

English Translation of Financial Statements and a Report Originally Issued in Chinese

Ticker: 3189

Kinsus Interconnect Technology Corp. and Subsidiaries
Consolidated Financial Statements
With Review Report of Independent Auditors
As of March 31, 2026 and 2025
And For The Three-month Periods Then Ended

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The reader is advised that these consolidated financial statements have been prepared originally in Chinese. In the event of a conflict between these financial statements and the original Chinese version or difference in interpretation between the two versions, the Chinese language financial statements shall prevail.

English Translation of Financial Statements and a Report Originally Issued in Chinese

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REVIEW REPORT OF INDEPENDENT AUDITORS

To The Board of Directors of
Kinsus Interconnect Technology Corp.

Introduction

We have reviewed the accompanying consolidated balance sheets of Kinsus Interconnect Technology Corp. (the “Company”) and its subsidiaries as of March 31, 2026 and 2025, the related consolidated statements of comprehensive income, changes in equity and cash flows for the three-month periods ended March 31, 2026 and 2025, and notes to the consolidated financial statements, including the summary of material accounting policies (together “the consolidated financial statements”). Management is responsible for the preparation and fair presentation of these 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” as endorsed and became effective by Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. 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 conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as of March 31, 2026 and 2025, and their consolidated financial performance and cash flows for the three-month periods ended March 31, 2026 and 2025, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed and became effective by Financial Supervisory Commission of the Republic of China.

/s/Chang, Chih Ming

/s/Chen, Kuo Shuai

Ernst & Young, Taiwan

May 8th, 2026

Notices to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, results of operations 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 accepted and applied in the Republic of China.

Accordingly, the accompanying consolidated financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Consolidated Balance Sheets

As of March 31, 2026, December 31, 2025 and March 31, 2025

(Amounts Expressed In Thousands of New Taiwan Dollars)

Assets			As of March 31, 2026		As of December 31, 2025		As of March 31, 2025	
Code	Accounts	Notes	Amount	%	Amount	%	Amount	%
	Current assets							
1100	Cash and cash equivalents	6(1)	\$11,635,037	14	\$12,281,237	15	\$12,718,564	16
1110	Financial assets at fair value through profit or loss	6(2)	1,946,290	2	1,410,294	2	741,532	1
1136	Financial assets measured at amortized cost	6(3)	6,556,536	8	2,644,290	3	1,993,098	3
1150	Notes receivable, net	6(5)	-	-	-	-	682	-
1170	Accounts receivable, net	6(6)	6,834,388	8	6,802,761	9	5,498,441	7
1180	Accounts receivable - related parties, net	7	204	-	867	-	-	-
1200	Other receivables		170,628	-	97,074	-	173,762	-
1210	Other receivables from related parties	7	1,114	-	-	-	1,066	-
1310	Inventories, net	6(7)	5,358,487	6	4,828,309	6	3,758,654	5
1410	Prepayments		654,477	1	552,934	1	784,529	1
1460	Disposal groups held for sale	6(8)	-	-	-	-	3,411,650	4
1470	Other current assets		249,973	-	319,871	-	185,597	-
11xx	Total current assets		<u>33,407,134</u>	<u>39</u>	<u>28,937,637</u>	<u>36</u>	<u>29,267,575</u>	<u>37</u>
	Non-current assets							
1517	Financial assets at fair value through OCI	6(4)	52,727	-	52,727	-	118,830	-
1535	Financial assets measured at amortized cost	6(3),8	1,218	-	37,107	-	-	-
1550	Investment accounted for under equity method	6(9)	48,407	-	48,521	-	49,238	-
1600	Property, plant and equipment, net	6(10), 7, 8	45,019,335	55	41,936,711	53	39,117,375	49
1755	Right-of-use asset	6(25)	578,885	1	568,815	1	362,334	1
1780	Intangible assets	6(11)	177,183	-	175,270	-	38,711	-
1840	Deferred income tax assets	4	91,254	-	92,667	-	92,167	-
1900	Other non-current assets	6(12), 8	126,000	-	123,079	-	103,129	-
1915	Prepayment for acquiring machinery	6(10), 9	4,151,924	5	8,000,746	10	10,543,422	13
15xx	Total non-current assets		<u>50,246,933</u>	<u>61</u>	<u>51,035,643</u>	<u>64</u>	<u>50,425,206</u>	<u>63</u>
1xxx	Total Assets		<u>\$83,654,067</u>	<u>100</u>	<u>\$79,973,280</u>	<u>100</u>	<u>\$79,692,781</u>	<u>100</u>

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Consolidated Balance Sheets-(Continued)

As of March 31, 2026, December 31, 2025 and March 31, 2025

(Amounts Expressed In Thousands of New Taiwan Dollars)

Liabilities and Equity			As of March 31, 2026		As of December 31, 2025		As of March 31, 2025	
Code	Accounts	Notes	Amount	%	Amount	%	Amount	%
	Current liabilities							
2100	Short-term loans	6(13)	\$1,278,540	2	\$3,053,498	4	\$2,719,481	3
2130	Contract liability	6(23)	1,137,371	1	1,088,434	1	1,100,293	1
2150	Notes payable		45,055	-	71,041	-	66,841	-
2170	Accounts payable		3,825,184	5	3,828,757	5	2,730,550	3
2200	Other payables	6(14), 7	6,850,933	8	6,130,463	8	5,857,351	7
2230	Current income tax liabilities	4	1,210,174	1	1,139,648	1	967,161	1
2250	Provision	6(20)	30,479	-	24,312	-	6,839	-
2260	Liabilities directly associated with disposal groups held for sale	6(8)	-	-	-	-	1,353,061	2
2280	Lease liability	6(25)	40,000	-	38,155	-	28,907	-
2300	Other current liabilities	6(15)	3,061,901	4	4,339,228	6	3,604,895	5
2365	Refund liability	6(16)	336,524	-	392,880	-	18,435,379	-
21xx	Total current liabilities		<u>17,816,161</u>	<u>21</u>	<u>20,106,416</u>	<u>25</u>	<u>18,666,258</u>	<u>22</u>
	Non-current liabilities							
2527	Contract liability	6(23)	1,782,750	2	2,102,961	3	2,990,708	4
2540	Long-term loans	6(17), 8	7,562,530	9	11,197,127	14	12,807,462	17
2570	Deferred income tax liabilities	4	81,277	-	84,738	-	87,930	-
2580	Lease liability	6(25)	78,963	-	77,794	-	67,056	-
2600	Other non-current liabilities	6(18),7	4,862,110	6	5,031,047	6	5,578,386	7
25xx	Total non-current liabilities		<u>14,367,630</u>	<u>17</u>	<u>18,493,667</u>	<u>23</u>	<u>21,531,542</u>	<u>28</u>
2xxx	Total liabilities		<u>32,183,791</u>	<u>38</u>	<u>38,600,083</u>	<u>48</u>	<u>40,197,800</u>	<u>50</u>
31xx	Equity attributable to shareholders of the parent							
3100	Capital	6(21)						
3110	Common stock		5,269,158	6	4,567,920	6	4,566,072	6
3200	Capital surplus	6(21)	17,254,083	21	7,375,477	9	7,354,899	9
3300	Retained earnings	6(21)						
3310	Legal reserve		4,799,231	6	4,799,231	6	4,792,531	6
3320	Special reserve		45,148	-	45,148	-	195,240	-
3350	Unappropriated earnings		15,870,237	19	16,120,617	20	14,651,745	19
3400	Other components of equity		(85,034)	-	(176,628)	-	(41,379)	-
36xx	Non-controlling interests	6(21)	8,317,453	10	8,641,432	11	7,975,873	10
3xxx	Total equity		<u>51,470,276</u>	<u>62</u>	<u>41,373,197</u>	<u>52</u>	<u>39,494,981</u>	<u>50</u>
	Total liabilities and equity		<u>\$83,654,067</u>	<u>100</u>	<u>\$79,973,280</u>	<u>100</u>	<u>\$79,692,781</u>	<u>100</u>

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Consolidated Statements of Comprehensive Income

For the three-month periods ended March 31, 2026 and 2025

(Amounts Expressed in Thousands of New Taiwan Dollars, Except for Earnings per Share)

Code	Items	Notes	For the three-month period ended March 31,			
			2026		2025	
			Amount	%	Amount	%
4000	Operating revenues	6(23), 7	\$11,104,965	100	\$8,619,744	100
5000	Operating costs	6(7)	(8,755,466)	(79)	(6,678,205)	(77)
5900	Gross profit		2,349,499	21	1,941,539	23
6000	Operating expenses	7				
6100	Sales and marketing		(283,827)	(3)	(224,082)	(3)
6200	General and administrative		(595,802)	(5)	(532,971)	(6)
6300	Research and development		(573,163)	(5)	(685,978)	(8)
6450	Expected credit gains (losses)	6(24)	(6,069)	-	2,584	-
	Total operating expenses		(1,458,861)	(13)	(1,440,447)	(17)
6900	Operating income		890,638	8	501,092	6
7000	Non-operating incomes and expenses					
7100	Interest income	6(27)	83,065	1	112,353	1
7010	Other incomes	6(27), 7	76,077	-	141,964	2
7020	Other gains or losses	6(27)	10,962	1	47,278	-
7050	Finance costs	6(27), 7	(96,167)	(1)	(102,894)	(1)
7060	Share of the profit or loss of associates and joint ventures	6(9)	(114)	-	(139)	-
	Total non-operating incomes and expenses		73,823	1	198,562	2
7900	Income before income tax		964,461	9	699,654	8
7950	Income tax expense	4, 6(29)	(88,658)	(1)	(87,695)	(1)
8200	Net income		875,803	8	611,959	7
8300	Other comprehensive income (loss)	6(28)				
8360	Items that may be reclassified subsequently to profit or loss					
8361	Exchange differences on translation of foreign operations		108,156	1	57,539	1
8399	Income tax related to items that may be reclassified to profit or loss		(413)	-	(499)	-
	Total other comprehensive income, net of tax		107,743	1	57,040	1
8500	Total comprehensive income		\$983,546	9	\$668,999	8
8600	Net income attributable to:					
8610	Shareholders of the parent		\$549,232	5	\$276,072	3
8620	Non-controlling interests		326,571	3	335,887	4
			\$875,803	8	\$611,959	7
8700	Comprehensive income attributable to:					
8710	Shareholders of the parent		\$632,420	6	\$314,656	4
8720	Non-controlling interests		351,126	3	354,343	4
			\$983,546	9	\$668,999	8
9750	Earnings per share-basic (in NTD)	6(30)	\$1.17		\$0.61	
9850	Earnings per share-diluted (in NTD)	6(30)	\$1.17		\$0.61	

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

Kinsus Interconnect Technology Corp. and Subsidiaries

Consolidated Statements of Changes in Equity

For the three-month periods ended March 31, 2026 and 2025

(Amounts Expressed In Thousands of New Taiwan Dollars)

Code	Items	Equity Attributable to Shareholders of the Parent										Non-controlling Interests	Total Equity
		Common Stock	Capital Surplus	Retained Earnings			Others				Total		
				Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange differences arising on translation of foreign operations	Unrealized gain (loss) on equity instrument investment measured at fair value through other comprehensive income	Disposal groups held for sale	Unearned Employee Benefit			
3100	3200	3310	3320	3350	3410	3420	3470	3490	31XX	36XX	3XXX		
A1	Balance as of January 1, 2025	\$4,566,494	\$7,357,577	\$4,792,531	\$195,240	\$14,832,241	\$-	\$-	\$(45,148)	\$(46,640)	\$31,652,295	\$8,225,938	\$39,878,233
B5	Appropriation and distribution of 2024 earnings												
	Cash dividends-common shares					(456,649)					(456,649)		(456,649)
D1	Net income for the three-month period ended March 31, 2025					276,072					276,072	335,887	611,959
D3	Other comprehensive income, net of tax, for the three-month period ended March 31, 2025						6,642		31,942		38,584	18,456	57,040
D5	Total comprehensive income	-	-	-	-	276,072	6,642	-	31,942	-	314,656	354,343	668,999
O1	Non-controlling interests increase (decrease)											(604,408)	(604,408)
T1	Restricted employee stocks and others	(422)	(2,678)			81				11,825	8,806		8,806
Z1	Balance as of March 31, 2025	\$4,566,072	\$7,354,899	\$4,792,531	\$195,240	\$14,651,745	\$6,642	\$-	\$(13,206)	\$(34,815)	\$31,519,108	\$7,975,873	\$39,494,981
A1	Balance as of January 1, 2026	\$4,567,920	\$7,375,477	\$4,799,231	\$45,148	\$16,120,617	\$(121,184)	\$(31,173)	\$-	\$(24,271)	\$32,731,765	\$8,641,432	\$41,373,197
B5	Appropriation and distribution of 2025 earnings												
	Cash dividends-common shares					(799,620)					(799,620)		(799,620)
D1	Net income for the three-month period ended March 31, 2026					549,232					549,232	326,571	875,803
D3	Other comprehensive income (loss), net of tax, for the three-month period ended March 31, 2026						83,188				83,188	24,555	107,743
D5	Total comprehensive income	-	-	-	-	549,232	83,188	-	-	-	632,420	351,126	983,546
E1	Cash capital increase	700,000	9,896,460								10,596,460		10,596,460
M7	Changes in ownership interest in subsidiaries		(20,250)				(518)	(99)			(20,867)	20,867	-
O1	Non-controlling interests increase (decrease)											(695,972)	(695,972)
T1	Restricted employee stocks and others	1,238	2,396			8				9,023	12,665		12,665
Z1	Balance as of March 31, 2026	\$5,269,158	\$17,254,083	\$4,799,231	\$45,148	\$15,870,237	\$(38,514)	\$(31,272)	\$-	\$(15,248)	\$43,152,823	\$8,317,453	\$51,470,276

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Consolidated Statements of Cash Flows

For the three-month periods ended March 31, 2026 and 2025

(Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Items	For the three-month periods ended March 31,		Code	Items	For the three-month periods ended March 31,	
		2026	2025			2026	2025
AAAA	Cash flows from operating activities:			BBBB	Cash flows from investing activities:		
A00010	Income before income tax	\$964,461	\$699,654	B00010	Acquisition of financial assets at fair value through OCI	-	(67,830)
A20000	Adjustments:			B00040	Disposal (acquisition) of financial assets measured at amortized cost	(3,876,357)	(838,109)
A20010	Income and expense adjustments:			B02700	Acquisition of property, plant and equipment	(1,358,967)	(2,368,447)
A20100	Depreciation (including right-of-use assets)	1,973,862	1,708,518	B02800	Proceeds from disposal of property, plant and equipment	394	7,193
A20200	Amortization	26,527	19,180	B03800	Decrease (increase) in refundable deposits	(170)	1,219
A20300	Expected credit losses (gains)	6,069	(2,584)	B04500	Acquisition of intangible assets	(28,390)	(3,835)
A20400	Net gain of financial assets at fair value through P/L	(5,701)	(3,754)	BBBB	Net cash provided by (used in) investing activities	(5,263,490)	(3,269,809)
A20900	Interest expense	96,167	102,894				
A21200	Interest income	(83,065)	(112,353)	CCCC	Cash flows from financing activities:		
A21900	Cost of share based payment	455,146	10,769	C00100	Increase (decrease) in short-term loans	(1,774,958)	36,529
A22300	Share of profit or loss of associates and joint ventures	114	139	C01600	Increase in long-term loans	5,810	4,075
A22500	Loss (Gain) on disposal of property, plant and equipment	(372)	(5,720)	C01700	Repayments of long-term loans	(4,940,192)	(556,484)
A29900	Gain on government grants	(12,146)	(6,608)	C03000	Increase (decrease) in deposits received	(160,693)	74,690
A29900	Loss (Gain) on lease modification	97	(596)	C04020	Cash payments for the principal portion of the lease liability	(12,327)	(9,810)
				C04600	Cash Capital Increase	10,159,288	-
A30000	Changes in operating assets and liabilities:			C05800	Decrease in non-controlling interests	(146,510)	-
A31115	Financial assets at fair value through P/L	(530,295)	383,600	CCCC	Net cash provided by (used in) financing activities	3,130,418	(451,000)
A31130	Notes receivable	-	2,048				
A31150	Accounts receivable	(37,710)	(214,219)	DDDD	Effect of exchange rate changes	37,416	25,433
A31160	Accounts receivable - related parties	663	-				
A31180	Other receivables	(74,537)	(137,979)	EEEE	Increase (decrease) in cash and cash equivalents	(646,200)	(1,779,066)
A31190	Other receivables from related parties	(1,114)	6,041	E00100	Cash and cash equivalents at beginning of period	12,281,237	15,365,653
A31200	Inventories	(530,178)	(732,162)	E00200	Cash and cash equivalents at end of period	\$11,635,037	\$13,586,587
A31230	Prepayments	(102,490)	100,236				
A31240	Other current assets	69,898	57,258				
A31990	Net defined benefit assets	(2,751)	(1,986)	E00210	Cash and cash equivalents in the consolidated balance sheets	\$11,635,037	\$12,718,564
A32125	Contract liabilities	(271,274)	(144,552)	E00212	Cash and cash equivalents in disposal groups held for sale	-	868,023
A32130	Notes payable	(25,986)	20,675	E00200	Cash and cash equivalents in the consolidated statements of cash flows	\$11,635,037	\$13,586,587
A32150	Accounts payable	(3,573)	348,459				
A32180	Other payables	(403,122)	(125,219)				
A32200	Provision	6,167	6,839				
A32230	Other current liabilities	15,757	6,602				
A32990	Refund liability	(56,356)	(64,029)				
A33000	Cash generated from (used in) operations	1,474,258	1,921,151				
A33100	Interest received	84,370	110,363				
A33300	Interest paid	(89,003)	(97,958)				
A33500	Income tax paid	(20,169)	(17,246)				
AAAA	Net cash provided by (used in) operating activities	1,449,456	1,916,310				

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

1. HISTORY AND ORGANIZATION

Kinsus Interconnect Technology Corp. (referred to “the Company”) was established on September 11, 2000. Its main business activities include the manufacture of electronic products, the whole-sale and retail-sale of electronic materials, and the consultation services of business operation and management. The Company’s stocks have been governmentally approved on May 20, 2004 to be listed and traded in Taiwan Stock Exchange starting November 1, 2004. The registered business premise and main operation address is at No. 1245, Chung Hua Rd., Hsinwu District, Taoyuan City, Taiwan 32747.

