEWIN

- a) If the closing price of AEWIN's ordinary share exceeds 30% of the conversion price for 30 consecutive trading days from 3 months after the issuance of the bonds to 40th day before maturity, AEWIN shall redeem the outstanding bonds at par value.
- b) If the balance of the outstanding bonds is less than \$50,000 from 3 months after the issuance of the bonds to 40th day before maturity, AEWIN shall redeem the outstanding bonds at par value.

3) Conversion period

The bondholder may request the stock agency of AEWIN to convert the bond to ordinary shares from the 3 months after issuance to maturity date, except during the period in which the transfer is suspended by laws.

4) Conversion price and conversion options exercised

The conversion price was originally set at NTD 85.0 at the time of the issuance of the bonds; then it had been further adjusted to NTD 83.9 on July 20, 2025 based on the regulated terms of issuance and conversion.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (iv) The details of ACE's unsecured convertible corporate bonds were as follows:

	June 30, 2025	December 31, 2024
Total convertible corporate bonds issued	\$ 500,000	500,000
Unamortized bond discount	(27,408)	(32,983)
Bonds payable — non-current	<u>\$ 472,592</u>	<u>467,017</u>

In response to the bank loan repayment and working capital needs, ACE's Board of Directors resolved to issue the 2nd domestic unsecured convertible bonds on September 26, 2024, with the approval of the Financial Supervisory Commission of the Republic of China on October 25, 2024. Starting November 15, 2024, ACE issued \$500,000 of unsecured convertible bonds, with a 3-year term, without interest, upon maturity on November 15, 2027. The initial effective interest rate was 2.4%. The convertible bonds, which were publicly underwritten through competitive auction at 107.06% of the par value, have an aggregate amount of \$530,026 and a net of issuing cost of \$5,276.

The related terms and conditions of the issuance of convertible bonds are as follows:

1) Redemption at maturity

Other than converting the bonds to ACE's ordinary shares or early redeeming or repurchasing the bonds from securities dealers to write off in accordance with the terms of issuance, ACE will repay the convertible bond in cash at par value after 10 trading days upon maturity.

2) Redemption at the option of ACE

- a) If the closing price of ACE's ordinary share exceeds 30% of the conversion price for 30 consecutive trading days from 3 months after the issuance of the bonds to 40th day before maturity, ACE shall redeem the outstanding bonds at par value.
- b) If the balance of the outstanding bonds is less than \$50,000 from 3 months after the issuance of the bonds to 40th day before maturity, ACE shall redeem the outstanding bonds at par value.

3) Conversion period

The bondholder may request the stock agency of ACE to convert the bond to ordinary shares from the 3 months after issuance to maturity date, except during the period in which the transfer is suspended by laws.

4) Conversion price and conversion options exercised

The conversion price was originally set at NTD 133.1 at the time of the issuance of the bonds; then it had been further adjusted to NTD 132.5 on July 21, 2025 based on the regulated terms of issuance and conversion.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(r) Lease liabilities

The carrying amounts of lease liabilities were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Current	\$ <u>907,054</u>	<u>921,971</u>	<u>677,247</u>
Non-current	\$ <u>2,680,365</u>	<u>2,848,402</u>	<u>2,150,669</u>

Please refer to note 6(ac) for the maturity analysis.

The amounts recognized in profit or loss were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2025	2025	2024
Expenses relating to short-term leases	\$ <u>42,959</u>	<u>41,270</u>	<u>84,558</u>	<u>82,328</u>
Income from sub-leasing right-of-use assets	\$ <u>9,287</u>	<u>9,233</u>	<u>18,549</u>	<u>18,460</u>
Interest expense on lease liabilities	\$ <u>24,702</u>	<u>21,590</u>	<u>50,531</u>	<u>37,881</u>

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

	For the six months ended June 30,	
	2025	2024
Total cash outflow for leases	\$ <u>672,971</u>	<u>436,417</u>

(i) Real estate leases

The Group leases buildings for its office, store and factory. The leases for land use rights, which are usually prepaid and run for a period of 50 years. The leases for buildings typically run for a period of 3 to 10 years. The Group has to negotiate the new lease term and recognize relevant right-of-use assets and lease liabilities when the lease expires. Some of the leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

(ii) Other leases

The Group leases transportation equipment, with lease terms of 1 to 5 years. In addition, the Group leases some plants, dormitory, and transportation equipment with contract terms within one year. These leases are short-term and the Group has elected to apply exemption and not to recognize right-of-use assets and lease liabilities.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(s) Provisions

	Warranties	Litigation	Total
Balance at June 30, 2025	<u>\$ 1,599,155</u>	<u>129,237</u>	<u>1,728,392</u>
Current	<u>\$ 749,929</u>	<u>129,206</u>	<u>879,135</u>
Non-current	<u>\$ 849,226</u>	<u>31</u>	<u>849,257</u>
Balance at December 31, 2024	<u>\$ 1,596,173</u>	<u>108,609</u>	<u>1,704,782</u>
Current	<u>\$ 777,861</u>	<u>106,681</u>	<u>884,542</u>
Non-current	<u>\$ 818,312</u>	<u>1,928</u>	<u>820,240</u>
Balance at June 30, 2024	<u>\$ 1,655,837</u>	<u>153,325</u>	<u>1,809,162</u>
Current	<u>\$ 838,043</u>	<u>151,141</u>	<u>989,184</u>
Non-current	<u>\$ 817,794</u>	<u>2,184</u>	<u>819,978</u>

There was no significant change in provision for the three months and six months ended June 30, 2025 and 2024. Please refer to note 6(r) of the consolidated financial statements for the year ended December 31, 2024 for other related information.

(t) Operating lease — the Group acts as a lessor

There were no significant additions in operating lease contracts for the three months and six months ended June 30, 2025 and 2024. Please refer to note 6(s) of the consolidated financial statements for the year ended December 31, 2024 for other related information.

(u) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material curtailment and settlement or other material one-time events occurred during the six months ended June 30, 2025 and 2024. As a result, the pension cost in the accompanying interim periods was measured and disclosed according to the actuarial report as of December 31, 2024 and 2023.

The expenses recognized in profit or loss were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Operating cost	\$ 489	446	880	892
Operating expenses	1,015	1,344	2,141	2,682
	<u>\$ 1,504</u>	<u>1,790</u>	<u>3,021</u>	<u>3,574</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Defined contribution plans

The pension expenses recognized in profit or loss were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Operating cost	\$ 208,153	191,711	421,859	368,763
Operating expenses	161,383	151,374	325,176	304,206
	<u>\$ 369,536</u>	<u>343,085</u>	<u>747,035</u>	<u>672,969</u>

(v) Income taxes

(i) The components of income tax expense were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Income tax expense	\$ <u>341,539</u>	<u>537,003</u>	<u>609,410</u>	<u>944,383</u>

(ii) The components of income tax expense (benefit) recognized in other comprehensive income were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	\$ <u>7,095</u>	<u>(12,243)</u>	<u>(1,379)</u>	<u>3,431</u>

(iii) The Company's income tax returns for the years through 2022 have been assessed by the R.O.C. tax authorities.

(iv) Global minimum top-up tax

The Group operates in some countries which have enacted new legislations to implement the global minimum top-up tax. As of June 30, 2025, there is no current tax impact.

The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax and accounts for it as a current tax when it is incurred.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(w) Capital and other equity

(i) Common stock

As of June 30, 2025, December 31 and June 30, 2024, the Company's authorized shares of common stock consisted of 50,000,000 thousand shares, of which 1,927,447 thousand, 1,927,447 thousand and 1,966,782 thousand shares were issued and outstanding. The par value of the Company's common stock is NTD 10 per share.

As of June 30, 2025, December 31 and June 30, 2024, the Company had issued 285 thousand units of global depository receipts (GDRs). The GDRs were listed on the Luxemburg Stock Exchange, and each GDR represents five common shares.

In order to adjust its capital structure and increase its return on equity, the Company conducted an 18% cash capital reduction by cancelling 346,940 thousand shares and returning the amount of \$3,469,405 to its shareholders, based on the decision made during its shareholders' meeting held on May 29, 2025, with the approval of Taiwan Stock Exchange (Ruling No. 1141803060) on July 29, 2025. The record dates of cash capital reduction and replacement shares were set on August 4 and October 3, 2025, respectively.

(ii) Capital surplus

	June 30, 2025	December 31, 2024	June 30, 2024
Share of changes in equity of associates	\$ 155,349	170,602	171,547
Changes in ownership interests in subsidiaries	1,983,937	1,979,595	1,938,375
Proceeds from disposal of forfeited employee stock managed by an employee stock ownership trust	13,260	13,260	7,648
Claim for the disgorgement right	75	75	75
Difference between consideration and carrying amount arising from acquisition or disposal of shares of subsidiaries	75,458	76,227	-
	<u>\$ 2,228,079</u>	<u>2,239,759</u>	<u>2,117,645</u>

Pursuant to the Company Act, any realized capital surplus is initially used to cover an accumulated deficit, and the balance, if any, could be transferred to common stock as stock dividends based on the original shareholding ratio or distributed as cash dividends based on a resolution approved by the stockholders. Realized capital surplus includes the premium derived from the issuance of shares of stock in excess of par value and donations from stockholders received by the Company. In accordance with the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, distribution of stock dividends from capital surplus in any one year shall not exceed 10% of paid-in capital.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

(iii) Unappropriated earnings and dividend policy

The Company's Articles of incorporation stipulate that at least 10% of annual earnings after deducting an accumulated deficit, if any, must be retained as a legal reserve until such retention equals the amount of paid-in capital. In addition, a special reserve should be set aside or reversed in accordance with applicable laws and regulations. The remaining balance of the annual net income, together with unappropriated earnings from previous years, if any, can be distributed as dividends after the earnings distribution plan proposed by the Board of Directors and approved during the stockholders' meeting. The abovementioned distribution of earnings by way of cash dividends could be approved by the Company's Board of Directors and then reported to the Company's shareholders in its meeting.

The Company may distribute its legal reserve or capital surplus to shareholders by issuing new shares or by distributing cash, according to article 241 of the Company Act. The abovementioned distribution of earnings by way of cash dividends could be approved by the Company's Board of Directors and then reported to the Company's shareholders in its meeting.

As the Company is a technology- and capital-intensive enterprise in its growing phase, the Company has adopted a remaining earnings appropriation method as its dividend policy in order to meet long-term capital needs and cash requirements of stockholders, and thereby maintain continuous development and steady growth.

The Company's requirements for future expansion and cash flow are the primary factors that the Company considers when appropriating its earnings. The distribution ratio for cash dividends shall not be less than 10% of the total distribution.

1) Legal reserve

If a company has no accumulated deficit, it may, pursuant to a resolution approved by the stockholders, distribute its legal reserve to shareholders by issuing new shares or by distributing cash for the portion in excess of 25% of the paid-in capital.

2) Special reserve

In accordance with the requirements issued by the FSC, a portion of earnings shall be allocated as special reserve during earnings distribution. The Company shall make allocation of special reserve for the amount of the current-period total net reduction of other shareholders' equity. An equivalent amount of special reserve shall be allocated from the after-tax net profit in the period, plus items other than the after-tax net profit in the period that are included in the undistributed current-period earnings and the undistributed prior-period earnings. A portion of the undistributed prior-period earnings shall be reclassified to special earnings reserve (which does not qualify for earnings distribution) to account for cumulative changes to the net reduction of other shareholders' equity pertaining to prior periods. The amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

3) Earnings distribution

The appropriations of cash dividends of 2024 and 2023 earnings were approved by the Company's Board of Directors on March 5, 2025 and 2024, respectively. Other appropriations of 2024 and 2023 earnings was approved by the shareholders during their meeting on May 29, 2025 and 2024, respectively. The resolved appropriations were as follows:

	2024 earnings		2023 earnings	
	Dividends per share (in NTD)	Amount	Dividends per share (in NTD)	Amount
Legal reserve		<u>\$ 105,220</u>		<u>-</u>
Appropriation (reversal) of special reserve		<u>\$ 49,838</u>		<u>(1,688,634)</u>
Dividends per share:				
Cash dividends	\$ 1.11	<u>2,139,466</u>	1.20	<u>2,360,139</u>

(iv) Other equity items (net after tax)

1) Foreign currency translation differences

	For the six months ended June 30,	
	2025	2024
Balance at January 1	\$ 2,685,682	676,646
Foreign exchange differences arising from translation of foreign operations	(3,630,882)	1,475,153
Share of foreign currency translation differences of associates	<u>(457,721)</u>	<u>161,121</u>
Balance at June 30	<u>\$ (1,402,921)</u>	<u>2,312,920</u>

2) Unrealized gains (losses) on financial assets at fair value through other comprehensive income

	For the six months ended June 30,	
	2025	2024
Balance at January 1	\$ (5,956,725)	(3,781,260)
Unrealized losses from investments in equity instruments at fair value through other comprehensive income	(1,327,183)	(46,498)
Disposal of financial assets at fair value through other comprehensive income	(8,341)	-
Share of other comprehensive loss of associates	<u>(89,722)</u>	<u>(96,693)</u>
Balance at June 30	<u>\$ (7,381,971)</u>	<u>(3,924,451)</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

3) Remeasurement of defined benefit plans

	For the six months ended June 30,	
	2025	2024
Balance at January 1	\$ (166,548)	(283,140)
Remeasurement of the defined benefit plans	400	242
Balance at June 30	<u><u>\$ (166,148)</u></u>	<u><u>(282,898)</u></u>

(v) Non-controlling interests (net after tax)

	For the six months ended June 30,	
	2025	2024
Balance at January 1	\$ 30,798,749	27,036,214
Equity attributable to non-controlling interests		
Net income	124,734	281,000
Acquisition or disposal of shares of subsidiaries	(98,913)	(11,824)
Stock option compensation cost of subsidiaries	7,768	9,205
Changes in ownership interest in subsidiaries	(4,342)	(123,359)
Foreign currency translation differences	(781,635)	296,493
Share of changes in equity of associates	(1,260)	-
Remeasurement of the defined benefit plans	474	406
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	(7,748)	52,220
Distribution of cash dividends by subsidiaries to non-controlling interests	(1,521,311)	(1,918,903)
Capital injection from non-controlling interests	47,187	506,160
Changes in non-controlling interests	<u>24,117</u>	<u>420,676</u>
Balance at June 30	<u><u>\$ 28,587,820</u></u>	<u><u>26,548,288</u></u>

(x) Share-based payment

There was no significant change in share-based payment for the three months and six months ended June 30, 2025 and 2024. Please refer to note 6(w) of the consolidated financial statements for the year ended December 31, 2024 for other related information.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(y) Earnings per share (“EPS”)

(i) Basic earnings per share

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Profit attributable to shareholders of the Company	\$ <u>356,242</u>	<u>663,100</u>	<u>839,188</u>	<u>920,047</u>
Weighted-average number of common shares outstanding (in thousands)	<u>1,927,447</u>	<u>1,966,782</u>	<u>1,927,447</u>	<u>1,966,782</u>
Basic earnings per share (in New Taiwan Dollar)	\$ <u>0.18</u>	<u>0.34</u>	<u>0.44</u>	<u>0.47</u>

(ii) Diluted earnings per share

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Profit attributable to shareholders of the Company	\$ <u>356,242</u>	<u>663,100</u>	<u>839,188</u>	<u>920,047</u>
Weighted-average number of common shares outstanding (in thousands)	1,927,447	1,966,782	1,927,447	1,966,782
Effect of dilutive potential common shares (in thousands):				
Remuneration to employees	<u>3,397</u>	<u>2,988</u>	<u>5,170</u>	<u>4,844</u>
Weighted-average number of common shares outstanding (including effect of dilutive potential common shares) (in thousands)	<u>1,930,844</u>	<u>1,969,770</u>	<u>1,932,617</u>	<u>1,971,626</u>
Diluted earnings per share (in New Taiwan Dollar)	\$ <u>0.18</u>	<u>0.34</u>	<u>0.43</u>	<u>0.47</u>

(z) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended June 30, 2025					
	DMS	Brand	Material	Networks	Medical	Total
Primary geographical markets:						
Asia	\$ 11,253,365	14,901,258	4,077,134	1,631,204	2,895,215	34,758,176
Europe	2,745,521	2,222,192	34,567	227,809	-	5,230,089
Americas	7,189,357	1,994,186	271,317	3,833,195	-	13,288,055
Others	25,046	140,613	21,015	960	-	187,634
	<u>\$ 21,213,289</u>	<u>19,258,249</u>	<u>4,404,033</u>	<u>5,693,168</u>	<u>2,895,215</u>	<u>53,463,954</u>
Major products/services lines:						
Electronic products	\$ 20,955,220	18,675,522	4,403,727	5,597,860	-	49,632,329
Medical services	-	-	-	-	2,895,215	2,895,215
Others	258,069	582,727	306	95,308	-	936,410
	<u>\$ 21,213,289</u>	<u>19,258,249</u>	<u>4,404,033</u>	<u>5,693,168</u>	<u>2,895,215</u>	<u>53,463,954</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For the three months ended June 30, 2024						
	<u>DMS</u>	<u>Brand</u>	<u>Material</u>	<u>Networks</u>	<u>Medical</u>	<u>Total</u>
Primary geographical markets:						
Asia	\$ 12,303,973	9,656,526	4,274,011	1,779,907	2,951,988	30,966,405
Europe	2,138,918	2,004,860	22,726	502,387	-	4,668,891
Americas	7,426,630	2,958,604	247,385	3,335,230	-	13,967,849
Others	47,643	104,696	34,925	66,937	-	254,201
	<u>\$ 21,917,164</u>	<u>14,724,686</u>	<u>4,579,047</u>	<u>5,684,461</u>	<u>2,951,988</u>	<u>49,857,346</u>
Major products/services lines:						
Electronic products	\$ 21,654,153	14,134,375	4,578,848	5,612,280	-	45,979,656
Medical services	-	-	-	-	2,951,988	2,951,988
Others	263,011	590,311	199	72,181	-	925,702
	<u>\$ 21,917,164</u>	<u>14,724,686</u>	<u>4,579,047</u>	<u>5,684,461</u>	<u>2,951,988</u>	<u>49,857,346</u>

For the six months ended June 30, 2025						
	<u>DMS</u>	<u>Brand</u>	<u>Material</u>	<u>Networks</u>	<u>Medical</u>	<u>Total</u>
Primary geographical markets:						
Asia	\$ 22,207,031	26,388,024	8,355,575	2,765,825	5,706,976	65,423,431
Europe	5,106,541	4,595,889	56,841	385,871	-	10,145,142
Americas	14,416,115	5,031,923	504,289	7,064,094	-	27,016,421
Others	273,315	292,821	58,299	1,536	-	625,971
	<u>\$ 42,003,002</u>	<u>36,308,657</u>	<u>8,975,004</u>	<u>10,217,326</u>	<u>5,706,976</u>	<u>103,210,965</u>
Major products/services lines:						
Electronic products	\$ 41,554,317	35,187,304	8,974,322	10,029,395	-	95,745,338
Medical services	-	-	-	-	5,706,976	5,706,976
Others	448,685	1,121,353	682	187,931	-	1,758,651
	<u>\$ 42,003,002</u>	<u>36,308,657</u>	<u>8,975,004</u>	<u>10,217,326</u>	<u>5,706,976</u>	<u>103,210,965</u>

For the six months ended June 30, 2024						
	<u>DMS</u>	<u>Brand</u>	<u>Material</u>	<u>Networks</u>	<u>Medical</u>	<u>Total</u>
Primary geographical markets:						
Asia	\$ 23,223,094	19,004,401	8,560,688	3,250,018	5,804,274	59,842,475
Europe	4,336,392	4,023,023	38,599	914,699	-	9,312,713
Americas	14,163,685	5,890,472	513,228	6,623,185	-	27,190,570
Others	94,466	198,279	56,504	76,759	-	426,008
	<u>\$ 41,817,637</u>	<u>29,116,175</u>	<u>9,169,019</u>	<u>10,864,661</u>	<u>5,804,274</u>	<u>96,771,766</u>
Major products/services lines:						
Electronic products	\$ 41,360,360	28,026,879	9,167,160	10,696,648	-	89,251,047
Medical services	-	-	-	-	5,804,274	5,804,274
Others	457,277	1,089,296	1,859	168,013	-	1,716,445
	<u>\$ 41,817,637</u>	<u>29,116,175</u>	<u>9,169,019</u>	<u>10,864,661</u>	<u>5,804,274</u>	<u>96,771,766</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Contract balances

	June 30, 2025	December 31, 2024	June 30, 2024
Notes and accounts receivable (including related parties)	\$ 38,341,082	42,661,968	39,540,920
Less: loss allowance	(314,148)	(311,496)	(358,056)
	<u><u>\$ 38,026,934</u></u>	<u><u>42,350,472</u></u>	<u><u>39,182,864</u></u>

	June 30, 2025	December 31, 2024	June 30, 2024
Contract liabilities	\$ <u><u>3,150,523</u></u>	<u><u>3,206,346</u></u>	<u><u>2,765,487</u></u>

For details on notes and accounts receivable and related loss allowance, please refer to note 6(e).

The amounts of revenue recognized for the six months ended June 30, 2025 and 2024 that were included in the contract liability balances at January 1, 2025 and 2024, were \$1,736,286 and \$1,291,131, respectively.

