Taiwan-Asia Semiconductor Corporation and Subsidiaries

Consolidated Financial Statements for the Nine Months Ended September 30, 2025 and 2024 and Independent Auditors' Review Report

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Taiwan-Asia Semiconductor Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Taiwan-Asia Semiconductor Corporation and its subsidiaries (collectively, the "Group") as of September 30, 2025 and 2024, the related consolidated statements of comprehensive income for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the related consolidated statements of changes in equity and cash flows for the nine months ended September 30, 2025 and 2024, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As disclosed in Note 12 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2025 and 2024, combined total assets of these non-significant subsidiaries were NT$372,361 thousand and NT$5,326,844 thousand, representing 2.55% and 36.66%, respectively, of the consolidated total assets, and combined total liabilities of these non-significant subsidiaries were NT$1,970 thousand and NT$1,836,295 thousand, representing 0.03% and 28.51%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2025 and 2024, the amounts of the combined comprehensive income of these non-significant subsidiaries were NT$6,008 thousand and NT$(165,193) thousand, representing (2.71%) and 102.87%, of the consolidated total comprehensive income; for the nine months ended September 30, 2025 and 2024, the amounts of the combined comprehensive income of these non-significant subsidiaries were NT$(5,970) thousand and NT$(292,480) thousand, representing 0.60% and 98.97%, respectively, of the consolidated total comprehensive income. Also, as stated in Note 13 to the consolidated financial statements, as of September 30, 2025 and 2024, the investments accounted for using the equity method were NT$65,069 thousand and NT$78,209 thousand, respectively. For the three months ended September 30, 2025 and

2024, the share of profit (loss) of the associates were NT$(2,022) thousand and NT$5,934 thousand, respectively, of the Group's consolidated net income; for the nine months ended September 30, 2025 and 2024, the share of profit (loss) of the associates were NT$(1,018) thousand and NT$2,279 thousand, respectively, of the Group's consolidated net income. For the three months ended September 30, 2025 and 2024, the share of other comprehensive income (loss) of the associates were NT$(1,237) thousand and NT$5,709 thousand of the Group's consolidated comprehensive income; for the nine months ended September 30, 2025 and 2024, the share of other comprehensive income (loss) of the associates were NT$(4,148) thousand and NT$4,403 thousand of the Group's consolidated comprehensive income.

Qualified Conclusion

Based on our reviews, except for adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and investees accounted for using the equity method as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2025 and 2024, its consolidated financial performance for the three months ended September 30, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Chih-Yuan Chen and Tung-Feng Lee.

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 5, 2025

Notice to Readers

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

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

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2025 Amount	%	December 31, 2024 Amount	%	September 30, 2024 Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 2,057,553	14	$ 2,296,957	15	$ 2,410,014	17
Financial assets at fair value through profit or loss - current (Note 7)	47,795	-	59,639	1	99,186	1
Financial assets at amortized cost - current (Notes 9 and 32)	23,160	-	23,160	-	22,960	-
Contract assets - current (Note 23)	-	-	2,619	-	2,619	-
Notes receivable (Note 23)	8,087	-	3,893	-	3,355	-
Trade receivables (Notes 10 and 23)	1,387,654	10	1,240,808	8	1,339,737	9
Trade receivables from related parties (Notes 23 and 31)	35,359	-	21,678	-	22,058	-
Other receivables (Note 31)	63,642	1	130,214	1	20,493	-
Inventories (Note 11)	1,647,171	11	1,861,544	13	1,568,747	11
Other current assets (Note 31)	130,683	1	139,072	1	197,358	1
Total current assets	5,401,104	37	5,779,584	39	5,686,527	39
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	16,279	-	16,279	-	20,000	-
Financial assets at fair value through other comprehensive income - non-current (Note 8)	944,622	7	961,450	6	1,140,035	8
Financial assets at amortized cost - non-current (Note 9)	9,903	-	-	-	-	-
Investments accounted for using the equity method (Note 13)	65,069	-	76,646	1	78,209	1
Property, plant and equipment (Notes 14, 31 and 32)	7,310,471	50	7,057,951	47	6,328,158	44
Right-of-use assets (Note 15)	164,053	1	187,015	1	194,748	1
Investment properties (Note 16)	399,307	3	399,307	3	399,307	3
Intangible assets (Note 17)	82,832	1	74,660	1	62,955	-
Deferred tax assets (Notes 4 and 25)	60,929	-	67,704	-	75,892	1
Prepayment for equipment (Note 31)	140,158	1	274,359	2	484,404	3
Other non-current assets	26,516	-	51,597	-	59,569	-
Total non-current assets	9,220,139	63	9,166,968	61	8,843,277	61
TOTAL	$ 14,621,243	100	$ 14,946,552	100	$ 14,529,804	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 18)	$ 1,269,240	9	$ 1,244,615	8	$ 1,047,354	7
Contract liabilities - current (Note 23)	46,627	-	69,261	-	57,846	-
Notes payable	-	-	-	-	17,500	-
Trade payables	476,251	3	821,538	6	685,368	5
Trade payables to related parties (Note 31)	72,979	1	79,847	1	68,805	1
Other payables (Note 19)	756,408	5	887,777	6	886,553	6
Other payables to related parties (Note 31)	540,619	4	29,467	-	17,238	-
Current tax liabilities (Notes 4 and 25)	9,000	-	19,777	-	6,604	-
Provisions - current (Note 20)	7,943	-	8,339	-	3,707	-
Lease liabilities - current (Notes 15 and 31)	23,182	-	22,771	-	23,511	-
Current portion of long-term liabilities (Notes 18 and 32)	794,548	6	417,545	3	131,294	1
Other current liabilities	8,440	-	18,994	-	9,043	-
Total current liabilities	4,005,237	28	3,619,931	24	2,954,823	20
NON-CURRENT LIABILITIES						
Long-term borrowings (Notes 18 and 32)	3,022,137	21	3,146,229	21	3,173,369	22
Provisions - non-current (Note 20)	30,010	-	22,594	-	25,728	-
Deferred tax liabilities (Notes 4 and 25)	6,183	-	7,523	-	18,904	-
Lease liabilities - non-current (Notes 15 and 31)	150,652	1	173,330	1	180,234	1
Net defined benefit liability - non-current (Notes 4 and 21)	21,099	-	18,924	-	57,288	1
Deferred revenue - non-current (Note 28)	22,523	-	24,824	1	24,866	-
Other non-current liabilities	463	-	5,258	-	5,252	-
Total non-current liabilities	3,253,067	22	3,398,682	23	3,485,641	24
Total liabilities	7,258,304	50	7,018,613	47	6,440,464	44
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY						
Ordinary shares	4,386,228	30	4,386,228	29	4,386,228	30
Capital surplus	1,811,034	12	1,581,398	11	1,523,995	11
Retained earnings						
Legal reserve	946,387	6	946,387	6	946,387	6
Special reserve	140,992	1	-	-	-	-
Unappropriated earnings (accumulated deficit)	(357,665)	(2)	775,527	5	992,785	7
Total retained earnings	729,714	5	1,721,914	11	1,939,172	13
Other equity	(72,990)	-	(140,117)	(1)	38,059	-
Treasury shares	(23,172)	-	(23,172)	-	(23,172)	-
Total equity attributable to owners of the Company	6,830,814	47	7,526,251	50	7,864,282	54
NON-CONTROLLING INTERESTS	532,125	3	401,688	3	225,058	2
Total equity	7,362,939	50	7,927,939	53	8,089,340	56
TOTAL	$ 14,621,243	100	$ 14,946,552	100	$ 14,529,804	100

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

(With Deloitte & Touche review report dated November 5, 2025)

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 23 and 31)	$ 1,145,484	100	$ 1,152,919	100	$ 3,263,099	100	$ 3,191,172	100
OPERATING COSTS (Notes 11, 24 and 31)	1,176,449	103	1,039,384	90	3,299,407	101	2,720,351	85
GROSS (LOSS) PROFIT	(30,965)	(3)	113,535	10	(36,308)	(1)	470,821	15
OPERATING EXPENSES (Notes 10, 24, 27 and 31)								
Selling and marketing expenses	14,283	1	22,767	2	61,929	2	74,232	2
General and administrative expenses	132,399	12	130,306	11	375,154	12	394,603	13
Research and development expenses	132,168	11	100,199	9	462,032	14	329,691	10
Expected credit (gain) loss on trade receivables	(1,756)	-	4,288	-	(5,020)	-	4,278	-
Total operating expenses	277,094	24	257,560	22	894,095	28	802,804	25
LOSS FROM OPERATIONS	(308,059)	(27)	(144,025)	(12)	(930,403)	(29)	(331,983)	(10)
NON-OPERATING INCOME AND EXPENSES (Notes 13, 24, 28 and 31)								
Interest income	9,226	1	5,631	-	28,837	1	23,951	1
Other income	17,286	2	13,528	1	62,161	2	36,725	1
Other gains and losses	73,611	6	(48,116)	(4)	(97,618)	(3)	20,535	-
Finance costs	(22,956)	(2)	(13,900)	(1)	(65,580)	(2)	(34,687)	(1)
Share of profit or loss of associates and joint ventures accounted for using the equity method	(2,022)	-	5,934	1	(1,018)	-	2,279	-
Total non-operating income	75,145	7	(36,923)	(3)	(73,218)	(2)	48,803	1
LOSS BEFORE INCOME TAX	(232,914)	(20)	(180,948)	(15)	(1,003,621)	(31)	(283,180)	(9)
INCOME TAX EXPENSE (BENEFIT) (Notes 4 and 25)	32,521	3	(2,786)	-	36,845	1	(10,986)	(1)
NET LOSS FOR THE PERIOD	(265,435)	(23)	(178,162)	(15)	(1,040,466)	(32)	(272,194)	(8)

(Continued)

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	$ 38,966	4	$ 14,379	1	$ 32,382	1	$ (30,767)	(1)
Share of the other comprehensive (loss) income of associates and joint ventures accounted for using the equity method	785	-	(228)	-	(3,114)	-	2,110	-
Income tax related to items that will not be reclassified subsequently to profit or loss	4,308	-	3,421	-	8,162	-	5,313	-
	44,059	4	17,572	1	37,430	1	(23,344)	(1)
Items that may be reclassified subsequently to profit or loss:								
Share of the other comprehensive (loss) income of associates and joint ventures accounted for using the equity method	-	-	3	-	(16)	-	14	-
Other comprehensive income (loss) for the period, net of income tax	44,059	4	17,575	1	37,414	1	(23,330)	(1)
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	$ (221,376)	(19)	$ (160,587)	(14)	$ (1,003,052)	(31)	$ (295,524)	(9)
NET LOSS ATTRIBUTABLE TO:								
Owners of the Company	$ (242,498)	(21)	$ (171,431)	(15)	$ (961,486)	(30)	$ (261,831)	(8)
Non-controlling interests	(22,937)	(2)	(6,731)	-	(78,980)	(2)	(10,363)	-
	$ (265,435)	(23)	$ (178,162)	(15)	$ (1,040,466)	(32)	$ (272,194)	(8)
TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO:								
Owners of the Company	$ (198,439)	(17)	$ (153,856)	(13)	$ (924,072)	(28)	$ (285,161)	(9)
Non-controlling interests	(22,937)	(2)	(6,731)	(1)	(78,980)	(3)	(10,363)	-
	$ (221,376)	(19)	$ (160,587)	(14)	$ (1,003,052)	(31)	$ (295,524)	(9)
LOSS PER SHARE (Note 26)								
Basic	$ (0.55)		$ (0.39)		$ (2.20)		$ (0.60)	
Diluted	$ (0.55)		$ (0.39)		$ (2.20)		$ (0.60)	