Pegatron Corporation is the ultimate controller of the Group to which the Company belongs.

2. DATE AND PROCEDURE OF AUTHORIZATION FOR FINANCIAL STATEMENTS ISSUANCE

The consolidated financial statements of the Company and its subsidiaries (“the Group”) were authorized to be issued in accordance with a resolution of the Board of Directors’ meeting held on May 8, 2026.

3. NEWLY ISSUED OR REVISED STANDARDS AND INTERPRETATIONS

(1) Changes in accounting policies resulting from applying for the first time certain standards and amendments

The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended which are recognized by Financial Supervisory Commission (“FSC”) and become effective for annual periods beginning on or after January 1, 2026. The adoption of these new standards and amendments had no material impact on the Group.

- (2) Standards or interpretations issued, revised or amended, by IASB which have not been endorsed by FSC, and not yet adopted by the Group as at the date when the Group’s financial statements were authorized for issue are listed below.

Items	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
a	IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” — Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures	To be determined by IASB
b	IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note)
c	Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)	January 1, 2027
d	Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21 and IAS 29)	January 1, 2027

Note: On 25 September 2025, the FSC announced in a press release that Taiwan will adopt IFRS 18 in 2028. In addition, entities in Taiwan with a need for early adoption may elect to early adopt IFRS 18 upon approval by the FSC.

- (A) IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” – Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures

The amendments address the inconsistency between the requirements in IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures, in dealing with the loss of control of a subsidiary that is contributed to an associate or a joint venture. IAS 28 restricts gains and losses arising from contributions of non-monetary assets to an associate or a joint venture to the extent of the interest attributable to the other equity holders in the associate or joint ventures. IFRS 10 requires full profit or loss recognition on the loss of control of the subsidiary. IAS 28 was amended so that the gain or loss resulting from the sale or contribution of assets that constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized in full.

IFRS 10 was also amended so that the gains or loss resulting from the sale or contribution of a subsidiary that does not constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized only to the extent of the unrelated investors' interests in the associate or joint venture.

(B) IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 replaces IAS 1 Presentation of Financial Statements. The main changes are as below:

(1) Improved comparability in the statement of profit or loss (income statement)

IFRS 18 requires entities to classify all income and expenses within their statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. The first three categories are new, to improve the structure of the income statement, and requires all entities to provide new defined subtotals, including operating profit or loss. The improved structure and new subtotals will give investors a consistent starting point for analyzing entities' performance and make it easier to compare entities.

(2) Enhanced transparency of management-defined performance measures

IFRS 18 requires entities to disclose explanations of those entity-specific measures that are related to the income statement, referred to as management-defined performance measures.

(3) Useful grouping of information in the financial statements

IFRS 18 sets out enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes. The changes are expected to provide more detailed and useful information. IFRS 18 also requires entities to provide more transparency about operating expenses, helping investors to find and understand the information they need.

(C) Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)

This new standard and its amendment permit subsidiaries without public accountability to provide reduced disclosures when applying IFRS Accounting Standards in their financial statements. IFRS 19 is optional for subsidiaries that are eligible and sets out the disclosure requirements for subsidiaries that elect to apply it.

(D) Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21 and IAS 29)

The amendments include:

- (1) Clarify that when the entity's functional currency is that of a non-hyperinflationary economy but its presentation currency is the currency of a hyperinflationary economy, the entity shall translate its results and financial position using the closing rate at the date of the most recent statement of financial position.
- (2) In the above circumstances, when the presentation currency ceases to be hyperinflationary economy, the entity shall not retranslate amounts that arose before the beginning of the reporting period.
- (3) When the entity's functional currency and presentation currency are the currency of a hyperinflationary economy, the entity shall apply the relevant accounting treatment in accordance with paragraph 34 of IAS 29.

The abovementioned standards and interpretations issued by IASB have not yet endorsed by FSC at the date when the Group's financial statements were authorized for issue, the local effective dates are to be determined by FSC. As the Group is still currently determining the potential impact of the new or amended standards and interpretations listed under (B), it is not practicable to estimate their impact on the Group at this point in time. The remaining new or amended standards and interpretations have no material impact on the Group.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(1) Statement of compliance

The consolidated financial statements for the three-month periods ended March 31, 2026 and 2025 have been prepared in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (“the Regulations”) and IAS 34, “Interim Financial Reporting,” as endorsed and became effective by the FSC.

Except for the following 4(4)~4(6), the accounting policies applied in these consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2025. For more details, please refer to Note 4 of the Company’s consolidated financial statements for the year ended December 31, 2025.

(2) Basis of preparation

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments that have been measured at fair value. The consolidated financial statements are presented in thousands of New Taiwan Dollars (“NT\$”) unless otherwise specified.

(3) Basis of consolidation

The same principles of consolidation have been applied in the Company’s consolidated financial statements as those applied in the Company’s consolidated financial statements for the year ended December 31, 2025. For the principles of consolidation, please refer to Note 4(3) of the Company’s consolidated financial statements for the year ended December 31, 2025.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

The consolidated entities are listed as follows:

Investor	Subsidiary	Main business	Percentage of Ownership (%), as of		
			Mar. 31, 2026	Dec. 31, 2025	Mar. 31, 2025
The Company	KINSUS CORP. (USA)	Designing substrates, formulating marketing strategy analysis, developing new customers, researching and development new product technology	100.00%	100.00%	100.00%
The Company	KINSUS HOLDING (SAMOA) LIMITED	Investing activities	100.00%	100.00%	100.00%
The Company	KINSUS INVESTMENT CO., LTD.	Investing activities	100.00%	100.00%	100.00%
The Company	PEGAVISION CORPORATION	Manufacture of medical equipment	2.35% (Note)	2.33% (Note)	2.33% (Note)
KINSUS HOLDING (SAMOA) LIMITED	KINSUS HOLDING (CAYMAN) LIMITED	Investing activities	100.00%	100.00%	100.00%
KINSUS HOLDING (SAMOA) LIMITED	PIOTEK HOLDINGS LTD. (CAYMAN)	Investing activities	51.00%	51.00%	51.00%
KINSUS INVESTMENT CO., LTD.	PEGAVISION CORPORATION	Manufacture of medical equipment	27.41% (Note)	27.22% (Note)	27.22% (Note)

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Investor	Subsidiary	Main business	Percentage of Ownership (%), as of		
			Mar. 31, 2026	Dec. 31, 2025	Mar. 31, 2025
KINSUS HOLDING (CAYMAN) LIMITED	KINSUS INTERCONNECT TECHNOLOGY SUZHOU CORP.	Manufacturing and selling printed circuit board (PCB) (not high-density fine-line)	100.00%	100.00%	100.00%
PIOTEK HOLDINGS LTD. (CAYMAN)	PIOTEK HOLDING LIMITED	Investing activities	100.00%	100.00%	100.00%
PIOTEK HOLDINGS LIMITED	PIOTEK COMPUTER (SUZHOU) CO., LTD.	Researching, developing, producing and selling electronic components, PCBs and related products and providing after- sale services	83.06%	83.06%	83.06%
KINSUS INTERCONNECT TECHNOLOGY SUZHOU CORP.	PIOTEK COMPUTER (SUZHOU) CO., LTD.	Researching, developing, producing and selling electronic components, PCBs and related products and providing after- sale services	8.64%	8.64%	8.64%
PEGAVISION CORPORATION	PEGAVISION JAPAN INC.	Selling medical equipment	100.00%	100.00%	100.00%
PEGAVISION CORPORATION	PEGAVISION (JIANGSU) LIMITED	Producing and Selling medical equipment	100.00%	100.00%	100.00%

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Investor	Subsidiary	Main business	Percentage of Ownership (%), as of		
			Mar. 31, 2026	Dec. 31, 2025	Mar. 31, 2025
PEGAVISION CORPORATION	MAYIN INVESTMENT CO., LTD.	Investing activities	100.00%	100.00%	100.00%
PEGAVISION CORPORATION	PEGAVISION VIETNAM COMPANY LIMITED	Producing and selling medical equipment	100.00%	100.00%	100.00%
PEGAVISION CORPORATION	PEGAVISION (SHANGHAI) LIMITED	Selling medical equipment	100.00% (Note 1)	100.00% (Note 1)	100.00% (Note 1)
PEGAVISION CORPORATION	PEGAVISION NETHERLANDS B.V.	Selling medical equipment	100.00%	100.00%	100.00%
MAYIN INVESTMENT CO., LTD.	BEAUTYTECH PLATFORM CORPORATION	Selling medical equipment and cosmetic products	85.00%	85.00%	85.00%
MAYIN INVESTMENT CO., LTD.	FACIALBEAU INTERNATIONAL CORPORATION	Selling medical equipment and cosmetic products	55.00%	55.00%	55.00%
BEAUTYTECH PLATFORM CORPORATION	PEGAVISION (SHANGHAI) LIMITED	Selling medical equipment	- (Note 2)	- (Note 2)	100.00%
BEAUTYTECH PLATFORM CORPORATION	BEAUTYTECH PLATFORM (SHANGHAI) CORPORATION	Selling medical equipment and cosmetic products	100.00% (Note 2)	100.00% (Note 2)	100.00%

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Investor	Subsidiary	Main business	Percentage of Ownership (%), as of		
			Mar. 31, 2026	Dec. 31, 2025	Mar. 31, 2025
BEAUTYTECH PLATFORM CORPORATION	BEAUTYTECH PLATFORM (SINGAPORE) PTE. LTD.	Selling medical equipment and cosmetic products	- (Note 3)	- (Note 3)	100.00%
BEAUTYTECH PLATFORM CORPORATION	FORIMART CORPORATION	Selling medical equipment and cosmetic products	100.00%	100.00%	100.00%
BEAUTYTECH PLATFORM CORPORATION	BEAUTYTECH PLATFORM (VIETNAM) LIMITED LIABILITY COMPANY	Selling medical equipment and cosmetic products	70.00%	70.00%	70.00%
PEGAVISION (SHANGHAI) LIMITED	GEMVISION TECHNOLOGY (ZHEJIANG) LIMITED	Selling medical equipment and cosmetic products	- (Note 2)	- (Note 2)	100.00%
BEAUTYTECH PLATFORM (SHANGHAI) CORPORATION	GEMVISION TECHNOLOGY (ZHEJIANG) LIMITED	Selling medical equipment and cosmetic products	100.00% (Note 2)	100.00% (Note 2)	-
FACIALBEAU INTERNATIONAL CORPORATION	FACIALBEAU (JIANGSU) CORPORATION	Selling medical equipment and cosmetic products	100.00% (Note 1)	100.00% (Note 1)	100.00% (Note 1)
FACIALBEAU INTERNATIONAL CORPORATION	IKIDO INC.	Selling medical equipment and cosmetic products	100.00%	100.00%	100.00%

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Investor	Subsidiary	Main business	Percentage of Ownership (%), as of		
			Mar. 31, 2026	Dec. 31, 2025	Mar. 31, 2025
FACIALBEAU INTERNATIONAL CORPORATION	RODNA CO., LTD.	Selling medical equipment and cosmetic products	100.00%	100.00%	100.00%
FACIALBEAU INTERNATIONAL CORPORATION	AQUAMAX VISION CORPORATION	Selling medical equipment and cosmetic products	100.00%	100.00%	100.00%

Note: As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group had 29.76% , 29.55%, 29.55% ownership of Pegavision Corporation, respectively. However, the Group possesses control over the entity as it has been the single largest shareholder since the Group invested in Pegavision Corporation. The Group and the parent company hold more than 45% of voting right while the remaining equity is individually held by numerous shareholders without contractual rights. The Group therefore has control over the entity.

PEGAVISION CORPORATION resolved at a meeting of the Board of Directors on March 16, 2026 to repurchase treasury shares for transfer to employees. The planned repurchase period was from March 17 to May 15, 2026, with an intended total of 1,200 thousand shares. As of March 31, 2026, the Company had repurchased 525 thousand shares, and the Group's ownership interest consequently increased from 29.55% to 29.76%. The share repurchase program was completed on April 14, 2026, with a total of 1,200 thousand shares repurchased at an aggregate cost of NT\$340,652 thousand.

Note1: To improve the synergy of the Group, the board of directors decided to reorganize and set up the Subsidiaries on July 26, 2021:

(a) FacialBeau (Jiangsu) Corporation which is 100% held by FacialBeau International Corporation was registered on February 25, 2022. The investment amount has not been remitted as of March 31, 2026.

(b) PEGAVISION (SHANGHAI) LIMITED which is 100% held by PEGAVISION CORPORATION was registered on April 23, 2024. The investment amount has not been remitted as of March 31, 2026

Note2: As part of the Group's business reorganization, BEAUTYTECH PLATFORM (SHANGHAI) CORPORATION has merged with PEGAVISION (SHANGHAI) CORPORATION in 2025. BEAUTYTECH PLATFORM (SHANGHAI) CORPORATION is the surviving entity, and PEGAVISION (SHANGHAI) LIMITED was dissolved upon the completion of the merger.

Note3: BEAUTYTECH PLATFORM (SINGAPORE) PTE. LTD. Has completed the cancellation of registration in 2025 due to group business adjustments

(4) Post-employment 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 and disclosed for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events.

(5) Treasury shares

When subsidiaries of the Group repurchase treasury shares for transfer to employees, such treasury shares are recognized at acquisition cost and presented as a deduction from equity. Any differences arising from treasury share transactions are recognized within equity.

(6) Income tax

Interim period income tax expense is accrued using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period. Only current income tax expense is using the estimated average annual effective income tax rate while deferred income tax is recognized and measured in consistent with annual financial reporting in accordance with IAS 12, "Income Tax." The impact of tax rate change in interim period, if any, is recognized in earnings, other comprehensive income or directly equity.

5. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Group's consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The same significant accounting judgments, estimates and assumptions have been applied in the Company's consolidated financial statements for the three-month period ended March 31, 2026 as those applied in the Company's consolidated financial statements for the year ended December 31, 2025. For significant accounting judgments, estimates and assumptions, please refer to Note 5 of the Company's consolidated financial statements for the year ended December 31, 2025.

6. CONTENTS OF SIGNIFICANT ACCOUNTS

(1)Cash and cash equivalents

	As of		
	3/31/2026	12/31/2025	3/31/2025
	(NT\$'000)	(NT\$'000)	(NT\$'000)
Cash and petty cash	\$4,232	\$5,106	\$5,111
Checking and saving	3,980,069	3,405,376	2,926,475
Time deposit(Note)	7,650,736	8,870,755	9,786,978
Total	<u>\$11,635,037</u>	<u>\$12,281,237</u>	<u>\$12,718,564</u>

Note: The contract will expire within three months and it must be readily convertible to a known amount of cash and be subject to an insignificant risk of change in value.

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

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Mandatorily measured at fair value through profit or loss:			
Money market fund	\$1,936,471	\$1,404,707	\$736,588
Valuation adjustment	9,819	5,587	4,944
Total	<u>\$1,946,290</u>	<u>\$1,410,294</u>	<u>\$741,532</u>
Current	<u>\$1,946,290</u>	<u>\$1,410,294</u>	<u>\$741,532</u>
Non-current	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>

No financial assets at fair value through profit or loss was pledged as collateral.

(3) Financial assets measured at amortized cost

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Restricted bank deposits	\$1,218	\$1,197	\$-
Time deposit	6,556,536	2,680,200	1,993,098
Total	<u>\$6,557,754</u>	<u>\$2,681,397</u>	<u>\$1,993,098</u>
Current	<u>\$6,556,536</u>	<u>\$2,644,290</u>	<u>\$1,993,098</u>
Non-current	<u>\$1,218</u>	<u>\$37,107</u>	<u>\$-</u>

The Group transacts with financial institutions with good credit rating. Consequently, there is no significant credit risk.

Please refer to Note 8 for details on financial assets measured at amortized cost pledged as collateral.

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

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Equity instruments investments measured at fair value through other comprehensive income – Non-current:			
Unlisted company stocks	\$118,830	\$118,830	\$118,830
Valuation adjustment	(66,103)	(66,103)	-
	<u>\$52,727</u>	<u>\$52,727</u>	<u>\$118,830</u>

No financial assets at fair value through other comprehensive income was pledged as collateral.

(5) Notes receivable

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Notes receivable arising from operating activities	\$-	\$-	\$682
Less: loss allowance	-	-	-
Total	<u>\$-</u>	<u>\$-</u>	<u>\$682</u>

Notes receivables were not pledged.

The Group follows the requirement of IFRS 9 to assess the impairment. Please refer to Note 6(24) for more details on loss allowance and Note 12 for details on credit risk.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

(6)Accounts receivable

A. Accounts receivable, net

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Accounts receivable, gross	\$6,851,735	\$6,814,025	\$5,514,984
Less: loss allowances	(17,347)	(11,264)	(16,543)
Subtotal	6,834,388	6,802,761	5,498,441
Accounts receivable - related parties, gross	204	867	-
Less: loss allowances	-	-	-
Subtotal	204	867	-
Total accounts receivable, net	\$6,834,592	\$6,803,628	\$5,498,441

B. Account receivables were not pledged.

C. Accounts receivable are generally on 30-90 day terms. The total carrying amount as of March 31, 2026, December 31, 2025 and March 31, 2025, are NT\$6,851,939 thousand, NT\$6,814,892 thousand and NT\$5,514,984 thousand, respectively. Please refer to Note 6 (24) for more details on loss allowance of accounts receivable for the periods ended March 31, 2026 and 2025. Please refer to Note 12 for more details on credit risk management.

