IRON FORCE INDUSTRIAL CO., LTD. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS AND

INDEPENDENT AUDITORS' REVIEW REPORT

MARCH 31, 2025 AND 2024

Iron Force Industrial Co., Ltd. And Subsidiaries

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

INDEX

INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Iron Force Industrial Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Iron Force Industrial Co., Ltd. and subsidiaries (the "Group") as at March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the three months then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. 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" that came into effect as endorsed by the Financial Supervisory Commission. 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 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 Group as at March 31, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three months then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission.

Liao, Fu-Ming	Tsai, Bei-Hua

For and on behalf of PricewaterhouseCoopers, Taiwan

May 2, 2025

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors’ report 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, PricewaterhouseCoopers 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.

IRON FORCE INDUSTRIAL CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31, 2025, DECEMBER 31, 2024 AND MARCH 31, 2024
(Expressed in thousands of New Taiwan dollars)

	ASSETS	Notes	March 31, 2025 AMOUNT	%	December 31, 2024 AMOUNT	%	March 31, 2024 AMOUNT	%
	Current assets							
1100	Cash and cash equivalents	6(1)	$ 758,228	11	$ 610,285	9	$ 1,857,826	29
1110	Financial assets at fair value through profit or loss - current	6(2)	384,376	5	284,393	4	22,148	1
1136	Financial assets at amortized cost - current	6(3)	400,000	6	400,000	6	-	-
1170	Accounts receivable, net	6(4)	1,358,548	19	1,272,931	18	1,217,953	19
1200	Other receivables, net	6(5)	96,823	1	207,144	3	29,935	1
130X	Inventories	6(6)	1,185,545	17	1,207,667	18	1,034,176	16
1410	Prepayments		37,198	1	46,420	1	44,580	1
1479	Other current assets		3,594	-	6,258	-	5,467	-
11XX	**Total current assets**		4,224,312	60	4,035,098	59	4,212,085	67
	Non-current assets							
1535	Financial assets at amortized cost – non-current	6(3)	777,977	11	761,333	11	-	-
1600	Property, plant and equipment	6(7) and 8	1,876,283	27	1,829,226	27	1,858,650	29
1755	Right-of-use assets	6(8)	60,642	1	60,364	1	65,782	1
1780	Intangible assets		32,889	-	34,850	-	41,331	1
1840	Deferred tax assets		22,639	-	45,610	1	53,129	1
1900	Other non-current assets	6(9)	91,222	1	79,868	1	100,612	1
15XX	**Total non-current assets**		2,861,652	40	2,811,251	41	2,119,504	33
1XXX	**Total assets**		$ 7,085,964	100	$ 6,846,349	100	$ 6,331,589	100

(Continued)

IRON FORCE INDUSTRIAL CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
MARCH 31, 2025, DECEMBER 31, 2024 AND MARCH 31, 2024
(Expressed in thousands of New Taiwan dollars)

	LIABILITIES AND EQUITY	Notes	March 31, 2025 AMOUNT	%	December 31, 2024 AMOUNT	%	March 31, 2024 AMOUNT	%
	Current liabilities							
2100	Short-term borrowings	6(10)	$ -	-	$ -	-	$ 382,000	6
2120	Financial liabilities at fair value through profit or loss - current	6(2)	451	-	9,956	-	-	-
2130	Current contract liabilities	6(18)	15	-	92	-	1,645	-
2170	Accounts payable		279,177	4	273,188	4	311,350	5
2200	Other payables	6(11)	291,979	4	370,493	5	305,041	5
2230	Current tax liabilities		54,887	1	43,081	1	74,735	1
2280	Current lease liabilities		2,461	-	2,498	-	2,338	-
2320	Long-term liabilities, current portion	6(13)	8,246	-	6,258	-	6,243	-
2399	Other current liabilities		4,419	-	5,550	-	5,412	-
21XX	**Total current liabilities**		641,635	9	711,116	10	1,088,764	17
	Non-current liabilities							
2530	Bond payables	6(12)	282,615	4	280,886	4	-	-
2540	Non-current portion of long-term borrowings	6(13)	27,653	-	25,529	-	30,551	1
2570	Deferred tax liabilities		572,295	8	535,210	8	457,514	7
2580	Non-current lease liabilities		4,289	-	4,783	-	5,555	-
2600	Other non-current liabilities		32,969	1	41,251	1	42,720	1
25XX	**Total non-current liabilities**		919,821	13	887,659	13	536,340	9
2XXX	**Total liabilities**		1,561,456	22	1,598,775	23	1,625,104	26
	Equity attributable to owners of parent							
	Share capital	6(15)						
3110	Ordinary share		795,313	11	795,313	12	757,803	12
	Capital surplus	6(16)						
3200	Capital surplus		1,181,837	16	1,181,837	17	813,473	13
	Retained earnings	6(17)						
3310	Legal reserve		765,168	11	765,168	11	714,295	11
3320	Special reserve		331,725	5	331,725	5	325,899	5
3350	Unappropriated retained earnings		2,530,944	36	2,384,572	35	2,348,331	37
	Other equity interest							
3400	Other equity interest		(80,479)	(1)	(211,041)	(3)	(253,316)	(4)
3XXX	**Total equity**		5,524,508	78	5,247,574	77	4,706,485	74
	Significant contingent liabilities and unrecognized contractual commitments	9						
	Significant subsequent events	11						
3X2X	**TOTAL LIABILITIES AND EQUITY**		$ 7,085,964	100	$ 6,846,349	100	$ 6,331,589	100