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

(With Deloitte & Touche review report dated November 5, 2025) (Concluded)

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

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

	Equity Attributable to Owners of the Company (Note 22)													
	Ordinary Shares			Retained Earnings				Other Equity						
	Shares (In Thousands)	Amount	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings (Accumulated Deficit)	Total	Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Total	Treasury Shares	Total	Non-controlling Interests	Total Equity
BALANCE, JANUARY 1, 2024	438,623	$ 4,386,228	$ 1,475,787	$ 916,235	$ -	$ 1,503,798	$ 2,420,033	$ -	$ 61,632	$ 61,632	$ (23,172)	$ 8,320,508	$ 177,612	$ 8,498,120
Appropriation of the 2023 earnings														
Legal reserve	-	-	-	30,152	-	(30,152)	-	-	-	-	-	-	-	-
Cash dividends	-	-	-	-	-	(219,311)	(219,311)	-	-	-	-	(219,311)	-	(219,311)
	-	-	-	30,152	-	(249,463)	(219,311)	-	-	-	-	(219,311)	-	(219,311)
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	(14,160)	(14,160)
Changes in capital surplus from investments in associates accounted for using the equity method	-	-	56	-	-	38	38	-	-	-	-	94	-	94
Net loss for the nine months ended September 30, 2024	-	-	-	-	-	(261,831)	(261,831)	-	-	-	-	(261,831)	(10,363)	(272,194)
Other comprehensive income (loss) for the nine months ended September 30, 2024, net of income tax	-	-	-	-	-	-	-	14	(23,344)	(23,330)	-	(23,330)	-	(23,330)
Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	(261,831)	(261,831)	14	(23,344)	(23,330)	-	(285,161)	(10,363)	(295,524)
Adjustment to capital surplus due to payment of dividends to subsidiaries	-	-	377	-	-	-	-	-	-	-	-	377	-	377
Adjustments to share of change in equity of subsidiaries	-	-	47,775	-	-	-	-	-	-	-	-	47,775	71,969	119,744
Disposals of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	243	243	-	(243)	(243)	-	-	-	-
BALANCE, SEPTEMBER 30, 2024	438,623	$ 4,386,228	$ 1,523,995	$ 946,387	$ -	$ 992,785	$ 1,939,172	$ 14	$ 38,045	$ 38,059	$ (23,172)	$ 7,864,282	$ 225,058	$ 8,089,340
BALANCE, JANUARY 1, 2025	438,623	$ 4,386,228	$ 1,581,398	$ 946,387	$ -	$ 775,527	$ 1,721,914	$ 14	$ (140,131)	$ (140,117)	$ (23,172)	$ 7,526,251	$ 401,688	$ 7,927,939
Appropriation of the 2024 earnings														
Special reserve	-	-	-	-	140,992	(140,992)	-	-	-	-	-	-	-	-
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	(11,488)	(11,488)
Changes in capital surplus from investments in associates accounted for using the equity method	-	-	597	-	-	(200)	(200)	-	-	-	-	397	-	397
Net loss for the nine months ended September 30, 2025	-	-	-	-	-	(961,486)	(961,486)	-	-	-	-	(961,486)	(78,980)	(1,040,466)
Other comprehensive income (loss) for the nine months ended September 30, 2025, net of income tax	-	-	-	-	-	-	-	(16)	37,430	37,414	-	37,414	-	37,414
Total comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	-	(961,486)	(961,486)	(16)	37,430	37,414	-	(924,072)	(78,980)	(1,003,052)
Disposal of investments accounted for using the equity method	-	-	(125)	-	-	(73)	(73)	-	73	73	-	(125)	-	(125)
Adjustments to share of change in equity of subsidiaries	-	-	229,164	-	-	(1,093)	(1,093)	(1)	293	292	-	228,363	220,905	449,268
Disposals of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	(29,348)	(29,348)	-	29,348	29,348	-	-	-	-
BALANCE, SEPTEMBER 30, 2025	438,623	$ 4,386,228	$ 1,811,034	$ 946,387	$ 140,992	$ (357,665)	$ 729,714	$ (3)	$ (72,987)	$ (72,990)	$ (23,172)	$ 6,830,814	$ 532,125	$ 7,362,939

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

(With Deloitte & Touche review report dated November 5, 2025)

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	**2024**
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before income tax	$ (1,003,621)	$ (283,180)
Adjustments for:		
Depreciation expense	781,086	475,474
Amortization expense	42,955	26,702
Expected credit (reserved gain) loss recognized on trade receivables	(5,020)	4,278
Loss (gain) on fair value change of financial assets and liabilities at fair value through profit or loss	11,844	(6,913)
Interest expense	65,580	34,687
Interest income	(28,837)	(23,951)
Dividend income	(13,681)	(18,022)
Compensation cost of employee share options	2,094	-
Share of loss (gain) of associates accounted for using the equity method	1,018	(2,279)
Gain on disposal of investments	(11,198)	-
Gain on disposal of property, plant and equipment	(2,092)	(12)
Impairment (reserved gain) loss recognized on non-financial assets	(1,775)	10,712
Amortization of long-term deferred revenue	(2,301)	(1,419)
Gain on lease modification	(47)	(1)
Changes in operating assets and liabilities		
Contract assets	2,619	1,700
Notes receivable	(4,194)	(2,184)
Trade receivables	(141,826)	(166,100)
Trade receivables from related parties	(13,681)	1,918
Other receivables	66,545	(5,653)
Inventories	214,373	(220,066)
Other current assets	9,154	(68,887)
Other non-current assets	(19,038)	1,998
Contract liabilities	(22,634)	(40,090)
Notes payable	-	17,500
Trade payables	(345,287)	148,604
Trade payables to related parties	(6,868)	29,364
Other payables	(131,407)	67,484
Other payables to related parties	10,227	(6,094)
Provisions	7,020	7,026
Other current liabilities	(10,554)	3,405
Net defined benefit liabilities	2,175	(9,716)
Cash generated from operations	(547,371)	(23,715)
Interest received	28,864	23,528
Dividend received	18,338	19,022
Interest paid	(76,301)	(41,372)
Income tax paid	(34,790)	(28,221)
Net cash used in operating activities	(611,260)	(50,758)

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TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	**2024**
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	$ -	$ (60,000)
Proceeds from sale of financial assets at fair value through other comprehensive income	49,210	-
Purchase of financial assets at amortized cost	(9,903)	-
Proceeds from sale of financial assets at amortized cost	-	400
Acquisition of associates	-	(10,500)
Net cash inflow on disposal of associate	15,389	-
Payments for property, plant and equipment	(919,396)	(1,722,504)
Proceeds from disposal of property, plant and equipment	3,866	97
Decrease in refundable deposits	5,619	4,991
Payments for intangible assets	(49,148)	(21,480)
Decrease (increase) in other non-current assets	19,250	(35,400)
Payments for equipment decrease	71,732	179,638
Net cash used in investing activities	(813,381)	(1,664,758)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	24,625	657,354
Proceeds from long-term borrowings	246,453	1,605,100
Decrease in guarantee deposits	(4,795)	(57)
Increase in other payables - related parties	500,925	-
Payment of the principal portion of lease liabilities	(16,510)	(17,676)
Payment of dividends	(11,488)	(233,094)
Changes in non-controlling interest	446,027	119,520
Net cash generated from financing activities	1,185,237	2,131,147
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(239,404)	415,631
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	2,296,957	1,994,383
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 2,057,553	$ 2,410,014

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

(With Deloitte & Touche review report dated November 5, 2025) (Concluded)

(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Taiwan-Asia Semiconductor Corporation (the "Company") was established in December 1983. The shares of the Company have been traded on the Taiwan Stock Exchange since May 2, 1995. The Company and its subsidiaries (collectively referred herein as the "Group") are primarily engaged in the manufacture and sales of semiconductor components as well as research and development, design, manufacture and sales of systems products.

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

2. THE APPROVAL OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors on November 5, 2025.

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

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

   The initial application of the amendments to the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have a material impact on the accounting policies of the Company and entities controlled by the Company (collectively referred to as the "Group").

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"- the amendments to the application guidance of derecognition of financial liabilities	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
IFRS 17 "Insurance Contracts" (including the 2020 and 2021 amendments to IFRS 17)	January 1, 2023

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

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

New, Revised or Amended Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027

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

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 "Presentation and Disclosure in Financial Statements"

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.

- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.

- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as "other" only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management's view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

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

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. The consolidated financial statements do not include all IFRS Accounting Standards disclosures required for the entire annual financial statements.

b. Basis of presentation

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

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

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group’s ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 12, Table 6 for the detailed information on subsidiaries (including percentage of ownership and main businesses).

d. Other significant accounting policies

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

1) Carbon fee provision

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

2) Retirement benefits

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

3) Income tax expense

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

When developing material accounting estimates, the Group considers the possible impact of US reciprocal tariffs on the cash flow projection, growth rates, discount rates, profitability and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Others please refer to the consolidated financial statements for the year ended December 31, 2024 for information on the material accounting judgments and key sources of estimation uncertainty.

6. CASH AND CASH EQUIVALENTS

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	$ -	$ 35	$ -
Checking accounts and demand deposits	883,711	1,046,133	1,389,214
Cash equivalents (investments with original maturities of less than 3 months)			
Time deposits	1,142,342	1,030,789	980,800
Repurchase agreements collateralized by bonds	31,500	220,000	40,000
	$ 2,057,553	$ 2,296,957	$ 2,410,014

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets - current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic listed shares	$ 47,795	$ 59,639	$ 78,396
Mutual funds	-	-	20,790
	$ 47,795	$ 59,639	$ 99,186
Financial assets - non-current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
The investment case of movie	$ 16,279	$ 16,279	$ 20,000

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

Investments in Equity Instruments at FVTOCI

	September 30, 2025	December 31, 2024	September 30, 2024
Non-current			
Domestic investments			
Listed shares	$ 337,888	$ 253,367	$ 336,448
Unlisted shares	110,664	142,553	150,038
Private - placement funds	212,902	241,553	179,782
	661,454	637,473	666,268
Foreign investments			
Unlisted shares	283,168	323,977	473,767
	$ 944,622	$ 961,450	$ 1,140,035

These investments are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

9. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2025	December 31, 2024	September 30, 2024
Current			
Domestic investments			
Restricted time deposit	$ 23,160	$ 23,160	$ 22,960
Non-current			
Domestic investments			
Corporate bonds (Note)	$ 9,903	$ -	$ -

Note: In July 2025, the Group purchased 5-year corporate bonds of First Commercial Bank, Ltd. at a face value of $10,000 thousand. The coupon rate was 0.52% and the effective interest rate was 1.35%.