(aa) Remuneration to employees and directors

The Company's amended Articles of Incorporation, which was resolved during the shareholders' meeting held on May 29, 2025, requires that earnings shall first to be offset against any deficit, then, a range from 5% to 20% will be distributed as employee remuneration, including a minimum of 10% to those base-level employees, and no more than 1% to its directors. Employees who are entitled to receive the abovementioned employee remuneration, in shares or cash, include the employees of the subsidiaries of the Company who meet certain specific requirements.

The Company's Articles of Incorporation before amendment requires that earnings shall first to be offset against any deficit, then, a range from 5% to 20% will be distributed as remuneration to its employees and no more than 1% to its directors. Employees who are entitled to receive the abovementioned employee remuneration, in shares or cash, include the employees of the subsidiaries of the Company who meet certain specific requirement.

For the three months and six months ended June 30, 2025 and 2024, the Company estimated its remuneration to employees amounting to \$38,828, \$87,120, \$88,489 and \$114,722, respectively, and the remuneration to directors amounting to \$1,165, \$2,614, \$2,655 and \$3,442, respectively. The abovementioned estimated amounts are calculated based on the net profits before tax of each period (excluding the remuneration to employees and directors), multiplied by a certain percentage of the remuneration to employees and directors. The estimations are recognized as cost of sales or operating expenses for each period. If the actual amounts differ from the estimated amounts, the differences shall be accounted as changes in accounting estimates and recognized as profit or loss in next year.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The remuneration to employees approved by the Company's Board of Directors on March 5, 2025 and March 5, 2024 amounting to \$185,212 and \$245,716, respectively, and the remuneration to directors amounting to \$5,664 and \$6,800, respectively, were the same as the estimated remuneration to employees and directors for 2024 and 2023 and were paid in cash. Related information is available on the Market Observation Post System website of the Taiwan Stock Exchange.

(ab) Non-operating income and loss

(i) Interest income

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest income from bank deposits and others	\$ <u>118,026</u>	<u>213,743</u>	<u>311,066</u>	<u>384,279</u>

(ii) Other income

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Government grants income	\$ 25,033	21,205	38,266	81,671
Dividend income	<u>54,935</u>	<u>34,641</u>	<u>94,494</u>	<u>45,105</u>
	<u>\$ 79,968</u>	<u>55,846</u>	<u>132,760</u>	<u>126,776</u>

(iii) Other gains and losses, net

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Gains (losses) on disposal of property, plant and equipment	\$ 1,761	(7,139)	29,331	(10,017)
Gains on liquidation of subsidiaries	-	-	-	4,360
Gains (losses) on disposal of investments accounted for using the equity method (note 6(i))	-	(1,414)	-	37,287
Gains on disposal of non-current assets held for sale (note 6(h))	-	236,180	-	236,180
Foreign currency exchange gains (losses)	(273,933)	145,192	(327,219)	509,513
Gains (losses) on financial instruments at fair value through profit or loss	277,002	(151,406)	327,574	(601,627)
Earthquake losses	-	(116,294)	-	(116,294)
Insurance claims	97,066	116,304	97,066	116,304
Others	<u>58,081</u>	<u>57,035</u>	<u>149,823</u>	<u>143,862</u>
	<u>\$ 159,977</u>	<u>278,458</u>	<u>276,575</u>	<u>319,568</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iv) Finance costs

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest expense of bank loans and corporate bonds	\$ 449,853	432,853	930,763	838,181
Interest expense on lease liabilities	<u>24,702</u>	<u>21,590</u>	<u>50,531</u>	<u>37,881</u>
	<u>\$ 474,555</u>	<u>454,443</u>	<u>981,294</u>	<u>876,062</u>

(ac) Financial instruments

Except for the contents mentioned below, there were no significant changes in the fair value of the Group's financial instruments and the degree of exposure to credit risk and market risk arising from financial instruments. For the related information, please refer to notes 6(ab) and 6(ac) of the consolidated financial statements for the year ended December 31, 2024.

(i) Categories of financial instruments

1) Financial assets

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets at fair value through profit or loss (including current and non-current)	\$ <u>2,338,359</u>	<u>1,744,339</u>	<u>1,508,435</u>
Financial assets at fair value through other comprehensive income (including current and non-current)	<u>8,831,020</u>	<u>10,167,651</u>	<u>12,258,602</u>
Financial assets measured at amortized cost:			
Cash and cash equivalents	24,590,521	26,154,034	23,065,498
Notes and accounts receivable and other receivables (including related parties)	40,432,906	44,031,125	41,329,301
Debt investments measured at amortized cost—non-current	61,185	-	-
Other financial assets (including current and non-current)	<u>3,658,320</u>	<u>4,136,634</u>	<u>5,272,704</u>
Subtotal	<u>68,742,932</u>	<u>74,321,793</u>	<u>69,667,503</u>
Total	<u>\$ 79,912,311</u>	<u>86,233,783</u>	<u>83,434,540</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Financial liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
Financial liabilities at fair value through profit or loss:			
Held-for-trading	\$ 110,411	94,099	101,220
Preferred stock liabilities	<u>-</u>	<u>165,559</u>	<u>-</u>
Subtotal	<u>110,411</u>	<u>259,658</u>	<u>101,220</u>
Financial liabilities measured at amortized cost:			
Short-term borrowings	34,332,983	32,496,468	30,187,051
Short-term notes and bills payable	25,500	199,844	-
Notes and accounts payable and other payables (including related parties)	47,287,290	46,962,784	48,976,295
Lease liabilities (including current portion and related parties)	3,587,419	3,770,373	2,827,916
Long-term debt (including current portion)	37,845,631	39,013,304	33,724,701
Bonds payable (including current portion)	3,945,021	3,933,258	3,127,333
Other non-current liabilities — guarantee deposits	<u>113,838</u>	<u>107,486</u>	<u>105,974</u>
Subtotal	<u>127,137,682</u>	<u>126,483,517</u>	<u>118,949,270</u>
Total	<u>\$ 127,248,093</u>	<u>126,743,175</u>	<u>119,050,490</u>

(ii) Fair value information — financial instruments not measured at fair value

The Group considers that the carrying amounts of financial assets and financial liabilities measured at amortized cost approximate their fair values.

(iii) Fair value information — financial instruments measured at fair value

1) Fair value hierarchy

The financial department of the Group evaluates the fair value of financial instruments and utilizes the assistance from external experts or financial institutions for the evaluation of fair value when necessary, and regularly revises the inputs and makes essential adjustments on the fair value to confirm the evaluation results are reasonable.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The financial instruments at fair value through profit and loss and financial assets at fair value through other comprehensive income are measured at fair value on a recurring basis. The lease liabilities are not required to disclose the fair value. The table below analyzes financial instruments that are measured at fair value subsequent to initial recognition, grouped into Levels 1 to 3 based on the degree to which the fair value is observable. The different levels have been defined as follows:

- a) Level 1: quoted prices (unadjusted) in active markets for identified assets or liabilities.
- b) Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- c) Level 3: inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

June 30, 2025				
Fair Value				
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit and loss:				
Derivative instruments — foreign currency forward contracts	\$ -	35,536	-	35,536
Derivative instruments — foreign exchange swaps	-	69,524	-	69,524
Open-end mutual funds	21,644	-	-	21,644
Listed stocks	204,626	-	-	204,626
Emerging stocks	-	273,815	-	273,815
Privately held equity securities	-	-	1,731,864	1,731,864
Call option of bonds payable	-	-	1,350	1,350
Subtotal	<u>226,270</u>	<u>378,875</u>	<u>1,733,214</u>	<u>2,338,359</u>
Financial assets at fair value through other comprehensive income:				
Domestic listed stocks	7,968,184	-	-	7,968,184
Domestic emerging stocks	-	197,742	-	197,742
Privately held equity securities	-	-	665,094	665,094
Subtotal	<u>7,968,184</u>	<u>197,742</u>	<u>665,094</u>	<u>8,831,020</u>
Total	<u>\$ 8,194,454</u>	<u>576,617</u>	<u>2,398,308</u>	<u>11,169,379</u>
Financial liabilities at fair value through profit and loss:				
Derivative instruments — foreign currency forward contracts	\$ -	95,549	-	95,549
Derivative instruments — foreign exchange swaps	-	14,862	-	14,862
Total	<u>\$ -</u>	<u>110,411</u>	<u>-</u>	<u>110,411</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

December 31, 2024				
Fair Value				
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit and loss:				
Derivative instruments — foreign currency forward contracts	\$ -	68,854	-	68,854
Derivative instruments — foreign exchange swaps	-	14,880	-	14,880
Open-end mutual funds	22,135	-	-	22,135
Listed stocks	169,302	-	-	169,302
Privately held equity securities	-	-	1,465,268	1,465,268
Call option of bonds payable	-	-	3,900	3,900
Subtotal	<u>191,437</u>	<u>83,734</u>	<u>1,469,168</u>	<u>1,744,339</u>
Financial assets at fair value through other comprehensive income:				
Domestic listed stocks	9,297,827	-	-	9,297,827
Domestic emerging stocks	-	189,038	-	189,038
Privately held equity securities	-	-	680,786	680,786
Subtotal	<u>9,297,827</u>	<u>189,038</u>	<u>680,786</u>	<u>10,167,651</u>
Total	<u><u>\$ 9,489,264</u></u>	<u><u>272,772</u></u>	<u><u>2,149,954</u></u>	<u><u>11,911,990</u></u>
Financial liabilities at fair value through profit and loss:				
Derivative instruments — foreign currency forward contracts	\$ -	30,609	-	30,609
Derivative instruments — foreign exchange swaps	-	63,490	-	63,490
Preferred stock liabilities	-	-	165,559	165,559
Total	<u><u>\$ -</u></u>	<u><u>94,099</u></u>	<u><u>165,559</u></u>	<u><u>259,658</u></u>
June 30, 2024				
Fair Value				
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit and loss:				
Derivative instruments — foreign currency forward contracts	\$ -	38,129	-	38,129
Derivative instruments — foreign exchange swaps	-	5,963	-	5,963
Open-end mutual funds	24,413	-	-	24,413
Listed stocks	5,791	-	-	5,791
Privately held equity securities	-	-	1,434,139	1,434,139
Subtotal	<u>30,204</u>	<u>44,092</u>	<u>1,434,139</u>	<u>1,508,435</u>
Financial assets at fair value through other comprehensive income:				
Domestic listed stock	11,349,758	-	-	11,349,758
Domestic emerging stock	-	68,390	-	68,390
Privately held equity securities	-	-	840,454	840,454
Subtotal	<u>11,349,758</u>	<u>68,390</u>	<u>840,454</u>	<u>12,258,602</u>
Total	<u><u>\$ 11,379,962</u></u>	<u><u>112,482</u></u>	<u><u>2,274,593</u></u>	<u><u>13,767,037</u></u>
Financial liabilities at fair value through profit and loss:				
Derivative instruments — foreign currency forward contracts	\$ -	62,316	-	62,316
Derivative instruments — foreign exchange swaps	-	38,904	-	38,904
Total	<u><u>\$ -</u></u>	<u><u>101,220</u></u>	<u><u>-</u></u>	<u><u>101,220</u></u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Valuation techniques and assumptions used in fair value measurement

a) Non-derivative financial instruments

The fair value of financial instruments traded in active liquid markets is determined with reference to quoted market prices.

For listed stock and open-end mutual funds with standard terms and conditions and traded in active markets. The fair value is based on quoted market prices.

Except for the abovementioned financial instruments traded in an active market, the fair value of other financial instruments are based on the valuation techniques or the quotation from counterparty. The fair value using valuation techniques refers to the current fair value of other financial instruments with similar conditions and characteristics, or using a discounted cash flow method, or other valuation techniques which include model calculating with observable market data at the reporting date.

For the Group's financial instruments that are not traded in active markets, the fair values are determined as follows:

- The fair value of the Group's domestic emerging stocks is determined based on the average stock price on the emerging market at the reporting date.
- The fair value of preferred stock liabilities is determined based on the discounted cash flow model.
- Discounted cash flow model is used to estimate the fair value of contingent consideration arising from business combination. The contingent consideration is estimated based on the possibility of occurrence of amount to be paid and discounted to the present value.
- The fair value of privately held equity securities is estimated by using the market approach and is determined by reference to valuations of similar companies, net worth and recent operating activities. The significant unobservable inputs are primarily the liquidity discounts. No quantitative information is disclosed due to that the possible changes in liquidity discounts would not cause significant potential financial impact.

b) Derivative financial instruments

The fair value of derivative financial instruments is determined using the valuation techniques generally accepted by market participants. The fair value of foreign currency forward contracts and foreign exchange swaps contracts is usually determined by the forward exchange rate. Call and put options are measured based on appropriate option pricing model.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

3) Transfer between levels of the fair value hierarchy

There was no transfer among fair value hierarchies for the six months ended June 30, 2025 and 2024.

4) Movement in financial assets included in Level 3 fair value hierarchy

Financial assets at fair value through profit or loss:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Balance at January 1	\$ 1,565,705	993,456	1,469,168	847,359
Additions	147,707	395,000	311,233	465,000
Recognized in changes in profit or loss	<u>19,802</u>	<u>45,683</u>	<u>(47,187)</u>	<u>121,780</u>
Balance at June 30	<u><u>\$ 1,733,214</u></u>	<u><u>1,434,139</u></u>	<u><u>1,733,214</u></u>	<u><u>1,434,139</u></u>

Financial assets at fair value through other comprehensive income:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Balance at January 1	\$ 649,940	763,824	680,786	640,344
Additions	38,797	5,483	38,797	55,483
Disposals	(3,177)	-	(3,177)	-
Recognized in other comprehensive income (loss)	<u>(20,466)</u>	<u>71,147</u>	<u>(51,312)</u>	<u>144,627</u>
Balance at June 30	<u><u>\$ 665,094</u></u>	<u><u>840,454</u></u>	<u><u>665,094</u></u>	<u><u>840,454</u></u>

Financial liabilities at fair value through profit or loss:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Balance at January 1	\$ 165,754	-	165,559	-
Cash paid	(165,754)	-	(165,754)	-
Recognized in changes in profit or loss	<u>-</u>	<u>-</u>	<u>195</u>	<u>-</u>
Balance at June 30	<u><u>\$ -</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The abovementioned total gains or losses were included in “other gains and losses, net” and “unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income”. The gains or losses attributable to the assets and liabilities held on June 30, 2025 and 2024 were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Total gains or losses:				
Recognized in profit or loss (included in other gains and losses, net)	\$ 19,802	45,683	(47,382)	121,780
Recognized in other comprehensive income or loss (included in “unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income”)	(20,466)	71,147	(51,312)	144,627

(iv) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in settling its financial liabilities by delivering cash or other financial assets. The Group manages liquidity risk by monitoring regularly the current and mid- to long-term cash demand, maintaining adequate cash and banking facilities, and ensuring compliance with the terms of the loan agreements. As of June 30, 2025, December 31 and June 30, 2024, the Group had unused credit facilities of \$117,713,450, \$121,539,835 and \$125,312,208, respectively.

The table below summarizes the maturity profile of the Group’s financial liabilities based on contractual undiscounted payments, including principal and interest.

	Contractual cash flows	Within 6 months	6-12 months	1-2 years	2-5 years	More than 5 years
June 30, 2025						
Non-derivative financial liabilities:						
Short-term borrowings with floating interest rates	\$ 34,595,444	30,647,970	3,947,474	-	-	-
Short-term notes and bills payable	25,623	25,623	-	-	-	-
Notes and accounts payable	31,519,831	31,519,831	-	-	-	-
Other payables	15,767,459	15,767,459	-	-	-	-
Lease liabilities	3,892,849	493,993	469,204	844,945	1,147,232	937,475
Long-term debt with floating interest rates	40,236,849	5,363,177	1,413,506	6,452,811	25,784,504	1,222,851
Bonds payable with fixed interest rates	4,108,000	27,000	27,000	3,054,000	1,000,000	-
Guarantee deposits	113,838	-	-	-	113,838	-
	\$ 130,259,893	83,845,053	5,857,184	10,351,756	28,045,574	2,160,326
Derivative financial instruments:						
Foreign currency forward contracts:						
Outflow	\$ 6,963,278	6,963,278	-	-	-	-
Inflow	(6,903,265)	(6,903,265)	-	-	-	-
Foreign exchange swaps:						
Outflow	7,443,574	7,443,574	-	-	-	-
Inflow	(7,498,236)	(7,498,236)	-	-	-	-
	\$ 5,351	5,351	-	-	-	-

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	<u>Contractual cash flows</u>	<u>Within 6 months</u>	<u>6-12 months</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>More than 5 years</u>
December 31, 2024						
Non-derivative financial liabilities:						
Short-term borrowings with floating interest rates	\$ 32,815,504	25,073,273	7,742,231	-	-	-
Preferred stock liabilities	165,559	165,559	-	-	-	-
Short-term notes and bills payable	200,000	200,000	-	-	-	-
Notes and accounts payable	33,917,756	33,917,756	-	-	-	-
Other payables	13,045,028	13,045,028	-	-	-	-
Lease liabilities	4,069,455	508,832	485,556	872,151	1,293,121	909,795
Long-term debt with floating interest rates	41,533,625	3,913,834	3,065,138	11,935,630	21,347,788	1,271,235
Bonds payable with fixed interest rates	4,135,000	27,000	27,000	54,000	4,027,000	-
Guarantee deposits	107,486	-	-	-	107,486	-
	<u>\$ 129,989,413</u>	<u>76,851,282</u>	<u>11,319,925</u>	<u>12,861,781</u>	<u>26,775,395</u>	<u>2,181,030</u>
Derivative financial instruments:						
Foreign currency forward contracts:						
Outflow	\$ 9,406,566	9,406,566	-	-	-	-
Inflow	(9,444,811)	(9,444,811)	-	-	-	-
Foreign exchange swaps:						
Outflow	9,686,416	9,686,416	-	-	-	-
Inflow	(9,637,806)	(9,637,806)	-	-	-	-
	<u>\$ 10,365</u>	<u>10,365</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
June 30, 2024						
Non-derivative financial liabilities:						
Short-term borrowings with floating interest rate	\$ 30,379,382	29,255,064	1,124,318	-	-	-
Lease liabilities	3,056,872	382,628	356,480	681,448	1,008,304	628,012
Long-term debt with floating interest rates	35,607,005	1,279,638	1,192,533	8,930,526	23,214,100	990,208
Bonds payable with fixed interest rates	3,296,400	27,000	27,000	188,400	3,054,000	-
Notes and accounts payable	32,584,451	32,584,451	-	-	-	-
Other payables	16,391,844	16,391,844	-	-	-	-
Guarantee deposits	105,974	-	-	-	105,974	-
	<u>\$ 121,421,928</u>	<u>79,920,625</u>	<u>2,700,331</u>	<u>9,800,374</u>	<u>27,382,378</u>	<u>1,618,220</u>
Derivative financial instruments:						
Foreign currency forward contracts:						
Outflow	\$ 12,279,298	12,279,298	-	-	-	-
Inflow	(12,255,111)	(12,255,111)	-	-	-	-
Foreign exchange swaps:						
Outflow	8,348,401	8,348,401	-	-	-	-
Inflow	(8,315,460)	(8,315,460)	-	-	-	-
	<u>\$ 57,128</u>	<u>57,128</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(v) Foreign currency risk

The Group's exposure to foreign currency risk arises from cash and cash equivalents, notes and accounts receivable (including related-party transactions), notes and accounts payable (including related-party transactions), other receivables (including related-party transactions), other payables (including related-party transactions), and loans and borrowings that are denominated in a currency other than the respective functional currencies of Group entities. At the reporting date, the carrying amounts of the Group's significant monetary assets and liabilities denominated in a currency other than the respective functional currencies of Group entities and their respective sensitivity analysis were as follows (including the monetary items that have been eliminated in the accompanying consolidated financial statements):

June 30, 2025					
	Foreign currency (in thousands)	Exchange rate	NTD (in thousands)	Change in magnitude	Effect on profit or loss (in thousands)
<u>Financial assets</u>					
<u>Monetary items</u>					
USD	\$ 1,940,770	29.3000	56,864,561	1 %	568,646
EUR	64,559	34.3510	2,217,666	1 %	22,177
CNY	1,612,132	4.0891	6,592,169	1 %	65,922
JPY	3,224,847	0.2033	655,611	1 %	6,556
<u>Non-monetary items</u>					
CNY	8,276	4.0891	33,839	-	-
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD	1,911,539	29.3000	56,008,093	1 %	560,081
EUR	10,622	34.3510	364,876	1 %	3,649
CNY	1,805,206	4.0891	7,381,668	1 %	73,817
JPY	17,556,565	0.2033	3,569,250	1 %	35,693

December 31, 2024					
	Foreign currency (in thousands)	Exchange rate	NTD (in thousands)	Change in magnitude	Effect on profit or loss (in thousands)
<u>Financial assets</u>					
<u>Monetary items</u>					
USD	\$ 1,893,294	32.7850	62,071,644	1 %	620,716
EUR	42,118	34.1320	1,437,572	1 %	14,376
CNY	1,923,189	4.4915	8,638,003	1 %	86,380
JPY	3,061,252	0.2099	642,557	1 %	6,426
<u>Non-monetary items</u>					
CNY	8,674	4.4915	38,959	-	-
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD	1,874,758	32.7850	61,463,941	1 %	614,639
EUR	3,187	34.1320	108,779	1 %	1,088
CNY	1,940,816	4.4915	8,717,175	1 %	87,172
JPY	15,844,351	0.2099	3,325,729	1 %	33,257

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2024					
	Foreign currency (in thousands)	Exchange rate	NTD (in thousands)	Change in magnitude	Effect on profit or loss (in thousands)
<u>Financial assets</u>					
<u>Monetary items</u>					
USD	\$ 1,621,883	32.4500	52,630,103	1 %	526,301
EUR	49,092	34.7050	1,703,738	1 %	17,037
CNY	1,469,529	4.4658	6,562,623	1 %	65,626
JPY	1,739,156	0.2017	350,788	1 %	3,508
<u>Non-monetary items</u>					
CNY	8,734	4.4658	39,003	-	-
<u>Financial liabilities</u>					
<u>Monetary items</u>					
USD	1,624,689	32.4500	52,721,158	1 %	527,212
EUR	11,333	34.7050	393,312	1 %	3,933
CNY	2,165,730	4.4658	9,671,717	1 %	96,717
JPY	10,034,694	0.2017	2,023,998	1 %	20,240

As the Group deals in diverse foreign currencies, gains and losses on foreign exchange were summarized as a single amount. Please refer to note 6(ab) for the aggregate of realized and unrealized foreign exchange gain (loss) for the three months and six months ended June 30, 2025 and 2024.