(7)Inventories

A. Details of inventory:

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Raw material	\$876,509	\$799,270	\$468,433
Supplies	70,855	59,558	57,049
Work in process	2,493,013	2,440,862	1,908,172
Finished goods	1,784,619	1,437,163	1,300,362
Merchandises	133,491	91,456	24,638
Total	\$5,358,487	\$4,828,309	\$3,758,654

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

B. For the three-month periods ended March 31, 2026 and 2025, the Group recognized NT\$8,755,466 thousand and NT\$6,678,205 thousand as the cost of inventory, respectively, including loss from inventory market decline, physical or inventory write-off obsolescence. For the three-month periods ended March 31, 2026 and 2025, the expenses and losses amounted to NT\$960,661 thousand and NT\$897,064 thousand, respectively.

C. The inventories were not pledged.

(8) Disposal groups held for sale

	3/31/2025 (NT\$'000)
Assets of disposal groups held for sale	<u>\$3,411,650</u>
Liabilities directly associated with disposal groups held for sale	<u>\$1,353,061</u>

On December 30, 2024, the Board of Directors resolved to indirectly sell its entire 80.50% ownership in KINSUS HOLDING (CAYMAN) LTD and 100.00% ownership in PIOTEK HOLDINGS LIMITED. The details of related assets and liabilities held for sale were as follows:

	3/31/2025 (NT\$'000)
<u>Assets of disposal groups held for sale</u>	
Cash and cash equivalents	\$868,023
Other receivables	19,089
Inventories, net	302,720
Prepayments	32,130
Other current assets	51,086
Property, plant and equipment	1,970,072
Right-of-use assets	159,323
Intangible assets	4,352
Other non-current assets	4,855
Total	<u>\$3,411,650</u>

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

	3/31/2025 (NT\$'000)
Liabilities directly associated with disposal groups held for sale	
Short-term loans	\$659,562
Accounts payable	420,683
Other payables	221,857
Current tax liabilities	11,605
Other current liabilities	6,394
Other non-current liabilities	32,960
Total	<u>\$1,353,061</u>

As the sales proceeds of the disposal are expected to exceed the carrying amount of the related net assets, no impairment losses were recognized on the classification of these operations as disposal groups held for sale.

On December 30, 2024, the Group's subsidiaries, KINSUS HOLDING (SAMOA) LIMITED and PIOTEK HOLDINGS LTD. (CAYMAN), entered into a share purchase agreement with Cornucopia Investment Advisory and Management Partners Inc., which materially stipulates the following:

- A. KINSUS HOLDING (SAMOA) LIMITED sells 80.5% of the equity interest in KINSUS HOLDING (CAYMAN) LTD and indirectly transfers Suzhou Tongshuo Technology Co., Ltd. - invested by KINSUS HOLDING (CAYMAN) LTD with a total transaction amount of RMB 1,218,770 thousand.
- B. PIOTEK HOLDINGS LTD. (CAYMAN) sells 100% equity interest in PIOTEK HOLDINGS LIMITED and indirectly transfers Piotek Computer (Suzhou) Co., Ltd. - invested by PIOTEK HOLDINGS LIMITED with a total transaction amount of RMB 309,111 thousand.

The equity transfer of this transaction is conducted in two phases, with the first phase involving the sale of 70% equity in KINSUS HOLDING (CAYMAN) LTD and 100% equity in PIOTEK HOLDINGS LIMITED; in the second phase, 10.5% equity in KINSUS HOLDING (CAYMAN) LTD will be sold.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Because a agreement for the plan was not reached, the case was cancelled by a resolution of the board of directors on April 28, 2025. The asset was reclassified from the Disposal groups held for sale.

(9) Investments accounted for under the equity method

Investees	As of					
	3/31/2026		12/31/2025		3/31/2025	
	Carrying amount (NT\$'000)	Percentage of ownership (%)	Carrying amount (NT\$'000)	Percentage of ownership (%)	Carrying amount (NT\$'000)	Percentage of ownership (%)
Investments in associates:						
FuYang Technology Corp.	\$-	-%	\$-	-%	\$-	-%
Zhuhe Investment Co., Ltd.	48,407	25.00%	48,521	25.00%	49,238	25.00%
Total	<u>\$48,407</u>		<u>\$48,521</u>		<u>\$49,238</u>	

A. FuYang Technology Corp. was dissolved and liquidated by the resolution of the board of directors on March 5, 2024, and received the distribution of the remaining property NT\$395,835 thousand in December of the same year, and the remaining NT\$1,412 thousand was distributed in July 2025. As of December 31, 2025, FuYang Technology Corp. completed its liquidation and dissolution.

In September 2023, the Group's subsidiaries, Kinsus Investment Co., Ltd. and PEGAVISION CORPORATION invested cash in Zhuhe Investment Co., Ltd. with amounts of NT\$30,000 thousand and NT\$20,000 thousand, with shareholding ratios of 17.65% and 11.76%, respectively. Each obtained one seat in the board of directors of Zhuhe Investment Co., Ltd. The investment is accounted for as an investment in associates due to the Group's ability to exercise its significant influence.

In June 12, 2024, Zhuhe Investment Co., Ltd. conducted a cash capital increase. The Group did not subscribe to the shares proportionately, thereby reducing its ownership from 29.41% to 25.00%. An additional capital surplus in the amount of NT\$42 thousand was recognized for the non-proportionate subscription.

B. Investments in associates

As of March 31, 2026, December 31, 2025 and March 31, 2025, the aggregate carrying amount of the Group's interests in Zhuhe Investment Co., Ltd. was NT\$48,407 thousand, NT\$48,521 thousand, NT\$49,238 thousand, respectively. The aggregate financial information based on Group's share of Zhuhe Investment Co., Ltd. was as follows:

	<u>For the three-month period ended March 31,</u>	
	2026	2025
	(NT\$'000)	(NT\$'000)
Net profit (loss) from continuing operations	\$(114)	\$(139)
Other comprehensive income (post-tax)	-	-
Total comprehensive income	<u>\$(114)</u>	<u>\$(139)</u>

There were no contingent liabilities or capital commitments with respect to the investment in the associate as of March 31, 2026, December 31, 2025 and March 31, 2025. Nor any of the Group's share interest on FuYang was pledged as collateral.

C. The Group's investment accounted for using equity method in Zhuhe Investment as of March 31, 2026 and 2025 amounted to NT\$48,407 thousand and NT\$49,238 thousand while the related shares of investment income/loss and joint venture income accounted for using the equity method amounted to NT\$(114) thousand and NT\$(169) thousand for the year ended March 31, 2026 and 2025. And the related shares of other comprehensive income accounted for using the equity method amounted both to NT\$0 for the year ended March 31, 2026 and 2025. They were measured based on the reviewed financial statements of the investee for the same correspondent periods.

D. No investment accounted for under equity method was pledged as collateral as of March 31, 2026, December 31, 2025 and March 31, 2025.

(10) Property, plant and equipment

	<u>As of</u>		
	3/31/2026	12/31/2025	3/31/2025
	(NT\$'000)	(NT\$'000)	(NT\$'000)
Owner occupied property, plant and equipment	<u>\$45,019,335</u>	<u>\$41,936,711</u>	<u>\$39,117,375</u>

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

A. Property, plant and equipment for own-use

	Land	Buildings	Machinery	Office Equipment	Vehicle	Other Equipment	Construction in progress and equipment awaiting inspection (including prepayment for property and equipment)	Total
	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)
Cost:								
As of 1/1/2026	\$8,227,863	\$18,429,067	\$35,311,452	\$623,079	\$24,772	\$16,192,652	\$9,082,143	\$87,891,028
Addition	-	-	38,803	-	-	94,066	998,406	1,131,275
Disposals	-	-	(20,632)	(2,284)	-	(135,047)	-	(157,963)
Effect of EX rate	(43)	68,139	126,389	2,308	222	47,700	7,518	252,233
Reclassification	-	666,436	367,068	10,622	-	3,756,016	(4,800,142)	-
As of 3/31/2026	\$8,227,820	\$19,163,642	\$35,823,080	\$633,725	\$24,994	\$19,955,387	\$5,287,925	\$89,116,573
As of 1/1/2025	\$8,228,180	\$11,797,118	\$38,912,419	\$428,135	\$19,588	\$9,594,203	\$16,582,266	\$85,561,909
Addition	-	-	10,842	-	-	155,825	2,035,344	2,202,011
Disposals	-	-	(285,311)	(85)	-	(65,362)	-	(350,758)
Effect of EX rate	475	1,141	6,093	203	-	1,386	892	10,190
Reclassification	-	2,511,823	139,022	12,000	660	2,795,852	(5,459,357)	-
As of 3/31/2025	\$8,228,655	\$14,310,082	\$38,783,065	\$440,253	\$20,248	\$12,481,904	\$13,159,145	\$87,423,352
Depreciation and impairment:								
As of 1/1/2026	\$-	\$5,917,093	\$25,113,513	\$402,525	\$18,607	\$6,501,833	\$-	\$37,953,571
Depreciation	-	226,531	1,118,584	27,319	738	586,714	-	1,959,886
Disposal	-	-	(20,610)	(2,284)	-	(135,047)	-	(157,941)
Effect of EX rate	-	43,402	106,873	2,106	208	37,209	-	189,798
As of 3/31/2026	\$-	\$6,187,026	\$26,318,360	\$429,666	\$19,553	\$6,990,709	\$-	\$39,945,314

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

	Land	Buildings	Machinery	Office Equipment	Vehicle	Other Equipment	Construction in progress and equipment awaiting inspection (including prepayment for property and equipment)	Total
	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)
As of 1/1/2025	\$-	\$3,582,052	\$26,269,437	\$311,129	\$13,873	\$6,346,762	\$-	\$36,523,253
Depreciation	-	155,330	1,052,835	17,545	602	355,709	-	1,582,021
Disposal	-	-	(285,310)	(85)	-	(63,890)	-	(349,285)
Effect of EX rate	-	32	6,093	65	-	376	-	6,566
As of 3/31/2025	\$-	\$3,737,414	\$27,043,055	\$328,654	\$14,475	\$6,638,957	\$-	\$37,762,555

Net carrying amount:

As of 3/31/2026	\$8,227,820	\$12,976,616	\$9,504,720	\$204,059	\$5,441	\$12,964,678	\$5,287,925	\$49,171,259
As of 12/31/2025	\$8,227,863	\$12,511,974	\$10,197,939	\$220,554	\$6,165	\$9,690,819	\$9,082,143	\$49,937,457
As of 3/31/2025	\$8,228,655	\$10,572,668	\$11,740,010	\$111,599	\$5,773	\$5,842,947	\$13,159,145	\$49,660,797

B. “Significant components” of buildings primarily comprised the main buildings and the facilities, which are depreciated based on their respective useful economic life of 20 to 25 years and 3 to 20 years.

C. Details of property, plant & equipment and prepayment for property and machinery are as follows:

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Property, plant and equipment	\$45,019,335	\$41,936,711	\$39,117,375
Prepayment for acquiring machinery	4,151,924	8,000,746	10,543,422
Total	\$49,171,259	\$49,937,457	\$49,660,797

D. Please refer to Note 8 for details on property, plant and equipment pledged as collaterals.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

E. The Company purchased 40 parcels of land with a total area of 36,115.24 square meters. Lands are located at the addresses of No. 1113, 1114, 1438 to 1443, 1479, 1486 to 1487 at ShiLeiZi Sub-section, ShiLeiZi Section, No. 1044, 1047 to 1049 at QingHua Section, and No. 0001, 697 to 700 and 712 to 726 at RongHua Section, XinFeng Village. Due to regulatory restrictions, the agricultural land cannot be registered under the Company's name while it has been temporarily registered under the CEO and general manager's name and, to secure the Company's right to the land, mortgage registration has been set aside with the Company being the obligee.

(11) Intangible assets

	Computer software (NT\$'000)
<u>Cost:</u>	
As of 1/1/2026	\$286,934
Additions – acquired separately	28,390
Derecognized upon retirement	(10,310)
Effect of exchange rate changes	185
As of 3/31/2026	<u>\$305,199</u>
As of 1/1/2025	\$150,040
Additions – acquired separately	3,634
Derecognized upon retirement	(37,469)
As of 3/31/2025	<u>\$116,205</u>
<u>Amortization and Impairment:</u>	
As of 1/1/2026	\$111,664
Amortization	26,527
Derecognized upon retirement	(10,310)
Effect of exchange rate changes	135
As of 3/31/2026	<u>\$128,016</u>
As of 1/1/2025	\$96,723
Amortization	18,240
Derecognized upon retirement	(37,469)
As of 3/31/2025	<u>\$77,494</u>

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

	Computer software (NT\$'000)
<u>Carrying amount, net:</u>	
As of 3/31/2026	\$177,183
As of 12/31/2025	\$175,270
As of 3/31/2025	\$38,711

Amounts of amortization recognized for intangible assets are as follows:

	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Cost of goods sold	\$6,972	\$21
General and administrative	19,123	17,738
Research and development	432	481
Total	\$26,527	\$18,240

(12) Other non-current assets

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Refundable deposits	\$61,453	\$61,283	\$52,987
Net defined benefit assets	64,547	61,796	50,142
Total	\$126,000	\$123,079	\$103,129

Please refer to Note 8 for details on Refundable deposits pledged as collaterals.

(13) Short-term loans

	Interest interval (%)	As of		
		3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Unsecured bank loans	2.20%~4.55%	\$1,278,540	\$3,053,498	\$2,719,481

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

The Group's unused short-term lines of credits amount to NT\$20,447,580 thousand, NT\$17,962,014 thousand and NT\$16,049,627 thousand, as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively.

(14) Other payable

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Accrued expense	\$4,099,397	\$4,502,639	\$3,404,469
Dividend payable	1,349,082	-	1,061,057
Equipment payable	1,378,778	1,606,470	1,379,150
Accrued interest	9,967	13,074	12,675
Payable for restricted stock	13,709	8,280	-
Total	<u>\$6,850,933</u>	<u>\$6,130,463</u>	<u>\$5,857,351</u>

(15) Other current liabilities

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Other current liabilities	\$134,225	\$118,468	\$147,322
Current portion of long-term loans	2,908,573	4,197,755	3,443,808
Deferred revenue	19,103	23,005	13,765
Total	<u>\$3,061,901</u>	<u>\$4,339,228</u>	<u>\$3,604,895</u>

(16) Refund liability

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Refund liability	<u>\$336,524</u>	<u>\$392,880</u>	<u>\$230,879</u>

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

(17) Long-term loans

Details of long-term loans were as follows:

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Unsecured bank loans	\$10,324,989	\$15,245,884	\$16,023,204
Secured bank loans	146,114	148,998	228,066
Subtotal	10,471,103	15,394,882	16,251,270
Less: current portion	(2,908,573)	(4,197,755)	(3,443,808)
Total	<u>\$7,562,530</u>	<u>\$11,197,127</u>	<u>\$12,807,462</u>
Interest interval (%)	<u>1.15% ~4.605%</u>	<u>1.275% ~5.175%</u>	<u>1.15% ~5.155%</u>

A. The above long-term loans will mature at various times between 2026 and 2036.

B. Borrowing and repayment

In consideration of the fund use and the terms of the loan agreement, the Group repaid the long-term loans of NT\$4,940,192 thousand, NT\$3,186,156 thousand and NT\$556,484 thousand as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively. In addition, the Group proceeded with long-term loans of NT\$5,810 thousand, NT\$1,755,000 thousand and NT\$4,075 thousand March 31, 2026, December 31, 2025 and March 31, 2025, respectively. Please refer to Note 6(27)(D) for interest expenses.

C. Collateral for bank loans

Please refer to Note 8 for details on assets pledged as collaterals.

D. Government low-interest loan

The Group obtained government low-interest loans. The loans were measured at its fair value by applying the market interest rate. The deferred differences between the amounts paid and the fair value were classified as other current liabilities and other non-current liabilities, respectively.

(18) Other non-current liabilities

(a) Details of other non-current liabilities were as follows:

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Deposits received	\$4,851,944	\$5,012,637	\$5,506,103
Deferred revenue	10,166	18,410	72,283
Total	<u>\$4,862,110</u>	<u>\$5,031,047</u>	<u>\$5,578,386</u>

(b) The details of the deferred government grants income for the three-month period ended March 31, 2026 and 2025 are as follows:

	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Beginning balance	\$41,415	\$92,656
Received during the period	-	-
Released to the statement of comprehensive income	(12,146)	(6,608)
Ending Balance	<u>\$29,269</u>	<u>\$86,048</u>
Current	<u>\$19,103</u>	<u>\$13,765</u>
Non-current	<u>\$10,166</u>	<u>\$72,283</u>

(c) Please refer to Note 6(17) for details on interest rate of deferred government grants income.

(19) Post-employment benefits

Defined contribution plan

Expenses under the defined contribution plan for the three-month periods ended March 31, 2026 and 2025 were NT\$56,568 thousand and NT\$52,252 thousand, respectively.

Defined benefits plan

Expenses under the defined benefits plan for the three-month periods ended March 31, 2026 and 2025 were NT\$38 thousand and NT\$16 thousand, respectively.

(20)Provisions

	Carbon fees	
	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Beginning balance	\$24,312	\$-
Arising during the period	6,167	6,839
Ending Balance	<u>\$30,479</u>	<u>\$6,839</u>

A provision has been recognized for the carbon fee levied in accordance with the "Climate Change Response Act" and its related sub-laws. Based on relevant regulations and the estimated greenhouse gases emissions from emissions sources that are required for inventory registration and verification for the current year, the Group is subject to carbon fees. However, due to uncertainties related to factors such as the application of inventory methodologies and technologies, the impact of operational activities on emissions, or the results of auditing operations by the competent authority, or the implementation results of the self-determined reduction plan, the Group has made its best estimate based on applicable regulations and currently available information. The carbon fee is expected to be paid by the end of May in the following year.