Information relating to credit risk of financial assets at amortized cost is provided in Note 32.

10. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

	September 30, 2025	December 31, 2024	September 30, 2024
Trade receivables			
At amortized cost			
Gross carrying amount	$ 1,403,836	$ 1,262,010	$ 1,362,749
Less: Allowance for impairment loss	(16,182)	(21,202)	(23,012)
	$ 1,387,654	$ 1,240,808	$ 1,339,737

The main credit period of sales of goods is 45-136 days. In order to minimize credit risk, the Group authorized a department to be responsible for determining credit limits, credit approvals, credit management and to manage other unusual risk to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix prepared by reference to the past default experience of the customer, the customer’s current financial position, economic condition of the industry in which the customer operates and the industry outlooks. As the Group’s historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group’s different customer base.

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

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

September 30, 2025

	Not Past Due	Past Due 1 to 30 Days	Past Due 31 to 60 Days	Past Due 61 to 90 Days	Past Due 91 to 120 Days	Over 120 Days	Total
Expected credit loss rate	-	0.83%	2.02%	5.99%	33.33%	100.00%	
Gross carrying amount	$ 1,361,834	$ 15,094	$ 7,470	$ 3,755	$ 3	$ 15,680	$ 1,403,836
Loss allowance (Lifetime ECLs)	-	(125)	(151)	(225)	(1)	(15,680)	(16,182)
Amortized cost	$ 1,361,834	$ 14,969	$ 7,319	$ 3,530	$ 2	$ -	$ 1,387,654

December 31, 2024

	Not Past Due	Past Due 1 to 30 Days	Past Due 31 to 60 Days	Past Due 61 to 90 Days	Past Due 91 to 120 Days	Over 120 Days	Total
Expected credit loss rate	0.13%	3.86%	8.51%	22.00%	54.10%	100.00%	
Gross carrying amount	$ 1,211,793	$ 7,840	$ 22,492	$ 3,114	$ 122	$ 16,649	$ 1,262,010
Loss allowance (Lifetime ECLs)	(1,585)	(303)	(1,914)	(685)	(66)	(16,649)	(21,202)
Amortized cost	$ 1,210,208	$ 7,537	$ 20,578	$ 2,429	$ 56	$ -	$ 1,240,808

September 30, 2024

	Not Past Due	Past Due 1 to 30 Days	Past Due 31 to 60 Days	Past Due 61 to 90 Days	Past Due 91 to 120 Days	Over 120 Days	Total
Expected credit loss rate	0.10%	5.82%	15.00%	29.99%	63.16%	100.00%	
Gross carrying amount	$ 1,301,072	$ 21,024	$ 20,948	$ 3,294	$ 19	$ 16,392	$ 1,362,749
Loss allowance (Lifetime ECLs)	(1,254)	(1,224)	(3,142)	(988)	(12)	(16,392)	(23,012)
Amortized cost	$ 1,299,818	$ 19,800	$ 17,806	$ 2,306	$ 7	$ -	$ 1,339,737

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

	For the Nine Months Ended September 30	
	2025	2024
Balance on January 1	$ 21,202	$ 18,734
Add: Net remeasurement of loss allowance	-	4,278
Less: Net reversal of loss allowance	(5,020)	-
Balance on September 30	$ 16,182	$ 23,012

11. INVENTORIES

	September 30, 2025	December 31, 2024	September 30, 2024
Finished goods	$ 285,587	$ 269,993	$ 227,303
Work in progress	529,657	573,400	561,664
Raw materials	831,927	1,018,151	779,780
	$ 1,647,171	$ 1,861,544	$ 1,568,747

The nature of the cost of goods sold is as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Cost of inventories sold	$ 1,122,832	$ 981,028	$ 3,154,311	$ 2,618,481
Loss on decline in market value	53,617	58,356	145,096	101,870
	$ 1,176,449	$ 1,039,384	$ 3,299,407	$ 2,720,351

12. SUBSIDIARIES

Subsidiaries Included in the Consolidated Financial Statements

Investor	Investee	Nature of Activities	Proportion of Ownership September 30, 2025	Proportion of Ownership December 31, 2024	Proportion of Ownership September 30, 2024	Remark
The Company	Ho Chung Investment Co., Ltd. ("Ho Chung Investment")	Investment business	100.00%	100.00%	100.00%	Note 2
The Company	River Asset Co., Ltd. ("River Asset")	Investment business	100.00%	100.00%	100.00%	Note 2
The Company	Star Asia Vision Corporation ("Star Asia")	Manufacturing and selling of lighting equipment	65.34%	74.37%	74.37%	Notes 1 and 4
The Company	Wan Zun Guang Investment Co., Ltd. ("Wan Zun Guang")	Investment business	100.00%	100.00%	100.00%	Notes 2 and 3
The Company	Champ-Asia Semiconductor Corporation ("Champ-Asia")	Manufacturing electronic parts	97.92%	99.90%	99.90%	Notes 2, 7 and 8
Wan Zun Guang	ProAsia Semiconductor Corporation Ltd. ("ProAsia")	Development, manufacture and sales of silicon-based semiconductor power components and silicon carbide compound semiconductor power components	82.78%	86.82%	91.98%	Notes 2 and 5
Ho Chung investment	United-Asia Semiconductor Corporation ("United-Asia")	Assembling and testing electronic parts	100.00%	100.00%	100.00%	Notes 2 and 6
Ho Chung investment	Champ-Asia Semiconductor Corporation ("Champ-Asia")	Manufacturing electronic parts	0.08%	0.10%	0.10%	Notes 2, 7 and 8

Note 1: The financial statements as of September 30, 2025 and 2024 were reviewed by independent auditors.

Note 2: The Company is not a major subsidiary; for the nine months ended September 30, 2025 and 2024, except Ho Chung Investment Co., Ltd. and ProAsia and Champ-Asia for the nine months ended September 30, 2025, have been reviewed, other company which is not a major subsidiary its financial statements have not been reviewed.

Note 3: On January 12, 2024, Wan Zun Guang, a subsidiary of the Company, issued 80,001 thousand units of new shares with a par value of $10 by cash injection, all of which were still subscribed by the Company.

Note 4: On June 19, 2024, Star Asia, a subsidiary of the Company, conducted a stock release with a total of 66,400 thousand units for listing on the Taiwan Stock Exchange (TWSE), resulting in a decrease in the Company's percentage of ownership from 77.38% to 74.37%. On August 7, 2025, Star Asia issued 2,900 thousand units of new shares with a par value of $10 by initial public offering, The Company did not subscribe for all of the new shares in accordance with the percentage of ownership and over-allotment option was conducted on the same day with a total of 100 thousand units, resulting in a decrease in the Company's percentage of ownership from 74.37% to 65.34%.

Note 5: On January 19, 2024, ProAsia, a subsidiary of the Company, issued new shares of 53,334 thousand units with a par value of $10 through a cash capital increase. The Company The Company did not subscribe for all of the new shares in accordance with the percentage of ownership, which resulted in an increase in its percentage of ownership from 88.26% to 91.98%. On September 26, 2024, the Company issued employee stock warrants totaling 10,000 thousand units, resulting in a decrease in the Company's percentage of ownership to 86.82%; On March 3, 2025, the Company, issued new shares of 8,716 thousand units with a par value of $10 through a cash capital increase, Wan Zun Guang, a subsidiary of the Company, did not subscribe for all of the new shares in accordance with the percentage of ownership, which resulted in a decrease in the percentage of ownership from 86.82% to 82.78%.

Note 6: On April 26, 2024, United-Asia, a subsidiary of the Company, issued 10,000 thousand units of new shares with a par value of $10 by cash capital increase, all of which were subscribed by the Ho Chung Investment, a subsidiary of the Company.

Note 7: On May 28, 2024, the Company's "8-inch GaN Products Business Group" was transferred to Champ-Asia Corporation, a subsidiary of the Company, through a regular shareholders' meeting. The issuance of new shares by Champ-Asia to the Company as consideration for the assumption of the operation, resulted in an increase in the Company's shareholding to 99.90%. Ho Chung, a subsidiary of the Company, decreased its shareholding in Champ-Asia from 100% to 0.10%. The base date for the carve-out is August 30, 2024.

Note 8: On February 17, 2025, Champ-Asia, a subsidiary of Company, issued 25,000 thousand units of shares with a par value of $10 by cash capital increase, The Company and Ho Chung Investment, a subsidiary of Company, did not subscribe for all of the new shares in accordance with the percentage of ownership, which resulted in an increase in the percentage of ownership from 99.90% and 0.10% to 97.92% and 0.08%, respectively.

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments in Associates

	September 30, 2025	December 31, 2024	September 30, 2024
Individual non-material associates			
New Smart Technology Co., Ltd.	$ 60,926	$ 68,318	$ 68,297
Anax-Asia Technology Corp.	4,143	8,328	9,912
	$ 65,069	$ 76,646	$ 78,209

On April 9, 2025, the Company and its subsidiary, River Asset, each disposed of a portion of their holdings in New Smart Technology Co., Ltd., resulting in a decrease in ownership percentages from 4.48% and 17.92% to 4.18% and 16.69%, respectively.

The share of profit and other comprehensive income (loss) of investments accounted for using the equity method are recognized according to the financial report that has not been reviewed by the auditors; however, the management believes that the abovementioned financial statements of the invested company which have not been reviewed by the auditors did not have a significant impact on the Group.

For the business activities, main business location, country information and the registration of the abovementioned affiliated enterprises, please refer to Table 6 "Information on investees".

14. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings	Machinery and Equipment	Utility Facilities	Pollution Prevention Facilities	Transportation Equipment	Office Equipment	Other Equipment	Leasehold Improvements	Construction in Progress and Equipment Under Installation	Total
Cost											
Balance on January 1, 2025	$ 182,714	$ 1,812,717	$ 8,086,733	$ 1,179,722	$ 784,834	$ 11,867	$ 128,430	$ 2,092,280	$ 28,892	$ 2,674,251	$ 16,982,440
Additions	156,411	5,490	51,472	23,058	6,493	332	5,932	24,420	230	645,558	919,396
Disposals	-	-	(75,270)	-	-	-	(3,297)	-	-	-	(78,567)
Capitalized interest	-	-	-	-	-	-	-	-	-	17,217	17,217
Reclassification	19,250	-	368,223	-	27,967	-	2,212	258,540	468,177	(1,064,629)	79,740
Balance on September 30, 2025	$ 358,375	$ 1,818,207	$ 8,431,158	$ 1,202,780	$ 819,294	$ 12,199	$ 133,277	$ 2,375,240	$ 497,299	$ 2,272,397	$ 17,920,226
Accumulated depreciation and impairment											
Balance on January 1, 2025	$ -	$ 1,258,801	$ 5,111,370	$ 993,476	$ 651,300	$ 10,490	$ 96,627	$ 1,794,703	$ 7,722	$ -	$ 9,924,489
Disposals	-	-	(73,496)	-	-	-	(3,297)	-	-	-	(76,793)
Depreciation expense	-	39,947	572,329	30,758	13,985	946	16,210	58,319	31,340	-	763,834
Impairment loss reversed	-	-	(1,775)	-	-	-	-	-	-	-	(1,775)
Balance on September 30, 2025	$ -	$ 1,298,748	$ 5,608,428	$ 1,024,234	$ 665,285	$ 11,436	$ 109,540	$ 1,853,022	$ 39,062	$ -	$ 10,609,755
Carrying amounts on September 30, 2025	$ 358,375	$ 519,459	$ 2,822,730	$ 178,546	$ 154,009	$ 763	$ 23,737	$ 522,218	$ 458,237	$ 2,272,397	$ 7,310,471
Carrying amounts on December 31, 2024 and January 1, 2025	$ 182,714	$ 553,916	$ 2,975,363	$ 186,246	$ 133,534	$ 1,377	$ 31,803	$ 297,577	$ 21,170	$ 2,674,251	$ 7,057,951
Cost											
Balance on January 1, 2024	$ -	$ 1,807,381	$ 5,521,880	$ 1,097,210	$ 749,601	$ 11,585	$ 126,842	$ 2,036,794	$ 27,847	$ 3,321,058	$ 14,700,198
Additions	-	2,402	30,364	4,317	2,876	282	10,099	16,046	160	1,655,958	1,722,504
Disposals	-	-	-	-	-	-	(13,209)	(37)	-	-	(13,246)
Capitalized interest	-	-	-	-	-	-	-	-	-	15,001	15,001
Reclassification	-	-	2,224,663	73,905	13,317	-	3,918	15,195	-	(2,656,595)	(325,597)
Balance on September 30, 2024	$ -	$ 1,809,783	$ 7,776,907	$ 1,175,432	$ 765,794	$ 11,867	$ 127,650	$ 2,067,998	$ 28,007	$ 2,335,422	$ 16,098,860
Accumulated depreciation and impairment											
Balance on January 1, 2024	$ -	$ 1,205,818	$ 4,674,617	$ 962,086	$ 636,820	$ 9,260	$ 88,617	$ 1,736,272	$ 2,510	$ -	$ 9,316,000
Disposals	-	-	-	-	-	-	(13,125)	(36)	-	-	(13,161)
Depreciation expense	-	39,585	321,000	21,990	10,632	914	15,861	43,295	3,874	-	457,151
Impairment losses	-	-	10,712	-	-	-	-	-	-	-	10,712
Balance on September 30, 2024	$ -	$ 1,245,403	$ 5,006,329	$ 984,076	$ 647,452	$ 10,174	$ 91,353	$ 1,779,531	$ 6,384	$ -	$ 9,770,702
Carrying amounts on September 30, 2024	$ -	$ 564,380	$ 2,770,578	$ 191,356	$ 118,342	$ 1,693	$ 36,297	$ 288,467	$ 21,623	$ 2,335,422	$ 6,328,158

Some of the Group’s buildings were pledged to financial institutions as collaterals for obtaining long-term bank loans, please refer to Note 32.

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives of the assets as follows:

Building	10-50 years
Machinery and equipment	3-10 years
Utility facilities	6-25 years
Pollution prevention facilities	5-20 years
Transportation equipment	3-13 years
Office equipment	3-7 years
Leasehold improvements	5-10 years
Other equipment	3-25 years

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2025	December 31, 2024	September 30, 2024
Carrying amounts			
Land	$ 140,413	$ 163,941	$ 167,845
Buildings	15,250	19,409	20,796
Transportation equipment	5,925	3,093	5,352
Office equipment	2,033	453	577
Other equipment	432	119	178
	$ 164,053	$ 187,015	$ 194,748

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Additions to right-of-use assets			$ 7,332	$ 2,328
Depreciation charge for right-of-use assets				
Land	$ 3,614	$ 3,904	$ 10,939	$ 11,712
Buildings	1,386	1,386	4,159	4,159
Transportation equipment	693	612	1,615	1,902
Office equipment	120	124	359	371
Other equipment	61	60	180	179
	$ 5,874	$ 6,086	$ 17,252	$ 18,323

Except for the aforementioned addition and recognized depreciation, the Group did not have significant sublease or impairment of right-of-use assets during the nine months ended September 30, 2025 and 2024.

b. Lease liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Carrying amounts			
Current	$ 23,182	$ 22,771	$ 23,511
Non-current	$ 150,652	$ 173,330	$ 180,234

Range of discount rates for lease liabilities was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Land	2.017%	1.797%	1.797%
Buildings	3.253%	3.253%	3.253%
Transportation equipment	1.566%-5.654%	0.785%-5.654%	0.785%-5.654%
Office equipment	2.079%	1.088%	1.088%-1.797%
Other equipment	2.011%-5.590%	5.590%	5.590%

c. Other lease information

	For the Nine Months Ended September 30	
	2025	2024
Expenses relating to short-term leases	$ 4,973	$ 7,412
Total cash outflow for leases	$ (24,384)	$ (27,713)

As lessee, the Group leases certain office equipment and transportation equipment which qualify as short-term leases. The Group has elected to apply the recognition exemption, and thus, did not recognize right-of-use assets and lease liabilities for these leases.

16. INVESTMENT PROPERTIES

	Completed Investment Property
Cost	
Balance at January 1, 2025 and September 30, 2025	$ 399,307
Cost	
Balance at January 1, 2024 and September 30, 2024	$ 399,307

On September 30, 2025 and 2024, the fair values of investment properties were both $679,403 thousand, respectively, which based on the market evidence on the transaction price of similar property and publicly announced present value.

17. INTANGIBLE ASSETS

	Software
Cost	
Balance on January 1, 2025	$ 154,057
Additions	49,148
Disposals	(3,606)
Reclassification	1,979
Balance on September 30, 2025	$ 201,578
Accumulated amortization	
Balance on January 1, 2025	$ 79,397
Amortization expense	42,955
Disposals	(3,606)
Balance on September 30, 2025	$ 118,746
Carrying amount on September 30, 2025	$ 82,832
Cost	
Balance on January 1, 2024	$ 74,236
Additions	21,480
Reclassification	32,799
Balance on September 30, 2024	$ 128,515
Accumulated amortization	
Balance on January 1, 2024	$ 38,858
Amortization expense	26,702
Balance on September 30, 2024	$ 65,560
Carrying amount on September 30, 2024	$ 62,955

Intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Computer software	1-10 years

18. BORROWINGS

a. Short-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured borrowings			
Bank loans	$ 1,269,240	$ 1,244,615	$ 1,047,354

The range of weighted average effective interest rate on bank loans was 0.94%-2.42%, 0.82%-2.53% and 0.69%-5.95% per annum as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.

b. Long-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
Secured borrowings (Note 32)			
Bank loans	$ 1,608,143	$ 1,256,190	$ 1,000,000
Current portion	(393,710)	(5,337)	-
	1,214,433	1,250,853	1,000,000
Unsecured borrowings			
Bank loans	2,214,898	2,320,398	2,319,014
Current portion	(400,838)	(412,208)	(131,294)
Government grant discount	(6,356)	(12,814)	(14,351)
	1,807,704	1,895,376	2,173,369
	$ 3,022,137	$ 3,146,229	$ 3,173,369

The bank loan was secured by a mortgage on the Group's own building, please refer to Note 32.

The effective interest rate of long-term borrowings was 1.120%-2.365%, 1.120%-2.365% and 1.120%-2.050% per annum as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.

The loan project for the return to Taiwan for investment is based on the program "Action Plan for Welcoming Overseas Taiwanese Businesses to Return to Invest in Taiwan," launched by the National Development Fund, Executive Yuan. The maturity dates are between January 12, 2025 and April 15, 2030, and the Company shall repay the principal and interest in an amortized manner on a monthly basis. The interest rate ranges of bank borrowings as of September 30, 2025, December 31, 2024 and September 30, 2024 was 1.120%-1.125%, 1.120%-1.720% and 1.120%-2.050%, respectively.

19. OTHER LIABILITIES

	September 30, 2025	December 31, 2024	September 30, 2024
Payable for salaries and bonus	$ 246,448	$ 228,300	$ 214,382
Payable for employees' compensation	26,278	15,625	9,948
Payable for remuneration of directors	4,528	10,625	7,046
Payables for equipment	146,890	318,323	300,622
Others	332,264	314,904	354,555
	$ 756,408	$ 887,777	$ 886,553

20. PROVISIONS

	September 30, 2025	December 31, 2024	September 30, 2024
Current			
Warranties	$ 5,558	$ 8,339	$ 3,707
Carbon fee	2,385	-	-
	$ 7,943	$ 8,339	$ 3,707
Non-current			
Warranties	$ 30,010	$ 22,594	$ 25,728

The provision for warranty claims represents the present value of management's best estimate of the future outflow of economic benefits that will be required under the Group's obligations for warranties under local sale of goods legislation. The estimate had been made on the basis of historical warranty trends and may vary as a result of other events affecting product quality. Starting from 2025, the Group recognizes the carbon fee provision in accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC. The carbon fee provision was calculated based on the standard rate.

21. RETIREMENT BENEFIT PLANS

a. Defined benefit plans

For the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the pension expenses of defined benefit plans were $1,355 thousand, $1,838 thousand, $4,037 thousand and $5,514 thousand, respectively, and these were calculated based on the pension cost rate determined by the actuarial calculation on December 31, 2024 and 2023, respectively.

b. Defined contribution plan

The Company, Ho Chung Investment, River Asset, Star Asia, Wan Zun Guang, ProAsia, United-Asia and Champ-Asia adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, the Company makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

22. EQUITY

a. Share capital - ordinary shares

	September 30, 2025	December 31, 2024	September 30, 2024
Number of authorized shares (in thousands)	1,000,000	1,000,000	1,000,000
Amount of authorized shares	$ 10,000,000	$ 10,000,000	$ 10,000,000
Number of issued and fully paid shares (in thousands)	438,623	438,623	438,623
Amounted of issued and fully paid shares	$ 4,386,228	$ 4,386,228	$ 4,386,228

b. Capital surplus

	September 30, 2025	December 31, 2024	September 30, 2024
May be used to offset a deficit, distributed, as cash dividends, or transferred to share capital (1)			
Arising from issuance of common share	$ 1,336,850	$ 1,336,850	$ 1,336,850
Arising from treasury share transactions	90,735	90,735	90,735
May only be used to offset a deficit (2)			
Changes in percentage of ownership interests in subsidiaries	381,715	152,551	95,176
Share of changes in capital surplus of associates	1,734	1,262	1,234
	$ 1,811,034	$ 1,581,398	$ 1,523,995

1) Such capital surplus may be used to offset a deficit; in addition, when the Group has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of Group’s capital surplus and once a year).