(ad) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in note 6(ac) of the consolidated financial statements for the year ended December 31, 2024.

(ae) Capital management

The objectives, policies and processes of capital management of the Group are in conformity with those disclosed in the consolidated financial statements for the year ended December 31, 2024. There were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2024. Please refer to note 6(ad) of the consolidated financial statements for the year ended December 31, 2024 for related details.

(af) Investing and financing activities not affecting current cash flow

- (i) Please refer to note 6(l) for a description of acquisition of right-of-use assets under lease for the six months ended June 30, 2025 and 2024.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Investing activities partially received and paid in cash were as follows:

	For the six months ended June 30,	
	2025	2024
Net consideration paid for acquisition of subsidiaries and business transfer	\$ 36,765	482,066
Add: other payables — acquisition of subsidiaries at January 1	21,262	-
Add: interest expense	296	-
Less: other payables — business transfer at June 30	(9,883)	-
Less: other non-current liabilities — business transfer at June 30	(19,178)	-
Less: net increase in cash from acquisition of subsidiaries	(3,550)	(304,987)
Cash paid for (received from) acquisition of subsidiaries and business transfer	<u>\$ 25,712</u>	<u>177,079</u>

(iii) Reconciliation of liabilities arising from financing activities was as follows:

	January 1, 2025	Cash flows	Non-cash changes			June 30, 2025
			Acquisition through business combination	Additions	Effect of foreign exchange rate and others	
Short-term borrowings	\$ 32,496,468	2,256,979	-	-	(420,464)	34,332,983
Short-term notes and bills payable	199,844	(174,344)	-	-	-	25,500
Long-term debt (including current portion)	39,013,304	(864,915)	1,696	-	(304,454)	37,845,631
Bonds payable (including current portion)	3,933,258	-	-	-	11,763	3,945,021
Lease liabilities	3,770,373	(537,882)	579	451,582	(97,233)	3,587,419
Guarantee deposits	107,486	6,352	-	-	-	113,838
	<u>\$ 79,520,733</u>	<u>686,190</u>	<u>2,275</u>	<u>451,582</u>	<u>(810,388)</u>	<u>79,850,392</u>

	January 1, 2024	Cash flows	Non-cash changes			June 30, 2024
			Acquisition through business combination	Additions	Effect of foreign exchange rate	
Short-term borrowings	\$ 29,919,639	(21,640)	161,000	-	128,052	30,187,051
Long-term debt (including current portion)	31,340,925	2,235,186	79,245	-	69,345	33,724,701
Bonds payable (including current portion)	3,260,702	-	-	-	(133,369)	3,127,333
Lease liabilities	2,428,130	(316,208)	14,858	663,451	37,685	2,827,916
Guarantee deposits	98,741	5,460	1,773	-	-	105,974
	<u>\$ 67,048,137</u>	<u>1,902,798</u>	<u>256,876</u>	<u>663,451</u>	<u>101,713</u>	<u>69,972,975</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

7. Related-party transactions

(a) Name and relationship with related parties

The followings are the entities that have had transactions with the Group during the periods covered in the consolidated financial statements.

<u>Name of related party</u>	<u>Relationship with the Group</u>
Darfon Electronics Corp. (“DFN”)	The Group’s associate
Visco Vision Inc. (“Visco Vision”)	The Group’s associate
Topview Optronics Corporation (“Topview”)	The Group’s associate
MLK Bioscience Co., Ltd.	The Group’s associate
Q.S.Control Corp.	The Group’s associate
Nanjing Silvertown Health & Development Co., Ltd. (“NSHD”)	The Group’s associate
Guigang Donghui Medical Investment Co., Ltd.	The Group’s associate
Jiangsu Yudi Optical Co., Ltd.	The Group’s associate
DMC Components International, LLC. (“DMC”)	The Group’s associate
The Linden Group Corp.	The Group’s associate
ECOLUX Technology Co., Ltd. (“ECOLUX Technology”)	Starting April 1, 2025, ECOLUX Technology became an associate of the Group.
Grandsys Inc. (“Grandsys”)	Prior to January 15, 2024, Grandsys was an associate of the Group. Starting January 15, 2024, Grandsys became a subsidiary of the Group.
Marketop Smart Solutions Co., Ltd. (“Marketop Smart”)	The Group’s associate
Rapidtek Technologies Inc. (“Rapidtek”)	The Group’s associate
TCI GENE INC. (“TCI Gene”)	The Group’s associate
Norbel Baby Co., Ltd. (“Norbel”)	Prior to November 13, 2024, Norbel was an associate of the Group. Starting November 13, 2024, Norbel became a subsidiary of the Group.
AU Optronics Corp. (“AU”)	The Company’s corporate director (the Company’s key management personnel) Prior to January 3, 2025, AU accounted for its shareholder in the Company using the equity method.
Darwin Precisions Corporation (“Darwin Precisions”)	AU’s subsidiary
AUO (L) Corp. (“AUOLB”)	AU’s subsidiary
AFPD Pte., Ltd. (“AUST”)	AU’s subsidiary
AUO (Suzhou) Co., Ltd. (“AUOSZ”)	AU’s subsidiary
AUO (Kunshan) Co., Ltd. (“AUOKS”)	AU’s subsidiary
a.u. Vista Inc. (“AUVI”)	AU’s subsidiary
AUO (Xiamen) Co., Ltd. (“AUOXM”)	AU’s subsidiary
AUO Manufacturing (Shanghai) Co., Ltd. (“AUOSJ”)	AU’s subsidiary
AU Optronics (Slovakia) s.r.o. (“AUOSK”)	AU’s subsidiary

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of related party	Relationship with the Group
AUO (Vietnam) Company Limited (“AVOVN”)	AU’s subsidiary
AUO Care Information Tech. (Suzhou) Co., Ltd. (“ACTSZ”)	AU’s subsidiary
BriView (Xiamen) Corp. (“BVXM”)	AU’s subsidiary
AUO MegaInsight (Suzhou) Co., Ltd. (“AMISZ”)	AU’s subsidiary
Fortech Electronics (Suzhou) Co., Ltd. (“FTWJ”)	AU’s subsidiary
AUO MegaInsight (Xiamen) Co., Ltd. (“AMIXM”)	AU’s subsidiary
Aedgetech Data Technologies (Suzhou) Co., Ltd. (“ATISZ”)	AU’s subsidiary
AUO Envirotech (Suzhou) Co., Ltd. (“AETSZ”)	AU’s subsidiary
AUO Display Plus Corporation	AU’s subsidiary
AUO Digitech (Suzhou) Co., Ltd. (“ADTSZ”)	AU’s subsidiary
AUO Crystal Corp. (“ACTW”)	AU’s subsidiary
AUO Education Service Corp.	AU’s subsidiary
Space Money Inc.	AU’s subsidiary
Jector Digital Corporation	AU’s subsidiary
Unictron Technologies Corporation	DFN’s subsidiary
Darfon America Corp. (“DFA”)	DFN’s subsidiary
Darfon Electronics Czech s.r.o (“DFC”)	DFN’s subsidiary
Darfon Electronics (Suzhou) Co., Ltd. (“DFS”)	DFN’s subsidiary
Huaian Darfon Electronics Co., Ltd. (“DFH”)	DFN’s subsidiary
Darfon Electronics (Chongqing) Co., Ltd. (“DFQ”)	DFN’s subsidiary
Darad Innovation Corporation	DFN’s subsidiary
Darfon Energy Technology Corp. (“DET”)	DFN’s subsidiary
Astro Tech Co., Ltd.	DFN’s subsidiary
TD HiTech Energy Inc.	DFN’s subsidiary
Visco Technology Sdn. Bhd. (“VVM”)	Visco Vision’s subsidiary
Guigang Donghui Hospital Co., Ltd. (“Donghui Hospital”)	Guigang Donghui Medical Investment Co., Ltd.’s subsidiary
BenQ Foundation	Substantive related party
Suzhou BenQ Foundation	Substantive related party

(b) Significant related-party transactions

(i) Revenue

The amounts of significant sales by the Group to related parties were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Associates	\$ 196,691	229,045	383,237	363,191
The Company’s key management personnel (corporate director):				
AU	1,245,546	1,417,564	2,648,093	2,953,538
AUOSZ	490,590	587,343	1,053,852	1,134,607
Others	304,442	458,615	768,979	796,787
	<u>2,040,578</u>	<u>2,463,522</u>	<u>4,470,924</u>	<u>4,884,932</u>
	<u>\$ 2,237,269</u>	<u>2,692,567</u>	<u>4,854,161</u>	<u>5,248,123</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The sales prices for some of the abovementioned transactions were not comparable to the sales prices for third-party customers as the specifications of products were different. For the other transactions, there were no significant differences between the sales prices for related parties and those for third-party customers. The payment terms of 30~120 days showed no significant difference between related parties and third-party customers.

(ii) Purchases

The amounts of significant purchases by the Group from related parties were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Associates	\$ 150,071	198,659	293,052	393,258
The Company's key management personnel (corporate director):				
AU	1,274,717	1,111,371	2,409,385	2,139,316
Others	18,809	36,660	38,584	102,754
	<u>1,293,526</u>	<u>1,148,031</u>	<u>2,447,969</u>	<u>2,242,070</u>
	<u>\$ 1,443,597</u>	<u>1,346,690</u>	<u>2,741,021</u>	<u>2,635,328</u>

There were no significant differences between the purchase prices for related parties and those for third-party vendors. The payment terms of 30~120 days showed no significant difference between related parties and third-party vendors.

(iii) Property transactions

For the six months ended June 30, 2025 and 2024, the Group purchased machinery and other assets from associates amounting to \$17,346 and \$1,093, respectively, and the related payables were included in other payables to related parties.

(iv) Lease

The Group leased factory and office from AU, and the rent is paid monthly with reference to the nearby office rental rates. For the three months and six months ended June 30, 2025 and 2024, the related interest expense on lease liabilities amounted to \$1,171, \$2,018, \$2,454 and \$3,788, respectively. As of June 30, 2025, December 31 and June 30, 2024, the balances of the lease liabilities amounted to \$244,181, \$293,973, and \$364,249, respectively.

The Group leased its plant and office to associates. For the three months and six months ended June 30, 2025 and 2024, the rental income was as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Associates	\$ 2,956	3,612	6,051	7,250

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(v) Donation

For the three months and six months ended June 30, 2025, the Group made a donation to substantive related party, BenQ Foundation, amounting to \$3,000.

(vi) Financing to related parties

The actual drawdown amounts were as follows:

	June 30, 2025
Associates	\$ <u>81,782</u>
Interest rate	<u>2.5%</u>

For the three months and six months ended June 30, 2025, interest income related to financing to related parties was \$246. As of June 30, 2025, outstanding receivables were recognized in other receivables from related parties.

(vii) Receivables from related parties

The receivables from related parties due to the abovementioned sales, financing provided to other parties, disposal of assets due to business spin-off and payment made on behalf of associates were as follows:

Account	Related-party categories	June 30, 2025	December 31, 2024	June 30, 2024
Accounts receivable from related parties	The Company's key management personnel (corporate director):			
	AU	\$ 1,283,015	1,340,557	1,348,515
	AUOSZ	510,757	975,450	655,396
	Others	<u>441,810</u>	<u>845,085</u>	<u>570,191</u>
		<u>2,235,582</u>	<u>3,161,092</u>	<u>2,574,102</u>
	Associates	<u>273,167</u>	<u>294,961</u>	<u>285,486</u>
		<u>\$ 2,508,749</u>	<u>3,456,053</u>	<u>2,859,588</u>
Other receivables from related parties	Associates:			
	NSHD	\$ 281,370	303,627	301,890
	Donghui Hospital	81,782	-	-
	Others	<u>9,875</u>	<u>8,962</u>	<u>12,786</u>
		<u>\$ 373,027</u>	<u>312,589</u>	<u>314,676</u>
Other receivables from related parties (dividends)	Associates:			
	DFN	\$ 144,043	-	288,085
	Norbel	-	-	60,968
	Other associates	<u>94,643</u>	<u>-</u>	<u>53,700</u>
		<u>\$ 238,686</u>	<u>-</u>	<u>402,753</u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(viii) Payables to related parties

The payables to related parties due to the abovementioned purchases and advance payments made by associates on behalf of the Group were as follows:

<u>Account</u>	<u>Related party categories</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Accounts payable to related parties	The Company's key management personnel (corporate director):			
	AU	\$ 796,450	935,747	584,108
	Others	4,435	1,159	12,981
		<u>800,885</u>	<u>936,906</u>	<u>597,089</u>
	Associates	<u>157,911</u>	<u>164,555</u>	<u>269,890</u>
		<u><u>\$ 958,796</u></u>	<u><u>1,101,461</u></u>	<u><u>866,979</u></u>
Other payables to related parties (dividends)	The Company's key management personnel (corporate director):			
	AU	\$ 261,106	-	282,277
	Associates	<u>111,035</u>	<u>-</u>	<u>122,668</u>
		<u><u>\$ 372,141</u></u>	<u><u>-</u></u>	<u><u>404,945</u></u>
Other payables to related parties		<u><u>\$ 54,028</u></u>	<u><u>26,159</u></u>	<u><u>38,892</u></u>
Lease liabilities — current		<u><u>\$ 97,636</u></u>	<u><u>99,446</u></u>	<u><u>105,222</u></u>
Lease liabilities — non-current		<u><u>\$ 146,545</u></u>	<u><u>194,527</u></u>	<u><u>259,027</u></u>

(c) Compensation for key management personnel

	<u>For the three months ended June 30,</u>		<u>For the six months ended June 30,</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Short-term employee benefits	\$ 25,495	26,639	50,915	57,326
Post-employment benefits	<u>216</u>	<u>243</u>	<u>432</u>	<u>513</u>
	<u><u>\$ 25,711</u></u>	<u><u>26,882</u></u>	<u><u>51,347</u></u>	<u><u>57,839</u></u>

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

8. Pledged assets

The carrying amounts of the assets pledged as collateral are detailed below:

Pledged assets	Pledged to secure	June 30, 2025	December 31, 2024	June 30, 2024
Debt investments measured at amortized cost — non-current	Short-term notes and bills payable	\$ 30,590	-	-
Other financial assets — current (time deposits)	Credit lines of bank loans and guarantee for tax clearance certificate, performance guarantee and gift certificates	90,065	113,023	154,256
Other financial assets — non-current	Guarantees for construction project, lawsuits, and land lease and warranty bond for contracts with customers	266,544	396,946	413,770
Land and buildings	Credit lines of bank loans	2,560,352	2,597,756	2,615,262
Investment property	Credit lines of bank loans	238,523	240,045	241,567
Other equipment	Credit lines of bank loans	6,248	1,373	22,498
Notes and accounts receivable	Credit lines of bank loans	-	59,918	101,224
		<u><u>\$ 3,192,322</u></u>	<u><u>3,409,061</u></u>	<u><u>3,548,577</u></u>

9. Significant commitments and contingencies

(a) Significant unrecognized commitments

	June 30, 2025	December 31, 2024	June 30, 2024
Unused letters of credit	<u><u>\$ 1,797,650</u></u>	<u><u>1,770,089</u></u>	<u><u>2,042,836</u></u>

10. Significant loss from disaster: None.

11. Significant subsequent events

The capital reduction and cash return to shareholders amounting to \$3,469,405 had been approved during the Company's shareholders' meeting held on May 29, 2025. Please refer to note 6(w) for further information related to the record dates of capital reduction.

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

12. Others

- (a) Employee benefits, depreciation, and amortization categorized by function were as follows:

	For the three months ended June 30, 2025			For the three months ended June 30, 2024		
	Cost of sales	Operating expenses	Total	Cost of sales	Operating expenses	Total
Employee benefits:						
Salaries	2,553,310	3,292,461	5,845,771	2,522,789	3,152,303	5,675,092
Insurance	294,064	316,153	610,217	243,286	279,590	522,876
Pension	208,642	162,398	371,040	192,157	152,718	344,875
Others	193,936	241,295	435,231	149,596	245,019	394,615
Depreciation	783,965	504,816	1,288,781	749,855	433,039	1,182,894
Amortization	33,407	296,728	330,135	36,719	239,323	276,042

	For the six months ended June 30, 2025			For the six months ended June 30, 2024		
	Cost of sales	Operating expenses	Total	Cost of sales	Operating expenses	Total
Employee benefits:						
Salaries	5,030,244	6,594,252	11,624,496	4,799,135	5,963,938	10,763,073
Insurance	588,701	648,096	1,236,797	499,285	579,632	1,078,917
Pension	422,739	327,317	750,056	369,655	306,888	676,543
Others	399,670	473,525	873,195	312,267	462,318	774,585
Depreciation	1,583,816	1,011,765	2,595,581	1,483,812	852,631	2,336,443
Amortization	67,474	600,202	667,676	73,466	478,866	552,332

- (b) Seasonality operations

The Group's operations were not significantly influenced by seasonality or cyclicity factors.