(21)Equity

A. Common shares

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Company's authorized capital was NT\$6,000,000 thousand, each share at par value of NT\$10, divided into 600,000 thousand shares. As of March 31, 2026, December 31, 2025 and March 31, 2025, the Company's paid-in capital were NT\$5,269,158 thousand, NT\$4,567,920 thousand and NT\$4,566,072 thousand, respectively, divided into 526,916 thousand shares, 456,792 thousand shares and 456,607 thousand shares, respectively. Each share represents a voting right and a right to receive dividends.

On February 17, 2025, the Company passed the resolution in the board meeting to recover and cancel restricted stock awards, proceed with capital reduction of NT\$97 thousand, and to set February 18, 2025 as the reference date of capital reduction.

On April 28, 2025, the Company passed the resolution in the board meeting to recover and cancel restricted stock awards, proceed with capital reduction of NT\$422 thousand, and to set April 29, 2025 as the reference date of capital reduction.

On July 28, 2025, the Company passed the resolution in the board meeting to recover and cancel restricted stock awards, proceed with capital reduction of NT\$363 thousand, and to set August 20, 2025 as the reference date of capital reduction.

On October 27, 2025, the company passed the resolution in the board meeting to recover and cancel restricted stock awards, proceed with capital reduction of NT\$222 thousand , and to set October 28, 2025 as the reference date of capital reduction.

On January 30, 2026, the Company passed the resolution in the board meeting to recover and cancel restricted stock awards, proceed with capital reduction of NT\$207 thousand, and to set January 31, 2026 as the reference date of capital reduction.

As of March 31, 2026, the Company recovered restricted stock awards in the amount of NT\$102 thousand, which is not yet cancelled.

On January 29, 2024 and May 30, 2024, the Company's board of directors and shareholders' meetings resolved to increase the capital through an issuance of new 2,700 thousand shares of restricted stock for employees. The application has been approved by the FSC in the Order No. Financial-Supervisory-Securities-Corporate-1130348311 issued on July 3, 2024. The Company's board of directors resolved the measurement date was on August 23, 2024, August 21, 2025 and January 8, 2026 . The issue price per share is NT\$59.5, NT\$50 and NT\$72, and issued 2,297 thousand shares, 264 thousand shares and 134 thousand shares, respectively.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

On October 27, 2025, the company's board of directors resolved to conduct a cash capital increase of up to NT\$700,000 thousand through the issuance of up to 70,000 thousand shares of common stock. The plan has been filed with and became effective upon approval by the financial supervisory commission. The expected issue price is NT\$145 per share. The company has received the full share subscription payment of NT\$10,150,000 thousand, and has set March 16, 2026 as the reference date of capital increase.

On April 9, 2026, the Company resolved at a meeting of the Board of Directors to propose a private placement of common shares, with an issuance limit of no more than 100,000 thousand shares. As of March 31, 2026, the aforementioned private placement of common shares had not yet been approved by the shareholders' meeting.

B. Capital surplus

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Additional paid-in capital	\$16,471,847	\$6,575,387	\$6,465,926
Differences between purchase price and carrying amount arising from acquisition or disposal of subsidiaries	52,567	52,567	52,567
Changes in ownership interests in subsidiaries	643,221	663,471	663,471
New shares of investee companies not purchased in proportion to shareholding ratio	42	42	42
Shared-Based Payment	8,515	8,515	8,515
Restricted stocks for employees	77,883	75,487	164,370
Other	8	8	8
Total	<u>\$17,254,083</u>	<u>\$7,375,477</u>	<u>\$7,354,899</u>

According to the Taiwan Company Act, the capital surplus shall not be used except for making good the deficit of the Company. When a company incurs no loss, it may distribute the capital surplus related to the income derived from the issuance of new shares at a premium or income from endowments received by the company up to a certain percentage of paid-in capital. The said capital surplus could be distributed in cash to its shareholders in proportion to the number of shares being held by each of them. Capital surplus related to long-term equity investments cannot be used for any purpose.

C. Appropriation of earnings and dividend policies

(a) Earning distribution

According to the Company's Articles of Incorporation, current year's earnings, if any, shall be distributed in the following order:

- a. Payment of all taxes and dues;
- b. Offset prior years' operation losses;
- c. Set aside 10% of the remaining amount as legal reserve. This restriction shall not apply when the statutory surplus reserve has reached the paid-in capital of the company;
- d. Set aside or reverse special reserve in accordance with law and regulations; and
- e. The distribution of the remaining portion, if any, will be recommended by the Board of Directors and resolved in the shareholders' meeting.

If the Company's dividends are distributed to shareholders or all or part of statutory surplus reserve and capital reserve in whole may be paid in cash, the Board of Directors have been authorized to approve by a resolution adopted by a majority vote at a meeting of Board of Directors attended by two-thirds of the total number of directors, and report to the shareholder's meeting.

(b) Dividend policies

The Company is in an industry with versatile environment. For long-term finance planning requirements and to meet the shareholders' demand for cash, the Company's dividend policy aims for steadiness and balancing. Shareholder extra dividend each year cannot be less than 10% of distributed surplus earnings and cash dividends distributed each year cannot be less than 10% of the gross amount of dividends.

(c) Legal reserve

According to the Company Act, legal reserve shall be set aside until such amount equal total authorized capital. Legal reserve can be used to offset deficits. If the Company does not incur any loss, the portion of legal reserve exceeding 25% of the paid-in capital may be distributed to shareholders by issuing new shares or by cash in proportion to the number of shares held by each shareholder.

(d) Special reserve

When the Company distributing distributable earnings, it shall set aside to special reserve, an amount equal to “other net deductions from shareholders” equity for the current fiscal year, provided that if the Company has already set aside special reserve according to the requirements for the adoption of IFRS, it shall set aside supplemental special reserve based on the difference between the amount already set aside and other net deductions from shareholders’ equity. For any subsequent reversal of other net deductions from shareholders’ equity, the amount reversed may be distributed from the special reserve.

The FSC issued Order No. Financial-Supervisory-Securities-Corporate-1090150022 on March 31, 2021, which sets out the following provisions for compliance:

On a public company's first-time adoption of the IFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders’ equity that the company elects to transfer to retained earnings by application of the exemption under IFRS 1, the company shall set aside special reserve. For any subsequent use, disposal or reclassification of related assets, the company can reverse the special reserve by proportion and transfer to retained earnings.

The Company did not incur any special reserve upon the first-time adoption of T-IFRS.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

(e) The appropriations of earnings for the Year 2025 and 2024 were approved through the Board of Directors' meetings and the shareholders' meetings held on January 30, 2026 and May 28, 2025, respectively. The details of the distributions are as follows:

	Appropriation of earnings		Dividend per share (in NT\$)	
	2025 (NT\$'000)	2024 (NT\$'000)	2025	2024
Legal reserve	\$160,163	\$6,700		
Appropriation (reversal) of special reserve	107,209	(150,092)		
Cash dividend (Note)	799,620	456,649	\$1.75	\$1.00
Total	\$1,066,992	\$313,257		

Please refer to Note 6(26) for details on employees' compensation and remuneration to directors and supervisors.

Note: As stipulated in the Articles of Incorporation, a special resolution was passed at a Board of Directors meeting held on January 30, 2026 to distribute the 2025 common stock dividend in cash.

D. Non-controlling interests

	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Beginning balance	\$8,641,432	\$8,225,938
Net income attributable to NCIs	326,571	335,887
Other comprehensive income attributable to NCIs:		
Exchange differences arising on translation of foreign operations	24,555	18,456
Changes in ownership interests in subsidiaries	20,867	-
Capital increase of subsidiaries in cash	(549,462)	(604,408)
Buying back treasury shares by the subsidiary	(146,510)	-
Ending balance	\$8,317,453	\$7,975,873

(22) Share-based payment plans

Restricted stocks plan for employees

A. On May 27, 2022, the shareholders' meetings resolved to issue of 5,400 thousand shares of restricted stocks for employees. The grantee is limited to employees who meet certain conditions. The restricted stocks have been approved by the Securities and Futures Bureau. On July 25, 2022, the board of directors resolved to issue 2,063 thousand shares.

The measurement date was on August 19, 2022 and total shares issued were 1,932 thousand. The unit market price as of the granted date was NT\$130.

On February 13, 2023, the board of directors resolved to issue of 2,036 thousand shares. The measurement date was on March 20, 2023 and total shares issued were 1,448 thousand. The unit market price as of the granted date was NT\$105.

On April 28, 2023, the board of directors resolved to issue of 456 thousand shares. The measurement date was on May 19, 2023 and total shares issued were 280 thousand. The unit market price as of the granted date was NT\$108.

The employees who acquire the above shares can subscribe shares at the price of NT\$85.6 per shares while the vesting conditions are as below.

i. Employee above level eight

Vesting conditions	Proportion of vested shares
Within 1 month starting the granted date	30%(Uncondition round up to thousand shares)
Within 8 months starting the granted date	20%(Uncondition round up to thousand shares)
Within 13 months starting the granted date	20%(Uncondition round down to thousand shares)
Within 20 months starting the granted date	10%(Uncondition round up to thousand shares)
Within 25 months starting the granted date	10%(Uncondition round up to thousand shares)
Within 32 months starting the granted date	Remaining shares

ii. Employee at level six through level seven

Vesting conditions	Proportion of vested shares
Within 1 month starting the granted date	30%(Uncondition round up to thousand shares)
Within 13 months starting the granted date	50%(Uncondition round down to thousand shares)
Within 25 months starting the granted date	Remaining shares

Restriction on employee's right after granted but before vested:

- (a) The granted employee commit to the custodian institution, and shall not sell, pledge, transfer, donate, or dispose in any other ways, the right of restricted stocks before achieving the vesting conditions.
- (b) After new shares of restricted stock are issued, the granted employee should immediately commit to the custodian institution, and may not to ask the trustee to return the restricted stock in any other reasons or ways before achieving the vesting conditions.
- (c) The restricted stock for employees can participate in receiving dividends during the vesting period.
- (d) The right to vote and elect in a shareholders' meeting shall be executed by custodian institution in accordance with related regulations.

B. On May 30, 2024, the shareholders' meetings resolved to issue of 2,700 thousand shares of restricted stocks for employees. The grantee is limited to employees who meet certain conditions. The restricted stocks have been approved by the Securities and Futures Bureau. On July 29, 2024, the board of directors resolved to issue 2,355 thousand shares. The measurement date was on August 23, 2024 and total shares issued were 2,297 thousand. The unit market price as of the granted date was NT\$106.5.

On July 28, 2025 and December 22, 2025, the board of directors resolved to issue of 274 thousand shares and 139 thousand shares. The measurement date was on August 21, 2025 and January 8, 2026 and total shares issued were 264 thousand and 134 thousand. The unit market price as of the granted date were NT\$100 and NT\$142.5.

The employees who acquire the above shares can subscribe shares at the price of NT\$59.5、NT\$50 and NT\$72 per shares while the vesting conditions are as below.

i. Employee above level eight

Vesting conditions	Proportion of vested shares
Within 1 month starting the granted date	40%
Within 13 months starting the granted date	30%
Within 25 months starting the granted date	Remaining shares

ii. Employee at level six through level seven

Vesting conditions	Proportion of vested shares
Within 1 month starting the granted date	40%
Within 13 months starting the granted date	30%
Within 25 months starting the granted date	Remaining shares

Restriction on employee's right after granted but before vested:

- (a)The granted employee commit to the custodian institution, and shall not sell, pledge, transfer, donate, or dispose in any other ways, the right of restricted stocks before achieving the vesting conditions.
- (b)After new shares of restricted stock are issued, the granted employee should immediately commit to the custodian institution, and not to ask the trustee to return the restricted stock in any other reasons or ways before achieving the vesting conditions.
- (c)The restricted stock for employees can participate in receiving dividends during the vesting period.

(d) During the vested period, if the Company conducts a capital reduction for cash return or other non-statutory capital reduction, the unvested RSAs shall be cancelled proportionally by the ratio of such capital reduction. If the Company conducts a cash capital reduction for cash return, the returned cash shall be deposited in a trust/custody account and shall not be delivered to the employees until the vesting conditions are fulfilled; otherwise, the cash will be returned to the Company.

(e) Mergers and Acquisitions: Unvested RSAs may be changed by the relevant agreements or plans for the mergers and acquisitions.

(f) The right to vote and elect in a shareholders' meeting shall be executed by custodian institution in accordance with related regulations.

(g) Other important terms and conditions: During the period when the granted RSAs are deposited in a trust/custody account, each executive must enter into an agreement authorizing the Company to, among others, negotiate, execute, modify, extend, rescind, and terminate the trust/custody agreement with the trustee/custodian, and give instructions to deliver, use, and dispose of any of the properties under the trust/custody, on their behalf, with full power and authority.

C. On May 19, 2023, the issuance of 280 thousand restricted shares for employees resulted in the increase of capital reserve—employee stock option amounting to NT\$21,168 thousand. The restricted stocks plan was invalidated as of March 31, 2026 and 43 thousand share were recalled. As a result, the unearned employee compensation was NT\$0.

On August 23, 2024, the issuance of 2,297 thousand restricted shares for employees resulted in the increase of capital reserve—employee stock option in the amount of NT\$113,702 thousand. The restricted stocks plan was invalidated as of March 31, 2026 and 123 thousand shares were recalled. As a result, the unearned employee compensation was NT\$6,530 thousand.

On August 21, 2025, the issuance of 264 thousand restricted shares for employees resulted in the increase of capital reserve—employee stock option amounting to NT\$10,560 thousand. The restricted stocks plan was invalidated as of March 31, 2026 and 0 shares were recalled. As a result, the unearned employee compensation was NT\$4,220 thousand.

On January 8, 2026, the issuance of 134 thousand restricted capital shares for employees resulted in the increase of capital reserve—employee stock option amounting to NT\$8,308 thousand. The restricted stocks plan was invalidated as of March 31, 2026 and 0 shares were recalled. As a result, the unearned employee compensation was NT\$4,498 thousand.

D. The expense recognized for employee services received is shown in the following table.

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Total expense arising from equity-settled share-based payment transactions	\$8,686	\$10,769

(All share-based payments for equity delivery)

E. The Company did not modify the share-based payment plan for the three-month period ended March 31, 2026 and 2025.

F. The Group's paid issuance of new shares with restricted employee rights shall be granted before October 10, 2024, in accordance with the "Questions and Answers on Whether the IFRS Q&A on the Handling of Restricted Employee Rights New Shares Issued by the Accounting Research and Development Foundation is Retroactively Applied" issued by the Securities and Futures Bureau of the Financial Supervisory Commission.

Cash capital increase

Employees of the Company are entitled to receive share-based payments as part of the Company's incentive compensation plans. Employees provide services as consideration for equity instruments, and these transactions are classified as equity-settled share-based payment transactions.

A. On October 27, 2025, the Company resolved at a meeting of the Board of Directors to conduct a cash capital increase through the issuance of new shares, with March 16, 2026 set as the record date for the capital increase, and with a portion of the newly issued shares reserved for employee subscription.

- (a) Summary of the information related to the above cash capital increase employestock subscription plan is as follows:

	<u>For the three-month period ended March 31,</u>	
	<u>Cash Capital Increase Employee Subscription Plan</u>	
	<u>2026</u>	<u>Weighted average Exercise Price</u>
	<u>(NT\$'000)</u>	<u>(NT\$ per share)</u>
Outstanding as of January 1	-	\$-
Granted during the period	70,000	145
Exercised during the period	<u>(70,000)</u>	145
Outstanding as of March 31	<u>-</u>	
Fair value of employee subscription options granted during the period (NT\$ per share)	<u>\$42.52</u>	

- B. The cash capital increase employee stock subscription options granted by the Company for the three-month period ended March 31, 2026 were valued using the Black-Scholes option pricing model. The parameters used in the valuation model are as follows:

	<u>02/09/2026</u>
Market price of underlying shares (NT\$ per share)	\$186.19
Exercise price (NT\$ per share)	\$145
Expected volatility	65.11%
Expected life (years)	0.08
Risk-free interest rate	1.1311%

The expected volatility was calculated based on the Company's share prices over the most recent 20 trading days.

- C. For the three-month period ended March 31, 2026, the compensation cost recognized by the Company arising from shares reserved for employee subscription under the cash capital increase amounted to NT\$446,460 thousand.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

(23) Sales

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Revenue from customer contracts		
Sales of goods	\$11,029,245	\$8,583,261
Other operating revenue	75,720	36,483
Total	\$11,104,965	\$8,619,744

Analysis of revenue from contracts with customers during the three-month periods ended March 31, 2026 and 2025 are as follows:

A. Disaggregation of revenue

	For the three-month period ended March 31, 2026		
	IC Substrate	Optics	Total
	(NT\$'000)	(NT\$'000)	(NT\$'000)
Sales of goods	\$9,143,580	\$1,885,665	\$11,029,245
Other	75,720	-	75,720
Total	\$9,219,300	\$1,885,665	\$11,104,965

Timing of revenue recognition:

At a point in time	\$9,219,300	\$1,885,665	\$11,104,965
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	For the three-month period ended March 31, 2024		
	IC Substrate	Optics	Total
	(NT\$'000)	(NT\$'000)	(NT\$'000)
Sales of goods	\$6,989,762	\$1,593,499	\$8,583,261
Other	36,483	-	36,483
Total	\$7,026,245	\$1,593,499	\$8,619,744

Timing of revenue recognition:

At a point in time	\$7,026,245	\$1,593,499	\$8,619,744
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B. Contract balances

(a) Contract liabilities

	As of			
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)	1/1/2025 (NT\$'000)
Sales of goods	\$2,918,702	\$3,189,969	\$4,089,547	\$4,233,934
Customer loyalty programs	1,419	1,426	1,454	1,619
Total	\$2,920,121	\$3,191,395	\$4,091,001	\$4,235,553
Current	\$1,137,371	\$1,088,434	\$1,100,293	\$1,104,108
Non-Current	1,782,750	2,102,961	2,990,708	3,131,445
Total	\$2,920,121	\$3,191,395	\$4,091,001	\$4,235,553

The significant changes in the Group's balances of contract liabilities for the three-month periods ended March 31, 2026 are as follows:

	Sales of goods	Customer loyalty programs
The opening balance transferred to revenue	\$(398,262)	\$(1,426)
Increase in receipts in advance during the period (excluding the amount incurred and transferred to revenue during the period)	126,995	1,419

The significant changes in the Group's balances of contract liabilities for the three-month periods ended March 31, 2025 are as follows:

	Sales of goods	Customer loyalty programs
The opening balance transferred to revenue	\$(175,432)	\$(1,619)
Increase in receipts in advance during the period (excluding the amount incurred and transferred to revenue during the period)	31,045	1,454

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

(24) Expected credit losses (gains)

	<u>For the three-month period ended March 31,</u>	
	2026	2025
	<u>(NT\$'000)</u>	<u>(NT\$'000)</u>
Operating expenses – Expected credit losses (gains)		
Accounts receivable	<u>\$6,069</u>	<u>\$(2,584)</u>

Please refer to Note 12 for more details on credit risk.