2) Such capital surplus arises from the effect of changes in ownership interest in a subsidiary that resulted from equity transactions other than actual disposal or acquisition, or from changes in capital surplus of subsidiaries accounted for using the equity method.

c. Retained earnings and dividend policy

Under the dividend policy in the Company’s Articles, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside 10% of the remaining profit as a legal reserve, setting aside amounts to a special reserve in accordance with the laws and regulations, and then allowing for other special reserves and a distribution of dividends to be recommended by the board of directors. For the policies on the distribution of employees’ compensation and remuneration of directors after the amendment, refer to “employees’ compensation and remuneration of directors” in Note 24, g.

The Company operates in the high-tech industry and its business life cycle is in the growth stage. In view of its capital expenditure demand and comprehensive financial plan for continuous development, the Company issues both stock and cash dividends. The proportion of dividends to be distributed in stocks and cash is determined based on the Company’s rate of growth and capital expenditures. However, the amount of cash dividends shall not be lower than 50% of the dividends distributed.

Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the balance of the reserve is in excess of 25% of the Company’s paid-in capital.

The appropriations of 2024 and 2023 earnings are as follows:

	For the Year Ended December 31	
	2024	2023
Legal reserve	$ -	$ 30,152
Special reserve	$ 140,992	$ -
Cash dividends	$ -	$ 219,311
Cash dividends per share (NT$)	$ -	$ 0.50

On April 11, 2024, the distribution of 2023 cash dividends was approved by the board of directors. The provisions of legal reserve are subject to approval by the shareholders in their meeting to be held on May 28, 2024.

The provision of special reserve is subject to approval by the shareholders in their meeting to be held on June 17, 2025.

d. Treasury shares

Purpose of Buy-back	Shares Transferred to Employees (In Thousands of Shares)	Shares Held by Subsidiaries (In Thousands of Shares)	Total (In Thousands of Shares)
Number of shares on January 1, 2025 and September 30, 2025	-	755	755
Number of shares on January 1, 2024 and September 30, 2024	-	755	755

Related information regarding shares of the Company held by its subsidiaries on the balance sheet date was as follows:

Name of Subsidiary	Number of Shares Held (In Thousands of Shares)	Carrying Amount	Market Price
September 30, 2025			
Ho Chung Investment	755	$ 23,172	$ 20,712
December 31, 2024			
Ho Chung Investment	755	23,172	22,297
September 30, 2024			
Ho Chung Investment	755	23,172	28,031

Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as the rights to dividends and to vote. The subsidiaries holding treasury shares, however, are bestowed shareholders' rights, except the rights to participate in any share issuance for cash and to vote.

23. REVENUE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue from contracts with customers				
Revenue from sale of goods	$ 1,145,484	$ 1,152,919	$ 3,263,099	$ 3,191,172

a. Contract balances

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Notes receivable	$ 8,087	$ 3,893	$ 3,355	$ 1,171
Trade receivables (Note 10)	1,403,836	1,262,010	1,362,749	1,196,649
Trade receivables from related parties	35,359	21,680	22,058	23,976
	$ 1,447,282	$ 1,287,583	$ 1,388,162	$ 1,221,796
Contract assets - current				
Sale of goods	$ -	$ 2,619	$ 2,619	$ 1,700
Contract assets - non-current				
Sale of goods	$ -	$ -	$ -	$ 2,619
Contract liabilities - current				
Sale of goods	$ 46,627	$ 69,261	$ 57,846	$ 97,936

b. The credit risk management of contract assets and trade receivables is the same, refer to Note 37.

24. NET LOSS

a. Interest income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Bank deposits	$ 8,796	$ 5,425	$ 27,539	$ 22,686
Resale bonds	350	199	1,129	1,237
Financial assets at amortized cost	70	-	141	5
Others	10	7	28	23
	$ 9,226	$ 5,631	$ 28,837	$ 23,951

b. Other income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Rental income	$ 583	$ 101	$ 2,074	$ 278
Dividend income	6,047	9,646	13,681	18,022
Government grants (Note 28)	822	831	2,301	1,419
Others	9,834	2,950	44,105	17,006
	$ 17,286	$ 13,528	$ 62,161	$ 36,725

c. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Fair value changes of financial assets and financial liabilities				
Financial assets mandatorily classified as at FVTPL	$ 6,083	$ 511	$ (11,844)	$ 6,913
Gain on disposal of property, plant and equipment	-	-	2,092	12
Gain on disposal of investments	-	-	11,198	-
Net foreign exchange (loss) gains	69,449	(37,824)	(92,430)	30,492
Gain on lease modification	-	1	47	1
Impairment gain reversed (loss)	-	(10,712)	1,775	(10,712)
Others	(1,921)	(92)	(8,456)	(6,171)
	$ 73,611	$ (48,116)	$ (97,618)	$ 20,535

d. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest on bank loans	$ 27,804	$ 18,902	$ 79,896	$ 47,063
Interest on finance leases	946	850	2,901	2,625
	28,750	19,752	82,797	49,688
Less: Amounts included in the cost of qualifying assets	(5,794)	(5,852)	(17,217)	(15,001)
	$ 22,956	$ 13,900	$ 65,580	$ 34,687

Information on capitalized interest is as follows:

	For the Nine Months Ended September 30	
	2025	2024
Capitalized interest amount	$ 17,217	$ 15,001
Capitalization rate	0.19%-2.36%	0.20%-1.46%

e. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of depreciation by function				
Operating costs	$ 244,885	$ 176,389	$ 702,571	$ 413,630
Operating expenses	24,130	25,185	78,515	61,844
	$ 269,015	$ 201,574	$ 781,086	$ 475,474
An analysis of amortization by function				
Operating costs	$ 6,584	$ 5,280	$ 19,158	$ 10,130
Operating expenses	7,758	8,516	23,797	16,572
	$ 14,342	$ 13,796	$ 42,955	$ 26,702

f. Employee benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Wages and salaries	$ 269,665	$ 239,310	$ 795,463	$ 738,293
Labor and health insurance fees	22,709	21,974	69,739	64,502
Post-employment benefits				
Defined contribution plans	8,855	9,855	30,304	29,405
Defined benefit plans	1,355	1,838	4,037	5,514
Share-based payments				
Equity-settled	2,094	-	2,094	-
Other employee benefits	4,636	8,296	16,751	17,600
Total employee benefits expense	$ 309,314	$ 281,273	$ 918,388	$ 855,314

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of employee benefits expense by function				
Operating costs	$ 172,307	$ 138,238	$ 512,489	$ 460,200
Operating expenses	137,007	143,035	405,899	395,114
	$ 309,314	$ 281,273	$ 918,388	$ 855,314

(Concluded)

g. Employees' compensation and remuneration of directors

According to the Articles of Incorporation of the Company, if the Company has profit during the year, the Company shall distribute bonus to the employees that account for 10%-20% and pay remuneration to the directors that shall not be higher than 10% of the total distributed amount. If the Company has an accumulated deficit, earnings should be used to cover losses. Employees' compensation can be distributed in the form of shares or in cash. Qualification requirements of employees, including the employees of subsidiaries of the Company meeting certain specific requirements, entitled to receive aforementioned stock or cash may be specified in the Articles of Incorporation. In accordance with the amendment to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Articles of Association at the shareholders' meeting in 2025, stipulating that the total employee remuneration for the current year should be no less than 10% of the total employee remuneration of grass-roots employees, except that the net loss before tax for the nine months ended September 30, 2025 and 2024, no employee remuneration (including remuneration of grass-roots employees) and directors' remuneration are estimated.

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate and recorded in the following year.

Due to the net loss before income tax as of 2024, the Company decided not to estimate employees' compensation. The appropriations of employees' compensation and remuneration of directors for 2023 that were resolved by the board of directors on February 27, 2024 was as follows:

	For the Year Ended December 31, 2023
Employees' compensation	$ 34,306
Remuneration of directors	17,153

There was no difference between the actual amounts of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the ended 2024 and 2023.

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

25. INCOME TAXES

a. Major components of income tax expense (benefit) recognized in profit or loss

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Current tax				
In respect of the current year	$ 3,476	$ 6,960	$ 21,399	$ 14,284
Income tax on unappropriated retained earnings	-	-	1,883	2,671
Adjustments for prior year	-	-	(34)	(9,117)
	3,476	6,960	23,248	7,838
Deferred tax				
In respect of the current year	29,045	(9,746)	13,597	(18,824)
Income tax expense (benefit) recognized in profit or loss	$ 32,521	$ (2,786)	$ 36,845	$ (10,986)

b. Income tax assessments

The income tax returns of the Company through 2022 have been assessed by the tax authority.

The income tax returns of Ho Chung Investment, River Asset, Star Asia, Wan Zun Guang, ProAsia, United-Asia and Champ-Asia through 2023 have been assessed by the tax authority.

26. LOSS PER SHARE

The losses and weighted average number of ordinary shares outstanding in the computation of losses per share were as follows:

Net Loss for the Year

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Earnings used in the computation of basic and diluted loss per share	$ (242,498)	$ (171,431)	$ (961,486)	$ (261,831)

(Unit: NT$ Per Share)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares outstanding in computation of basic loss per share (in thousand)	437,868	437,868	437,868	437,868
Weighted average number of ordinary shares outstanding in computation of diluted loss per share (in thousand)	437,868	437,868	437,868	437,868

If the Company offers to settle compensation paid to employees in cash or shares, the Group shall assume that the entire amount of the compensation will be settled in shares, and the resulting potentially dilutive shares shall be included in the weighted average number of shares outstanding used in the computation of diluted loss per share. Such dilutive effect of the potential shares shall be included in the computation of diluted loss per share until the number of shares to be distributed to employees is resolved in the following year.

27. SHARE-BASED PAYMENT ARRANGEMENTS

a. The cash capital increase from employee stock options retained by subsidiary

On June 19, 2025, the board of directors approved Star Asia Vision Corporation's cash capital increase of 2,900 thousand shares by resolution and retained 15% for employee subscription. The grant date for the share subscription rights was set as July 31, 2025, with eligible recipients being employees of the Company and Star Asia Vision Corporation who meet specific criteria.

Above of the cash capital increase from employee share options retained by Star Asia, using the Black-Scholes valuation model. The inputs used in the valuation model were as follows:

	July 31, 2025
Grant-date share price	$ 48.42
Exercise price	$ 45
Expected volatility	44.22%
Expected life (in years)	6 days
Risk-free interest rate	1.22%

The remuneration cost recognized by the consolidated company in 2025 amounts to $1,544 thousand.

b. The cash capital increase from employee stock options retained by subsidiary

On August 21, 2025, the board of directors approved ProAsia Semiconductor Corporation Ltd.'s cash capital increase of 25,000 thousand shares by resolution and retained 10% for employee subscription. The grant date for the share subscription rights was set as August 21, 2025, with eligible recipients being employees of ProAsia Semiconductor Corporation Ltd. who meet specific criteria.

Above of the cash capital increase from employee share options retained by ProAsia, using the Black-Scholes valuation model. The inputs used in the valuation model were as follows:

	August 21, 2025
Grant-date share price	$ 24.44
Exercise price	$ 30
Expected volatility	48.26%
Expected life (in years)	41 days
Risk-free interest rate	1.14%

The remuneration cost recognized by the consolidated company in 2025 amounts to $550 thousand.