13. Additional disclosures

- (a) Information on significant transactions:
- (i) Financing provided to other parties: Table 1 (attached)
 - (ii) Guarantees and endorsements provided to other parties: Table 2 (attached)
 - (iii) Marketable securities held at the reporting date (excluding investments in subsidiaries, associates, and joint ventures): Table 3 (attached)
 - (iv) Total purchases from and sales to related parties which exceed \$100 million or 20% of the paid-in capital: Table 4 (attached)
 - (v) Receivables from related parties which exceed \$100 million or 20% of the paid-in capital: Table 5 (attached)
 - (vi) Business relationships and significant intercompany transactions: Table 6 (attached)

(Continued)

QISDA CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) Information on investees: Table 7 (attached)

(c) Information on investment in Mainland China: Table 8 (attached)

14. Segment information

The Group's operating segment information and reconciliation are as follows:

For the three months ended June 30, 2025								
	<u>DMS</u>	<u>Brand</u>	<u>Material</u>	<u>Medical</u>	<u>Networks</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
External revenue	\$ 21,213,289	19,258,249	4,404,033	2,895,215	5,693,168	-	-	53,463,954
Intra-group revenue	3,114,091	147,471	15,399	1,203	840	-	(3,279,004)	-
Total segment revenue	<u>\$ 24,327,380</u>	<u>19,405,720</u>	<u>4,419,432</u>	<u>2,896,418</u>	<u>5,694,008</u>	<u>-</u>	<u>(3,279,004)</u>	<u>53,463,954</u>
Segment profit (loss)	<u>\$ 6,593</u>	<u>921,395</u>	<u>(264,800)</u>	<u>209,032</u>	<u>(175,711)</u>	<u>(173)</u>	<u>65,177</u>	<u>761,513</u>

For the three months ended June 30, 2024								
	<u>DMS</u>	<u>Brand</u>	<u>Material</u>	<u>Medical</u>	<u>Networks</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
External revenue	\$ 21,917,164	14,724,686	4,579,047	2,951,988	5,684,461	-	-	49,857,346
Intra-group revenue	2,339,924	114,035	9,878	981	-	-	(2,464,818)	-
Total segment revenue	<u>\$ 24,257,088</u>	<u>14,838,721</u>	<u>4,588,925</u>	<u>2,952,969</u>	<u>5,684,461</u>	<u>-</u>	<u>(2,464,818)</u>	<u>49,857,346</u>
Segment profit (loss)	<u>\$ 629,166</u>	<u>340,519</u>	<u>58,330</u>	<u>269,827</u>	<u>(143,232)</u>	<u>(472)</u>	<u>31,071</u>	<u>1,185,209</u>

For the six months ended June 30, 2025								
	<u>DMS</u>	<u>Brand</u>	<u>Material</u>	<u>Medical</u>	<u>Networks</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
External revenue	\$ 42,003,002	36,308,657	8,975,004	5,706,976	10,217,326	-	-	103,210,965
Intra-group revenue	5,724,405	299,834	24,927	1,999	840	-	(6,052,005)	-
Total segment revenue	<u>\$ 47,727,407</u>	<u>36,608,491</u>	<u>8,999,931</u>	<u>5,708,975</u>	<u>10,218,166</u>	<u>-</u>	<u>(6,052,005)</u>	<u>103,210,965</u>
Segment profit (loss)	<u>\$ 152,140</u>	<u>1,603,781</u>	<u>(36,142)</u>	<u>310,254</u>	<u>(331,257)</u>	<u>(381)</u>	<u>62,359</u>	<u>1,760,754</u>

For the six months ended June 30, 2024								
	<u>DMS</u>	<u>Brand</u>	<u>Material</u>	<u>Medical</u>	<u>Networks</u>	<u>Others</u>	<u>Eliminations</u>	<u>Total</u>
External revenue	\$ 41,817,637	29,116,175	9,169,019	5,804,274	10,864,661	-	-	96,771,766
Intra-group revenue	4,230,638	244,282	12,914	1,612	-	-	(4,489,446)	-
Total segment revenue	<u>\$ 46,048,275</u>	<u>29,360,457</u>	<u>9,181,933</u>	<u>5,805,886</u>	<u>10,864,661</u>	<u>-</u>	<u>(4,489,446)</u>	<u>96,771,766</u>
Segment profit (loss)	<u>\$ 727,082</u>	<u>808,117</u>	<u>155,355</u>	<u>453,997</u>	<u>(95,304)</u>	<u>(604)</u>	<u>63,791</u>	<u>2,112,434</u>

QISDA CORPORATION AND SUBSIDIARIES
Financing provided to other parties
For the six months ended June 30, 2025
(Amounts in thousands of New Taiwan dollars and other currencies)

Table 1

No.	Name of Lender	Name of Borrower	Financial Statement Account	Is a Related Party	Highest Balance of Financing to Other Parties During the Period	Ending Balance	Actual Usage Amount During the Period	Range of Interest Rates During the Period	Purpose of Fund Financing for the Borrower	Transaction Amounts	Reasons for Short-term Financing	Allowance for Bad Debt	Collateral		Financing Limits for Each Borrowing Company	Financing Company's Total Financing Amounts Limits
													Item	Value		
1	BenQ	BQL	Other receivables from related parties	Yes	298,845	263,700	263,700	4.55%	2	-	Operating requirements	-	-	-	3,165,392	3,165,392
1	BenQ	Darly Venture (L) Ltd.	Other receivables from related parties	Yes	166,025	146,500	146,500	0.75%	2	-	Operating requirements	-	-	-	3,165,392	3,165,392
2	BIC	Suzhou BenQ Hospital Co., Ltd. ("SMH")	Other receivables from related parties	Yes	22,894	20,446	20,446	1.00%	2	-	Operating requirements	-	-	-	316,247	316,247
3	NMHC	Nanjing BenQ Hospital Co., Ltd. ("NMH")	Other receivables from related parties	Yes	20,604	18,401	18,401	1.00%	2	-	Operating requirements	-	-	-	19,647	19,647
4	NMH	Guigang Donghui Hospital Co., Ltd.	Other receivables from related parties	Yes	83,198	81,782	81,782	2.50%	2	-	Operating requirements	-	-	-	1,800,802	1,800,802
5	BQC_RO	Qisda (Shanghai) Co., Ltd. ("QCSH")	Other receivables from related parties	Yes	1,923,054	1,742,774	1,742,774	2.00%	2	-	Operating requirements	-	-	-	5,748,991	11,497,981
5	BQC_RO	BenQ Biotech (Shanghai) Co., Ltd. ("BBC")	Other receivables from related parties	Yes	114,468	102,228	102,228	3.30%	2	-	Operating requirements	-	-	-	1,366,981	1,366,981
6	QCOS	Qisda (Shanghai) Co., Ltd. ("QCSH")	Other receivables from related parties	Yes	40,643	-	-	2.00%	2	-	Operating requirements	-	-	-	2,874,495	28,744,953
6	QCOS	BenQ Medical (Shanghai) Co., Ltd. ("BMSH")	Other receivables from related parties	Yes	22,894	20,446	20,446	2.00%	2	-	Operating requirements	-	-	-	2,874,495	28,744,953
6	QCOS	BenQ Biotech (Shanghai) Co., Ltd. ("BBC")	Other receivables from related parties	Yes	114,468	102,228	102,228	3.30%	2	-	Operating requirements	-	-	-	1,781,946	1,781,946
7	QCSZ	Qisda (Shanghai) Co., Ltd. ("QCSH")	Other receivables from related parties	Yes	41,208	36,802	36,802	2.00%	2	-	Operating requirements	-	-	-	2,874,495	28,744,953
8	BMS	BenQ Materials (Wuhu) Co., Ltd.	Other receivables from related parties	Yes	1,213,356	1,083,612	686,969	1.30%	2	-	Operating requirements	-	-	-	1,817,740	1,817,740
8	BMS	BenQ Materials Medical Supplies (Suzhou) Co., Ltd.	Other receivables from related parties	Yes	457,870	408,910	117,358	1.30%	2	-	Operating requirements	-	-	-	1,817,740	1,817,740
9	WPC	Web-Pro(Vietnam)Co., Ltd.	Other receivables from related parties	Yes	232,435	205,100	146,500	1.85%	2	-	Operating requirements	-	-	-	417,440	834,880
10	Daxon Biomedical (Suzhou) Co., Ltd.	BenQ Materials Medical Supplies (Suzhou) Co., Ltd.	Other receivables from related parties	Yes	36,630	32,713	32,713	1.30%	2	-	Operating requirements	-	-	-	41,247	41,247
11	ACE	Tianjin Ace Pillar Co., Ltd.	Other receivables from related parties	Yes	91,574	81,782	-	2.00%	2	-	Operating requirements	-	-	-	406,574	813,148
12	Cyber South	Tianjin Ace Pillar Co., Ltd.	Other receivables from related parties	Yes	23,244	20,510	20,510	-	2	-	Operating requirements	-	-	-	472,166	472,166
13	Proton	Tianjin Ace Pillar Co., Ltd.	Other receivables from related parties	Yes	13,282	11,720	11,720	-	2	-	Operating requirements	-	-	-	350,258	350,258
14	Suzhou Super Pillar Automation Equipment Co., Ltd.	Tianjin Ace Pillar Co., Ltd.	Other receivables from related parties	Yes	74,878	40,891	40,891	3.00%	2	-	Operating requirements	-	-	-	110,962	110,962
15	AEWIN	Aewin Beijing Technologies Co., Ltd.	Other receivables from related parties	Yes	234,806	194,192	194,192	-	1	283,640	Business transaction	-	-	-	271,004	542,008
15	AEWIN	Aewin Beijing Technologies Co., Ltd.	Other receivables from related parties	Yes	21,251	18,752	-	3.00%	2	-	Operating requirements	-	-	-	271,004	542,008
16	Alpha	Alpha VN	Other receivables from related parties	Yes	332,050	293,000	293,000	4.7%-5.5%	2	-	Operating requirements	-	-	-	1,735,160	3,470,320
17	Alpha HK	Enrich	Other receivables from related parties	Yes	6,641	5,860	5,860	-	2	-	Operating requirements	-	-	-	236,117	472,234
18	Alpha CD	Alpha CSF	Other receivables from related parties	Yes	274,722	-	-	1.25%	2	-	Operating requirements	-	-	-	467,726	467,726
19	K2 International Medical Inc.	K2 Medical (Thailand) Co. Ltd.	Other receivables from related parties	Yes	3,321	2,930	-	3.00%	2	-	Operating requirements	-	-	-	113,733	227,465
20	MTG	Corex	Other receivables from related parties	Yes	29,659	-	-	6.22%	2	-	Operating requirements	-	-	-	804,701	1,609,402

(Note 1)The aggregate financing amount and the individual financing amount of BenQ to subsidiaries shall not exceed 40% of the most recent net worth of BenQ.

(Note 2)The aggregate financing amount and the individual financing amount of BIC to subsidiaries shall not exceed 40% of the most recent net worth of BIC.

(Note 3)The aggregate financing amount and the individual financing amount of NMHC to subsidiaries shall not exceed 100% of the most recent net worth of NMHC.

(Note 4)The aggregate financing amount and the individual financing amount of NMH to subsidiaries shall not exceed 40% of the most recent net worth of NMH.

(Note 5)The aggregate financing amount to subsidiaries wholly owned by the Company and the individual financing amount of BQC_RO shall not exceed 40% and 20%, respectively, of the most recent net worth of the Company.
The financing amount to the subsidiaries not wholly owned by the Company and the individual financing amount of BQC_RO shall not exceed 40% of the most recent net worth of BQC_RO.

(Note 6)The aggregate financing amount to subsidiaries wholly owned by the Company and the individual financing amount of QCOS shall not exceed 100% and 10%, respectively, of the most recent net worth of the Company.
The financing amount to the subsidiaries not wholly owned by the Company and the individual financing amount of QCOS shall not exceed 40% of the most recent net worth of QCOS.

(Note 7)The aggregate financing amount to subsidiaries wholly owned by the Company and the individual financing amount of QCSZ shall not exceed 100% and 10%, respectively, of the most recent net worth of the Company.
The financing amount to the subsidiaries not wholly owned by the Company and the individual financing amount of QCSZ shall not exceed 40% of the most recent net worth of QCSZ.

(Note 8)The aggregate financing amount to subsidiaries wholly owned by BMC and the individual financing amount of BMS shall not exceed 100% of the most recent audited and reviewed net worth of BMS.

(Note 9)The aggregate financing amount and the individual financing amount of WPC to subsidiaries shall not exceed 40% and 20%, respectively, of the most recent audited and reviewed net worth of WPC.

(Note 10)The aggregate financing amount to subsidiaries wholly owned by BMC and the individual financing amount of DTB shall not exceed 100% of the most recent audited and reviewed net worth of DTB.

(Note 11)The aggregate financing amount and the individual financing amount of ACE to subsidiaries shall not exceed 40% and 20%, respectively, of the most recent net worth of Tianjin Ace Pillar Co., Ltd..

(Note 12)The aggregate financing amount and the individual financing amount of Cyber South to subsidiaries shall not exceed 10% and 5%, respectively, of the most recent net worth of Cyber South.
For financing among foreign subsidiaries which wholly owned by ACE because of financing purpose, the aggregate financing amount and the individual financing amount shall not exceed 100% of most recent net worth of Cyber South.

(Note 13)The aggregate financing amount and the individual financing amount of Proton to subsidiaries shall not exceed 10% and 5%, respectively, of the most recent net worth of Proton.
For financing among foreign subsidiaries which wholly owned by ACE because of financing purpose, the aggregate financing amount and the individual financing amount shall not exceed 100% of most recent net worth of Proton.

(Note 14)The aggregate financing amount and the individual financing amount of Suzhou Super Pillar Automation Equipment Co., Ltd. to subsidiaries shall not exceed 40% and 20%, respectively, of the most recent net worth of Suzhou Super Pillar Automation Equipment Co., Ltd..
For financing among foreign subsidiaries which wholly owned by ACE, the aggregate financing amount and the individual financing amount shall not exceed 100% of most recent net worth of Suzhou Super Pillar Automation Equipment Co., Ltd.

(Note 15)The aggregate financing amount and the individual financing amount of AEWIN to subsidiaries shall not exceed 40% and 20%, respectively, of the most recent net worth of AEWIN.

(Note 16)The aggregate financing amount and the individual financing amount of Alpha to subsidiaries shall not exceed 40% and 20%, respectively, of the most recent net worth of Alpha.

(Note 17)The aggregate financing amount to foreign subsidiaries wholly owned by Alpha and the individual financing amount of Alpha HK shall not exceed 100% of the most recent net worth of Alpha HK.

(Note 18)The aggregate financing amount to foreign subsidiaries wholly owned by Alpha and the individual financing amount of Alpha CD shall not exceed 100% of the most recent net worth of Alpha CD.

(Note 19)The aggregate financing amount and the individual financing amount of K2 to subsidiaries shall not exceed 40% and 20%, respectively, of the most recent net worth of K2.

(Note 20)The aggregate financing amount and the individual financing amount of MTG to subsidiaries shall not exceed 40% and 20%, respectively, of the most recent net worth of MTG.

(Note 21)Purpose of Fund Financing: 1.Business transaction purpose. 2. Short-term financing purpose.

(Note 22)The above intercompany transactions have been eliminated when preparing the consolidated financial statements.

QISDA CORPORATION AND SUBSIDIARIES
Guarantees and endorsements provided to other parties
For the six months ended June 30, 2025
(Amounts in thousands of New Taiwan dollars and other currencies)

Table 2

No.	Endorsements / Guarantee Provider	Counter-party of Guarantee and Endorsement		Limits on Amount of Guarantees and Endorsements Provided to Each Guaranteed Party	Highest Balance of Guarantees and Endorsements During the Period	Balance of Guarantees and Endorsements as of Reporting Date	Actual Usage Amount During the Period	Property Pledged for Guarantees and Endorsements	Ratio of Accumulated Amounts of Guarantees and Endorsements to Net Worth of the Latest Financial Statements	Maximum Amounts for Guarantees and Endorsements	Gaurantee Provided by Parent Company	Gaurantee Provided by A Subsidiary	Endorsements / Guarantees Provided to Subsidiaries in Mainland China
		Name	Relationship with the Company										
0	The Company	QLLB	Parent/Subsidiary	5,748,991	3,464,610	1,758,000	1,758,000	-	6.12%	14,372,477	Y	-	-
1	BenQ	MaxGen	Parent/Subsidiary	1,582,696	92,024	85,261	85,261	-	1.08%	7,913,480	N	-	-
2	PTT	Partner Tech Middle East FZCO	Parent/Subsidiary	231,366	99,615	87,900	87,900	-	7.60%	578,415	N	-	-
2	PTT	Partner-Tech Europe GmbH	Parent/Subsidiary	231,366	127,960	58,600	58,600	-	5.07%	578,415	N	-	-
2	PTT	Partner Tech (Shanghai) Co., Ltd.	Parent/Subsidiary	231,366	33,205	29,300	29,300	-	2.53%	578,415	N	-	Y
2	PTT	Partner Tech Asia Pacific Corp.	Parent/Subsidiary	231,366	120,000	60,000	60,000	-	5.19%	578,415	N	-	-
3	DIC	Data Image (Suzhou) Corporation	Parent/Subsidiary	341,997	33,205	29,300	-	-	1.71%	854,993	N	-	Y
4	Alpha	Alpha CSF	Parent/Subsidiary	4,337,900	232,435	205,100	15,543	-	2.36%	8,675,799	N	-	Y
5	MTG	Corex	Parent/Subsidiary	804,701	627,300	424,850	162,411	-	10.56%	2,011,752	N	-	-

(Note 1)The aggregate endorsement/guarantee amount provided by the Company to QLLB and the endorsement/guarantee amount provided to individual party shall not exceed 50% and 20%, respectively, of the most recent audited or reviewed net worth of the Company.

(Note 2)The aggregate endorsement/guarantee amount provided by BenQ to MaxGen and the endorsement/guarantee amount provided to individual party shall not exceed 100% and 20%, respectively, of the most recent net worth of BenQ.

(Note 3)The aggregate endorsement/guarantee amount provided by PTT to PTT 's subsidiaries and the endorsement/guarantee amount provided to individual party shall not exceed 50% and 20%, respectively, of the most recent net worth of PTT.

(Note 4)The aggregate endorsement/guarantee amount provided by DIC to Data Image (Suzhou) Corporation and the endorsement/guarantee amount provided to individual party shall not exceed 50% and 20%, respectively, of the most recent net worth of DIC.

(Note 5)The aggregate endorsement/guarantee amount provided by Alpha to Alpha's subsidiaries and the endorsement/guarantee amount provided to individual party shall not exceed 100% and 50%, respectively, of the most recent net worth of Alpha.

(Note 6)The aggregate endorsement/guarantee amount provided by MTG to Corex and the endorsement/guarantee amount provided to individual party shall not exceed 50% and 20%, respectively, of the most recent net worth of MTG.

QISDA CORPORATION AND SUBSIDIARIES
Marketable securities held (excluding investments in subsidiaries, associates, and joint ventures)
June 30, 2025
(Amounts in thousands of New Taiwan dollars / share)

Table 3

Investing Company	Marketable Securities Type and Name	Relationship with the Securities Issuer	Financial Statement Account	June 30, 2025				Note
				Shares/Units	Carrying Value	Percentage of Ownership	Fair Value	
The Company	Stock: AU	-	Financial assets at fair value through other comprehensive income-non-current	530,879	6,556,354	7.03%	6,556,354	-
The Company	Stock: ITH Corporation	-	Financial assets at fair value through profit or loss-current	3,000	160,500	0.61%	160,500	-
The Company	Stock: Fong Huang 6 Innovation Corporation	-	Financial assets at fair value through profit or loss-non-current	29,500	303,318	14.99%	303,318	-
The Company	Stock: Sunhawk Vision Biotech, Inc.	-	Financial assets at fair value through profit or loss-non-current	4,000	243,391	5.71%	243,391	-
APV	Stock: Digital Idea Multi-Media Co., Ltd.	-	Financial assets at fair value through profit or loss-non-current	1,000	123,016	7.14%	123,016	-
APV	Stock: Raydium Semiconductor Corporation	-	Financial assets at fair value through other comprehensive income-non-current	2,300	841,713	3.03%	841,713	-
Darly 2	Stock: Raydium Semiconductor Corporation	-	Financial assets at fair value through other comprehensive income-non-current	993	363,273	1.31%	363,273	-
MTG	Stock: Dynasafe Technologies, Inc.	-	Financial assets at fair value through profit or loss-non-current	4,404	540,159	19.15%	540,159	-
MTG	Stock: High Performance Information Co., Ltd.	-	Financial assets at fair value through other comprehensive income-non-current	2,138	127,895	8.04%	127,895	-
MTG	Limited Partnership Equity: Taiwan Capital Buffalo Fund V, LP.	-	Financial assets at fair value through profit or loss-non-current	(Note 1)	165,216	12.78%	165,216	-

(Note 1) There was no shares as the company is a limited partnership.