The Group measured the impairment against the other receivables reclassified from accounts receivable due to factoring agreements mainly based on the expected credit loss for 12 months of the counterparty financial institutions. As of March 31, 2026, there were no other receivables past due. Furthermore, the Group assessed the related expected credit loss to be insignificant because the counterparty financial institutions are of good credit condition.

The Group measures the loss allowance of its contract assets and accounts receivable (including notes receivable and accounts receivable) at an amount equal to lifetime expected credit losses. The assessment of the Group's loss allowance as of March 31, 2026, December 31, 2025 and March 31, 2025 are as follow:

A. The Group considers the grouping of accounts receivable by counterparties' credit rating, by geographical region and by industry sector and its loss allowance is measured by using a provision matrix. Details are as follow:

As of March 31, 2026

Group 1	Not past due (Note) (NT\$'000)	Past due						Total (NT\$'000)
		<=30 days (NT\$'000)	31-60 days (NT\$'000)	61-90 days (NT\$'000)	91-120 days (NT\$'000)	>=121 days (NT\$'000)	>=365 days (NT\$'000)	
Gross carrying amount	\$5,661,438	\$92,528	\$34,542	\$-	\$-	\$-	\$-	\$5,788,508
Loss ratio	-%	5%	15%	30%	50%	75%	100%	
Lifetime expected credit losses	-	(4,626)	(5,181)	-	-	-	-	(9,807)
Subtotal	5,661,438	87,902	29,361	-	-	-	-	5,778,701

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Group 2	Not past due (Note) (NT\$'000)	Past due					Individual evaluate	Total (NT\$'000)
		<=30 days (NT\$'000)	31-60 days (NT\$'000)	61-90 days (NT\$'000)	91-120 days (NT\$'000)	>=121 days (NT\$'000)		
Gross carrying amount	\$1,057,728	\$5,703	\$-	\$-	\$-	\$-	\$-	\$1,063,431
Loss ratio	0.71%	1%	5%	-%	-%	100%	100%	
Lifetime expected credit losses	(7,483)	(57)	-	-	-	-	-	(7,540)
Subtotal	1,050,245	5,646	-	-	-	-	-	1,055,891
Carrying amount of accounts receivable	\$6,711,683	\$93,548	\$29,361	\$-	\$-	\$-	\$-	\$6,834,592

As of December 31, 2025

Group 1	Not past due (Note) (NT\$'000)	Past due						Total (NT\$'000)
		<=30 days (NT\$'000)	31-60 days (NT\$'000)	61-90 days (NT\$'000)	91-120 days (NT\$'000)	>=121 days (NT\$'000)	>=365 days (NT\$'000)	
Gross carrying amount	\$5,791,778	\$72,875	\$5,549	\$-	\$-	\$-	\$-	\$5,870,202
Loss ratio	-%	5%	15%	30%	50%	75%	100%	
Lifetime expected credit losses	-	(3,644)	(832)	-	-	-	-	(4,476)
Subtotal	5,791,778	69,231	4,717	-	-	-	-	5,865,726
Group 2	Not past due (Note) (NT\$'000)	Past due					Individual evaluate	Total (NT\$'000)
		<=30 days (NT\$'000)	31-60 days (NT\$'000)	61-90 days (NT\$'000)	91-120 days (NT\$'000)	>=121 days (NT\$'000)		
Gross carrying amount	\$941,396	\$3,294	\$-	\$-	\$-	\$-	\$-	\$944,690
Loss ratio	0.72%	1%	-%	-%	-%	100%	100%	
Lifetime expected credit losses	(6,755)	(33)	-	-	-	-	-	(6,788)
Subtotal	934,641	3,261	-	-	-	-	-	937,902
Carrying amount of accounts receivable	\$6,726,419	\$72,492	\$4,717	\$-	\$-	\$-	\$-	\$6,803,628

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

As of March 31, 2025

Group 1	Not past due (Note) (NT\$'000)	Past due						Total (NT\$'000)
		<=30 days (NT\$'000)	31-60 days (NT\$'000)	61-90 days (NT\$'000)	91-120 days (NT\$'000)	>=121 days (NT\$'000)	>=365 days (NT\$'000)	
		Gross carrying amount	\$4,588,617	\$150,803	\$20,925	\$-	\$-	
Loss ratio	-%	5%	15%	30%	50%	75%	100%	
Lifetime expected credit losses	-	(7,539)	(3,139)	-	-	-	-	(10,678)
Subtotal	4,588,617	143,264	17,786	-	-	-	-	4,749,667

Group 2	Not past due (Note) (NT\$'000)	Past due					Individual evaluate	Total (NT\$'000)
		<=30 days (NT\$'000)	31-60 days (NT\$'000)	61-90 days (NT\$'000)	91-120 days (NT\$'000)	>=121 days (NT\$'000)		
		Gross carrying amount	\$750,075	\$5,246	\$-	\$-		
Loss ratio	0.77%	1 %	5%	-%	-%	100%	100%	
Lifetime expected credit losses	(5,813)	(52)	-	-	-	-	-	(5,865)
Subtotal	744,262	5,194	-	-	-	-	-	749,456

Carrying amount of accounts receivable	\$5,332,879	\$148,458	\$17,786	\$-	\$-	\$-	\$-	\$5,499,123
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Note: all the Group's notes receivable were not past due.

B. The movement in the provision for impairment of notes receivable and accounts receivable during the three-month periods ended March 31, 2026 and 2025 are as follows:

	Notes receivable (NT\$'000)	Accounts receivable (NT\$'000)
Beginning balance as of January 1, 2026	\$-	\$11,264
Addition/(reversal) for the current period	-	6,069
Effect of exchange rate	-	14
Ending balance as of March 31, 2026	\$-	\$17,347

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

	Notes receivable (NT\$'000)	Accounts receivable (NT\$'000)
Beginning balance as of January 1, 2025	\$-	\$19,124
Addition/(reversal) for the current period	-	(2,584)
Effect of exchange rate	-	3
Ending balance as of March 31, 2025	\$-	\$16,543

(25) Leases

A. Group as a lessee

The Group leases various properties, including real estate such as land and buildings, machinery and equipment, transportation equipment. These leases have terms of between 1 and 50 years. The Group may not allow to privately lend, sublease, sell, use by others in other disguised form, or transfer the lease to another person.

The effect of leases on the Group's consolidated financial position, financial performance and cash flows are as follow:

(a) Amounts recognized in the balance sheet

I. Right-of-use asset

	Land (NT\$'000)	Buildings (NT\$'000)	Transportation Equipment (NT\$'000)	Total (NT\$'000)
<u>Cost:</u>				
As of 1/1/2026	\$551,488	\$189,478	\$1,533	\$742,499
Addition	-	14,700	101	14,801
Disposals	-	(3,183)	-	(3,183)
Effect of EX rate	11,826	1,392	(8)	13,210
As of 3/31/2026	\$563,314	\$202,387	\$1,626	\$767,327

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

	Land	Buildings	Transportation Equipment	Total
	(NT\$'000)	(NT\$'000)	(NT\$'000)	(NT\$'000)
As of 1/1/2025	\$274,647	\$182,035	\$-	\$456,682
Addition	-	7,038	-	7,038
Disposals	-	(23,742)	-	(23,742)
Effect of EX rate	1,915	665	-	2,580
As of 3/31/2025	\$276,562	\$165,996	\$-	\$442,558
<u>Depreciation and impairment:</u>				
As of 1/1/2026	\$93,708	\$79,722	\$254	\$173,684
Depreciation	2,914	10,924	138	13,976
Disposal	-	(2,387)	-	(2,387)
Effect of EX rate	2,428	743	(2)	3,169
As of 3/31/2026	\$99,050	\$89,002	\$390	\$188,442
As of 1/1/2025	\$4,391	\$81,417	\$-	\$85,808
Depreciation	1,468	9,778	-	11,246
Disposal	-	(17,127)	-	(17,127)
Effect of EX rate	36	261	-	297
As of 3/31/2025	\$5,895	\$74,329	\$-	\$80,224
<u>Net carrying amount:</u>				
As of 3/31/2026	\$464,264	\$113,385	\$1,236	\$578,885
As of 12/31/2025	\$457,780	\$109,756	\$1,279	\$568,815
As of 3/31/2025	\$270,667	\$91,667	\$-	\$362,334

II. Lease liabilities

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Lease liabilities	\$118,963	\$115,949	\$95,963
Current	\$40,000	\$38,155	\$28,907
Non-current	78,963	77,794	67,056
Total	\$118,963	\$115,949	\$95,963

Please refer to Note 6(27) (D) for the interest on lease liabilities recognized during the three-month period ended March 31, 2026 and 2025, and refer to Note 12(5) for the maturity analysis for lease liabilities as on March 31, 2026, December 31, 2025 and March 31, 2025.

(b) Income and costs relating to leasing activities

	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
The expense relating to short-term leases (rent expenses)	\$(10,921)	\$(12,615)
The expense relating to leases of low- value assets (Not including the expense relating to short-term leases of low- value assets)	(174)	(1,476)
Income from subleasing right-of-use assets	703	-

As of March 31, 2026, December 31, 2025, and March 31, 2025, the portfolio of short-term leases of the Group to which it is committed at the end of the reporting period is dissimilar to the portfolio of short-term leases to which the short-term lease expense disclosed above and the amount of its lease commitments is NT\$0.

(c) Cash outflow relating to leasing activities

During the three-month period ended March 31, 2026 and 2025, the Group's total cash outflow for leases amounting to NT\$23,422 thousand and NT\$23,901 thousand, respectively.

B. Group as a lessor

The Group has entered leases on plants. These leases have terms of between one and three years. These leases are classified as operating leases as they do not transfer substantially all the risks and rewards incidental to ownership of underlying assets.

	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Lease income for operating leases		
Income relating to fixed lease payments	\$13,402	\$11,584

For operating leases entered by the Group, the undiscounted lease payments to be received and a total of the amounts for the remaining years as of March 31, 2026, December 31, 2025 and March 31, 2025 are as follow:

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Less than one year	\$392	\$392	\$392
More than one year but less than five years	262	360	654
Total	\$654	\$752	\$1,046

(26) Summary statement of employee benefits, depreciation and amortization is as follows:

Related parties	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Employee benefit		
Salaries & wages	\$2,500,663	\$1,819,939
Labor and health insurance	157,658	141,994
Pension	56,606	52,268
Other employee benefit	93,168	100,328
Depreciation	1,973,862	1,708,518
Amortization	26,527	19,180

According to the resolution, not lower than 10% of profit of the current year is distributable as employees' compensation and no higher than 1% of profit of the current year is distributable as remuneration to directors and supervisors. However, the Company's accumulated losses shall have been covered.

The Company may, by a resolution adopted by a majority vote at a meeting of Board of Directors attended by two-thirds of the total number of directors, have the profit distributable as employees' compensation in the form of shares or in cash; and in addition, a report of such distribution is submitted to the shareholders' meeting. According to the amended Articles of Incorporation approved through the shareholder's meeting held on May 28, 2025, no lower than 25% of employee remuneration shall be allocated to grassroots employees. Information on the Board of Directors' resolution regarding the employees' compensation and remuneration to directors and supervisors can be obtained from the "Market Observation Post System" on the website of the TWSE.

Based on profitability and following the rule of not lower than 10% and not higher than 1%, the Company incurred the employees' compensation and the remuneration to directors and supervisors, respectively, for the three-month period ended March 31, 2026 and recorded them as employee benefits. As such, employees' compensation and remuneration to directors and supervisors for the three-month period ended March 31, 2026 amounted to NT\$75,419 thousand and NT\$4,399 thousand, respectively. The employees' compensation and remuneration to directors and supervisors for the three-month period ended March 31, 2025 amount to NT\$37,921 thousand and NT\$2,122 thousand, respectively. The employees' compensation and remuneration to directors and supervisors were recognized as salaries.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

The Company's Board of Directors' meeting has determined the employees' compensation and directors' remuneration, all in cash, to be NT\$219,306 thousand and NT\$12,793 thousand, respectively, in a meeting held on January 30, 2026. No material differences exist between the estimated amount and the actual distribution of the employee compensation and remuneration to directors and supervisors for the year ended December 31, 2025.

(27) Non-operating incomes and expenses

A. Interest incomes

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Interest income		
Financial assets measured at amortized cost	\$83,065	\$112,353

B. Other incomes

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Government grants	\$12,146	\$6,608
Other income-others	63,931	135,356
Total	\$76,077	\$141,964

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

C. Other gains and losses

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Gain on disposal of property, plant and equipment	\$372	\$5,720
Foreign exchange gain (loss), net	5,318	37,439
Gain on lease modification	(97)	596
Net gain of financial assets at fair value through profit or loss	5,701	3,754
Other losses	(332)	(231)
Total	\$10,962	\$47,278

D. Finance costs

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Interest on bank loans	\$95,670	\$102,513
Interests on lease liabilities	497	381
Total	\$96,167	\$102,894

(28) Components of other comprehensive income (OCI)

For the three-month period ended March 31, 2026

	Arising during the period (NT\$'000)	Reclassification during the period (NT\$'000)	Subtotal (NT\$'000)	Income tax benefit (expense) (NT\$'000)	OCI, Net of tax (NT\$'000)
<u>To be reclassified to profit or loss in subsequent period:</u>					
Exchange differences arising on translation of foreign operations	\$108,156	\$-	\$108,156	\$(413)	\$107,743

For the three-month period ended March 31, 2025

	Arising during the period (NT\$'000)	Reclassification during the period (NT\$'000)	Subtotal (NT\$'000)	Income tax benefit (expense) (NT\$'000)	OCI, Net of tax (NT\$'000)
<u>To be reclassified to profit or loss in subsequent period:</u>					
Exchange differences arising on translation of foreign operations	\$57,539	\$-	\$57,539	\$(499)	\$57,040

(29)Income tax

A. The major components of income tax expense (income) are as follows:

Income tax expense (benefit) recognized in profit or loss

	For the three-month period ended March 31,	
	2026 (NT\$'000)	2024 (NT\$'000)
Current income tax expense (income):		
Current income tax payable	\$94,893	\$75,065
Adjustments in respect of current income tax of prior periods	(3,765)	(4,733)
Deferred tax expense (income):		
Deferred tax expense (income) relating to origination and reversal of temporary differences	(2,470)	17,363
Total income tax expense	\$88,658	\$87,695

B. The assessment of income tax return

As of March 31, 2026, the assessment status of income tax returns of the Company and subsidiaries was as follows:

	<u>The assessment of income tax returns</u>
The Company	Assessed and approved up to 2023
Subsidiary - Pegavision Corporation	Assessed and approved up to 2023
Subsidiary - Kinsus Investment Co., Ltd.	Assessed and approved up to 2023
Subsidiary - BeautyTech Platform Corporation	Assessed and approved up to 2023
Subsidiary - Mayin Investment Co., Ltd.	Assessed and approved up to 2023
Subsidiary - FacialBeau International Corporation	Assessed and approved up to 2023
Subsidiary - FORIMART Corporation	It was established on 2024, so there has been no income tax declaration.

(30)Earnings per share

Basic earnings per share is calculated by dividing net profit for the year attributable to the common shareholders of the parent entity by the weighted average number of common shares outstanding during the year.

Diluted earnings per share amounts are calculated by dividing the net profit attributable to ordinary equity holders of the parent entity (after adjusting any influences) by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

A. Basic earnings per share

	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Net income attributable to ordinary equity holders of the parent company (in NT\$'000)	\$549,232	\$276,072
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousand shares)	468,466	454,876
Basic earnings per share (in NT\$)	\$1.17	\$0.61

B. Diluted earnings per share

	For the year ended December 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Net income attributable to ordinary equity holders of the parent company (in NT\$'000)	\$549,232	\$276,072
Net income attributable to ordinary equity holders of the parent company after dilution (NT\$'000)	\$549,232	\$276,072
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousand shares)	468,466	454,876
Effect of dilution:		
Employee bonus (compensation) – stock (in thousand shares)	531	502
Restricted stocks (in thousand shares)	143	3
Weighted average number of ordinary shares outstanding after dilution (in thousand shares)	469,146	455,381
Diluted earnings per share (in NT\$)	\$1.17	\$0.61

No other transactions that would significantly change the outstanding common shares or potential common shares incurred during the period after reporting date and up to the approval date of financial statements.