28. GOVERNMENT GRANTS

The Corporation and subsidiaries have obtained a government loan of $1,764,412 thousand with preferential interest rates under the Action Plan for Welcoming Overseas Taiwanese Businesses to Return to Invest in Taiwan and Subsidy for Low-Carbon and Intelligent Infrastructure Transformation Projects of Regulated Factories for capital expenditures on equipment purchases. The loan will be repaid in installments over a period of two to seven years. The fair value of the loan is estimated to be $1,734,447 thousand based on the market interest rate of 1.45%-2.22% when the loan was taken out. The difference between the amount obtained and the fair value of the loan is in the amount of $29,965 thousand as a government low-interest loan grant and recognized as unearned revenue.

The portion of deferred income, resulting from the early repayment of unearned government low-interest loan subsidies, is considered unearned. Upon repayment, the Company recognized a deferred income of $2,966 thousand, along with a government low-interest loan subsidy of $1,643 thousand that was granted during the actual loan period. The unearned revenue is reclassified to profit or loss over the useful life of the relevant assets. Other income recognized by the Company and subsidiaries for the three months ended September 30, 2025 and 2024 are $822 thousand and $831 thousand, for the nine months ended September 30, 2025 and 2024 are $2,301 thousand and $1,419 thousand. The interest expense on the loan recognized by the Company and subsidiaries for the three months ended September 30, 2025 and 2024 are $2,036 thousand and $2,537 thousand, for the nine months ended September 30, 2025 and 2024 are $6,458 thousand and $6,962 thousand.

If the Company fails to meet the key points of the above project during the loan period, and the National Development Fund terminates the government grant, then the Company will pay the original interest rate plus the annual interest rate.

29. CAPITAL MANAGEMENT

The Group’s objectives when managing capital are to safeguard the Group’s ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders or issue new shares to reduce debt. The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings less cash and cash equivalents. Total capital is calculated as equity in the consolidated balance sheets plus net debt. As of September 30, 2025, December 31, 2024 and September 30, 2024, the gearing ratios were 30.72%, 25.02% and 19.80%, respectively.

30. FINANCIAL INSTRUMENTS

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

The management considers that the carrying amounts of financial instruments that are not measured at fair value in the consolidated financial statements approximate the fair values.

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

1) Fair value hierarchy

September 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed shares	$ 47,795	$ -	$ -	$ 47,795
The investment case of movie	-	-	16,279	16,279
	$ 47,795	$ -	$ 16,279	$ 64,074
Financial assets at FVTOCI				
Listed shares	$ 337,888	$ -	$ -	$ 337,888
Unlisted shares	-	-	393,832	393,832
Private-placement funds	-	-	212,902	212,902
	$ 337,888	$ -	$ 606,734	$ 944,622

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed shares	$ 59,639	$ -	$ -	$ 59,639
The investment case of movie	-	-	16,279	16,279
	$ 59,639	$ -	$ 16,279	$ 75,918
Financial assets at FVTOCI				
Listed shares	$ 253,367	$ -	$ -	$ 253,367
Unlisted shares	-	-	466,530	466,530
Private-placement funds	-	-	241,553	241,553
	$ 253,367	$ -	$ 708,083	$ 961,450

September 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed shares	$ 78,396	$ -	$ -	$ 78,396
Mutual funds	20,790	-	-	20,790
The investment case of movie	-	-	20,000	20,000
	$ 99,186	$ -	$ 20,000	$ 119,186
Financial assets at FVTOCI				
Listed shares	$ 336,448	$ -	$ -	$ 336,448
Unlisted shares	-	-	623,805	623,805
Private-placement funds	-	-	179,782	179,782
	$ 336,448	$ -	$ 803,587	$ 1,140,035

There were no transfers between Levels 1 and 2 in the current and prior period.

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the nine months ended September 30, 2025

Equity Instruments	Financial Assets at FVTPL Equity Instruments	Financial Assets at FVTOCI Equity Instruments	Total
Balance on January 1, 2025	$ 16,279	$ 708,083	$ 724,362
Recognized in other comprehensive income (included in unrealized valuation gain/(loss) on financial assets at FVTOCI)	-	(52,139)	(52,139)
Purchases	-	(49,210)	(49,210)
Balance on September 30, 2025	$ 16,279	$ 606,734	$ 623,013

For the nine months ended September 30, 2024

Equity Instruments	Financial Assets at FVTPL Equity Instruments	Financial Assets at FVTOCI Equity Instruments	Total
Balance on January 1, 2024	$ 20,000	$ 731,998	$ 751,998
Recognized in other comprehensive income (included in unrealized valuation gain/(loss) on financial assets at FVTOCI)	-	11,589	11,589
Purchases	-	60,000	60,000
Balance on September 30, 2024	$ 20,000	$ 803,587	$ 823,587

3) Valuation techniques and inputs applied in Level 3 fair value measurement

The fair values of unlisted equity securities and private equity funds were determined using the market approach and asset approach.

The market approach uses the value multiples of other similar enterprises in market transactions as a reference for evaluating the value of the target enterprise. The theoretical basis is that, if the target enterprise to be evaluated is similar to the similar enterprises that have already traded in the market in terms of operation, market, management, technology and products, then the value of the target enterprise to be evaluated should be similar to that of the analogous enterprise; The asset approach is for each asset and liability on the balance sheet, re-estimate the fair market value, replacement cost or liquidation value. The assets or liabilities out of the balance sheet, including contingent liabilities, should also be assessed. The total assets minus the total liabilities are the desired equity value.

The present value of the expected return on the investment is calculated by discounting the cash flows using either the income approach or the cost approach.

The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	Fair Value on September 30, 2025	Valuation Techniques	Significant Unobservable Inputs	Range (Average Weighted)	The Relationship Between Inputs and Fair Value
Non-derivative financial assets					
Unlisted shares	$ 393,832	Market comparable companies	Price to earnings ratio multiple	10.11-12.45	The higher the multiple, the higher the fair value
			Enterprise value multiple	1.93-10.31	The higher the multiple, the higher the fair value
			P/B ratio	1.1-1.16	The higher the multiple, the higher the fair value
			Discount for lack of volatility	30%	The higher the discount for lack of marketability, the lower the fair value
Private fund	212,902	Net asset value	Discount for lack of volatility	23.29%	The higher the discount for risk, the lower the fair value
The investment case of movie	16,279	Discounted cash flow method	Weighted average cost of capital	-	The higher the discount for risk, the lower the fair value

	Fair Value on December 31, 2024	Valuation Techniques	Significant Unobservable Inputs	Range (Average Weighted)	The Relationship Between Inputs and Fair Value
Non-derivative financial assets					
Unlisted shares	$ 466,530	Market comparable companies	Price to earnings ratio multiple	12.16-16.90	The higher the multiple, the higher the fair value
			Enterprise value multiple	1.13-9.44	The higher the multiple, the higher the fair value
			P/B ratio	1.50	The higher the multiple, the higher the fair value
			Discount for lack of volatility	24%-30%	The higher the discount for lack of marketability, the lower the fair value
Private fund	241,553	Net asset value	Discount for lack of volatility	23.29%	The higher the discount for risk, the lower the fair value
The investment case of movie	16,279	Discounted cash flow method	Weighted average cost of capital	-	The higher the discount for risk, the lower the fair value

	Fair Value on September 30, 2024	Valuation Techniques	Significant Unobservable Inputs	Range (Average Weighted)	The Relationship Between Inputs and Fair Value
Non-derivative financial assets					
Unlisted shares	$ 623,805	Market comparable companies	Price to earnings ratio multiple	8.46-16.17	The higher the multiple, the higher the fair value
			Enterprise value multiple	1.84-12.74	The higher the multiple, the higher the fair value
			P/B ratio	1.5-1.64	The higher the multiple, the higher the fair value
			Discount for lack of volatility	30%-35%	The higher the discount for lack of marketability, the lower the fair value
Private fund	179,782	Net asset value	Discount for lack of volatility	30%-35%	The higher the discount for risk, the lower the fair value
The investment case of movie	20,000	Discounted cash flow method	Weighted average cost of capital	-	The higher the discount for risk, the lower the fair value

c. Categories of financial instruments

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets			
Financial assets at FVTPL			
Mandatorily classified as at FVTPL	$ 64,074	$ 75,918	$ 119,186
Financial assets at amortized cost (1)	3,601,272	3,738,242	3,835,644
Financial assets at FVTOCI	944,622	961,450	1,140,035
Financial liabilities			
Financial liabilities at amortized cost (2)	6,932,645	6,632,276	6,032,733

1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, financial assets at amortized cost, notes receivable, trade receivables, trade receivables to related parties, other receivables and refundable deposits.

2) The balances include financial liabilities at amortized cost, which comprise short-term borrowings, notes payable, trade payables, trade payables to related parties, other payables, other payables to related parties, current portion of long-term liabilities, long-term borrowings and guarantee deposits received.

d. Financial risk management objectives and policies

The Group's major financial instruments included cash and cash equivalents, equity and debt investments, mutual funds, notes receivable, trade receivables, notes payable, trade payables, lease liabilities and borrowings. The Group's finance division provides services to the business, coordinates access to financial markets, monitors and manages the financial risks relating to the operations of the Group through the analysis of exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group sought to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives was governed by the Group's policies approved by the board of directors.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below), interest rates (see (b) below) and other price risk (see (c) below).

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) at the end of the reporting period are set out in Note 35.

Sensitivity analysis

The Group was mainly exposed to the USD, EUR, CNY and JPY.

The following table details the Group's sensitivity to a 1% increase and a 1% decrease in the functional currency against the relevant foreign currencies. The sensitivity rate of 1% is used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency denominated monetary items at the end of the reporting period under the assumption of a 1% change in foreign currency rates. On the table below, if the amount is positive (negative), it indicates a decrease (increase) in pre-tax loss when functional currencies of the Group entities weakened (strengthened) by 1% against the relevant currency.

	USD Impact	
	For the Nine Months Ended September 30	
	2025	**2024**
Profit or loss	$ (16,892)	$ (12,415)

	EUR Impact	
	For the Nine Months Ended September 30	
	2025	**2024**
Profit or loss	$ (83)	$ (31)

	CNY Impact	
	For the Nine Months Ended September 30	
	2025	**2024**
Profit or loss	$ 128	$ (71)

	JPY Impact	
	For the Nine Months Ended September 30	
	2025	**2024**
Profit or loss	$ 1,133	$ 1,877

This was mainly attributable to the exposure on outstanding USD, EUR, CNY and JPY receivables and payables which were not hedged at the end of the reporting period.

b) Interest rate risk

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

	September 30, 2025	**December 31, 2024**	**September 30, 2024**
Fair value interest rate risk			
Financial assets	$ 1,197,002	$ 1,273,949	$ 1,043,760
Financial liabilities	784,752	317,410	324,644
Cash flow interest rate risk			
Financial assets	883,711	1,046,133	1,389,214
Financial liabilities	5,004,916	4,718,065	4,264,000

Sensitivity analysis

The sensitivity analyses below were determined based on the Group's exposure to interest rates for non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A sensitivity rate of 1% increase or decrease was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 1% higher/lower and all other variables were held constant, the Group's pre-tax loss for the nine months ended September 30, 2025 and 2024 would decrease/increase by $(30,909) thousand and $(21,561) thousand, respectively.