QISDA CORPORATION AND SUBSIDIARIES
Total purchases from and sales to related parties which exceed NT\$100 million or 20% of the paid-in capital
For the six months ended June 30, 2025
(Amounts in thousands of New Taiwan dollars, unless specified otherwise)

Table 4

Company Name	Related Party	Nature of Relationship	Transaction Detail				Transactions with Terms Different from Others		Notes/Accounts Receivable or (Payable)		Note
			Purchases/(Sales)	Amount	% of Total Purchases/(Sales)	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total Note/Accounts Receivable or (Payable)	
The Company	BenQ	Parent/Subsidiary	(Sales)	(2,725,330)	(7)	OA90	-	-	2,021,987	8	-
The Company	QITO	Parent/Subsidiary	(Sales)	(1,767,539)	(5)	OA120	-	-	1,240,134	5	-
The Company	QALA	Parent/Subsidiary	(Sales)	(11,752,238)	(30)	OA90	-	-	11,055,282	44	-
The Company	AU	The Company's key management personnel	(Sales)	(853,714)	(2)	OA120	-	-	390,243	2	-
The Company	AUOXM	AU's subsidiary	(Sales)	(144,954)	(0)	OA120	-	-	98,672	0	-
The Company	AUOSZ	AU's subsidiary	(Sales)	(602,567)	(2)	OA120	-	-	399,988	2	-
The Company	AU	The Company's key management personnel	Purchases	338,702	1	OA120	-	-	(61,812)	(0)	-
The Company	QCSZ	Parent/Subsidiary	Purchases	19,401,839	52	OA120	-	-	(18,223,969)	(62)	-
The Company	QCOS	Parent/Subsidiary	Purchases	713,425	2	OA120	-	-	(4,011,054)	(14)	-
The Company	QCES	Parent/Subsidiary	Purchases	4,035,461	11	OA90	-	-	(1,845,810)	(6)	-
The Company	QVH	Parent/Subsidiary	Processing Cost	567,005	2	OA60	-	-	(689,607)	(2)	-
QCSZ	AUOXM	AU's subsidiary	(Sales)	(247,150)	(1)	OA120	-	-	223,286	1	-
QCSZ	The Company	Parent/Subsidiary	(Sales)	(19,401,839)	(74)	OA120	-	-	18,223,969	89	-
QCSZ	BQC_RO	Affiliates	(Sales)	(2,558,366)	(10)	OA120	-	-	164,574	1	-
QCSZ	QCPS	Affiliates	Purchases	480,316	2	OA60	-	-	(330,043)	(4)	-
QCSZ	QCOS	Affiliates	Purchases	172,743	1	OA60	-	-	(73,647)	(1)	-
QCSZ	AU	The Company's key management personnel	Purchases	292,650	1	EOM55	-	-	(17,131)	(0)	-
QCES	The Company	Parent/Subsidiary	(Sales)	(4,035,461)	(61)	OA90	-	-	1,845,810	66	-
QCES	QCOS	Affiliates	Purchases	964,397	15	OA60	-	-	(201,844)	(6)	-
QCES	BQC_RO	Affiliates	(Sales)	(143,481)	(2)	OA120	-	-	21,331	1	-
QCES	AUO Display Plus Corporation	AU's subsidiary	Purchases	178,910	3	OA45	-	-	(45,072)	(1)	-
QCOS	The Company	Parent/Subsidiary	(Sales)	(713,425)	(36)	OA120	-	-	4,011,054	94	-
QCOS	QCSZ	Affiliates	(Sales)	(172,743)	(9)	OA60	-	-	73,647	2	-
QCOS	QCES	Affiliates	(Sales)	(964,397)	(49)	OA60	-	-	201,844	5	-
QCPS	QCSZ	Affiliates	(Sales)	(480,316)	(81)	OA60	-	-	330,043	85	-
QALA	The Company	Parent/Subsidiary	Purchases	11,752,238	100	OA90	-	-	(11,055,282)	(100)	-
QJTO	The Company	Parent/Subsidiary	Purchases	1,767,539	96	OA120	-	-	(1,240,134)	(100)	-
QVH	The Company	Parent/Subsidiary	(Processing Revenue)	(567,005)	(20)	OA60	-	-	689,607	87	-
QVH	AU	The Company's key management personnel	Purchases	142,094	5	OA60	-	-	(53,985)	(3)	-
BenQ	BQA	Affiliates	(Sales)	(1,291,830)	(19)	OA90	-	-	130,963	3	-
BenQ	BQC_RO	Affiliates	(Sales)	(220,174)	(3)	OA60	-	-	44,458	1	-
BenQ	BQE	Affiliates	(Sales)	(2,577,591)	(37)	OA90	-	-	1,673,412	37	-
BenQ	BQL	Affiliates	(Sales)	(150,765)	(2)	OA90	-	-	102,781	2	-
BenQ	BQP	Affiliates	(Sales)	(2,657,874)	(38)	OA60	-	-	1,668,352	37	-
BenQ	The Company	Parent/Subsidiary	Purchases	2,725,330	44	OA90	-	-	(2,021,987)	(51)	-
BenQ	AU	The Company's key management personnel	Purchases	1,441,816	23	EOM55	-	-	(607,604)	(15)	-
BQA	BQCA	Affiliates	(Sales)	(211,161)	(9)	OA60	-	-	15,855	2	-
BQA	INF	Affiliates	(Sales)	(861,165)	(35)	OA60	-	-	564,544	58	-
BQA	BenQ	Affiliates	Purchases	1,291,830	72	OA90	-	-	(130,963)	(90)	-
BQC_RO	BQsha_EC2	Affiliates	(Sales)	(224,075)	(5)	OA60	-	-	51,102	11	-
BQC_RO	QCSZ	Affiliates	Purchases	2,558,366	84	OA120	-	-	(164,574)	(36)	-
BQC_RO	BenQ	Affiliates	Purchases	220,174	7	OA60	-	-	(44,458)	(10)	-
BQC_RO	QCES	Affiliates	Purchases	143,481	5	OA120	-	-	(21,331)	(5)	-
BQE	BQDE	Affiliates	(Sales)	(415,933)	(18)	OA30	-	-	24,475	5	-
BQE	BQFR	Affiliates	(Sales)	(192,255)	(9)	OA30	-	-	181,629	36	-
BQE	BQUK	Affiliates	(Sales)	(394,909)	(18)	OA30	-	-	97,013	19	-
BQE	BQAT	Affiliates	(Sales)	(321,758)	(14)	OA45	-	-	53,580	11	-
BQE	BQSE	Affiliates	(Sales)	(141,616)	(6)	OA30	-	-	13,118	3	-
BQE	BQIB	Affiliates	(Sales)	(102,564)	(5)	OA30	-	-	19,959	4	-
BQE	BQNL	Affiliates	(Sales)	(456,998)	(20)	OA30	-	-	63,498	13	-
BQE	BenQ	Affiliates	Purchases	2,577,591	100	OA90	-	-	(1,673,412)	(99)	-
BQL	BenQ	Affiliates	Purchases	150,765	100	OA90	-	-	(102,781)	(70)	-
BQP	BQAU	Affiliates	(Sales)	(201,863)	(7)	OA60	-	-	28,508	2	-
BQP	BQIN	Affiliates	(Sales)	(599,878)	(19)	OA60	-	-	596,526	40	-

Company Name	Related Party	Nature of Relationship	Transaction Detail				Transactions with Terms Different from Others		Notes/Accounts Receivable or (Payable)		Note
			Purchases/ (Sales)	Amount	% of Total Purchases/ (Sales)	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total Note/ Accounts Receivable or (Payable)	
BQP	BQJP	Affiliates	(Sales)	(473,069)	(15)	OA60	-	-	163,004	11	-
BQP	BQKR	Affiliates	(Sales)	(233,426)	(8)	OA60	-	-	34,969	2	-
BQP	BQME	Affiliates	(Sales)	(465,069)	(15)	OA60	-	-	226,499	15	-
BQP	BenQ	Affiliates	Purchases	2,657,874	97	OA60	-	-	(1,668,352)	(100)	-
BQAT	BQE	Affiliates	Purchases	321,758	100	OA45	-	-	(53,580)	(100)	-
BQAU	BQP	Affiliates	Purchases	201,863	100	OA60	-	-	(28,508)	(92)	-
BQCA	BQA	Affiliates	Purchases	211,161	100	OA60	-	-	(15,855)	(100)	-
BQDE	BQE	Affiliates	Purchases	415,933	100	OA30	-	-	(24,475)	(92)	-
BQFR	BQE	Affiliates	Purchases	192,255	100	OA30	-	-	(181,629)	(99)	-
BQIB	BQE	Affiliates	Purchases	102,564	100	OA30	-	-	(19,959)	(95)	-
BQIN	BQP	Affiliates	Purchases	599,878	67	OA60	-	-	(596,526)	(100)	-
BQJP	BQP	Affiliates	Purchases	473,069	100	OA60	-	-	(163,004)	(97)	-
BQKR	BQP	Affiliates	Purchases	233,426	100	OA60	-	-	(34,969)	(99)	-
BQME	BQP	Affiliates	Purchases	465,069	100	OA60	-	-	(226,499)	(99)	-
BQNL	BQE	Affiliates	Purchases	456,998	100	OA30	-	-	(63,498)	(98)	-
BQSE	BQE	Affiliates	Purchases	141,616	100	OA30	-	-	(13,118)	(87)	-
BQsha_EC2	BQC_RO	Affiliates	Purchases	224,075	100	OA60	-	-	(51,102)	(100)	-
BQUK	BQE	Affiliates	Purchases	394,909	100	OA30	-	-	(97,013)	(97)	-
INF	BQA	Affiliates	Purchases	861,165	100	OA60	-	-	(564,544)	(100)	-
Filter	BBC	Affiliates	(Sales)	(104,793)	(100)	OA60	-	-	38,115	100	-
BBC	Filter	Affiliates	Purchases	104,793	38	OA60	-	-	(38,115)	(38)	-
ESM	GSC	Affiliates	(Sales)	(135,049)	(63)	OA60	-	-	45,392	50	-
GSC	ESM	Affiliates	Purchases	135,049	59	OA60	-	-	(45,392)	(58)	-
K2	K2SH	Affiliates	(Sales)	(189,232)	(33)	OA90	-	-	117,063	44	-
K2SH	K2	Affiliates	Purchases	189,232	100	OA90	-	-	(117,063)	(100)	-
DIC	Data Image (Suzhou) Corporation	Affiliates	Processing Cost	514,695	96	Depends on its working capital status	-	-	(332,888)	(63)	-
Data Image (Suzhou) Corporation	DIC	Affiliates	(Processing Revenue)	(514,695)	(93)	Depends on its working capital status	-	-	332,888	99	-
The Company	DFI	Parent/Subsidiary	(Sales)	(120,730)	(0)	60-90 Days	-	-	42,857	0	-
DFI	The Company	Parent/Subsidiary	Purchases	120,730	8	60-90 Days	-	-	(42,857)	(7)	-
DFI	DFI AMERICA, LLC.	Affiliates	(Sales)	(291,936)	(15)	60-90 Days	-	-	74,953	12	-
DFI AMERICA, LLC.	DFI	Affiliates	Purchases	291,936	98	60-90 Days	-	-	(74,953)	(100)	-
DFI	Diamond Flower Information (NL) B.V.	Affiliates	(Sales)	(301,478)	(15)	60-90 Days	-	-	42,810	7	-
Diamond Flower Information (NL) B.V.	DFI	Affiliates	Purchases	301,478	100	60-90 Days	-	-	(42,810)	(100)	-
DFI	DFI Co., Ltd.	Affiliates	(Sales)	(131,807)	(7)	60-90 Days	-	-	11,182	2	-
DFI Co., Ltd.	DFI	Affiliates	Purchases	131,807	100	60-90 Days	-	-	(11,182)	(92)	-
AEWIN	Aewin Beijing	Affiliates	(Sales)	(100,976)	(11)	After shipment 150 Days	-	-	243,124	46	-
Aewin Beijing	AEWIN	Affiliates	Purchases	100,976	25	After shipment 150 Days	-	-	(243,124)	(44)	-
AEWIN	Aewin Tech Inc.	Affiliates	(Sales)	(188,794)	(21)	After shipment 120 Days	-	-	79,580	15	-
Aewin Tech Inc.	AEWIN	Affiliates	Purchases	188,794	100	After shipment 120 Days	-	-	(79,580)	(100)	-
Alpha	Alpha USA	Affiliates	(Sales)	(1,966,021)	(23)	90 Days	-	-	564,468	19	-
Alpha	Alpha CSF	Affiliates	Purchases	928,792	11	90 Days	-	-	(281,171)	(10)	-
Alpha	Hitron	Affiliates	(Sales)	(3,109,983)	(36)	60 Days	-	-	1,279,478	43	-
Alpha	Alpha HK	Affiliates	Purchases	5,602,044	66	90 Days	-	-	(2,079,808)	(74)	-
Alpha HK	Alpha VN	Affiliates	(Sales)	(4,858,715)	(43)	90 Days	-	-	1,925,717	49	-
Alpha VN	Alpha HK	Affiliates	(Sales)	(5,602,044)	(100)	90 Days	-	-	1,839,028	100	-
Alpha HK	Alpha VN	Affiliates	Purchases	5,602,044	52	90 Days	-	-	(1,839,028)	(47)	-
Alpha HK	Alpha	Affiliates	(Sales)	(5,602,044)	(52)	90 Days	-	-	2,079,808	53	-
Alpha HK	Alpha CSF	Affiliates	(Sales)	(782,585)	(7)	90 Days	-	-	155,584	4	-
Hitron	HUS	Affiliates	(Sales)	(2,150,264)	(68)	120 Days	-	-	1,839,895	71	-
Alpha USA	Alpha	Affiliates	Purchases	1,966,021	93	90 Days	-	-	(564,468)	(100)	-
Alpha CSF	Alpha	Affiliates	(Sales)	(928,792)	(92)	90 Days	-	-	281,171	48	-
Hitron	Alpha	Affiliates	Purchases	3,109,983	100	60 Days	-	-	(1,279,478)	(97)	-
Alpha VN	Alpha HK	Affiliates	Purchases	4,858,715	89	90 Days	-	-	(1,925,717)	(84)	-
Alpha CSF	Alpha HK	Affiliates	Purchases	782,585	82	90 Days	-	-	(155,584)	(54)	-
HUS	Hitron	Affiliates	Purchases	2,150,264	96	120 Days	-	-	(1,839,895)	(100)	-
BMC	AU	The Company's key management personnel	(Sales)	(1,762,221)	(24)	OA90	(Note 1)	-	876,896	34	-
BMC	AUOSZ	AU's subsidiary	(Sales)	(440,553)	(6)	OA90	(Note 1)	-	105,368	4	-
BMC	AUOXM	AU's subsidiary	(Sales)	(203,506)	(3)	OA90	(Note 1)	-	25,923	1	-

Company Name	Related Party	Nature of Relationship	Transaction Detail				Transactions with Terms Different from Others		Notes/Accounts Receivable or (Payable)		Note
			Purchases/ (Sales)	Amount	% of Total Purchases/ (Sales)	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total Note/ Accounts Receivable or (Payable)	
BMC	BMM	Affiliates	(Sales)	(305,257)	(4)	OA180	(Note 1)	-	154,556	6	-
BMC	VVM	Associate	(Sales)	(106,975)	(1)	OA90	(Note 1)	-	32,541	1	-
BMC	SGM	Affiliates	(Sales)	(127,522)	(2)	OA180	(Note 1)	-	41,636	2	-
BMC	BMS	Affiliates	Purchases	463,430	9	OA180	(Note 2)	-	(637,222)	(18)	-
BMC	Visco Vision	Associate	Purchases	206,579	4	OA60	(Note 2)	-	(78,340)	(2)	-
BMM	BMC	Affiliates	Purchases	305,257	87	OA180	(Note 1)	-	(154,556)	(92)	-
SGM	BMC	Affiliates	Purchases	127,522	100	OA180	(Note 1)	-	(41,636)	(96)	-
BMS	BMC	Affiliates	(Sales)	(463,430)	(94)	OA180	(Note 2)	-	637,222	98	-
Simula	Simula Technology (ShenZhen) Co., Ltd.	Affiliates	Purchases	264,713	84	EOM60	(Note 4)	-	(60,152)	(60)	-
Simula Technology (ShenZhen) Co., Ltd.	Simula	Affiliates	(Sales)	(264,713)	(89)	EOM60	(Note 4)	-	60,152	81	-
PTT	PTE	Affiliates	(Sales)	(200,169)	(38)	OA90	(Note 3)	-	183,251	46	-
PTT	PTU	Affiliates	(Sales)	(190,961)	(36)	OA90	(Note 3)	-	94,272	23	-
PTE	PTT	Affiliates	Purchases	200,169	40	OA90	(Note 3)	-	(183,251)	(53)	-
PTU	PTT	Affiliates	Purchases	190,961	88	OA90	(Note 3)	-	(94,272)	(97)	-
AST	The Company	Affiliates	(Sales)	(114,312)	(26)	EOM60	(Note 5)	-	8,674	5	-
The Company	AST	Affiliates	Purchases	114,312	0	EOM60	(Note 5)	-	(8,674)	(0)	-

(Note 1)The selling prices of BMC to related parties are not comparable to the sales prices for third-party customers as the specifications of products were different. For the other transaction, there were no significant differences between the sales for related parties and those for third-party customers.

(Note 2)The purchase prices of BMC to related parties are not comparable to the purchase prices for third-party vendors as the specifications of products were different, and it is conducted under the agreed purchase price and conditions.

(Note 3)The selling prices of PPT to related parties are not comparable to the sales prices for third-party customers as the specifications of products were different. For the other transaction, there were no significant differences between the sales for related parties and those for third-party customers

(Note 4)Simula seldom purchases the same products from other vendors. Therefore, the purchase prices are not comparable.

(Note 5)AST did not sell the same products to third-party customers. Therefore, the sales prices are not comparable.

(Note 6)The above intercompany transactions have been eliminated when preparing the consolidated financial statements.

QISDA CORPORATION AND SUBSIDIARIES
Receivables from related parties which exceed NT\$100 million or 20% of the paid-in capital
June 30, 2025
(Amounts in thousands of New Taiwan dollars, unless specified otherwise)

Table 5

Company Name	Related Party	Nature of Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
The Company	BenQ	Parent/Subsidiary	2,021,987	2.21	551,824	-	62,316	-
The Company	QJTO	Parent/Subsidiary	1,240,134	2.64	184,875	-	235,525	-
The Company	QALA	Parent/Subsidiary	11,055,282	2.11	6,204,213	-	1,579,372	-
The Company	AU	The Company's key management personnel	390,243	4.85	-	-	59,322	-
The Company	AUOSZ	AU's subsidiary	399,988	2.24	-	-	-	-
The Company	QCES	Parent/Subsidiary	742,756	(Note 1)	89,172	-	312,508	-
QCSZ	The Company	Parent/Subsidiary	18,223,969	2.03	10,513,878	-	1,659,794	-
QCSZ	BQC_RO	Affiliates	164,574	34.15	-	-	-	-
QCSZ	AUOXM	AU's subsidiary	223,286	4.43	-	-	-	-
QCOS	The Company	Parent/Subsidiary	4,011,054	0.31	4,010,854	-	-	-
QCOS	QCES	Affiliates	201,844	19.11	-	-	-	-
QCPS	QCSZ	Affiliates	330,043	2.27	184,049	-	75,999	-
QCES	The Company	Parent/Subsidiary	1,845,810	4.53	-	-	1,480,199	-
QVH	The Company	Parent/Subsidiary	689,607	2.54	-	-	-	-
BenQ	BQA	Affiliates	130,963	14.50	31,425	-	130,963	-
BenQ	BQE	Affiliates	1,673,412	3.95	193,576	-	288,081	-
BenQ	BQP	Affiliates	1,668,352	3.60	728,526	-	407,592	-
BenQ	BQL	Affiliates	102,781	1.46	31,425	-	33,528	-
BenQ	QCSZ	Affiliates	703,823	(Note 1)	-	-	334,989	-
BQA	INF	Affiliates	564,544	3.40	-	-	-	-
BQE	BQFR	Affiliates	181,629	2.16	150,369	-	21,782	-
BQL	MaxGen	Affiliates	408,739	0.18	-	-	28,074	-
BQL	BQMX	Affiliates	149,963	0.94	-	-	-	-
BQP	BQIN	Affiliates	596,526	2.18	162,064	-	98,880	-
BQP	BQJP	Affiliates	163,004	6.01	26,117	-	163,004	-
BQP	BQME	Affiliates	226,499	5.56	29,139	-	37,901	-
PTT	PTE	Affiliates	183,251	2.51	99,116	-	-	-
Data Image (Suzhou) Corporation	DIC	Affiliates	332,888	3.34	-	-	59,686	-
AEWIN	Aewin Beijing	Affiliates	243,124	0.84	156,701	-	46,228	-
Alpha	Alpha USA	Affiliates	564,468	5.38	-	-	-	-
Alpha	Hitron	Affiliates	1,279,478	5.44	14,358	-	-	-
Alpha CSF	Alpha	Affiliates	281,171	3.51	84,293	-	-	-
Alpha HK	Alpha	Affiliates	2,079,808	8.13	69,816	-	811,719	-
Alpha HK	Alpha CSF	Affiliates	155,584	6.91	2,823	-	8,704	-
Alpha HK	Alpha VN	Affiliates	1,925,717	5.64	30,160	-	82,318	-

Company Name	Related Party	Nature of Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Alpha VN	Alpha HK	Affiliates	1,839,028	9.04	68,635	-	811,719	-
Hitron	HUS	Affiliates	1,839,895	2.14	-	-	223,502	-
K2	K2SH	Affiliates	117,063	4.13	-	-	21,106	-
BMC	AUOSZ	AU's subsidiary	105,368	3.35(Note 2)	-	-	-	-
BMC	AU	The Company's key management personnel	876,896	3.74(Note 2)	-	-	292,166	-
BMC	BMM	Affiliates	154,556	3.60(Note 2)	-	-	37,861	-
BMS	BMC	Affiliates	637,222	1.42(Note 2)	184,386	-	73,471	-

(Note 1)The sales from repurchasing after processing have been eliminated; therefore, calculation of turnover rate is not applicable.

(Note 2)The calculation of turnover rate includes the account receivable sold to financial institutions.

(Note 3)The above intercompany transactions have been eliminated when preparing the consolidated financial statements.

QISDA CORPORATION AND SUBSIDIARIES
Business relationships and significant intercompany transactions
For the six months ended June 30, 2025
(Amounts in thousands of New Taiwan dollars, unless specified otherwise)

Table 6

Number (Note 1)	Company Name	Related Party	Name of Relationship (Note 2)	Transaction Details			
				Financial Statements Account	Amount	Payment Terms	Percentage of Consolidated Operating Revenue and Total Assets (Note 4)
0	The Company	BenQ	1	(Sales)	(2,725,330)	OA90	(3%)
0	The Company	QJTO	1	(Sales)	(1,767,539)	OA120	(2%)
0	The Company	QALA	1	(Sales)	(11,752,238)	OA90	(11%)
1	QCSZ	The Company	2	(Sales)	(19,401,839)	OA120	(19%)
1	QCSZ	BQC_RO	3	(Sales)	(2,558,366)	OA120	(2%)
2	QCES	The Company	2	(Sales)	(4,035,461)	OA90	(4%)
3	BenQ	BQA	3	(Sales)	(1,291,830)	OA90	(1%)
3	BenQ	BQE	3	(Sales)	(2,577,591)	OA90	(2%)
3	BenQ	BQP	3	(Sales)	(2,657,874)	OA60	(3%)
4	Alpha	Alpha USA	3	(Sales)	(1,966,021)	90days	(2%)
4	Alpha	Hitron	3	(Sales)	(3,109,983)	60days	(3%)
5	Alpha HK	Alpha VN	3	(Sales)	(4,858,715)	90days	(5%)
5	Alpha HK	Alpha	3	(Sales)	(5,602,044)	90days	(5%)
6	Alpha VN	Alpha HK	3	(Sales)	(5,602,044)	90days	(5%)
7	Hitron	HUS	3	(Sales)	(2,150,264)	120days	(2%)
0	The Company	BenQ	1	Accounts receivable	2,021,987	OA90	1%
0	The Company	QALA	1	Accounts receivable	11,055,282	OA90	6%
1	QCSZ	The Company	2	Accounts receivable	18,223,969	OA120	9%
2	QCOS	The Company	2	Accounts receivable	4,011,054	OA120	2%
3	Alpha HK	Alpha	3	Accounts receivable	2,079,808	90days	1%

(Note 1) Parties to the intercompany transactions are identified and numbered as follows:

1. "0" represents the Company.
2. Subsidiaries are numbered from "1".