(31) Changes in ownership interests in subsidiaries

Buying back treasury shares by the subsidiary

Pegavision Corporation resolved at a meeting of the Board of Directors on March 16, 2026 to buy back treasury shares for transfer to employees. The expected repurchase period was from March 17, 2026 to May 15, 2026, with an intended repurchase of up to 1,200 thousand shares. As of March 31, 2026, the treasury shares were bought from non-controlling interests, as a result of which the Group's ownership interest increased from 29.55% to 29.76%. The share repurchase program was completed on April 14, 2026, with a total of 1,200 thousand shares repurchased at an aggregate cost of NT\$340,652 thousand. A cash consideration of NT\$146,510 thousand was paid to the non-controlling interest shareholders. The carrying amount of Pegavision Corporation's net assets (excluding goodwill on the original acquisition) was NT\$11,201,488 thousand. Following is a schedule of additional interest acquired in Pegavision Corporation including changes in non-controlling interests and adjustments to accumulated other comprehensive income:

Cash consideration paid to non-controlling shareholders	\$(146,510)
Decrease to non-controlling interests	126,260
Difference recognized in capital surplus	<u><u>\$(20,250)</u></u>

(32) Subsidiary that has material non-controlling interests

Proportion of equity interest held by non-controlling interests:

Name	Country	As of		
		3/31/2026	12/31/2025	3/31/2025
PIOTEK HOLDINGS LTD. and its subsidiary	China	49.00%	49.00%	49.00%
Pegavision Corporation and its subsidiary	Taiwan	70.24%	70.45%	70.45%

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Accumulated balances of material non-controlling interest:

	As of		
	3/31/2026	12/31/2025	3/31/2025
	(NT\$'000)	(NT\$'000)	(NT\$'000)
PIOTEK HOLDINGS LTD. and its subsidiary	\$337,705	\$343,286	\$400,614
Pegavision Corporation and its subsidiary	\$7,979,748	\$8,298,146	\$7,575,259

Profit (loss) allocated to material non-controlling interest:

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
PIOTEK HOLDINGS LTD. and its subsidiary	\$(11,728)	\$(12,808)
Pegavision Corporation and its subsidiary	\$338,299	\$348,695

The summarized financial information of this subsidiary is provided below. This information is based on amounts before inter-company eliminations.

Summarized PIOTEK HOLDINGS LTD. and its subsidiary information of profit or loss is as follows:

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Operating revenue	\$-	\$-
Profit/loss from continuing operation	(23,946)	(26,139)
Total comprehensive income for the period	(11,396)	(16,065)

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Summarized Pegavision Corporation and its subsidiary information of profit or loss is as follows:

	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Operating revenue	\$1,885,667	\$1,593,499
Profit/loss from continuing operation	477,885	493,279
Total comprehensive income for the period	503,555	512,258

Summarized PIOTEK HOLDINGS LTD. and its subsidiary information of financial position is as follows:

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Current assets	\$240,747	\$239,171	\$263,157
Non-current assets	454,069	466,877	560,042
Current liabilities	5,600	5,436	5,577
Non-current liabilities	-	-	-

Summarized Pegavision Corporation and its subsidiary information of financial position is as follows:

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Current assets	\$6,983,966	\$6,536,007	\$5,844,259
Non-current assets	9,655,708	9,638,320	9,055,722
Current liabilities	4,705,377	3,817,766	3,477,633
Non-current liabilities	621,390	620,699	709,395

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Notes to Consolidated Financial Statements (Continued)

Summarized PIOTEK HOLDINGS LTD. and its subsidiary cash flows information is as follows:

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Operating activities	\$(2,335)	\$(5,444)
Investing activities	(41,899)	(29)
Financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	(39,906)	(2,298)

Summarized Pegavision Corporation and its subsidiary cash flows information is as follows:

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Operating activities	\$83,431	\$1,004,880
Investing activities	(708,148)	(1,423,620)
Financing activities	110,243	(200,632)
Net increase/(decrease) in cash and cash equivalents	(504,177)	(604,310)

7. RELATED PARTY TRANSACTIONS

1. Deal with related parties as of the end of the reporting period

Related parties and Relationship

Related parties	Relationship
Pegatron Corporation	Parent company
AzureWave Technologies (Shanghai) Inc.	Other related parties
COTEK ELECTRONICS(SUZHOU) CO., LTD.	Other related parties
Maintek Computer (Suzhou) Co., Ltd	Other related parties
Casetek Computer (Suzhou) Co., Ltd.	Other related parties
PEGATRON JAPAN INC	Other related parties

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Notes to Consolidated Financial Statements (Continued)

Related parties	Relationship
PEGATRON CZECH S.R.O	Other related parties
PEGA INTERNATIONAL LIMITED	Other related parties

2. Significant transactions with related parties

A. Sales

	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Parent company	\$15	\$-
Other related parties	163	-
Total	\$178	\$-

Selling prices and collection terms to related parties are similar to those to third party customers for the three-month periods ended March 31, 2026 and 2025. The collection terms are 30 to 90 days from the end of delivery by telegraphic transfer.

B. Lease

(a) Interest expense

Related parties	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
Parent company	\$13	\$13

(b) Rent income

Related parties	Duration	Lease	Method of collection	For the year ended March 31,	
				2026 (NT\$'000)	2025 (NT\$'000)
Parent company	2024.04.01~ 2026.03.31	buildings	Redeemed on the 10th of each month	\$7,161	\$7,148

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Notes to Consolidated Financial Statements (Continued)

C. For the three-month periods ended March 31, 2026 and 2025, the Group recognized operating expenses of NT\$233 thousand and NT\$60 thousand, respectively, for services provided by other related parties.

For the three-month periods ended March 31, 2026, and 2025, the Group recognized operating expenses of NT\$1,763 thousand and NT\$4,775 thousand (tax included), respectively, for services provided by the parent.

For the three-month periods ended March 31, 2026, the Group incurred operating expenses of NT\$808 thousand (tax included), respectively, for utility bills paid by the parent on behalf of the Group.

D. For the three-month periods ended March 31, 2026 and 2025, the Group incurred other income both of NT\$25 thousand, for provision of services by the parent on behalf of the Group.

E. For the three-month periods ended March 31, 2026, the Group recognized operating revenue of NT\$6 thousand, respectively, for services provided by other related parties.

F. Accounts receivable

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Parent company	\$-	\$1	\$-
Other related parties	204	866	-
Less: loss allowance	-	-	-
Net	\$204	\$867	\$-

G. Other receivable

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Parent company	\$1,114	\$-	\$1,066

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Notes to Consolidated Financial Statements (Continued)

H. Other payables

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Parent company	\$646	\$2,380	\$1,941
Other related parties	1,105	1,403	21
Total	\$1,751	\$3,783	\$1,962

I. Guarantee deposits received

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Parent company	\$3,000	\$3,000	\$3,000

J. Property transection with related party

(a)Acquisition of Assets

<u>Variety</u>	<u>Related parties</u>	<u>Acquisition Price</u>	<u>Reference basis for price decision</u>
<u>2026.01.01~2026.03.31</u>			
Machinery	Parent company	\$378	By Bidding
Machinery	Other related parties	\$2,781	By Bidding
<u>2025.01.01~2025.03.31</u>			
Machinery	Other related parties	\$16,942	By Bidding

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Notes to Consolidated Financial Statements (Continued)

K. Salaries and rewards to key management of the Group

	For the three-month period ended March 31,	
	2026	2025
	(NT\$'000)	(NT\$'000)
Short-term employee benefits	\$16,652	\$12,511
Post-employee benefits	252	197
Total	\$16,904	\$12,708

8. ASSETS PLEDGED AS COLLATERALS

The following assets of the Group are pledged as collaterals:

Item	Carrying Amount As of			Purpose
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)	
Property, plant and equipment – Land	\$1,514,525	\$196,960	\$196,960	Long-term secured loans
Property, plant and equipment – Buildings (carrying amount)	148,545	147,809	153,677	Long-term secured loans
Refundable deposits	2,000	2,000	2,000	Security deposit to custom authority
Financial assets measured at amortized cost	1,218	1,197	-	Performance Bond
Total	\$1,666,288	\$347,966	\$352,637	

9. SIGNIFICANT CONTINGENCIES AND UNRECOGNIZED CONTRACT COMMITMENTS

(1) The Group's unused letters of credit (LC) as of March 31, 2026 are as follows:

Currency	LC Amount (in thousand)	Security (in thousand)
JPY	JPY 705,900	\$-
USD	USD 3,016	-
EUR	EUR 609	-

- (2) Details of significant constructions in progress and outstanding contracts of property, plant and equipment as of March 31, 2026 are as follows:

<u>Nature of Contract</u>	<u>Contract Amount (NT\$'000)</u>	<u>Amount Paid (NT\$'000)</u>	<u>Outstanding Balance (NT\$'000)</u>
Machinery and construction contracts	\$4,227,088	\$2,625,007	\$1,602,081
Buildings	416,933	111,796	305,137
Total	<u>\$4,644,021</u>	<u>\$2,736,803</u>	<u>\$1,907,218</u>

Amount paid above was recognized as construction in progress, equipment awaiting inspection and prepayment for acquiring machinery.

- (3) The Group has entered into a long-term sales agreement with its customer. The customer should fulfill its obligation of making a certain number of orders as agreed in the agreement and the Group shall provide the products to the customer pursuant to the agreement.
- (4) The Group entered into long-term sales agreements with its customers. According to the agreement, after customers pay the deposit in advance, the Group shall provide the products to the customer pursuant to the agreement.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT SUBSEQUENT EVENT

None.

12. OTHERS

(1) Categories of financial instruments

Financial assets

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Financial assets at fair value through profit or loss:			
Mandatorily measured at fair value through P/L	\$1,946,290	\$1,410,294	\$741,532
Financial assets at fair value through OCI	52,727	52,727	118,830
Financial assets measured at amortized cost (Note)	25,199,125	21,863,336	21,272,725
Total	<u>\$27,198,142</u>	<u>\$23,326,357</u>	<u>\$22,133,087</u>

Financial liabilities

	As of		
	3/31/2026 (NT\$'000)	12/31/2025 (NT\$'000)	3/31/2025 (NT\$'000)
Financial liabilities at amortized cost:			
Short-term borrowings	\$1,278,540	\$3,053,498	\$3,379,043
Trade and other payables	10,721,172	10,030,261	9,304,121
Long-term borrowings (including current portion with maturity less than 1 year)	10,471,103	15,394,882	16,251,270
Lease liabilities (including current portion with maturity less than 1 year)	118,963	115,949	95,963
Total	<u>\$22,589,778</u>	<u>\$28,594,590</u>	<u>\$29,030,397</u>

Note: Financial assets measured at amortized cost include cash and cash equivalents, financial assets measured at amortized cost, notes receivable, accounts receivable (including related parties) and other receivables (including related parties).

(2) Objectives and policies of financial risk management

The Group's principal financial risk management objective is to manage the market risk, credit risk and liquidity risk related to its operating activities. The Group identifies, measures, and manages the risks based on its policy and risk preferences.

The Group has established appropriate policies, procedures and internal controls for financial risk management. Before entering into significant transactions, due approval process by the Board of Directors and Audit Committee must be carried out based on related protocols and internal control procedures. The Group complies with its financial risk management policies always.

(3) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market risk comprises currency risk, interest rate risk and other price risk (e.g. equity instruments).

In practice, it is rarely the case that a single risk variable will change independently from other risk variables. There are usually interdependencies between risk variables. However, the sensitivity analysis disclosed below does not take into account the interdependencies between risk variables.

Foreign currency risk

The Group's exposure to foreign currency risk relates primarily to the Group's operating activities (when revenue or expense are denominated in a different currency from the Group's functional currency) and the Group's net investments in foreign operations.

The Group has certain foreign currency receivables denominated in the same foreign currency as certain foreign currency payables, therefore natural hedge is achieved. Thus, hedge accounting is not adopted.

Foreign currency sensitivity analysis of possible change in foreign exchange rates on the Group's profit/loss and equity is performed on significant monetary items denominated in foreign currencies as of the reporting period-end. The Group's foreign currency risk is mainly related to volatility in the exchange rates of US dollars. It is stated as follows:

If NT dollars appreciates/depreciates against US dollars by 1%, net income (loss) for the three-month periods ended March 31, 2026 and 2025 would decrease/increase by NT\$18,018 thousand and NT\$12,858 thousand, respectively.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to interest rate risk relates primarily to the Group's investments with variable interest rates and loans with fixed and variable interest rates, which are all categorized as loans and receivables.

The interest rate sensitivity analysis is performed on items exposed to interest rate risk as of the end of the reporting period and presumed to be held for one accounting year, including investments and loans with variable interest rates. If interest rate increases/decreases by 0.1%, the net income (loss) for the three-month periods ended March 31, 2026 and 2025 would decrease/increase by NT\$7,774 thousand and decrease/increase by NT\$16,049 thousand, respectively.

Equity price risk

The fair value of the Group's unlisted equity securities to market price risk arising from uncertainties about future values of the investment securities. The Group's unlisted equity securities measured at fair value through other comprehensive income. The Group manages the equity price risk through diversification and placing limits on individual and total equity instruments. Reports on the equity portfolio are submitted to the Group's senior management on a regular basis. The Group's Board of Directors reviews and approves all equity investment decisions.

Please refer to Note 12(8) for sensitivity analysis information of other equity instruments or derivatives that are linked to such equity instruments whose fair value measurement is categorized under Level 3.

(4) Credit risk management

Credit risk is the risk that counterparty will not meet its obligations under a contract and result in a financial loss. The Group is exposed to credit risk from operating activities (primarily for accounts and notes receivable) and from its financing activities including bank deposits and other financial instruments.

Customer credit risk is managed by each business unit subject to the Group's established policy, procedures and control relating to customer credit risk management. Credit risk of all customers are assessed based on a comprehensive review of the customers' financial status, credit ratings from credit institutions, past transactions, current economic conditions and the Group's internal credit ratings. The Group also employs some credit enhancement instruments (e.g. prepayment or insurance) to reduce certain customers' credit risk.

As of March 31, 2026, December 31, 2025 and March 31, 2025, receivables from the top ten customers were accounted for 56.17%, 58.54% and 55.15% of the Group's total accounts receivable, respectively. The concentration of credit risk is relatively insignificant for the remaining receivables.

Credit risk from balances with banks and other financial instruments is managed by the Group's finance division in accordance with the Group's policy. The counterparties that the Group transacts with are determined by internal control procedures. They are banks with fine credit ratings and financial institutions, corporate and government agencies with investment-grade credit ratings. Thus, there is no significant default risk. Conclusively, no significant credit risk is expected by the Group.

The Group adopted IFRS 9 to assess the expected credit losses. Except for trade receivables, the remaining debt instrument investments which are not measured at fair value through profit or loss, low credit risk for these investments is a prerequisite upon acquisition and by using their credit risk as a basis for the distinction of categories. The Group makes an assessment at each reporting date as to whether the credit risk still meets the conditions of low credit risk and then further determines the method of measuring the loss allowance and the loss ratio.

Financial assets are written off when there is no realistic prospect of future recovery (the issuer or the debtor is in financial difficulties or bankruptcy).

(5) Liquidity risk management

The Group maintains financial flexibility using cash and cash equivalents, highly-liquid marketable securities, bank loans, etc. The table below summarizes the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments and contractual maturity. The payment amount includes the contractual interest. The undiscounted interest payment relating to borrowings with variable interest rates is extrapolated based on the estimated yield curve as of the end of the reporting period.

Non-derivative financial instruments

	Less than 1 year (NT\$'000)	1 to 2 years (NT\$'000)	2 to 3 years (NT\$'000)	3 to 4 years (NT\$'000)	4 to 5 years (NT\$'000)	More than 5 years (NT\$'000)	Total (NT\$'000)
<u>As of March 31, 2026</u>							
Loans	\$4,379,928	\$2,623,283	\$2,495,612	\$1,357,717	\$581,738	\$814,018	\$12,252,296
Payables	10,721,172	-	-	-	-	-	10,721,172
Lease liabilities	41,569	33,863	26,585	14,802	5,453	1	122,273
<u>As of December 31, 2025</u>							
Loans	\$7,523,270	\$3,703,680	\$3,500,801	\$2,556,759	\$993,525	\$910,010	\$19,188,045
Payables	10,030,261	-	-	-	-	-	10,030,261
Lease liabilities	39,599	31,617	24,202	15,263	7,474	1,011	119,166
<u>As of March 31, 2025</u>							
Loans	\$7,084,530	\$3,928,712	\$3,190,955	\$3,047,973	\$1,701,589	\$1,477,897	\$20,431,656
Payables	9,304,121	-	-	-	-	-	9,304,121
Lease liabilities	30,090	24,532	17,787	13,145	8,281	5,025	98,860

(6) Movement schedule of liabilities arising from financing activities

Movement schedule of liabilities for the three-month period ended March 31, 2026:

	Short-term borrowings (NT\$'000)	Long-term borrowings (NT\$'000)	Refundable deposits (NT\$'000)	Leases liabilities (NT\$'000)	Total liabilities from financing activities (NT\$'000)
As of January 1, 2026	\$3,053,498	\$15,394,882	\$5,012,637	\$115,949	\$23,576,966
Cash flows	(1,774,958)	(4,934,382)	(160,693)	(12,327)	(6,882,360)
Non-cash changes					
Lease range changes	-	-	-	14,102	14,102
Interests on lease liabilities	-	-	-	497	497
Other	-	9,784	-	-	9,784
Currency rate change	-	819	-	742	1,561
As of March 31, 2026	\$1,278,540	\$10,471,103	\$4,851,944	\$118,963	\$16,720,550

Movement schedule of liabilities for the three-month period ended March 31, 2025:

	Short-term borrowings (NT\$'000)	Long-term borrowings (NT\$'000)	Refundable deposits (NT\$'000)	Leases liabilities (NT\$'000)	Total liabilities from financing activities (NT\$'000)
As of January 1, 2025	\$3,342,514	\$16,795,738	\$5,464,373	\$105,119	\$25,707,744
Cash flows	36,529	(552,409)	74,690	(9,810)	(451,000)
Non-cash changes					
Lease range changes	-	-	-	(173)	(173)
Interests on lease liabilities	-	-	-	381	381
Other	-	7,568	-	-	7,568
Currency rate change	-	373	-	446	819
As of March 31, 2025	\$3,379,043	\$16,251,270	\$5,539,063	\$95,963	\$25,265,339

(7) Fair values of financial instruments

A. The evaluation methods and assumptions applied in determining the fair value

Fair value is the price that would be received to sell a financial asset or paid to transfer a financial liability in an orderly transaction between willing market participants (not under coercion or liquidation). The following methods and assumptions are used by the Group in estimating the fair values of financial assets and liabilities:

- (a) The carrying amount of cash and cash equivalents, receivables, payables and other current liabilities approximate their fair value due to their short maturity terms.
- (b) For financial assets and liabilities traded in an active market with standard terms and conditions, their fair value is determined based on market quotation price (e.g. listed equity securities, beneficiary certificates, bonds and futures etc.) at the report date.
- (c) Fair value of equity instruments without market quotations (including private placement of listed equity securities, unquoted public company and private company equity securities) are estimated using the market method valuation techniques based on parameters such as prices based on market transactions of equity instruments of identical or comparable entities and other relevant information (for example, inputs such as discount for lack of marketability, P/E ratio of similar entities and Price-Book ratio of similar entities).
- (d) Fair value of debt instruments without market quotations, bank loans, bonds payable and other non-current liabilities are determined based on the counterparty prices or valuation method. The valuation method uses DCF method as a basis, and the assumptions such as the interest rate and discount rate are primarily based on relevant information of similar instrument (such as yield curves published by the GreTai Securities Market, average prices for Fixed Rate Commercial Paper published by Reuters and credit risk, etc.)