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

IRON FORCE INDUSTRIAL CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS ENDED MARCH 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)

	Items	Notes	Three months ended March 31			
			2025		2024	
			AMOUNT	%	AMOUNT	%
4000	Operating revenue	6(18)	$ 1,282,087	100	$ 1,235,312	100
5000	Operating costs	6(6)(19)	(961,751)	(75)	(922,869)	(75)
5900	Gross profit from operations		320,336	25	312,443	25
	Operating expenses	6(16)				
6100	Selling expenses		(37,832)	(3)	(35,957)	(3)
6200	General and administrative expenses		(102,962)	(8)	(91,002)	(7)
6300	Research and development expenses		(42,420)	(3)	(39,491)	(3)
6450	Impairment gain and reversal of impairment loss determined in accordance with IFRS 9	12(2)	2,821	-	1,269	-
6000	Total operating expenses		(180,393)	(14)	(165,181)	(13)
6900	Net operating income		139,943	11	147,262	12
	Non-operating income and expenses					
7100	Interest income	6(3)	10,337	1	10,899	1
7010	Other income	7	84	-	84	-
7020	Other gains and losses	6(20) and 7	57,209	4	34,807	3
7050	Finance costs	6(8)(10)(13)	(2,923)	-	(1,823)	-
7000	Total non-operating income and expenses		64,707	5	43,967	4
7900	**Profit before tax**		204,650	16	191,229	16
7950	Income tax benefit (expense)	6(21)	(58,278)	(4)	73,277	6
8200	**Profit for the period**		$ 146,372	12	$ 264,506	22
	Other comprehensive income					
	Components of other comprehensive income that will be reclassified to profit or loss					
8361	Financial statements translation differences of foreign operations		$ 163,203	13	$ 98,011	8
8399	Income tax relating to the components of other comprehensive income	6(21)	(32,641)	(3)	(19,602)	(2)
8300	**Other comprehensive income, net**		$ 130,562	10	$ 78,409	6
8500	**Total comprehensive income for the period**		$ 276,934	22	$ 342,915	28
	Profit, attributable to:					
8610	Owners of the parent		$ 146,372	12	$ 264,506	22
	Comprehensive income attributable to:					
8710	Owners of the parent		$ 276,934	22	$ 342,915	28
	Earnings per share (in dollars)	6(22)				
9750	Basic earnings per share		$	1.84	$	3.49
9850	Diluted earnings per share		$	1.79	$	3.49

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

IRON FORCE INDUSTRIAL CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
THREE MONTHS ENDED MARCH 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

	Notes	Equity attributable to owners of the parent						
				Retained Earnings				
		Ordinary share	Total capital surplus, additional paid-in capital	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Total equity
Three months ended March 31,2024								
Balance at January 1, 2024		$ 757,803	$ 813,473	$ 714,295	$ 325,899	$ 2,083,825	($ 331,725)	$ 4,363,570
Profit for the period		-	-	-	-	264,506	-	264,506
Other comprehensive income for the period		-	-	-	-	-	78,409	78,409
Total comprehensive income		-	-	-	-	264,506	78,409	342,915
Balance at March 31, 2024		$ 757,803	$ 813,473	$ 714,295	$ 325,899	$ 2,348,331	($ 253,316)	$ 4,706,485
Three months ended March 31,2025								
Balance at January 1, 2025		$ 795,313	$ 1,181,837	$ 765,168	$ 331,725	$ 2,384,572	($ 211,041)	$ 5,247,574
Profit for the period		-	-	-	-	146,372	-	146,372
Other comprehensive income for the period		-	-	-	-	-	130,562	130,562
Total comprehensive income		-	-	-	-	146,372	130,562	276,934
Balance at March 31, 2025		$ 795,313	$ 1,181,837	$ 765,168	$ 331,725	$ 2,530,944	($ 80,479)	$ 5,524,508

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

IRON FORCE INDUSTRIAL CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
THREE MONTHS ENDED MARCH 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