(Note 2) The relationships with counter party are as follows:

- No. "1" represents the transactions from the Company to subsidiary.
- No. "2" represents the transactions from subsidiary to the Company.
- No. "3" represents the transactions between subsidiaries.

(Note 3) Intercompany relationships and significant intercompany transactions are disclosed only for the amounts that exceed 1% of consolidated operating revenue or total assets.

The corresponding purchases and accounts payables are not disclosed.

(Note 4) Based on the transaction amount divided by consolidated operating revenues or consolidated total assets.

(Note 5) The above intercompany transactions have been eliminated when preparing the consolidated financial statements.

QISDA CORPORATION AND SUBSIDIARIES
Information of Investees (Excluding Information on investments in Mainland China)
For the six months ended June 30, 2025
(Amounts in thousands of New Taiwan dollars / shares, unless specified otherwise)

Table 7

Investor	Investee	Location	Main Businesses and Products	Original investment Amount		Balances as of June 30, 2025			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				June 30, 2025	December 31, 2024	Shares	Percentage of Ownership	Carrying Value			
The Company	DFN	Taiwan	Manufacture and sale of computer peripherals products, power devices, green energy products and passive components	662,195	662,195	58,005	21.02%	2,005,563	120,268	25,036	Associate
The Company	BMC	Taiwan	R&D, manufacture and sales of optoelectronics film	507,883	507,883	43,659	13.61%	654,617	50,639	8,274	Parent/Subsidiary
The Company	BenQ	Taiwan	Sales of brand-name electronic products	4,963,435	4,963,435	320,000	100.00%	7,929,854	787,858	781,166	Parent/Subsidiary
The Company	QALA	USA	Sales of electronic products	32,800	32,800	1,000	100.00%	93,188	7,104	7,104	Parent/Subsidiary
The Company	QJTO	Japan	Sales and maintenance of electronic products in Japanese market	2,701	2,701	-	100.00%	52,493	(8,762)	(8,762)	Parent/Subsidiary
The Company	QLPG	Malaysia	Leasing and management services	578,128	578,128	50,000	100.00%	363,873	(6,769)	(6,769)	Parent/Subsidiary
The Company	QLLB	Malaysia	Investment and holding activity	3,687,539	3,687,539	114,250	100.00%	16,392,664	85,192	375,589	Parent/Subsidiary
The Company	APV	Taiwan	Investment and holding activity	850,016	850,016	257,059	100.00%	4,235,700	70,967	70,967	Parent/Subsidiary
The Company	Darly	Malaysia	Investment and holding activity	165,000	165,000	6,000	100.00%	300,235	13,067	13,067	Parent/Subsidiary
The Company	BBHC	Cayman	Investment and holding activity	7,789,187	7,789,187	108,555	44.32%	2,936,652	213,165	94,479	Parent/Subsidiary
The Company	PTT	Taiwan	Manufacture, sales and import and export of POS terminals and peripherals	1,475,978	1,475,978	43,577	58.04%	1,362,136	37,151	9,268	Parent/Subsidiary
The Company	BDT	Taiwan	Manufacture and sales of medical consumables and equipment	280,000	280,000	28,000	100.00%	25,137	(3,181)	(3,397)	Parent/Subsidiary
The Company	QTE	Taiwan	Sales of electronic products	281,000	1,000	28,100	100.00%	280,994	(12)	(12)	Parent/Subsidiary
The Company	Q.S.Control Corp.	Taiwan	R&D, manufacture and sales of medical consumables and equipments	63,000	63,000	6,000	20.00%	76,468	9,485	1,897	Associate
The Company	DFI	Taiwan	Manufacture and sales of industrial motherboards and components	3,154,750	3,154,750	51,610	45.08%	2,640,037	208,147	54,596	Parent/Subsidiary
The Company	Alpha	Taiwan	R&D, manufacture and sales of broadband products, computer network systems, wireless local area networks ("LANs"), and related accessories	8,135,810	8,135,810	295,797	54.60%	6,776,857	(210,747)	(159,903)	Parent/Subsidiary
The Company	DIC	Taiwan	Manufacture and sales of marine display modules	543,534	543,534	24,295	31.51%	514,509	90,218	28,442	Parent/Subsidiary
The Company	EASCHK	Hong Kong	Sales of electronic products	78,338	78,338	1	54.00%	68,754	(27,128)	(14,649)	Parent/Subsidiary
The Company	MTG	Taiwan	Distributing and reselling software and hardware equipment of ICT infrastructures, computing & data utilization, and digitalization	3,202,856	3,202,856	96,841	51.41%	2,513,552	81,032	40,363	Parent/Subsidiary
The Company	Topview	Taiwan	Manufacture and sales of video surveillance cameras	172,500	172,500	5,750	20.00%	539,412	67,013	11,830	Associate
The Company	QVH	Vietnam	Manufacture of monitors	1,212,849	1,212,849	-	100.00%	310,376	17,005	17,005	Parent/Subsidiary
The Company	Simula	Taiwan	Manufacture and sales of electronic material	600,000	600,000	30,000	37.51%	486,196	(51,302)	(24,537)	Parent/Subsidiary
The Company	GSC	Taiwan	Sale of alcohol and medical disinfectant	254,000	254,000	19,474	50.00%	340,034	24,646	9,378	Parent/Subsidiary
The Company	TCI Gene	Taiwan	Genetic testing and wholesale of nutritional supplement	545,160	545,160	4,720	17.84%	481,527	5,975	(6,660)	Associate
The Company	Rapidtek	Taiwan	Antenna design and production and sales of RF testing products	163,850	163,850	2,638	9.10%	101,625	(22,569)	(8,128)	Associate
The Company	Norbel	Taiwan	Retail and wholesale of maternity and infant products, medical care products, dietary supplement, and cosmetics	2,713,500	2,713,500	15,220	40.66%	2,406,011	40,766	(5,809)	Parent/Subsidiary
The Company	H2 Energy Co., Ltd.	Taiwan	Energy service	7,500	7,500	750	25.00%	5,874	(3,782)	(947)	Associate
The Company	Marketop Smart	Taiwan	AI healthcare	29,400	29,400	2,940	49.00%	26,358	(4,296)	(2,105)	Associate
The Company	APLEX	Taiwan	R&D and manufacture of industrial computer products	29,375	29,375	1,388	3.74%	67,520	18,233	(189)	Associate
The Company	ECOLUX Technology Co.,Ltd.	Taiwan	Product design and information software services	60,000	-	6,000	33.68%	55,540	(6,398)	(4,398)	Associate
BMC	BMLB	Malaysia	Investment and holding activity	499,790	499,790	14,082	100.00%	1,730,402	69,938	-	Affiliates
BMC	SGM	Taiwan	Sales of medical consumables and equipment	231,727	231,727	2,000	100.00%	76,338	31,414	-	Affiliates
BMC	Visco Vision Inc.	Taiwan	Manufacture and sale of contact lenses	168,771	168,771	9,334	14.82%	476,667	380,504	-	Associate

Investor	Investee	Location	Main Businesses and Products	Original investment Amount		Balances as of June 30, 2025			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				June 30, 2025	December 31, 2024	Shares	Percentage of Ownership	Carrying Value			
BMC	CENEFOM	Taiwan	R&D, manufacture and sales of medical consumables and equipments	272,968	272,968	11,646	50.98%	196,236	(7,978)	-	Affiliates
BMC	GJB	Taiwan	R&D, manufacture and sales of medical consumables and equipments	50,460	50,460	4,270	79.35%	45,052	285	-	Affiliates
BMC	WPC	Taiwan	R&D, manufacture and sales of medical supplies	3,161,999	3,161,999	35,700	51.00%	2,342,742	45,909	-	Affiliates
BMC	MLK Bioscience Co., Ltd.	Taiwan	R&D and sale of medical consumable and equipment	6,000	6,000	217	20.00%	-	(238)	-	Associate
BMC	Kangde Corp.	Taiwan	Sales of medical consumables and equipment	5,980	5,980	598	7.48%	4,031	(5,887)	-	Associate
WPC	WPSG	Singapore	Investment and holding activity	895,139	895,139	30,000	100.00%	602,664	(25,256)	-	Affiliates
WPSG	WPVN	Vietnam	Manufacture and sales of medical supplies	926,053	926,053	-	100.00%	597,052	(24,922)	-	Affiliates
APV	Darly C	Taiwan	Investment management consulting	77,933	77,933	12,105	45.11%	173,703	(4,669)	-	Affiliates
APV	BMC	Taiwan	R&D, manufacture and sales of optoelectronics film	221,786	221,786	15,182	4.73%	253,092	50,639	-	Affiliates
APV	BMTC	Taiwan	Manufacture and sales of medical consumables and equipments	42,584	42,584	3,549	7.96%	84,532	32,034	-	Affiliates
APV	BBHC	Cayman	Investment and holding activity	904,102	904,102	25,000	10.21%	686,369	213,165	-	Affiliates
APV	PTT	Taiwan	Manufacture, sales and import and export of POS terminals and peripherals	112,080	112,080	6,006	8.00%	173,177	37,151	-	Affiliates
APV	DFI	Taiwan	Manufacture and sales of industrial motherboards and components	149,096	149,096	2,294	2.00%	153,318	208,147	-	Affiliates
APV	Alpha	Taiwan	R&D, manufacture and sales of broadband products, computer network systems, wireless local area networks ("LANs"), and related accessories	284,143	284,143	12,236	2.26%	228,359	(210,747)	-	Affiliates
APV	DIC	Taiwan	Manufacture and sales of marine display modules	104,735	104,735	3,857	5.00%	118,241	90,218	-	Affiliates
APV	Simula	Taiwan	Manufacture and sales of electronic material	201,673	201,673	5,390	6.74%	195,339	(51,302)	-	Affiliates
APV	GSC	Taiwan	Sale of alcohol and medical disinfectant	150,000	150,000	19,474	50.00%	266,617	24,646	-	Affiliates
APV	TCI Gene	Taiwan	Genetic testing and wholesale of nutritional supplement	189,516	189,516	1,480	5.59%	183,220	5,975	-	Associate
APV	Rapidtek	Taiwan	Antenna design and production and sales of RF testing products	42,050	42,050	677	2.33%	39,080	(22,569)	-	Associate
APV	APLEX	Taiwan	R&D and manufacture of industrial computer products	55,765	55,765	2,144	5.77%	107,150	18,233	-	Associate
Darly C	Alpha	Taiwan	R&D, manufacture and sales of broadband products, computer network systems, wireless local area networks ("LANs"), and related accessories	273,445	273,445	12,710	2.35%	216,012	(210,747)	-	Affiliates
Darly	BenQ Guru Holding Ltd. (GSH)	Hong Kong	Investment and holding activity	30,456	30,456	7,800	12.50%	15,075	3,317	-	Affiliates
Darly	BBHC	Cayman	Investment and holding activity	471,516	471,516	14,158	5.77%	387,034	213,165	-	Affiliates
BenQ	BQA	USA	Sales of electronic products in North America markets	114,553	114,553	200	100.00%	1,259,831	57,054	-	Affiliates
BenQ	BQL	USA	Sales of electronic products in Latin America markets	342,589	342,589	9,350	100.00%	36,327	47,966	-	Affiliates
BenQ	BQE	The Netherlands	Sales of electronic products in European markets	960,568	960,568	5,009	100.00%	1,090,855	(65,325)	-	Affiliates
BenQ	BenQ Mexico S. de R.L. de C.V.	Mexico	Sales of electronic products	-	-	-	0.03%	-	(15,769)	-	Affiliates
BenQ	BQP	Taiwan	Sales of electronic products in Asia markets	950,000	950,000	20,000	100.00%	386,595	178,941	-	Affiliates
BenQ	Darly 2	Taiwan	Investment and holding activity	2,641,132	2,641,132	294,367	100.00%	4,889,909	115,641	-	Affiliates
BenQ	BenQ Guru Holding Ltd. (GSH)	Hong Kong	Investment and holding activity	74,021	74,021	23,400	37.50%	46,553	3,317	-	Affiliates
BenQ	DFN	Taiwan	Manufacture and sale of computer peripherals products, power devices, green energy products and passive components	233,491	233,491	14,017	5.07%	484,547	120,268	-	Associate
BenQ	BMC	Taiwan	R&D, manufacture and sales of optoelectronics film	946,731	946,731	80,848	25.21%	1,340,567	50,639	-	Affiliates
BenQ	BBHC	Cayman	Investment and holding activity	719,088	719,088	20,000	8.17%	544,804	213,165	-	Affiliates
BenQ	BMTC	Taiwan	Manufacture and sales of medical consumables and equipments	235,069	235,069	19,353	43.43%	449,778	32,034	-	Affiliates
BenQ	MQE	The Netherlands	Maintenance of monitors and projectors in European markets	90,912	90,912	82	100.00%	81,766	(1,974)	-	Affiliates
BenQ	INF	Taiwan	Assembly and sales of gaming electronic products	117,987	117,987	6,947	100.00%	135,863	48,172	-	Affiliates

Investor	Investee	Location	Main Businesses and Products	Original investment Amount		Balances as of June 30, 2025			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				June 30, 2025	December 31, 2024	Shares	Percentage of Ownership	Carrying Value			
BenQ	BQHK_HLD	Hong Kong	Sales of electronic products in HK markets	118,282	118,282	4,000	100.00%	3,656,952	704,105	-	Affiliates
BenQ	PT BenQ Teknologi Indonesia	Indonesia	Sales of electronic products	21	21	-	0.31%	95	4,219	-	Affiliates
BenQ	Alpha	Taiwan	R&D, manufacture and sales of broadband products, computer network systems, wireless local area networks ("LANs"), and related accessories	342	342	18	0.00%	310	(210,747)	-	Affiliates
BQP	BenQ India Private Ltd.	India	Sales of electronic products	224,405	224,405	440,296	100.00%	184,824	28,301	-	Affiliates
BQP	BenQ (M.E.) FZE	United Arab Emirates	Sales of electronic products	8,891	8,891	-	100.00%	164,266	7,731	-	Affiliates
BQP	BenQ Japan Co., Ltd.	Japan	Sales of electronic products	4,518	4,518	-	100.00%	206,021	8,314	-	Affiliates
BQP	BenQ Singapore Pte Ltd.	Singapore	Sales of electronic products	1,837	1,837	500	100.00%	11,062	2,201	-	Affiliates
BQP	BenQ Australia Pte Ltd.	Australia	Sales of electronic products	132,590	132,590	2,191	100.00%	110,326	10,829	-	Affiliates
BQP	BenQ Service & Marketing (M) Sdn Bhd	Malaysia	Sales of electronic products	119,488	119,488	100	100.00%	4,483	749	-	Affiliates
BQP	BenQ (Thailand) Co., Ltd.	Thailand	Sales of electronic products	120,116	120,116	12,000	100.00%	(78,038)	7,925	-	Affiliates
BQP	BenQ Korea Co., Ltd.	Korea	Sales of electronic products	1,713	1,713	10	100.00%	8,792	9,308	-	Affiliates
BQP	PT BenQ Teknologi Indonesia	Indonesia	Sales of electronic products	6,901	6,901	6	99.69%	30,749	4,219	-	Affiliates
BQP	BenQ Vietnam Co., Ltd.	Vietnam	Sales of electronic products	5,576	5,576	-	100.00%	2,714	714	-	Affiliates
BQA	BenQ Canada Corp.	Canada	Sales of electronic products	26	26	1	100.00%	71,014	4,272	-	Affiliates
BQL	BenQ Mexico S. de R.L. de C.V.	Mexico	Sales of electronic products	77,591	77,591	3	99.97%	62,748	(15,769)	-	Affiliates
BQL	Joytech LLC	USA	Investment and holding activity	74,046	74,046	1	100.00%	(52,022)	30,140	-	Affiliates
BQL	Vividtech LLC	USA	Investment and holding activity	74,046	74,046	1	100.00%	(52,022)	30,140	-	Affiliates
BQL	BenQ Service de Mexico S. de R.L. de C.V.	Mexico	Sales of electronic products	-	-	-	0.03%	-	-	-	Affiliates
Joytech LLC	Maxgen Comércio Industrial imp E Exp Ltda.	Brazil	Sales of electronic products	74,046	74,046	1	50.00%	(52,022)	60,279	-	Affiliates
Vividtech LLC	Maxgen Comércio Industrial imp E Exp Ltda.	Brazil	Sales of electronic products	74,046	74,046	1	50.00%	(52,022)	60,279	-	Affiliates
BQmx	BenQ Service de Mexico S. de R.L. de C.V.	Mexico	Providing administration and management services to affiliates	87	87	3	99.97%	3,904	-	-	Affiliates
Darly 2	Darly C	Taiwan	Investment management consulting	89,179	89,179	14,728	54.89%	211,353	(4,669)	-	Affiliates
Darly 2	BBHC	Cayman	Investment and holding activity	2,122,721	2,122,721	65,024	26.55%	1,785,209	213,165	-	Affiliates
Darly 2	BenQ Guru Holding Ltd. (GSH)	Hong Kong	Investment and holding activity	121,860	121,860	31,200	50.00%	62,071	3,317	-	Affiliates
Darly 2	BMTC	Taiwan	Manufacture and sales of medical consumables and equipments	27,337	27,337	1,590	3.57%	37,872	32,034	-	Affiliates
Darly 2	PTT	Taiwan	Manufacture, sales and import and export of POS terminals and peripherals	49,426	49,426	1,648	2.19%	47,585	37,151	-	Affiliates
Darly 2	DFI	Taiwan	Manufacture and sales of industrial motherboards and components	596,382	596,382	9,175	8.01%	613,593	208,147	-	Affiliates
Darly 2	Alpha	Taiwan	R&D, manufacture and sales of broadband products, computer network systems, wireless local area networks ("LANs"), and related accessories	79,990	79,990	4,185	0.77%	66,582	(210,747)	-	Affiliates
Darly 2	DIC	Taiwan	Manufacture and sales of marine display modules	48,093	48,093	3,005	3.90%	63,964	90,218	-	Affiliates
Darly 2	Topview	Taiwan	Manufacture and sales of video surveillance cameras	116,653	116,653	2,475	8.61%	302,931	67,013	-	Associate
Darly 2	Simula	Taiwan	Manufacture and sales of electronic material	205,920	205,920	5,500	6.88%	199,302	(51,302)	-	Affiliates
BQE	BenQ UK Limited	UK	Sales of electronic products	14,800	14,800	-	100.00%	86,537	3,768	-	Affiliates
BQE	BenQ Deutschland GmbH	Germany	Sales of electronic products	25,587	25,587	-	100.00%	161,914	(25,202)	-	Affiliates
BQE	BenQ Benelux B.V.	The Netherlands	Sales of electronic products	567	567	-	100.00%	2,443	17,374	-	Affiliates
BQE	BenQ Austria GmbH	Austria	Sales of electronic products	1,091	1,091	-	100.00%	46,207	(873)	-	Affiliates
BQE	BenQ Iberica S.L. Unipersonal	Spain	Sales of electronic products	4,677	4,677	-	100.00%	46,329	(340)	-	Affiliates
BQE	BenQ Italy S.R.L	Italy	Sales of electronic products	92,654	92,654	50	100.00%	41,562	(9,090)	-	Affiliates
BQE	BenQ France SAS	France	Sales of electronic products	2,045	2,045	-	100.00%	(116,085)	(15,816)	-	Affiliates
BQE	BenQ Nordic A.B.	Sweden	Sales of electronic products	445	445	-	100.00%	30,217	(4,785)	-	Affiliates
BQE	BenQ LLC.	Russia	Providing administration and management services to affiliates	52	52	-	100.00%	6,358	(16,287)	-	Affiliates
BMTC	Asiacconnect	Taiwan	Sales of medical consumables and equipment and information software	21,984	21,984	1,995	99.75%	23,454	307	-	Affiliates
BMTC	Highview	Samoa	Investment and holding activity	69,037	69,037	2,062	100.00%	45,234	2,498	-	Affiliates