The Group's sensitivity to interest rates increased during the current year mainly due to the increase in variable rate borrowings.

c) Other price risk

The Group was exposed to price risk through its investments in equity securities. The Group has appointed a special team to monitor the price risk and make plans to manage the price risk.

Sensitivity analysis

The sensitivity analyses below were determined based on the exposure to the price risks of the aforementioned investments at the end of the reporting period.

If equity prices had been 1% higher/lower, pre-tax profit for the nine months ended September 30, 2025 and 2024 would have increased/decreased by $641 thousand and $1,192 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL, and the pre-tax other comprehensive income for the nine months ended September 30, 2025 and 2024 would have increased/decreased by $9,446 thousand and $11,400 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations, resulting in financial losses to the Group. As of the end of the reporting period, the Group's maximum credit risk exposure that may cause financial losses due to the counterparty's failure to perform its obligations mainly comes from the carrying amount of the respective recognized financial assets as stated in the balance sheets.

In order to mitigate credit risks, the Group's management has assigned a dedicated team to be responsible for the determination of credit limits, credit approval and other monitoring procedures to ensure that appropriate actions are taken to collect overdue receivables. In addition, the Group will review the recoverable amounts of receivables one by one on the balance sheet date to ensure that appropriate impairment losses have been made for uncollectible receivables. Accordingly, the Group's management believes that the Group's credit risk has been significantly reduced.

The objects of accounts receivable cover many customers and are scattered in different industries and geographical regions. The Group continues to evaluate the financial conditions of its customers with accounts receivable.

In addition, because the counterparties of liquidity and derivative financial instruments are financial institutions and corporate organizations with good credit ratings, the credit risk is limited.

The Group's customer base is vast and unrelated to each other, so the concentration of credit risk is not high.

3) Liquidity risk

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

The Group relies on bank borrowings are a significant source of liquidity. As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group had available unutilized short-term and long-term bank loan facilities set out in (b) below.

a) Liquidity and interest risk rate table for non-derivative financial liabilities

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables had been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The tables included both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed repayment dates.

September 30, 2025

	Less than 1 Year	1-2 Year	2-3 Year	3-5 Years	5+ Years
Non-derivative financial liabilities					
Non-interest bearing	$ 1,345,332	$ -	$ -	$ -	$ -
Lease liabilities	26,638	26,209	22,727	31,321	85,015
Variable interest rate liabilities	2,389,441	987,457	973,015	791,999	-
Fixed interest rate liabilities	600,184	-	-	-	-
	$ 4,361,595	$ 1,013,666	$ 995,742	$ 823,320	$ 85,015

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	$ 26,638	$ 80,257	$ 62,974	$ 22,041	$ -	$ -

December 31, 2024

	Less than 1 Year	1-2 Year	2-3 Year	3-5 Years	5+ Years
Non-derivative financial liabilities					
Non-interest bearing	$ 1,818,629	$ -	$ -	$ -	$ -
Lease liabilities	25,672	25,002	24,224	38,291	98,265
Variable interest rate liabilities	1,962,424	805,191	849,306	1,201,577	45,130
Fixed interest rate liabilities	106,151	-	-	-	-
	$ 3,912,876	$ 830,193	$ 873,530	$ 1,239,868	$ 143,395

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	$ 25,672	$ 87,517	$ 65,510	$ 32,755	$ -	$ -

September 30, 2024

	Less than 1 Year	1-2 Year	2-3 Year	3-5 Years	5+ Years
Non-derivative financial liabilities					
Non-interest bearing	$ 1,675,464	$ -	$ -	$ -	$ -
Lease liabilities	26,613	25,898	25,066	39,791	102,677
Variable interest rate liabilities	1,661,406	678,027	777,528	1,187,981	96,339
Fixed interest rate liabilities	104,794	-	-	-	-
	$ 3,468,277	$ 703,925	$ 802,594	$ 1,227,772	$ 199,016

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	$ 26,613	$ 90,755	$ 66,646	$ 36,031	$ -	$ -

b) Financing facilities

	September 30, 2025	December 31, 2024	September 30, 2024
Secured bank overdraft facilities, reviewed annually and payable on demand:			
Amount used	$ 1,774,810	$ 1,256,190	$ 1,000,000
Amount unused	875,190	793,810	-
	2,650,000	2,050,000	1,000,000

(Continued)

	September 30, 2025	December 31, 2024	September 30, 2024
Unsecured bank overdraft facilities, reviewed annually and payable on demand:			
Amount used	$ 3,820,859	$ 3,627,918	$ 3,366,368
Amount unused	2,434,181	2,381,757	10,301,223
	6,255,040	6,009,675	14,667,591
	$ 8,905,040	$ 8,059,675	$ 15,667,591

(Concluded)

31. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Group and its subsidiaries, which are related parties of the Group, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed below.

a. Related parties and relationships:

Name of Related Party	Relationship with the Group
Nichia Taiwan Corp.	Investor that has significant influence over the Group
Nichia Corp.	Investor that has significant influence over the Group
New Smart Technology Co., Ltd.	Associate
TASC Employee Benefits Committee	Other related party
TASC Health Care & Charity Foundation	Other related party

b. Operating revenue

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
Related Party Category/Name	2025	2024	2025	2024
Investor that has significant influence over the Group	$ 76,333	$ 69,190	$ 209,340	$ 235,003
Other related party	180	-	519	-
	$ 76,513	$ 69,190	$ 209,859	$ 235,003

The selling prices charged to the above related parties are not materially different from those charged to non-related parties.

c. Purchases of goods

Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Investors that have significant influence over the Group	$ 36,771	$ 38,765	$ 102,210	$ 93,896
Associates	11,404	9,080	32,135	21,580
	$ 48,175	$ 47,845	$ 134,345	$ 115,476

The purchase prices charged by the above related parties were not materially different from those charged by non-related parties.

d. Receivables from related parties

Line Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Trade receivables to related parties	Investors that have significant influence over the Group	$ 35,170	$ 21,680	$ 22,058
	Other related party	189	-	-
Allowance for impairment loss	Investors that have significant influence over the Group	-	(2)	-
		$ 35,359	$ 21,678	$ 22,058
Other trade receivables	Associate	$ -	$ 16	$ 16

The outstanding trade receivables from related parties are unsecured. For the nine months ended September 30, 2025 and 2024, no impairment losses were recognized for trade receivables from related parties. For the year ended December 31, 2024, impairment losses were recognized the amount $2 thousands for trade receivables from related parties.

e. Payables to related parties (excluding loans from related parties)

Line Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Trade payables to related parties	Investors that have significant influence over the Group	$ 57,937	$ 64,366	$ 57,985
	Associate	15,042	15,481	10,820
		$ 72,979	$ 79,847	$ 68,805
Other payables to related parties	Associate	$ 39,694	$ 29,467	$ 17,238

The payment terms with the above related parties were not materially different from non-related parties, the outstanding trade payables to related parties are unsecured.

f. Acquisition of property, plant and equipment

Related Party Category/Name	For the Three Months Ended September 30 2025	2024	For the Nine Months Ended September 30 2025	2024
Associate	$ 88,439	$ 30,059	$ 250,820	$ 171,756

g. Prepayments

Line Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Prepayments rental	Investors that have significant influence over the Group	$ 500	$ 500	$ 500
Prepayments to suppliers	Associate	$ -	$ 3,321	$ -
Prepayment for equipment	Associate	$ 32,961	$ 92,348	$ 149,120
Other prepayments	Associate	$ 277	$ 1,451	$ -

h. Loans from related parties

Line Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Other payables to related parties	Nichia Taiwan Corp.	$ 500,925	$ -	$ -

Line Item	Related Party Category/Name	For the Three Months Ended September 30 2025	2024	For the Nine Months Ended September 30 2025	2024
Interest expense	Nichia Taiwan Corp.	$ 3,150	$ -	$ 5,445	$ -

The Group obtained loans from related parties at rates comparable to market interest rates.

i. Lease arrangements

Line Item	Related Party Category/Name	For the Three Months Ended September 30 2025	2024	For the Nine Months Ended September 30 2025	2024
Interest expense	Investors that have significant influence over the Group	$ 132	$ 176	$ 429	$ 559

Line Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Lease liabilities	Investors that have significant influence over the Group	$ 15,806	$ 19,877	$ 21,212

In the lease contract with related parties, the rent is negotiated with reference to market conditions, and paid in accordance with general conditions.

j. Other

Line Item	Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2025	2024	2025	2024
Rental revenue	Associate	$ 61	$ 41	$ 183	$ 121

In the lease contract with related parties, the rent is negotiated with reference to market conditions, and received in accordance with general conditions.

k. Compensation of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	$ 19,666	$ 14,598	$ 56,539	$ 47,817
Post-employment benefits	1,269	1,690	3,846	5,041
	$ 20,935	$ 16,288	$ 60,385	$ 52,858

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

32. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets had been mortgaged as collateral for bank credit lines, performance guaranty, and a deposit for management and maintenance of public open space:

	September 30, 2025	December 31, 2024	September 30, 2024
Demand deposits (included in financial assets at amortized cost - current)	$ 23,160	$ 23,160	$ 22,960
Carrying amount of property, plant and equipment	2,025,952	1,586,998	556,069
	$ 2,049,112	$ 1,610,158	$ 579,029

33. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

Significant commitments and contingencies of the Group as of September 30, 2024 were as follows:

a. Unrecognized commitments were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Acquisition of property, plant and equipment	$ 223,450	$ 400,156	$ 1,036,693

b. As of September 30, 2025, December 31, 2024 and September 30, 2024, the guarantees provided by the Company through banks amounted to approximately $52,787 thousand, $67,550 thousand and $61,771 thousand, respectively.

34. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

Due to the need for equipment acquisition and operational working capital, Champ-Asia Semiconductor Corporation, a subsidiary of the Company, intends to enter into a credit facility with Taiwan Cooperative Bank. The Company will act as a joint guarantor, and pledge its plant as collateral to establish a second-ranking mortgage.

35. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

September 30, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 61,416	30.395 (USD:NTD)	$ 1,866,739
JPY	262,550	0.2038 (JPY:NTD)	53,508
CNY	1,584	4.246 (CNY:NTD)	6,726
EUR	359	35.570 (EUR:NTD)	12,770
Financial liabilities			
Monetary items			
USD	5,821	30.495 (USD:NTD)	177,511
JPY	802,536	0.2078 (JPY:NTD)	166,767
CNY	4,534	4.296 (CNY:NTD)	19,478
EUR	125	35.970 (EUR:NTD)	4,496

December 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 44,635	32.735 (USD:NTD)	$ 1,461,127
JPY	242,740	0.2079 (JPY:NTD)	50,466
CNY	1,579	4.453 (CNY:NTD)	7,031
EUR	964	33.940 (EUR:NTD)	32,718
Financial liabilities			
Monetary items			
USD	11,632	32.835 (USD:NTD)	381,937
JPY	1,377,558	0.2119 (JPY:NTD)	291,905
CNY	283	4.503 (CNY:NTD)	1,274
EUR	371	34.340 (EUR:NTD)	12,740

September 30, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 49,633	31.60 (USD:NTD)	$ 1,568,403
JPY	334,690	0.2203 (JPY:NTD)	73,732
CNY	1,576	4.498 (CNY:NTD)	7,089
EUR	313	35.18 (EUR:NTD)	11,011
Financial liabilities			
Monetary items			
USD	10,312	31.70 (USD:NTD)	326,890
JPY	1,165,429	0.2243 (JPY:NTD)	261,406
EUR	222	35.58 (EUR:NTD)	7,899

The significant realized and unrealized foreign exchange gains (losses) were as follows:

	For the Three Months Ended September 30			
	2025		2024	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
NTD	1 (NTD:NTD)	$ 69,449	1 (NTD:NTD)	$ (37,824)

Foreign Currency	For the Nine Months Ended September 30			
	2025		2024	
	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
NTD	1 (NTD:NTD)	$ (92,430)	1 (NTD:NTD)	$ 30,492

36. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions:

1) Financing provided to others: Table 1.

2) Endorsements/guarantees provided: Table 2.

3) Marketable securities held (excluding investments in subsidiaries and associates): Table 3.

4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 4.

5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital: Table 5.

6) Intercompany relationships and significant intercompany transactions: None.

b. Information on investees (excluding investees in mainland China): Table 6.

c. Information on investments in mainland China

1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: None.

2) Any of significant transactions with investee companies in mainland China, either directly or indirectly through a company in third area, and their prices, payment terms, and unrealized gains or losses: None.

a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period

b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period

c) The amount of property transactions and the amount of the resultant gains or losses

d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes

e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to the financing of funds

f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services

37. OPERATING SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. Specifically, the Group's reportable segments were LED and silicon vendor chips group, displays and lighting group, and power business group.

a. Segment revenues and results:

The information of the Group's revenues and results by segment is as follows:

	LED and Silicon Send or Chips Group	**Displays and Lighting Group**	**Packaging Business Group**	**Other Segment**	**Consolidated**
For the nine months ended September 30, 2025					
Revenue from external customers	$ 2,587,926	$ 671,879	$ 3,294	$ -	$ 3,263,099
Segment income	$ (148,108)	$ 102,303	$ (862,732)	$ (95,084)	$ (1,003,621)
For the nine months ended September 30, 2024					
Revenue from external customers	$ 2,613,291	$ 577,806	$ 75	$ -	$ 3,191,172
Segment income	$ 20,808	$ 80,732	$ (294,264)	$ (90,456)	$ (283,180)

The segment revenue reported above is generated from transactions with external customers. There were no inter-segment sales from January 1 to September 30, 2025 and 2024.

b. Total segment assets and liabilities

The amount of assets measured by the Group is not provided to the operating decision makers, so the amount of assets measured by the department is zero.

TABLE 1

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 3)	Aggregate Financing Limits (Note 4)	Note
													Item	Value			
0	Taiwan-Asia Semiconductor Corporation	Champ-Asia Semiconductor Corporation	Other receivables - related parties	Y	$ 600,000	$ 300,000	$ 300,000	2.56280%	b	$ -	Purchase equipment、increase working capital	$ -	-	$ -	$ 683,081	$ 2,732,325	
		ProAsia Semiconductor Corporation	Other receivables - related parties	Y	200,000	200,000	200,000	2.54630%	b	-	Purchase equipment, construction of a cleanroom	-	-	-	683,081	2,732,325	

Note 1: The Corporation is number zero (0), investee companies by company sequentially numbered starting from 1.

Note 2: Funding nature:

a. Business associate clients marked a.
b. Clients needing short-term loans marked b.

Note 3: Limit on loans granted to a single party, which has the needs of short-term financing with the Company should not exceed 10% of the Company’s latest net asset value ($6,830,814 thousand × 10% = $683,081 thousand). Besides, limit on loans granted to a single party, which has business relationship with the subsidiaries should not exceed total amount that the two sides trade in the recent six-month period.

Note 4: Total amount of loans of the Company should not exceed 40% of the Company’s latest net asset value ($6,830,814 thousand × 40% = $2,732,325 thousand).

Note 5: The above transactions have been eliminated in the preparation of the consolidated financial statements.

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of Each Party (Note)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 1)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship											
0	Taiwan-Asia Semiconductor Corporation	ProAsia Semiconductor Corporation	Subsidiary	$ 1,366,162	$ 1,400,000	$ 1,400,000	$ 1,275,000	$ -	20.50	$ 3,415,407	Y	N	N	-

Note 1: The calculation and amount of ceiling on providing endorsement/guarantee to others shall be disclosed. It there was contingent loss recognized in the financial statements, the recognized amount shall be disclosed under the Company's "Procedures for Provision of Endorsements and Guarantees", the Company's total guarantees and endorsements to others should not exceed 50% of the Company's net asset value, and total guarantees and endorsements provided for a single party should not exceed 20% of the Company's net asset value. The calculation is shown below:

a. $6,830,814 thousand × 50% = $3,415,407 thousand.
b. $6,830,814 thousand × 20% = $1,366,162 thousand.

Note 2: Regarding the excess amount of endorsement guarantees extended to a single enterprise, the Company plans to submit the improvement plan to the Audit Committee on November 5, 2025, and to report to the Board of Directors quarterly for supervision and control.

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD (EXCLUDING INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES)
SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2025			
				Shares	Carrying Amount	Percentage of Ownership	Fair Value
Taiwan-Asia Semiconductor Corporation	Shares						
	AXT, Inc. (Note 3)	-	Financial assets at FVTPL - non-current	124,100	$ -	-	$ -
	Top Increasing Technology Co., Ltd.	-	Financial assets at FVTPL - non-current	10,000,000	-	16.67	-
	Nichia Corp.	The Company is the parent company of Nichia Taiwan Corp.	Financial assets at FVTOCI - non-current	10,000	283,168	0.45	283,168
	Viking Tech Corporation.	-	Financial assets at FVTOCI - non-current	2,873,994	112,948	2.45	112,948
	Shin-Etsu Opto Electronic Co., Ltd.	-	Financial assets at FVTOCI - non-current	2,000,000	110,664	10.00	110,664
	Fubon Financial Holding Co., Ltd.	-	Financial assets at FVTOCI - non-current	250,000	13,500	-	13,500
	Private fund						
	Wisdom Capital Limited Partnership	-	Financial assets at FVTOCI - non-current	-	212,902	-	212,902
Ho Chung Investment Co., Ltd.	Shares						
	Taiwan-Asia Semiconductor Corporation	Parent company	Financial assets at FVTPL - current	754,543	20,712	0.17	20,712
	Shangya Technology Co., Ltd.	-	Financial assets at FVTOCI - non-current	6,800,000	211,440	15.35	211,440
River Asset Co., Ltd.	Shares						
	Leadtrend Tech. Corp.	-	Financial assets at FVTPL - current	905,195	47,795	1.47	47,795

Note 1: The term “marketable securities” in this table refers to stocks, bonds, mutual funds and marketable securities derived from the above items that fall within the scope of IFRS No. 9 “Financial Instruments”.

Note 2: The information on investment in subsidiaries, please refer to Table 6.

Note 3: The 124,000 shares of AXT, Inc. which are owned by the Company, are preferred stocks.

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchases/ Sales	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
Taiwan-Asia Semiconductor Corporation	Nichia Corp.	The Company is the parent company of Nichia Taiwan Corp.	Sale	$ 209,340	6.42	Collect receivables in 45 days after acceptance	$ -	-	$ 35,170	2.46	

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Taiwan-Asia Semiconductor Corporation	Champ-Asia Semiconductor Corporation	Subsidiary	$ 314,162	(Note 1)	$ -	-	$ -	$ -
	ProAsia Semiconductor Corporation	Subsidiary	241,252	(Note 2)	-	-	-	-

Note 1: The receivables included intercompany loan $300,000 thousand, goods $237 thousand and other receivables $13,925 thousand.

Note 2: The receivables included intercompany loan $200,000 thousand, goods $2,447 thousand and other receivables $38,805 thousand.

Note 3: All the transactions had been eliminated when preparing consolidated financial statements.

TAIWAN-ASIA SEMICONDUCTOR CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEES (EXCLUDING INVESTMENTS IN MAINLAND CHINA)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2025			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				September 30, 2025	December 31, 2024	Shares	%	Carrying Amount			
Taiwan-Asia Semiconductor Corporation	Ho Chung Investment Co., Ltd.	Taiwan	Investment business	$ 400,000	$ 400,000	40,000,000	100.00	$ 311,132	$ (1,138)	$ 447	
	River Asset Co., Ltd.	Taiwan	Investment business	400,000	400,000	40,000,000	100.00	325,623	(6,488)	(6,488)	(Note 1)
	Star Asia Vision Corporation	Taiwan	Manufacture and sales of lighting equipment	163,360	164,360	16,336,000	65.34	343,835	73,375	52,783	
	New Smart Technology Co., Ltd.	Taiwan	Automatic control equipment engineering business	13,048	14,000	932,000	4.18	12,180	39,999	633	(Note 1)
	Wan Zun Guang Investment Co., Ltd.	Taiwan	Investment business	2,020,010	2,020,010	202,001,000	100.00	1,204,505	(495,113)	(495,725)	(Note 1)
	Champ-Asia Semiconductor Corporation	Taiwan	Manufacturing of electronic parts	1,270,000	1,000,000	122,500,000	97.92	915,653	(261,575)	(257,195)	
River Asset Co., Ltd.	New Smart Technology Co., Ltd.	Taiwan	Automatic control equipment engineering business	52,150	56,000	3,725,000	16.69	48,746	39,999	2,534	(Note 1)
	Anax-Asia Technology Corporation	Taiwan	Investment business	10,500	10,500	1,050,000	30.00	4,143	(13,950)	(4,185)	(Note 1)
Wan Zun Guang Investment Co., Ltd.	ProAsia Semiconductor Corporation	Taiwan	Development, manufacture and sales of silicon-based semiconductor power components and silicon carbide compound semiconductor power components	1,972,510	1,972,510	154,834,000	82.78	1,198,380	(590,444)	(495,031)	
Ho Chung Investment Co., Ltd.	United-Asia Semiconductor Corporation	Taiwan	Assembling and testing of electronic parts	101,000	101,000	10,100,000	100.00	91,109	656	656	(Note 1)
	Champ-Asia Semiconductor Corporation	Taiwan	Manufacturing of electronic parts	1,000	1,000	100,000	0.08	748	(261,575)	(220)	

Note 1: The calculation is based on the financial statements of the investee company that have not been reviewed by an accountant during the same period and the Company’s percentage of ownership.

Note 2: The amount was eliminated upon consolidation, excluding New Smart Technology Co., Ltd and Intelligence AnAsia Technology Corp.