B. Fair value of financial instruments measured at amortized cost

The carrying amount of the Group's financial assets and liabilities measure at amortized cost approximates their fair value.

C. Fair value measurement hierarchy for financial instruments

Please refer to Note 12(8) for fair value measurement hierarchy for financial instruments of the Group.

(8) Fair value measurement hierarchy

A. Fair value measurement hierarchy

All asset and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole. Level 1, 2 and 3 inputs are described as follows:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 – Unobservable inputs for the asset or liability

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorization at the end of each reporting period.

B. Fair value measurement hierarchy of the Group's assets and liabilities

The Group does not have assets that are measured at fair value on a non-recurring basis. Fair value measurement hierarchy of the Group's assets and liabilities measured at fair value on a recurring basis is as follows:

As of March 31, 2026

	Level 1 (NT\$'000)	Level 2 (NT\$'000)	Level 3 (NT\$'000)	Total (NT\$'000)
<u>Financial assets:</u>				
Financial assets at fair value through profit or loss				
Funds	\$1,946,290	\$-	\$-	\$1,946,290
Financial assets at fair value through other comprehensive income				
Equity instrument measured at fair value through other comprehensive income	-	-	52,727	52,727

Financial liabilities:

None

As of December 31, 2025

	Level 1 (NT\$'000)	Level 2 (NT\$'000)	Level 3 (NT\$'000)	Total (NT\$'000)
<u>Financial assets:</u>				
Financial assets at fair value through profit or loss				
Funds	\$1,410,294	\$-	\$-	\$1,410,294
Financial assets at fair value through other comprehensive income				
Equity instrument measured at fair value through other comprehensive income	-	-	52,727	52,727

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Financial liabilities:

None

As of March 31, 2025

	Level 1	Level 2	Level 3	Total
	<u>(NT\$'000)</u>	<u>(NT\$'000)</u>	<u>(NT\$'000)</u>	<u>(NT\$'000)</u>
<u>Financial assets:</u>				
Financial assets at fair value through profit or loss				
Funds	\$741,532	\$-	\$-	\$741,532
Financial assets at fair value through other comprehensive income				
Equity instrument measured at fair value through other comprehensive income	-	-	118,830	118,830

Financial liabilities:

None

Transfers between Level 1 and Level 2 during the period

For the three-month period ended March 31, 2026 and 2025, there were no transfers between Level 1 and Level 2 fair value hierarchy.

Reconciliations for fair value measurement on a recurring basis in Level 3 hierarchy

Reconciliation for fair value measurements in Level 3 of the fair value hierarchy for movements during the period is as follows:

	<u>Assets</u>
	<u>Financial assets at fair value through other comprehensive income</u>
	<u>Stocks</u>
Beginning balances as of January 1, 2026	\$52,727
Total gains and losses recognized for the three-month period ended March 31, 2026:	
Amount recognized in OCI (presented in “Unrealized gains (losses) from equity instruments investments measured at fair value through other comprehensive income”)	-
Ending balances as of March 31, 2026	<u>\$52,727</u>
Beginning balances as of January 1, 2025	\$51,000
Total gains and losses recognized for the three-month period ended March 31, 2025:	
Amount recognized in OCI (presented in “Unrealized gains (losses) from equity instruments investments measured at fair value through other comprehensive income”)	-
Acquired in the first quarter of 2025	67,830
Ending balances as of March 31, 2025	<u>\$118,830</u>

Information on significant unobservable inputs to valuation

Description of significant unobservable inputs to valuation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy is as follows:

As of March 31, 2026

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets at fair value through other comprehensive income					
Stocks	Comparable listed OTC companies law	Discount for lack of marketability	10%	The higher the discount for lack of marketability, the lower the fair value of the stocks	5% increase (decrease) in the discount for lack of marketability would result in increase (decrease) in the Group's equity by NT\$2,373 thousand

As of December 31, 2025

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets at fair value through other comprehensive income					
Stocks	Comparable listed OTC companies law	Discount for lack of marketability	10%	The higher the discount for lack of marketability, the lower the fair value of the stocks	5% increase (decrease) in the discount for lack of marketability would result in increase (decrease) in the Group's equity by NT\$2,373 thousand

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As of March 31, 2025

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets at fair value through other comprehensive income					
Stocks	Comparable listed OTC companies law	Discount for lack of marketability	10%	The higher the discount for lack of marketability, the lower the fair value of the stocks	5% increase (decrease) in the discount for lack of marketability would result in increase (decrease) in the Group's equity by NT\$5,347 thousand

(9) Significant financial assets and liabilities denominated in foreign currencies

Information regarding the Group's significant financial assets and liabilities denominated in foreign currencies was listed below: (In Thousands)

	As of					
	3/31/2026			12/31/2025		
	Foreign Currencies (\$'000)	Exchange Rate	NTD (NT\$'000)	Foreign Currencies (\$'000)	Exchange Rate	NTD (NT\$'000)
<u>Financial assets</u>						
Monetary items:						
USD	\$383,881	32.0015	\$12,284,777	\$376,597	31.4205	\$11,832,860
CNY	\$161,331	4.6256	\$746,254	\$154,312	4.4710	\$689,929
<u>Financial liabilities</u>						
Monetary items:						
USD	\$327,587	32.0007	\$10,482,999	\$341,268	31.4208	\$10,722,923
CNY	\$229,944	4.6249	\$1,063,467	\$254,347	4.4703	\$1,136,997

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	As of		
	3/31/2025		
	Foreign Currencies (\$'000)	Exchange Rate	NTD (NT\$'000)
<u>Financial assets</u>			
Monetary items:			
USD	\$386,650	33.1702	\$12,825,256
CNY	\$89,208	4.6248	\$412,565
 <u>Financial liabilities</u>			
Monetary items:			
USD	\$347,623	33.1954	\$11,539,489
CNY	\$206,013	4.6248	\$952,762

The above information is disclosed based on the carrying amount of foreign currency (after being converted to functional currency).

Foreign exchange gain/loss on monetary financial assets and liabilities is shown as below.

Foreign currency resulting in exchange gain or loss	For the three-month period ended March 31,	
	2026 (NT\$'000)	2025 (NT\$'000)
USD	\$2,408	\$22,634
Other	2,910	14,805

(10) Capital management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios to support its business and maximize shareholder value. The Group manages and adjusts its capital structure considering changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust dividend payment to shareholders, return capital to shareholders or issue new shares.

13. ADDITIONAL DISCLOSURES

(1) Information on significant transactions

A. Financing provided to others: None.

B. Endorsement/Guarantee provided to others: None.

C. Material marketable securities held as of March 31, 2026 (excluding investments in subsidiaries, associates and joint ventures): Please refer to attachment 1.

D. Related party transactions with purchase or sales amount of at least NT\$100 million or 20 percent of the paid-in capital for the three-month period ended March 31, 2026: Please refer to attachment 2.

E. Receivables from related parties of at least NT\$100 million or 20 percent of the paid-in capital as of March 31, 2026: Please refer to attachment 6.

F. Inter Group relationships and significant inter Group transactions for the three-month period ended March 31, 2026: Please refer to attachment 7.

(2) Information on investees

A. Name, locations and related information of investees (excluding investees in Mainland China): Please refer to attachment 3.

B. Investees over which the Company exercises control shall be disclosed of information under Note 13(1):

(a) Financing provided to others: None.

(b) Endorsement/Guarantee provided to others: None.

(c) Material marketable securities held as of March 31, 2026 (excluding investments in subsidiaries, associates and joint ventures): Please refer to attachment 4.

- (d) Related party transactions with purchase or sales amount of at least NT\$100 million or 20 percent of the paid-in capital for the three-month period ended March 31, 2026: Please refer to attachment 5.

- (e) Receivables from related parties of at least NT\$100 million or 20 percent of the paid-in capital as of March 31, 2026: Please refer to attachment 6.

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

(3) Information on investments in Mainland China:

A. Name of investee in China, main business, paid-in capital, method of investment, investment flows, percentage of ownership, investment gain or loss, carrying amount at the end of reporting period, inward remittance of earning or loss and the upper limit on investment in China:

(In Thousands of New Taiwan Dollars)

Name of Investee in China	Main Business	Paid-in Capital (NT\$'000)	Method of Investment (Note 1)	Accumulated Outflow of Investment from Taiwan as of Jan. 1, 2026 (NT\$'000)	Investment Flows		Accumulated Outflow of Investment from Taiwan as of Mar. 31, 2026 (NT\$'000)	Profit/ Loss of Investee (NT\$'000)	Percentage of Ownership (Direct or Indirect Investment)	Share of Profit/Loss (NT\$'000)	Carrying Amount as of Mar. 31, 2026 (NT\$'000)	Accumulated Inward Remittance of Earnings as of Mar. 31, 2026 (NT\$'000)	Accumulated Outflow of Investment from Taiwan to Mainland China as of Mar. 31, 2026 (NT\$'000)	Investment Amounts Authorized by Investment Commission, MOEA (NT\$'000)	Upper Limit on Investment in China by Investment Commission, MOEA (NT\$'000)
					Outflow (NT\$'000)	Inflow (NT\$'000)									
Kinsus Interconnect Technology Suzhou Corp.	Manufacturing and selling PCB (not high-density fine-line)	\$2,240,105 (Note 2)	(2)	\$2,240,105 (Note 2)	\$-	\$-	\$2,240,105 (Note 2)	\$(56,879) (Note 2 and Note 4)	100%	\$(56,879) (Note 2, Note 4 and Note 10)	\$2,057,689 (Note 2, Note 4 and Note 10)	\$966,960	\$1,260,859 (Note 2)	\$1,260,859 (Note 2)	No upper limit (Note 5)

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Name of Investee in China	Main Business	Paid-in Capital (NT\$'000)	Method of Investment (Note 1)	Accumulated Outflow of Investment from Taiwan as of Jan. 1, 2026 (NT\$'000)	Investment Flows		Accumulated Outflow of Investment from Taiwan as of Mar. 31, 2026 (NT\$'000)	Profit/ Loss of Investee (NT\$'000)	Percentage of Ownership (Direct or Indirect Investment)	Share of Profit/Loss (NT\$'000)	Carrying Amount as of Mar. 31, 2026 (NT\$'000)	Accumulated Inward Remittance of Earnings as of Mar. 31, 2026 (NT\$'000)	Accumulated Outflow of Investment from Taiwan to Mainland China as of Mar. 31, 2026 (NT\$'000)	Investment Amounts Authorized by Investment Commission, MOEA (NT\$'000)	Upper Limit on Investment in China by Investment Commission, MOEA (NT\$'000)
					Outflow (NT\$'000)	Inflow (NT\$'000)									
Piotek Computer (Suzhou) Co., Ltd.	Researching, developing, producing and selling electronic components, PCBs and related products and providing after-sale services	\$2,262,506 (Note 2)	(3) (Note 10)	\$3,016,260 (Note 2)	\$-	\$-	\$3,016,260 (Note 2)	\$(24,952) (Note 2 and Note 4)	51%	\$(12,725) (Note 2, Note 4 and Note 11)	\$314,514 (Note 2, Note 4 and Note 11)	\$-	\$3,016,260 (Note 2)	\$3,016,260 (Note 2)	No upper limit (Note 5)

English Translation of Consolidated Financial Statements and Footnotes Originally Issued in Chinese

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

Name of Investee in China	Main Business	Paid-in Capital (NT\$'000)	Method of Investment (Note 1)	Accumulated Outflow of Investment from Taiwan as of Jan. 1, 2026 (NT\$'000)	Investment Flows		Accumulated Outflow of Investment from Taiwan as of Mar. 31, 2026 (NT\$'000)	Profit/ Loss of Investee (NT\$'000)	Percentage of Ownership (Direct or Indirect Investment)	Share of Profit/Loss (NT\$'000)	Carrying Amount as of Mar. 31, 2026 (NT\$'000)	Accumulated Inward Remittance of Earnings as of Mar. 31, 2026 (NT\$'000)	Accumulated Outflow of Investment from Taiwan to Mainland China as of Mar. 31, 2026 (NT\$'000)	Investment Amounts Authorized by Investment Commission, MOEA (NT\$'000)	Upper Limit on Investment in China by Investment Commission, MOEA (NT\$'000)
					Outflow (NT\$'000)	Inflow (NT\$'000)									
Pegavision (Jiangsu) Limited	Producing and Selling medical equipment	\$249,805 (USD 8,500)	(1)	\$194,610	\$55,195	\$-	\$249,805	\$ (7,429) (Note 2 and Note 4)	29.76%	\$ (2,195) (Note 2, Note 4 and Note 11)	\$51,116 (Note 2, Note 4 and Note 11)	\$-	\$249,805	\$249,805	\$6,787,844 (Note 6)
BeautyTech Platform (Shanghai) Corporation	Selling medical equipment and cosmetic products	\$127,444 (USD 4,100)	(3) (Note 3 and Note 7)	\$109,928	\$-	\$-	\$109,928	\$6,461 (Note 2 and Note 4)	29.76%	\$1,623 (Note 2, Note 4 and Note 11)	\$52,970 (Note 2, Note 4 and Note 11)	\$-	\$109,928	\$109,928	\$370,164 (Note 9)
Gemvision Technology (Zhejiang) Limited	Selling medical equipment and cosmetic products	\$101,748 (RMB 22,000) (Note 2)	(3)	\$-	\$-	\$-	\$-	\$3,154 (Note 2 and Note 4)	29.76%	\$792 (Note 2, Note 4 and Note 11)	\$37,110 (Note 2, Note 4 and Note 11)	\$-	\$-	\$-	

Note 1: The investment methods are divided into the following three types, just indicate the types:

- (1) Go directly to the mainland for investment.
- (2) Reinvest in mainland China through a third-region company.
- (3) Other methods.

Note 2: Amounts in foreign currencies are translated into New Taiwan dollars using the exchange rates on the balance sheet date.

Note 3: 100% Shares of BeautyTech Platform (Shanghai) owned and directly invested by BeautyTech Platform Corporation.

Note 4: Gain/loss on investment is recognized based on the financial statements which were reviewed by the independent auditors of the parent company in Taiwan.

Note 5: The Company meets the conditions of corporate operation headquarters in the Principle of Evaluation for Investment and Technical Cooperation in Mainland China. Thus, there is no upper limit on investment amount.

Note 6: The upper limit on investment for Pegavision (Jiangsu) Limited is calculated as 60% of the net value of the recent financial statements reviewed by independent auditors of Pegavision Corporation.

Note 7: As part of the Group's business reorganization, BeautyTech Platform (Shanghai) Corporation has merged with Pegavision (Shanghai) Limited in 2025. BeautyTech Platform (Shanghai) Corporation is the surviving entity and succeeded to the investments previously held by Pegavision (Shanghai) Limited using its own funds, including its 100% equity interests in the invested companies.

Note 8: As of March 31, 2026, the following investments in investee companies in Mainland China had not yet been remitted:

- (a) FacialBeau (Jiangsu) Corporation which is 100% held by FacialBeau International Corporation was registered on February 25, 2022.
- (b) Pegavision (Shanghai) Limited which is 100% held by the Company was registered on April 23, 2024.

Note 9: The upper limit on investment for BeautyTech Platform (Shanghai) Corporation and Gemvision Technology (Zhejiang) Limited are calculated as 60% of the net value of the recent financial statements reviewed by independent auditors of BeautyTech Platform Corporation.

Note 10: Please refer to Note 4 (3) for details.

Note 11: Transactions are eliminated upon preparation of consolidated financial statements.

B. Significant transactions with investees in China:

The significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, please refer to attachment 7 for details.

14. OPERATING SEGMENT

(1) For management purposes, the Group is organized into operating segments based on different products and services and has three reportable operating segments as follows:

IC Substrate: This segment produces and manufactures BGA substrates and sells the products to manufacturers of electronic products.

Optics: This segment produces, manufactures and sells contact lens.

No operating segments have been aggregated to form the above reportable operating segments.

The Group's operating segments adopts the same accounting policies as those stated in Note 4. Management monitors the operating results of its business units separately for decision-making on resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and measured consistently with methods applied to operating profit or loss in the consolidated financial statements.

For the three-month period ended March 31, 2026

	<u>IC Substrate</u>	<u>Optics</u>	<u>Elimination</u>	<u>Consolidated</u>
	<u>(NT\$'000)</u>	<u>(NT\$'000)</u>	<u>(NT\$'000)</u>	<u>(NT\$'000)</u>
Revenue				
External customer	\$9,219,300	\$1,885,665	\$-	\$11,104,965
Inter-segment	-	2	(2)	-
Total revenue	<u>\$9,219,300</u>	<u>\$1,885,667</u>	<u>\$(2)</u>	<u>\$11,104,965</u>
Segment profit (loss)	<u>\$397,918</u>	<u>\$477,885</u>	<u>\$-</u>	<u>\$875,803</u>

Kinsus Interconnect Technology Corp.