Investor	Investee	Location	Main Businesses and Products	Original investment Amount		Balances as of June 30, 2025			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				June 30, 2025	December 31, 2024	Shares	Percentage of Ownership	Carrying Value			
BMTC	LILY	Taiwan	Sales of medical consumables and equipment	185,000	185,000	10,000	100.00%	250,654	13,434	-	Affiliates
BMTC	BABD	Taiwan	Sales of medical consumables and equipment	88,000	88,000	8,800	88.00%	54,721	(4,490)	-	Affiliates
BMTC	BHS	Taiwan	Sales of medical consumables and equipment	100,000	100,000	10,000	100.00%	186,354	21,276	-	Affiliates
BMTC	EASTECH	Taiwan	Sales of medical consumables and equipment	20,300	20,300	700	70.00%	33,356	6,637	-	Affiliates
BMTC	Concord	Taiwan	Sales of medical products, medical equipment leasing, and management consulting	190,000	190,000	13,333	40.00%	289,594	28,945	-	Affiliates
BMTC	K2	Taiwan	Sales of medical consumables	390,000	390,000	7,800	39.00%	259,037	26,539	-	Affiliates
Concord	CCHC	Taiwan	Sales of medical consumables and equipment, and management consulting	119,984	119,984	12,000	100.00%	123,027	839	-	Affiliates
Concord	Concord BioMedical Co., Ltd.	Taiwan	Sales of veterinary pharmaceuticals, medical consumables and equipment	3,000	-	300	54.05%	2,954	(85)	-	Affiliates
BHS	NBHT	Taiwan	Sales of medical consumables and equipment	59,280	59,280	1,092	52.00%	65,041	8,499	-	Affiliates
BHS	CKCARE	Taiwan	Sales of medical products, over-the-counter drugs, and health supplements	105,300	105,300	4,362	60.00%	104,544	3,400	-	Affiliates
K2	K2 Medical (Thailand) Co., LTD	Thailand	Sales of medical consumables and equipment	61,395	15,919	-	79.66%	93,600	17,365	-	Affiliates
K2	PT Frismed Hoslab Indonesia	Indonesia	Medical devices for blood donation and consumables	257,728	257,728	12	67.00%	280,266	20,330	-	Affiliates
K2	ERA	Taiwan	Sales of minimally invasive medical devices	133,005	133,005	2,700	60.00%	139,955	14,301	-	Affiliates
Asiacconnect	K2	Taiwan	Sales of medical consumables and equipment	10,000	10,000	200	1.00%	6,642	26,539	-	Affiliates
PTT	PTAP	Taiwan	Sales, import and export of electronic products	130,000	80,000	13,000	100.00%	113,226	(7,376)	-	Affiliates
PTT	PTUK	UK	Sales, import and export of electronic products	43,834	43,834	886	88.60%	72,665	1,884	-	Affiliates
PTT	PTE	Germany	Sales, import and export of electronic products	51,451	51,451	(Note1)	50.02%	140,916	19,420	-	Affiliates
PTT	PTME	United Arab Emirates	Sales, import and export of electronic products	137,387	137,387	0.099	99.00%	39,875	14,267	-	Affiliates
PTT	WiXtar	Taiwan	Software development and sales of product	88,081	88,081	9,275	58.75%	132,873	(4,777)	-	Affiliates
PTT	P&S	British Virgin Islands	Investment and holding activity	40,597	40,597	1,372	100.00%	39,647	(15,166)	-	Affiliates
PTT	PTU	USA	Sales, import and export of electronic products	94,376	94,376	3,188	100.00%	123,398	5,599	-	Affiliates
PTE	PTUK	UK	Sales, import and export of electronic products	5,640	5,640	114	11.40%	9,992	1,884	-	Affiliates
PTE	Sloga	Slovenia	Sales, import and export of electronic products	980	980	(Note1)	90.00%	(15,593)	41	-	Affiliates
PTE	RSS	Spain	Sales, import and export of electronic products	-	-	(Note1)	68.00%	13,084	1,051	-	Affiliates
PTE	PTF	France	Sales, import and export of electronic products	1,641	1,641	(Note1)	70.00%	680	1	-	Affiliates
PTME	E-POS	United Arab Emirates	Sales, import and export of electronic products	2,485	2,485	0.3	100.00%	(6,853)	(4,177)	-	Affiliates
WiXtar	PTSE	Singapore	Software development and sales of products	93,979	93,979	318	100.00%	90,641	(2,575)	-	Affiliates
PTSE	PTMY	Malaysia	Software development and sales of products	10,434	10,434	130	65.00%	10,461	717	-	Affiliates
PTAP	PTME	United Arab Emirates	Sales, import and export of electronic products	309	309	0.001	1.00%	420	14,267	-	Affiliates
PTAP	PTJP	Japan	Software development and sales of products	19,397	19,397	0.14	100.00%	18,568	690	-	Affiliates
DFI	DFI AMERICA, LLC.	USA	Sales of industrial motherboards	254,683	254,683	1,209	100.00%	441,799	14,916	-	Affiliates
DFI	Yan Tong Technology Ltd.	Mauritius	Investment and holding activity	28,394	28,394	1,100	100.00%	28,673	(1,545)	-	Affiliates
DFI	DFI Co., Ltd.	Japan	Sales of industrial motherboards	104,489	104,489	6	100.00%	163,403	1,751	-	Affiliates
DFI	Diamond Flower Information (NL) B.V.	The Netherlands	Sales of industrial motherboards	35,219	35,219	12	100.00%	177,415	229	-	Affiliates
DFI	AEWIN	Taiwan	Manufacture and sale of industrial motherboards and component	564,191	564,191	30,376	51.38%	698,492	19,355	-	Affiliates
DFI	ACE	Taiwan	Tests, processing, sales, repairment and electromechanical integration of automatic control and mechanical transmission system	1,270,850	1,270,850	52,436	46.71%	1,034,060	53,532	-	Affiliates
DFI	TEKPAK	Taiwan	Manufacture and sales of pallet strapping equipment	560,000	560,000	373	31.65%	623,752	139,342	-	Affiliates
DFI	APLEX	Taiwan	R&D and manufacture of industrial computer products	234,297	234,297	4,957	13.36%	262,313	18,233	-	Associate
AEWIN	Wise Way	Anguilla	Investment and holding activity	90,940	46,129	3,000	100.00%	93,374	(24,892)	-	Affiliates
AEWIN	Aewin Tech Inc.	USA	Wholesale of computer peripheral products and software	77,791	77,791	2,560	100.00%	28,802	3,046	-	Affiliates
Wise Way	Bright Profit	Hong Kong	Investment and holding activity	90,940	46,129	3,000	100.00%	123,517	(24,892)	-	Affiliates

Investor	Investee	Location	Main Businesses and Products	Original investment Amount		Balances as of June 30, 2025			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				June 30, 2025	December 31, 2024	Shares	Percentage of Ownership	Carrying Value			
ACE	Cyber South	Samoa	Investment and holding activity	107,041	107,041	4,669	100.00%	472,166	(660)	-	Affiliates
Cyber South	Proton Inc.	Samoa	Investment and holding activity	527,665	527,665	17,744	100.00%	350,258	(3,789)	-	Affiliates
Cyber South	Ace Tek (HK) Holding Co., Ltd.	Hong Kong	Investment and holding activity	4,938	4,938	150	100.00%	2,822	(15)	-	Affiliates
ACE	STC	Taiwan	Sales of semiconductor, optoelectronics and machinery equipment, and equipment repair	187,000	187,000	6,084	60.00%	210,865	9,021	-	Affiliates
STC	Standard Technology Corp.	British Virgin Islands	Investment and holding activity	21,727	21,727	600	100.00%	76,178	2,638	-	Affiliates
AEG	BlueWalker GmbH	Germany	Sales and service of energy management products	138,804	138,804	(Note1)	100.00%	203,970	11,513	-	Affiliates
ACE	AEG	Taiwan	Energy service	166,760	166,760	4,993	99.86%	238,321	13,592	-	Affiliates
ACE	TEKPAK	Taiwan	Manufacture and sales of pallet strapping equipment	690,000	690,000	460	39.00%	768,559	139,342	-	Affiliates
DIC	Data Image (Mauritius) Corporation	Mauritius	Investment and holding activity	518,381	518,381	20,215	100.00%	481,707	19,641	-	Affiliates
DIC	DIVA	Taiwan	Manufacture and sale of medical consumable and equipment	638,740	638,740	21,273	36.26%	604,651	50,683	-	Affiliates
DIC	DMC Components International, LLC	Orlando, USA	Agency sales	24,304	24,304	300	30.00%	6,935	(4,271)	-	Associate
DIVA	DIVA Laboratories GmbH	Germany	Sales of monitor	25,092	25,092	-	100.00%	864	(160)	-	Affiliates
DIVA	DIVA Laboratories U.S., LLC	USA	Sales of monitor	35,858	35,858	-	100.00%	21,151	2,435	-	Affiliates
DIVA	Diva Capital Inc.	Samoa	Investments in Mainland China	52,908	52,908	-	100.00%	8,599	411	-	Affiliates
DIVA	The Linden Group Corp.	USA	Sales of monitor	30,015	30,015	-	19.00%	-	(323)	-	Associate
Diva Capital Inc.	Diva Holding Inc.	Samoa	Investments in Mainland China	52,598	52,598	-	100.00%	8,675	411	-	Affiliates
EASCHK	Expert Alliance Smart Technology Co., Ltd	Macao	Sales of electronic products and smart services	381	381	100	100.00%	(3,811)	(1,114)	-	Affiliates
MTG	Ginnet	Taiwan	Sales of network and information and communication hardware and software	120,001	120,001	10,525	79.73%	176,483	10,742	-	Affiliates
MTG	Epic Cloud	Taiwan	Software and data processing services	55,000	55,000	5,500	100.00%	59,261	2,810	-	Affiliates
MTG	Corex	South Africa	Sales, import and export of electronic products	506,936	506,936	2	100.00%	11,823	26,560	-	Affiliates
MTG	Statinc	Taiwan	Market research, marketing consultant and data processing services	69,983	69,983	1,754	34.99%	75,072	(12,365)	-	Affiliates
MTG	Grandsys Inc.	Taiwan	Software and data processing services	286,613	286,613	10,813	40.15%	337,246	24,186	-	Affiliates
MTG	AdvancedTEK	Taiwan	Implementation of application software services	30,091	30,091	1,153	34.09%	37,930	6,627	-	Affiliates
MTG	Everlasting Digital ESG Co., Ltd.	Taiwan	Sales and software development	5,000	5,000	500	29.41%	2,025	245	-	Associate
MTG	MRU	Taiwan	R&D and sales of computer information systems	31,000	31,000	2,500	100.00%	37,773	6,251	-	Affiliates
MTG	Brainstorm	USA	Wholesale and retail of computers peripheral devices	530,075	530,075	233	35.09%	426,754	(9,550)	-	Affiliates
Epic Cloud	Ginnet	Taiwan	Sales of network and information and communication hardware and software	172	172	10	0.08%	172	10,742	-	Affiliates
Epic Cloud	Statinc	Taiwan	Market research, marketing consultant and data processing services	40	40	1	0.02%	40	(12,365)	-	Affiliates
AdvancedTEK	APEO	Taiwan	Implementation of application software services	2,060	2,060	200	100.00%	2,672	123	-	Affiliates
Statnic	Datta	Taiwan	Market research, marketing consultant and big data cloud database services	20,000	20,000	2,000	100.00%	(558)	(2,185)	-	Affiliates
Statnic	Owl	Taiwan	Market research, marketing consultant and big data cloud database services	3,960	3,960	100	100.00%	4,943	465	-	Affiliates
Simula	Aspire Asia Inc.	British Virgin Islands	Investment and holding activity	276,221	276,221	9,073	100.00%	71,624	(7,231)	-	Affiliates
Simula	Simula Technology Corp.	USA	Sales in North America	15,699	15,699	500	100.00%	49,673	1,922	-	Affiliates
Simula	Simula Company Limited	Hong Kong	Investment and holding activity	187,625	187,625	50,500	52.31%	80,626	(15,125)	-	Affiliates
Simula	Action Star Technology Co.,Ltd.	Taiwan	Manufacture of computer and peripherals products	983,858	983,858	32,001	59.35%	847,173	(20,637)	-	Affiliates
Aspire Asia Inc.	Simula Company Limited	Hong Kong	Investment and holding activity	181,726	181,726	46,033	47.69%	73,495	(15,125)	-	Affiliates
GSC	Bigmin Bio-Tech Company Ltd.	Taiwan	Sale of alcohol and medical disinfectant	20,250	20,250	1,500	100.00%	28,926	1,138	-	Affiliates
GSC	E-Strong Medical Technology Co., Ltd.	Taiwan	Manufacture of alcohol and dialysate	314,912	310,112	23,987	71.92%	320,906	3,298	-	Affiliates
GSC	Naisen Kelin Industry Co., Ltd.	Taiwan	Manufacture and sale of cleaning wipes and non-woven fabrics	114,000	114,000	2,000	100.00%	129,818	8,036	-	Affiliates
GSC	Chan Guare Industry Co., Ltd.	Taiwan	Sale of cleaning supplies, cleaning wipes and other dental care products	176,000	176,000	4,500	100.00%	166,287	7,926	-	Affiliates

Investor	Investee	Location	Main Businesses and Products	Original investment Amount		Balances as of June 30, 2025			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				June 30, 2025	December 31, 2024	Shares	Percentage of Ownership	Carrying Value			
Bigmin	E-Strong Medical Technology Co., Ltd.	Taiwan	Manufacture of alcohol and dialysate	16	16	1	0.00%	13	3,298	-	Affiliates
Alpha	Alpha Solutions	Japan	Sale of network equipment, components and technical services	5,543	5,543	1	100.00%	16,308	49	-	Affiliates
Alpha	Alpha USA	USA	Sale, marketing and procurement service in USA	51,092	51,092	1,500	100.00%	177,816	4,128	-	Affiliates
Alpha	Alpha HK	Hong Kong	Investment and holding activity	2,033,915	2,033,915	485,791	100.00%	1,171,611	5,356	-	Affiliates
Alpha	ATS	USA	Post-sale service	260,497	260,497	8,100	100.00%	188,940	2,243	-	Affiliates
Alpha	Enrich	Taiwan	Investment and holding activity	400,000	400,000	40,000	100.00%	247,223	(15,785)	-	Affiliates
Alpha	Hitron	Taiwan	Marketing on system integration and production and sales of telecommunication products	4,811,000	4,811,000	200,000	62.24%	3,649,616	(85,336)	-	Affiliates
Alpha	Alpha VN	Vietnam	Manufacture and sales of network products	1,227,928	1,227,928	(Note1)	100.00%	880,266	101,676	-	Affiliates
Alpha	Indialpha	India	Sales of network products	39,214	10,358	10,500	99.99%	26,590	(4,625)	-	Affiliates
Alpha	Fiber Logic	Taiwan	Manufacturing and sales of broadband transmission equipment and service routers	511,688	511,688	7,127	31.66%	483,112	(53,187)	-	Affiliates
Enrich	IDT	Taiwan	Telecommunication and broadband network system services	189,523	189,523	2,575	5.06%	108,928	102,843	-	Affiliates
Enrich	APL	Taiwan	Sale of network equipment, components and technical services	80,000	80,000	8,000	98.92%	21,076	(12,797)	-	Affiliates
Enrich	Indialpha	India	Sales of network products	1	1	-	0.01%	1	(4,625)	-	Affiliates
Enrich	Rapidtek	Taiwan	Antenna design and production and sales of RF testing products	108,750	108,750	1,751	6.04%	107,299	(22,569)	-	Associate
Hitron	HSM	Samoa	International trade	172,179	172,179	5,850	100.00%	211,419	20,885	-	Affiliates
Hitron	IDT	Taiwan	Telecommunication and broadband network system services	126,091	126,091	16,703	32.82%	604,786	102,843	-	Affiliates
Hitron	HVN	Vietnam	Production and sale of broadband telecommunications products	1,511,735	1,511,735	(Note1)	100.00%	1,828,005	(34,079)	-	Affiliates
Hitron	HUS	USA	International trade	90,082	90,082	300	100.00%	174,669	(26,960)	-	Affiliates
Hitron	HBV	The Netherlands	International trade	59,604	59,604	15	100.00%	55,202	(10,602)	-	Affiliates
Hitron	HTG	Taiwan	Investment	20,000	20,000	2,000	100.00%	3,175	-	-	Affiliates
IDT	Transnet	Taiwan	Operating in network communication products, provide system support services, integrated supply and import and export of network equipment	36,236	36,236	4,000	80.00%	49,986	3,909	-	Affiliates
IDT	Fiber Logic	Taiwan	Manufacturing and sales of broadband transmission equipment and service routers	96,930	96,930	1,350	6.00%	91,518	(53,187)	-	Affiliates

(Note1)There was no shares as the company is a limited liability company.

(Note2)The above intercompany transactions have been eliminated when preparing the consolidated financial statements.

QISDA CORPORATION AND SUBSIDIARIES
Information on investments in Mainland China
For the six months ended June 30, 2025
(Amounts in thousands of New Taiwan dollars and other currencies, unless specified otherwise)

Table 8

A. Qisda Corporation

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss)	Carrying Value as of June 30, 2025	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Qisda (Suzhou) Co., Ltd. ("QCSZ")	Manufacture of monitors and communication devices	2,168,200 (USD 74,000)	(Note 1)	2,080,300 (USD 71,000)	-	-	2,080,300 (USD 71,000)	178,147	100%	178,147 (Note 3)	12,314,763	-
BenQ Medical (Shanghai) Co., Ltd. ("BMSH")	Sales of medical consumables and equipment	39,848 (USD 1,360)	(Note 10)	-	-	-	-	(2,772)	100%	(2,772) (Note 4)	(19,757)	-
Qisda Electronics (Suzhou) Co., Ltd. ("QCES")	Manufacture of LCD module and projectors	345,740 (USD 11,800)	(Note 1)	345,740 (USD 11,800)	-	-	345,740 (USD 11,800)	(216,763)	100%	(216,763) (Note 3)	1,545,444	-
Qisda Optronics (Suzhou) Co., Ltd. ("QCOS")	Manufacture of projectors	365,078 (USD 12,460)	(Note 1)	365,078 (USD 12,460)	-	-	365,078 (USD 12,460)	134,916	100%	134,916 (Note 3)	4,454,866	427,868 (USD 14,603)
Qisda (Shanghai) Co., Ltd. ("QCSH")	Manufacture of monitors	1,948,450 (USD 66,500)	(Note 1)	1,406,400 (USD 48,000)	-	-	1,406,400 (USD 48,000) (Note 8)	(27,882)	100%	(27,882) (Note 4)	(1,491,769)	-
Qisda Precision Industry (Suzhou) Co., Ltd. ("QCPIS")	Manufacture of plastic parts	146,500 (USD 5,000)	(Note 1)	139,175 (USD 4,750)	-	-	139,175 (USD 4,750)	17,720	100%	17,720 (Note 4)	476,620	-
BenQ Intelligent Technology (Shanghai) Co., Ltd. ("BQC_RO")	Sales of electronic products in China markets	87,900 (USD 3,000)	(Note 1)	87,900 (USD 3,000)	-	-	87,900 (USD 3,000)	697,590	100%	697,590 (Note 3)	3,417,452	-
BenQ Technology (Shanghai) Co., Ltd. ("BQIs")	Sales of brand-name electronic products	5,860 (USD 200)	(Note 1)	5,860 (USD 200)	-	-	5,860 (USD 200) (Note 7)	16,913	100%	16,913 (Note 4)	131,631	-
ShengCheng Trading(Shanghai) Co., Ltd. ("BQsha_EC2")	Sales of brand-name electronic products	2,930 (USD 100)	(Note 11)	-	-	-	-	(11,758)	100%	(11,758) (Note 4)	50,866	-
Nanjing BenQ Hospital Co., Ltd. ("NMH")	Medical services	5,626,040 (USD 192,015)	(Note 1)	8,670,661 (USD 295,927)	-	-	8,670,661 (USD 295,927)	224,516	95.02%	213,335 (Note 3)	4,277,804	-
Suzhou BenQ Hospital Co., Ltd. ("SMH")	Medical services	2,461,536 (CNY 601,975)	(Note 1)	3,136,946 (USD 107,063)	-	-	3,136,946 (USD 107,063)	61,271	95.02%	58,220 (Note 3)	1,801,734	-
BenQ Hospital Management Consulting (Nanjing)Co., Ltd.("NMHC")	Medical management consulting	29,300 (USD 1,000)	(Note 1)	55,934 (USD 1,909)	-	-	55,934 (USD 1,909)	(456)	95.02%	(433) (Note 4)	18,669	-
Suzhou BenQ Investment Co., Ltd. ("BIC")	Investment and holding activity	879,000 (USD 30,000)	(Note 9)	185,703 (USD 6,338)	-	-	185,703 (USD 6,338)	82	95.02%	78 (Note 4)	751,245	-
Nanjing Silvertown Health & Development Co., Ltd. ("NSHD")	Medical services	408,910 (CNY 100,000)	(Note 12)	160,828 (USD 5,489)	-	-	160,828 (USD 5,489)	(44,828)	14.25%	(6,388) (Note 4)	130,176 (Note 16)	-
BenQ Guru Software Co., Ltd. ("GSS")	R&D and sales of computer information systems	386,760 (USD 13,200)	(Note 1)	284,210 (USD 9,700)	-	-	284,210 (USD 9,700) (Note 6)	1,509	100%	1,509 (Note 4)	7,958	-
BenQ Biotech (Shanghai) Co., Ltd. ("BBC")	Manufacture and sales of medical consumables and equipment	817,820 (CNY 200,000)	(Note 2)	981,384 (CNY 240,000)	-	-	981,384 (CNY 240,000)	(88,242)	70.00%	(61,769) (Note 4)	463,383	-
Guangxi Youshan Medical Technology Co., Ltd.("Youshan")	Sales of medical consumables and equipment	24,535 (CNY 6,000)	(Note 14)	-	-	-	(Note 14)	3,570	38.50%	1,374 (Note 4)	34,230	-
Wangcheng Medical Technology (Chengdu) Co., Ltd ("Wangcheng")	Sales of medical consumables and equipment	8,178 (CNY 2,000)	(Note 14)	-	-	-	(Note 14)	(786)	38.50%	(303) (Note 4)	5,776	-

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss)	Carrying Value as of June 30, 2025	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Shanghai Filter Technology Co., Ltd (“Filter”)	Sales of medical consumables and equipment	335,306 (CNY 82,000)	(Note 14)	-	-	-	(Note 14)	(4,696)	70.00%	(3,287) (Note 4)	218,903	-
Shanghai Perfusion Medical Technology Co., Ltd.	R&D and manufacture of medical consumables and equipment	40,891 (CNY 10,000)	(Note 14)	-	-	-	(Note 14)	(13,764)	35.70%	(4,914) (Note 4)	5,881	-
Guigang Donghui Medical Investment Co., Ltd.	Medical services	3,038,299 (CNY 743,024)	(Note 13)	-	-	-	(Note 13)	(30,034)	24.01%	(7,211) (Note 4)	773,473 (Note 16)	-
Shanghai Zhenglang Medical Equipment Co., Ltd	Sales of medical consumables and equipment	24,535 (CNY 6,000)	(Note 14)	-	-	-	(Note 14)	7,661	35.70%	2,735 (Note 4)	20,073	-
Jiangsu Yudi Optical Co., Ltd (“Yudi”)	Sales and Manufacture of Optical Lens	330,726 (CNY 80,880)	(Note 15)	-	-	-	(Note 15)	37,946	20.01%	7,593 (Note 4)	402,427 (Note 16)	-

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) Direct investment in Mainland China.

(Note 3) Investment income or loss was recognized based on the reviewed but unaudited financial statements issued by the auditors of the parent company.

(Note 4) Investment income or loss was recognized based on the unreviewed financial statements of the company.

(Note 5) The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1=NT\$29.30 and CNY\$1=NT\$4.0891.

(Note 6) The amount of GRHK reinvestments US\$3,500 thousand were excluded.

(Note 7) The amount of QCES reinvestments US\$800 thousand were excluded.

(Note 8) The amount of QCES reinvestments US\$18,500 thousand were excluded.

(Note 9) The investment was from the operating capital of BBM.

(Note 10) The reinvestments were from the distribution of dividends of QLLB.

(Note 11) The reinvestments were from the distribution of dividends of BQHK.

(Note 12) NSHD is established by NMH's asset division.

(Note 13) The investment was from the operating capital of NMH.

(Note 14) The investment was from the operating capital of BBC.

(Note 15) The investment was from the operating capital of QCES.

(Note 16) Accounting for investments using equity method.

(Note 17) The above amounts have been eliminated when preparing the consolidated financial statement, except for NSHD, Guigang Donghui Medical Investment Co., Ltd. and Yudi, which was classified as investments accounted for using equity method.

2. Limits on investments in Mainland China:

Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
17,906,119 (USD 577,636 and CNY 240,000)	18,656,248 (USD 636,732)	(Note 18)

(Note 18) Since the Company has obtained the Certificate of Headquarter Operation, there is no upper limit on investment in Mainland China.

3. Significant transactions with investee companies in Mainland China:

The transactions between parent and investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.

B. BenQ Material Corporation

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss)	Carrying Value as of June 30, 2025	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
BenQ Material (Suzhou) Co., Ltd. (“BMS”)	Manufacture of optoelectronics film	234,400 (USD 8,000)	(Note 1)	234,400 (USD 8,000)	-	-	234,400 (USD 8,000)	20,412	100.00%	20,412 (Note 2)	1,817,740 (Note 6)	-
Daxon Biomedical (Suzhou) Co., Ltd. (“DTB”)	Manufacture and sales of medical consumables and equipment	44,980 (CNY 11,000)	(Note 4)	-	-	-	-	1,298	100.00%	1,298 (Note 2)	41,247 (Note 6)	-
BenQ Materials (Wuhu) Co., Ltd. (“BMW”)	Manufacture and sales of optoelectronics film and cosmetics	327,128 (CNY 80,000)	(Note 1)	163,564 (CNY 40,000)	-	-	163,564 (CNY 40,000) (Note 5)	53,849	100.00%	53,800 (Note 2)	(171,675) (Note 6)	-
BenQ Materials Medical Supplies (Suzhou) Co., Ltd. (“BMM”)	Manufacture and sales of medical consumables	61,337 (CNY 15,000)	(Note 4)	-	-	-	-	1,542	100.00%	1,542 (Note 2)	50,664 (Note 6)	-
BenQ Medical Aesthetics Materials Technology (Wuhu) Co., Ltd. (“BME”)	Manufacture and sales of cosmetics	20,446 (CNY 5,000)	(Note 4)	-	-	-	-	(994)	100.00%	(994) (Note 2)	18,751 (Note 6)	-
Suzhou Sigma Medical Supplies Co., Ltd. (“SMSZ”)	Sales of medical consumables and equipment	21,155 (USD 722)	(Note 3)	21,155 (USD 722)	-	-	21,155 (USD 722)	(1)	100.00%	(1) (Note 2)	1,014 (Note 6)	-

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
BMC	397,964 (USD 8,000 and CNY 40,000)	524,522 (USD 8,000 and CNY 70,950)	(Note 7)
SGM	21,155 (USD 722)	21,155 (USD 722)	80,000

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) Investment income or loss was recognized based on the reviewed financial statements issued by the auditors of BMC.

(Note 3) Direct investment in Mainland China.

(Note 4) The reinvestments were from the distribution of dividends of BMLB.

(Note 5) The amount of BMLB reinvestments CNY\$10,950 thousand were excluded.

(Note 6) The above amounts have been eliminated when preparing the consolidated financial statements.

(Note 7) Since BenQ Material Corporation has obtained the Certificate of Headquarter Operation, there is no upper limit on investment in Mainland China.

(Note 8) The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1=NT\$29.30 and CNY\$1=NT\$4.0891.

3. Significant transactions with investee companies in Mainland China:

The transactions between BMC and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.

C. BenQ Medical Technology Corp.

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss)	Carrying Value as of June 30, 2025	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
BenQ Medical Technology (Shanghai) Ltd. ("BMTS")	Agency of international and entrepot trade business	58,600 (USD 2,000)	(Note 1)	58,600 (USD 2,000)	-	-	58,600 (USD 2,000)	(3,011)	100.00%	(3,011) (Note 4)	31,596 (Note 5)	-
BenQ Intelligent (Shanghai) Medical Co., Ltd. ("BQSH")	Sales of medical consumables and equipment	6,153 (USD 210)	(Note 2)	6,153 (USD 210)	-	6,153 (USD 210)	-	370	100.00%	370 (Note 4)	624 (Note 5)	-
K2 (Shanghai) International Medical Inc. ("K2SH")	Sales of medical consumables and equipment	36,625 (USD 1,250)	(Note 2)	56,637 (USD 1,933)	-	-	56,637 (USD 1,933)	4,429	40.00%	1,772 (Note 3)	49,630 (Note 5)	-

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) Direct investment in Mainland China.

(Note 3) Investment income or loss was recognized based on the reviewed financial statements issued by the auditors of BMTC.

(Note 4) Investment income or loss was recognized based on the unreviewed financial statements of the company.

(Note 5) The above amounts have been eliminated when preparing the consolidated financial statements.

(Note 6) The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1=NT\$29.30.

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
BMTC	58,600 (USD 2,000)	58,600 (USD 2,000)	633,010
LILY	- (Note 7)	6,153 (USD 210)	115,107
K2	56,637 (USD 1,933)	56,637 (USD 1,933)	341,198

(Note 7) In April 2024, Lily sold its entire ownership of BQSH to BMTS, wherein the consideration was remitted on February 25, 2025.

As of June 30, 2025, the investment in Mainland China has not been cancelled. On July 3, 2025, the withdrawal of the investments in Mainland China has been approved by the Investment Commission, MOEA.

3. Significant transactions with investee companies in Mainland China:

The transactions between BMTC and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section "Information on Significant Transactions" and "Business relationships and significant intercompany transactions" for detail description.

D. Partner Tech Corp.

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss)	Carrying Value as of June 30, 2025	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Partner Tech (Shanghai) Co., Ltd. ("PTCM")	Sales, purchase, import and export of electronic products	102,550 (USD 3,500)	(Note 1)	102,550 (USD 3,500)	-	-	102,550 (USD 3,500)	(16,129)	100.00%	(16,129) (Note 2)	39,984 (Note 3)	-

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) Investment income or loss was recognized based on the unreviewed financial statements of the company.

(Note 3) The above amounts have been eliminated when preparing the consolidated financial statements.

(Note 4) The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1=NT\$29.30.

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
PTT	102,550 (USD 3,500)	202,346 (USD 6,906)	694,097

3. Significant transactions with investee companies in Mainland China:

The transactions between PTT and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section "Information on Significant Transactions" and "Business relationships and significant intercompany transactions" for detail description.

E. DFI Inc.

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 2)	Carrying Value as of June 30, 2025 (Note 5)	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Yan Ying Hao Trading (ShenZhen) Co., Ltd. (“DYTH”)	Wholesale, import and export of industrial motherboards and component	15,393	(Note 1)	-	-	-	-	(528)	100.00%	(528)	26,185	-

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
DFI	- (Note 3)	15,393	3,324,094 (Note 4)

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) Investment income or loss was recognized based on the reviewed financial statements by the auditors of DFI.

(Note 3) The reinvestments and authorized amount of DFI's subsidiaries is excluded from DFI's accumulated investment amounts and the investment amounts authorized by Investment Commission, MOEA.

(Note 4) Pursuant to “Principle of Investment or Technical Cooperation in Mainland China”, investment amounts in Mainland China shall not exceed the 60% net worth of the company.

(Note 5) The above amounts have been eliminated when preparing the consolidated financial statements.

3. Significant transactions with investee companies in Mainland China:

The transactions between DFI and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.

F. Aewin Technologies Co., Ltd.
1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 3)	Carrying Value as of June 30, 2025 (Note 5)	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Aewin Beijing Technologies Co., Ltd.	Wholesale of computer peripheral products and software	90,940	(Note 1)	46,129	44,811	-	90,940	(24,897)	100.00%	(24,897)	123,507	-

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
AEWIN	90,940	90,940	813,013 (Note 4)

- (Note 1) Indirect investment in Mainland China is through a holding company established in a third country.
(Note 2) Invested in Mainland China through Bright Profit.
(Note 3) Investment income or loss was recognized based on the reviewed financial statements by the auditors of AEWIN
(Note 4) Pursuant to “Principle of Investment or Technical Cooperation in Mainland China”, investment amounts in Mainland China shall not exceed the 60% net worth of the company.
(Note 5) The above amounts have been eliminated when preparing the consolidated financial statements.

3. Significant transactions with investee companies in Mainland China:

The transactions between AEWIN and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.

G. Ace Pillar Co., Ltd.

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 3)	Carrying Value as of June 30, 2025 (Note 4)	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Tianjin Ace Pillar Co., Ltd.	Sales of automation mechanical transmission system and component	1,034,202 (USD 35,297)	(Note 1)	57,135 (USD 1,950)	-	-	57,135 (USD 1,950)	(3,544)	100%	(3,544)	414,790	125,533
Advancedtek Ace (TJ) Inc.	Electronic system integration	8,790 (USD 300)	(Note 1)	4,395 (USD 150)	-	-	4,395 (USD 150)	(15)	100%	(15)	2,796	-
Suzhou Super Pillar Automation Equipment Co., Ltd.	Manufacture of automation mechanical transmission system and component and technical services	42,485 (USD 1,450)	(Note 1)	(Note 2)	-	-	(Note 2)	3,204	100%	3,204	110,962	-
Standard International Trading (Shanghai) Co., Ltd.	Sales of semiconductor, optoelectronics and machinery equipment and equipment repair	14,064 (USD 480)	(Note 1)	14,064 (USD 480)	-	-	14,064 (USD 480)	2,558	100%	2,558	72,727	181,459

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
ACE	149,987 (USD 5,119)	149,987 (USD 5,119)	1,730,382 (Note 5)
STC	14,064 (USD 480)	14,064 (USD 480)	110,093 (Note 5)

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) Established by Cyber South's reinvestment.

(Note 3) Investment income or loss was recognized based on the reviewed financial statements by the auditors of ACE.

(Note 4) The above amounts have been eliminated when preparing the consolidated financial statements.

(Note 5) Pursuant to "Principle of Investment or Technical Cooperation in Mainland China", investment amounts in Mainland China shall not exceed the 60% net worth of the company.

(Note 6) The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1 = NT\$29.30.

3. Significant transactions with investee companies in Mainland China:

The transactions between ACE and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section "Information on Significant Transactions" and "Business relationships and significant intercompany transactions" for detail description.

H. Data Image Corporation

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 3)	Carrying Value as of June 30, 2025 (Note 2)	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Data Image (Suzhou) Corporation	Manufacture and sales of LCD	534,081	(Note 1)	511,884	-	-	511,884	19,784	100.00%	19,784	480,456	-

2. Limits on investments in Mainland China:

Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
USD 15,654	USD 16,952	1,489,882 (Note 4)

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) The above amounts have been eliminated when preparing the consolidated financial statements.

(Note 3) Investment income or loss was recognized based on the reviewed financial statements issued by the auditors of DIC.

(Note 4) Pursuant to “Principle of Investment or Technical Cooperation in Mainland China”, investment amounts in Mainland China shall not exceed the 60% net worth of DIC.

3. Significant transactions with investee companies in Mainland China:

The transactions between DIC and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.

I.DIVA Laboratories. Ltd.
1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 3)	Carrying Value as of June 30, 2025 (Note 2)	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Suzhou Diva Lab. Inc.	Wholesale and import and export of medical equipment	52,643	(Note 1)	52,643	-	-	52,643	411	100%	411	8,647	-

2. Limits on investments in Mainland China:

Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
USD 1,725	USD 2,000	590,859 (Note 4)

- (Note 1) Indirect investment in Mainland China is through a holding company established in a third country.
(Note 2) The above amounts have been eliminated when preparing the consolidated financial statements.
(Note 3) Investment income or loss was recognized based on the reviewed financial statements issued by the auditors of DIVA.
(Note 4) Pursuant to “Principle of Investment or Technical Cooperation in Mainland China”, investment amounts in Mainland China shall not exceed the 60% net worth of DIVA.

3. Significant transactions with investee companies in Mainland China:

The transactions between DIVA and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.

J. Simula Technology Inc.

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 2)	Carrying Value as of June 30, 2025 (Note 3)	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Simula Technology (ShenZhen) Co., Ltd.	Manufacture of electronic connector, socket and plastic hardware	191,437	(Note 1)	141,375	-	-	141,375	(13,298)	100.00%	(13,298)	73,894	-

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
Simula	247,212	297,274	1,111,665

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) Investment income or loss was recognized based on the reviewed financial statements by the auditors of Simula.

(Note 3) The above amounts have been eliminated when preparing the consolidated financial statements.

3. Significant transactions with investee companies in Mainland China:

The transactions between Simula and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.

K.Alpha Networks Inc.

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 2)	Carrying Value as of June 30, 2025 (Note 8)	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Alpha CD	Research and development of network products	420,426	(Note 10)	420,426	-	-	420,426	16,860	100.00%	16,860	467,726	147,231
Alpha DGF	Production and sale of network products	97,023	(Note 1)	114,197	-	-	114,197 (Note 6)	-	-	-	(Note 11)	692,935
Mirac	Production and sale of network products	107,131 (Note 9)	(Note 1)	307,326	-	-	307,326	210	100.00%	210	29,991	-
Alpha CSF	Production and sale of network products	1,925,920	(Note 1)	1,925,920	-	-	1,925,920	5,391	100.00%	5,391	1,147,779	-
Alpha CST	Production and sale of network products	17,378	(Note 1)	-	-	-	-	(364)	100.00%	(364)	9,360	-

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
Alpha	2,042,459 (Note 3, 4 and 7)	3,496,798	(Note 5)

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) Investment income or loss was recognized based on the reviewed financial statements by the auditors of Alpha.

(Note 3) Accumulated investments in Alpha DGF did not include the previously invested by D-Link Corporation HKD69,387 thousand (equivalent to approximately \$303,055 thousand).

(Note 4) Alpha indirectly investment the subsidiary Tongying Trading (Shenzhen) Co., Ltd., has liquidated all rights and obligations in March 2008 and cancelled the registration. Accumulated outflow of \$9,828 thousand in Tongying Trading (Shenzhen) Co., Ltd., less the remittance amount of \$4,367 thousand equals \$5,461 thousand. It is still necessary to include in the accumulated investment amount by the principle of Investment Commission, MOEA.

(Note 5) As Alpha has obtained the certificate No. 11120417620 of being qualified for operating headquarters issued by Ministry of Economic Affairs on June, 8 2022, the upper limit on investment in mainland China pursuant to “Principle of investment or Technical Cooperation in Mainland China” issued by Investment Commission, MOEA on August, 29, 2008 is not applicable.

(Note 6) The investment of \$46,412 thousand is from the operating capital of D-Link Asia, so the accumulated investment amount from Taiwan is excluded at the end of the period.

(Note 7) Alpha indirectly investment the subsidiary Mingzhen (Changshu) has liquidated all rights and obligations on July 23, 2018 and cancelled the registration. Accumulated outflow of \$164,622 thousand is still necessary to include in the accumulated investment amount by the principle of Investment Commission, MOEA.

(Note 8) The above amounts have been eliminated when preparing the consolidated financial statements.

(Note 9) On December 19, 2022, the related registration of capital reduction has been completed while the capital has not been remitted as of June 30, 2025.

(Note 10) Alpha CD was previously reinvested through D-Link Asia. D-Link Asia entered into an agreement with Alpha to transfer the entire ownership of Alpha CD to Alpha on June 15, 2023.

(Note 11) On December 28, 2023, Alpha entered into a stock transfer agreement to dispose its entire ownership in D-Link Asia and Alpha DGF, which were classified as non-current assets held for sale. The abovementioned transaction has been completed in the second quarter of 2024.

3. Significant transactions with investee companies in Mainland China:

The transactions between Alpha and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.

L.Hitron Technologies Inc.

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 2)	Carrying Value as of June 30, 2025 (Note 4)	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
HSZ	Research and development of broadband telecommunications products	171,245	(Note 1)	171,245	-	-	171,245	20,903	100.00%	20,903	210,145	-
HJT	Sale of broadband network products and related services	31,139	(Note 1)	31,139	-	-	31,139	(19)	100.00%	(19)	3,439	-
IHC	Technical consultation on electronic communication, technology research and development, maintenance and after-sale service	2,907	(Note 3)	8,854	-	-	8,854	1,220	32.82%	400	3,179	30,079

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
Hitron	211,238	214,528	2,758,232

(Note 1) Indirect investment in Mainland China is through a holding company established in a third country.

(Note 2) Investment income or loss was recognized based on the reviewed financial statements by the auditors of Hitron.

(Note 3) IHC is a China based investment company which was originally invested by Hitron (Samoa), however, IHC has been 100% owned by IDT due to the Group's restructuring decision resolved in year 2012.

(Note 4) The above amounts have been eliminated when preparing the consolidated financial statements.

3. Significant transactions with investee companies in Mainland China:

The transactions between Hitron and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.

M.Grandsys Inc.

1. Information on investments in Mainland China:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net Income (Loss) of Investee	% of Ownership of Direct or Indirect Investment	Investment Income (Loss) (Note 1)	Carrying Value as of June 30, 2025 (Note 3)	Accumulated Inward Remittance of Earnings as of June 30, 2025
					Outflow	Inflow						
Grandsys Technology & Service Corp.	R&D and manufacture of computer software and hardware and equipment, network technology, system integration and sales of self-produced components and technical services	32,230 (USD1,100)	(Note 2)	32,230 (USD1,100)	-	-	32,230 (USD1,100)	(223)	100.00%	(124)	48,730	-
SYSAGE TECHNOLOG (SHANGHAI) CO., LTD	R&D and manufacture of computer software and hardware and equipment, network technology, system integration and sales of self-produced components and technical services	29,300 (USD1,000)	(Note 2)	29,300 (USD1,000)	-	-	29,300 (USD1,000)	1	100.00%	1	5,626	-

2. Limits on investments in Mainland China:

Investee Company Name	Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
MTG	61,530 (USD2,100)	61,530 (USD2,100)	2,414,102

(Note 1) Investment income or loss was recognized based on the unreviewed financial statements of the company.

(Note 2) Direct investment in Mainland China.

(Note 3) The above amounts have been eliminated when preparing the consolidated financial statements.

(Note 4) The above amounts were translated into New Taiwan dollars at the exchange rate of US\$1 = NT\$29.30.

3. Significant transactions with investee companies in Mainland China:

The transactions between Grandsys and its investee companies in Mainland China have been eliminated when preparing the consolidated financial statements. Please refer to section “Information on Significant Transactions” and “Business relationships and significant intercompany transactions” for detail description.