Notes to Consolidated Financial Statements (Continued)

For the three-month period ended March 31, 2025

	<u>IC Substrate</u> <u>(NT\$'000)</u>	<u>Optics</u> <u>(NT\$'000)</u>	<u>Elimination</u> <u>(NT\$'000)</u>	<u>Consolidated</u> <u>(NT\$'000)</u>
Revenue				
External customer	\$7,026,245	\$1,593,499	\$-	\$8,619,744
Inter-segment	-	-	-	-
Total revenue	<u>\$7,026,245</u>	<u>\$1,593,499</u>	<u>\$-</u>	<u>\$8,619,744</u>
Segment profit (loss)	<u>\$118,680</u>	<u>\$493,279</u>	<u>\$-</u>	<u>\$611,959</u>

Details of assets and liabilities under the Group's operating segments are as follows:

<u>Segment assets</u>	<u>IC Substrate</u> <u>(NT\$'000)</u>	<u>Optics</u> <u>(NT\$'000)</u>	<u>Elimination</u> <u>(NT\$'000)</u>	<u>Consolidated</u> <u>(NT\$'000)</u>
As of 3/31/2026	<u>\$67,014,393</u>	<u>\$16,639,674</u>	<u>\$-</u>	<u>\$83,654,067</u>
As of 12/31/2025	<u>\$63,799,109</u>	<u>\$16,174,327</u>	<u>\$(156)</u>	<u>\$79,973,280</u>
As of 3/31/2025	<u>\$64,792,800</u>	<u>\$14,899,981</u>	<u>\$-</u>	<u>\$79,692,781</u>

<u>Segment liabilities</u>	<u>IC Substrate</u> <u>(NT\$'000)</u>	<u>Optics</u> <u>(NT\$'000)</u>	<u>Elimination</u> <u>(NT\$'000)</u>	<u>Consolidated</u> <u>(NT\$'000)</u>
As of 3/31/2026	<u>\$26,855,462</u>	<u>\$5,326,767</u>	<u>\$-</u>	<u>\$32,182,229</u>
As of 12/31/2025	<u>\$34,161,774</u>	<u>\$4,438,465</u>	<u>\$(156)</u>	<u>\$38,600,083</u>
As of 3/31/2025	<u>\$36,010,772</u>	<u>\$4,187,028</u>	<u>\$-</u>	<u>\$40,197,800</u>

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Marketable Securities Held

As of March 31, 2026

Attachment 1

(In Thousands of New Taiwan Dollars)

Name of Held Company	Type and Name of Marketable Securities	Relationship with the Issuer	Financial Statement Account	As of March 31, 2026			Fair Value	Note
				Shares / Units	Carrying Amount	Shareholding %		
Kinsus Interconnect Technology Corp.	Money market funds:							
	Fubon Chi-Hsiang Money Market Fund	-	Financial assets at fair value through profit or loss	18,222,017	\$300,000	-%	<u>\$303,212</u>	
	Valuation adjustments of financial assets held for trading				3,212			
	Fubon Money Market Fund	-	Financial assets at fair value through profit or loss	17,762,553	\$280,000	-%	<u>\$280,082</u>	
	Valuation adjustments of financial assets held for trading				82			
	Total				<u>\$583,294</u>			
Kinsus Interconnect Technology Corp.	Stocks:							
	Azalea Vision BV	-	Measured at fair value through other comprehensive income	57,142	\$16,950	2.60%	<u>\$16,950</u>	
	Valuation adjustments				(16,518)			
	Total				<u>\$432</u>			

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Related Party Transactions with Purchase or Sales Amount of At least NT\$ 100 Million or 20% of the Paid-in Capital

For the three-month period ended March 31, 2026

Attachment 2

(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Transaction Details			Abnormal Transaction		Notes/ Accounts Payable or Receivable		Note	
			Purchase/ Sale	Amount	% to Total	Payment/ Collection Term	Unit Price	Payment/ Collection Term	Ending Balance		% to Total
Kinsus Interconnect Technology Corp.	Kinsus Interconnect Technology Suzhou Corp.	Investee accounted for using equity method indirectly	Purchase	\$1,178,682	26.76%	Payment within 60 days from the end of delivery month	Specs of goods purchased are different from others. Cannot be reasonably compared.	Other vendors also enjoy payment within 30~90 days from the end of delivery month	Accounts payable \$(882,974)	22.52%	Note

Note: Transactions are eliminated when preparing the consolidated financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Names, Locations and Related Information of Investees

As of March 31, 2026

Attachment 3

(In Thousands of Foreign Currency / New Taiwan Dollars)

Investor	Investee	Business Location	Main Business and Product	Original Investment Amount		Balance as of March 31, 2026			Net Income (Loss) of the Investee	Share of Income (Loss) of the Investee	Note
				As of Dec. 31, 2025	As of Mar. 31, 2026	Shares	%	Carrying Value			
Kinsus Interconnect Technology Corp.	KINSUS CORP. (USA)	CA. U.S.A.	Designing substrates, formulating marketing strategy analysis, developing new customers, researching and development new product technology	USD 500	USD 500	500,000	100.00%	\$101,064	\$810	\$810	Note 1
Kinsus Interconnect Technology Corp.	KINSUS HOLDING (SAMOA) LIMITED	Samoa	Investing activities	USD 109,240	USD 109,240	109,239,940	100.00%	\$2,355,810	\$(68,137)	\$(65,366)	Note 1
Kinsus Interconnect Technology Corp.	Kinsus Investment Co., Ltd.	Taiwan	Investing activities	\$1,600,000	\$1,600,000	172,000,000	100.00%	\$3,551,751	\$129,027	\$129,027	Note 1
Kinsus Interconnect Technology Corp.	Pegavision Corporation	Taiwan	Manufacturing medical equipment	\$564,210	\$564,210	1,820,034	2.35%	\$281,468	\$472,275	\$11,019	Note 1
Kinsus Investment Co., Ltd.	Pegavision Corporation	Taiwan	Manufacturing medical equipment	\$252,455	\$252,455	21,233,736	27.41%	\$3,283,792	\$472,275	\$128,566	Note 1
Kinsus Investment Co., Ltd.	Zhuhe Investment Co., Ltd.	Taiwan	Investing activities	\$30,000	\$30,000	3,000,000	15.00%	\$29,044	\$(687)	\$(69)	Note 1
KINSUS HOLDING (SAMOA) LIMITED	KINSUS HOLDING (CAYMAN) LIMITED	Cayman Islands	Investing activities	USD 70,000	USD 70,000	70,000,000	100.00%	USD 64,300	USD (1,845)	USD (1,845)	Note 1
KINSUS HOLDING (SAMOA) LIMITED	PIOTEK HOLDINGS LTD. (CAYMAN)	Cayman Islands	Investing activities	USD 40,686	USD 40,686	40,686,220	51.00%	USD 9,319	USD (629)	USD (321)	Note 1
PIOTEK HOLDINGS LTD. (CAYMAN)	PIOTEK HOLDINGS LIMITED	British Virgin Islands	Investing activities	USD 31,863	USD 31,863	31,862,790	100.00%	USD 18,272	USD (629)	USD (629)	Note 1
Pegavision Corporation	PEGAVISION JAPAN INC.	Japan	Selling Medical equipment	JPY 9,900	JPY 9,900	198	100.00%	\$227,035	\$16,474	\$16,474	Note 1
Pegavision Corporation	Mayin Investment Co., Ltd.	Taiwan	Investing activities	\$246,003	\$246,003	44,380,875	100.00%	\$771,044	\$33,210	\$33,210	Note 1
Pegavision Corporation	PEGAVISION VIETNAM COMPANY LIMITED	Vietnam	Manufacturing and selling of medical equipment	\$941,333	\$941,333	-	100.00%	\$889,783	\$(2,161)	\$(2,161)	Note 1
Pegavision Corporation	Zhuhe Investment Co., Ltd.	Taiwan	Investing activities	\$20,000	\$20,000	2,000,000	10.00%	\$19,363	\$(687)	\$(45)	Note 1
Pegavision Corporation	PEGAVISION NETHERLANDS B.V.	Netherlands	Selling Medical equipment	EUR 1,150	EUR 1,150	-	100.00%	\$32,821	\$(2,539)	\$(2,539)	Note 1
Mayin Investment Co., Ltd.	BeautyTech Platform Corporation	Taiwan	Selling medical equipment and cosmetic products	\$107,500	\$107,500	8,500,000	85.00%	\$524,399	\$39,697	\$33,742	Note 1
Mayin Investment Co., Ltd.	FacialBeau International Corporation	Taiwan	Selling medical equipment and cosmetic products	\$27,500	\$27,500	2,750,000	55.00%	\$21,549	\$(1,888)	\$(1,039)	Note 1
BeautyTech Platform Corporation	FORIMART Corporation	Taiwan	Selling medical equipment and cosmetic products	\$65,000	\$65,000	6,500,000	100.00%	\$65,563	\$411	\$411	Note 1
BeautyTech Platform Corporation	BEAUTYTECH PLATFORM (VIETNAM) LIMITED LIABILITY COMPANY	Vietnam	Selling medical equipment and cosmetic products	\$6,923	\$6,923	-	70.00%	\$3,786	\$(94)	\$(66)	Note 1
FacialBeau International Corporation	Aquamax Vision Corporation	U.S.A.	Selling medical equipment and cosmetic products	USD 1,100	USD 1,100	11,000,000	100.00%	\$6,488	\$(65)	\$(65)	Note 1
FacialBeau International Corporation	RODNA Co., Ltd.	Korea	Selling medical equipment and cosmetic products	KRW 100,000	KRW 100,000	100,000	100.00%	\$1,708	\$(35)	\$(35)	Note 1
FacialBeau International Corporation	IKIDO Inc.	Japan	Selling medical equipment and cosmetic products	JPY 9,900	JPY 9,900	198	100.00%	\$1,779	\$(59)	\$(59)	Note 1

Note : This includes investment losses accounted for using the equity method of NTS\$(68,137) thousand, realized benefits of current upstream transactions of NTS\$2,865 thousand, and unrealized losses of current upstream transactions of NTS\$(94) thousand.

Note 1: Transactions are eliminated when preparing the consolidated financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Marketable Securities Held (Excluding Investments in Subsidiaries, Associates and Joint Ventures)

As of March 31, 2026

Attachment 4

(In Thousands of New Taiwan Dollars)

Name of Held Company	Type and Name of Marketable Securities	Relationship with the Issuer	Financial Statement Account	As of March 31, 2026				Guarantee, Pledge or Other Restricted Conditions		
				Shares (Unit)	Carrying Amount	%	Fair Value	Shares	Carrying Amount	Note
Pegavision Corporation	Money market funds:									
	FSITC Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss	22,115,437	\$359,709	-%	\$1,173,538	-	\$-	
	Fubon Money Market Fund	-	Financial assets at fair value through profit or loss	51,608,086	810,000	-%				
Mayin Investment Co., Ltd.	Money market funds:									
	FSITC Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss	970,261	15,566	-%	\$15,784	-	\$-	
BeautyTech Platform Corporation	Money market funds:									
	Yuanta De-Li Money Market Fund	-	Financial assets at fair value through profit or loss	502,952	8,360	-%	\$165,667	-	\$-	
	Yuanta Wan-Tai Money Market Fund	-	Financial assets at fair value through profit or loss	2,221,592	34,235	-%				
	FSITC Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss	6,530,910	105,601	-%				
	Fubon Money Market Fund	-	Financial assets at fair value through profit or loss	953,980	15,000	-%				
FacialBeau International Corporation	Money market funds:									
	Mega Diamond Money Market Fund	-	Financial assets at fair value through profit or loss	492,162	8,000	-%	\$8,007	-	\$-	
	Valuation adjustments of financial assets held for trading				6,525					
	Total				\$1,362,996					
Kinsus Investment Co., Ltd.	Stocks:									
	Ethos Original Co., Ltd.	-	Measured at fair value through other comprehensive income	5,000,000	\$50,000	7.49%	\$50,000	-	\$-	
	Li Chang Finery Inc	-	Measured at fair value through other comprehensive income	32,653	1,000	1.01%	1,000	-	-	
Pegavision Corporation	Stocks:									
	Azalea Vision BV	-	Measured at fair value through other comprehensive income	171,428	50,880	7.79%	1,295	-	-	
	Add: Valuation adjustments				(49,585)					
	Total				\$52,295		\$52,295	-	\$-	

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Related Party Transactions with Purchase or Sales Amount of At least NT\$ 100 Million or 20% of the Paid-in Capital

For the three-month period ended March 31, 2026

Attachment 5

(In Thousands of Foreign Currency / New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Transaction Details			Abnormal Transaction		Notes/Accounts Payable or Receivable		Note	
			Purchase/Sale	Amount	% to Total	Payment/ Collection Term	Unit Price	Payment/ Collection Term	Ending Balance		% to Total
Kinsus Interconnect Technology Suzhou Corp.	Kinsus Interconnect Technology Corp.	Parent company	Sales	USD 37,221	99.79%	Payment within 60 days from the end of delivery month	Specs of goods sold are different from others. Cannot be reasonably compared.	No non-related parties to be compared with.	Accounts receivable USD 28,297	100.00%	Note
Pegavision Corporation	Pegavision Japan Inc.	Also a subsidiary under the Company's control	Sales	\$1,063,159	64.95%	Payment within 90 days from the end of delivery month	Similar to those to third party customers.	Payment within 90 days from telegraphic transfer.	Accounts receivable \$799,676	70.89%	Note

Note: Transactions are eliminated when preparing the consolidated financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

Kinsus Interconnect Technology Corp. and Subsidiaries

Receivables from Related Parties of at Least NT\$ 100 Million or 20% of the Paid-in Capital

As of March 31, 2026

Attachment 6

(In Thousands of Foreign Currency / New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Ending Balance	Turnover Ratio	Overdue		Amount Received in Subsequent Periods	Loss Allowance
					Amount	Action Taken		
Kinsus Interconnect Technology Suzhou Corp.	Kinsus Interconnect Technology Corp.	Parent company	<u>USD 28,297</u> (Note)	<u>5.24</u>	<u>\$-</u>	-	<u>\$-</u>	<u>\$-</u>
Pegavision Corporation	Pegavision Japan Inc.	Subsidiary	<u>\$799,676</u> (Note)	<u>5.48</u>	<u>\$-</u>	-	<u>\$294,862</u>	<u>\$-</u>
Pegavision Corporation	BeautyTech Platform Corporation	Subsidiary	<u>\$135,181</u> (Note)	<u>2.70</u>	<u>\$-</u>	-	<u>\$34,950</u>	<u>\$-</u>

Note : Transactions are eliminated when preparing the consolidated financial statements.

Kinsus Interconnect Technology Corp. and Subsidiaries
Intercompany Relationships and Significant Intercompany Transactions
For the three-month period ended March 31, 2026

Attachment 7

(In Thousands of Foreign Currency / New Taiwan Dollars)

No. (Note 1)	Company Name	Counter-Party	Nature of Relationship (Note 2)	Intercompany Transaction			
				Financial Statement Account	Amount (Note 4)	Terms	Percentage to Consolidated Net Revenue or Total Assets (Note 3)
0	<u>2026.01.01~2026.03.31</u> Kinsus Interconnect Technology Corp.	Kinsus Interconnect Technology Suzhou Corp.	1	Accounts payable	\$882,974	Payment within 60 days from the end of delivery month	1.06%
0	Kinsus Interconnect Technology Corp.	Kinsus Interconnect Technology Suzhou Corp.	1	Purchase	\$1,178,682	Payment within 60 days from the end of delivery month	10.61%
1	Pegavision Corporation	PEGAVISION JAPAN INC.	3	Sales revenue	\$1,063,159	Payment within 90 days from the end of delivery month	9.57%
1	Pegavision Corporation	PEGAVISION JAPAN INC.	3	Accounts receivable	\$799,676	Payment within 90 days from the end of delivery month	0.96%
1	Pegavision Corporation	Gemvision Technology (Zhejiang) Limited	3	Sales revenue	\$35,300	Payment within 180 days from the end of delivery month	0.32%
1	Pegavision Corporation	Gemvision Technology (Zhejiang) Limited	3	Contract liability	\$75,665	Payment within 180 days from the end of delivery month	0.09%
1	Pegavision Corporation	Gemvision Technology (Jiangsu) Limited	3	Sales revenue	\$17,987	Payment within 180 days from the end of delivery month	0.16%
1	Pegavision Corporation	Gemvision Technology (Jiangsu) Limited	3	Accounts receivable	\$20,105	Payment within 180 days from the end of delivery month	0.02%
1	Pegavision Corporation	BeautyTech Platform Corporation	3	Sales revenue	\$95,953	Payment within 120 days from the end of delivery month	0.86%
1	Pegavision Corporation	BeautyTech Platform Corporation	3	Accounts receivable	\$135,181	Payment within 120 days from the end of delivery month	0.16%
1	Pegavision Corporation	BeautyTech Platform Corporation	3	Operating expense	\$20,224	Payment within 120 days from the end of delivery month	0.18%

Note 1: Transaction information between Parent company and its subsidiaries should be disclosed by codes below:

- (1) Parent company is coded "0".
- (2) The subsidiaries are coded from "1" in the order presented in the table above.

Note 2: Relationship are divided into the following three types and the types are required to be indicated:

- (1) From the parent company to a subsidiary.
- (2) From a subsidiary to the parent company.
- (3) Between subsidiaries.

Note 3: Regarding the percentage of transaction amount to consolidated operating revenues or total assets, it is computed based on the ending balance to consolidated total assets for balance sheet items;

and based on interim accumulated amount to consolidated net revenue for income statement items.

Note 4: Transactions exceeding NT\$15,000 thousand have been disclosed. All the transactions have been eliminated when preparing the consolidated financial statements.