	Note	Three months ended March 31 2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		$ 204,650	$ 191,229
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation expense	6(7)(8)(19)	46,413	48,856
Amortization expense	6(19)	4,333	4,679
Reversal of impairment loss	12(2)	(2,821)	(1,269)
Loss (gain) on financial assets at fair value through profit or loss	6(2)(20)	(32,812)	(23,751)
Interest expense		2,923	1,823
Interest income		(10,337)	(10,899)
Loss (gain) on disposal of property, plant and equipment	6(20)	32	(793)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		(76,676)	258,865
Notes receivable		-	11
Accounts receivable		(82,796)	24,414
Other receivables		1,322	(3,959)
Inventories		22,122	(30,231)
Prepayments		9,222	2,554
Other current assets		3,424	3,466
Changes in operating liabilities			
Current contract liabilities		(77)	(408)
Accounts payable		5,989	1,612
Other payables		(55,207)	(21,486)
Other current liabilities		495	(822)
Other non-current liabilities		(5,853)	(5,361)
Cash inflow generated from operations		34,346	438,530
Interest received		4,279	10,899
Income tax paid		(19,817)	(25,691)
Interest paid		(1,194)	(1,823)
Net cash flows from operating activities		17,614	421,915
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment	6(23)	(68,758)	(21,256)
Proceeds from disposal of property, plant and equipment		2,103	1,218
Acquisition of intangible assets		(1,614)	-
Proceeds from disposal of non-current assets held for sale		116,166	-
Increase in other non-current liabilities		(594)	(13,696)
Net cash flows generated from (used in) investing activities		47,303	(33,734)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments of lease liabilities	6(24)	(658)	(511)
Repayments of long-term debt	6(24)	(1,587)	(1,531)
Net cash flows used in financing activities		(2,245)	(2,042)
Effect of exchange rate changes on cash and cash equivalents		85,271	65,152
Net increase in cash and cash equivalents		147,943	451,291
Cash and cash equivalents at beginning of period		610,285	1,406,535
Cash and cash equivalents at end of period		$ 758,228	$ 1,857,826

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

IRON FORCE INDUSTRIAL CO., LTD. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
THREE MONTHS ENDED MARCH 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. History and Organization

Iron Force Industrial Co., Ltd. (the "Company") was incorporated in April 1977 as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.) and listed on the Taiwan Stock Exchange on November 25, 2013. The Company is primarily engaged in manufacturing and trading of airbag inflators for automotive safety systems and high precision metal tubes for seatbelt retractor/pretensioner systems, and trading of display fixtures and other metal parts.

2. The Date of Authorization for Issuance of the Financial Statements and Procedures for Authorization

These consolidated financial statements were authorized for issuance by the Board of Directors on May 2, 2025.

3. Application of New Standards, Amendments and Interpretations

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards ("IFRS®") Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission ("FSC")

New standards, interpretations and amendments endorsed by the FSC and became effective applicable from 2025 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 21 "Lack of Exchangeability"	January 1, 2025

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC applicable from 2025 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Part of the amendments to IFRS 9 and IFRS 7 “Classification and Measurement of Financial Instruments”	January 1, 2026

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Part of the amendments to IFRS 9 and IFRS 7 “Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by International Accounting Standards Board
Amendments to IFRS 17 “Insurance Contract”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 - Comparative Information"	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability”	January 1, 2027
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

Except for the following which is to be assessed, the above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment:

IFRS 18, ‘Presentation and disclosure in financial statements’ replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

4.Summary of Material Accounting Policies

The principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2024, except for the compliance statement, basis of preparation and basis of consolidation as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

A. The consolidated financial statements of the Group have been prepared in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and the International Accounting Standard 34, 'Interim financial reporting' that came into effect as endorsed by the FSC.

B. These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2024.

(2) Basis of preparation

A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:

(a) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

(b) Defined benefit liabilities recognized based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC® Interpretations, and SIC® Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the "IFRSs") requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

These consolidated financial statements are to be read in conjunction with the consolidated financial statements for the year ended December 31, 2024.

B. Subsidiaries included in the consolidated financial statements:

Name of Investor	Name of Subsidiary	Main business activities	Percentage of Ownership (%) March 31, 2025	December 31, 2024	March 31, 2024	Note
The Company	Transtat Investment Ltd. (Transtat)	Holding company	100%	100%	100%	-
The Company	Cortec GmbH	Sales of hangers and display fixtures	100%	100%	100%	-
The Company	Iron Force Poland Sp. z o.o.	Producing and sales of automotive safety components	100%	100%	100%	-
Transtat	Zhejiang Iron Force Metal Products Co., Ltd. (Zhejiang Iron Force)	Producing and sales of hangers and display fixtures	100%	100%	100%	-
Transtat	Huzhou Iron Force Metal Products Co., Ltd. (Huzhou Iron Force)	Producing and sales of automotive safety components	100%	100%	100%	-
Cortec GmbH	Cortec Kunststoff Technik GmbH & Co. KG	Producing and sales of hangers and display fixtures	100%	100%	100%	-
Cortec GmbH	Cortec Verwaltungs GmbH	Management consulting Company	100%	100%	100%	-

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group: None.

(4) Employee benefits – defined benefit plan

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

(5) Income taxes

If there are changes in tax rates in interim period, the Group recognizes a one-time effect of the changes in the period of occurrence. For the income taxes related to items not recognized in profit or loss, the effect of the changes is recognized in other comprehensive income or equity items. For the income taxes related to items recognized in profit or loss, the effect of the changes is recognized in profit or loss.

5.Critical Accounting Judgements, Estimates and Key Sources of Assumption Uncertainty

There were no significant changes during the period. Please refer to Note 5 in the consolidated financial statements for the year ended December 31, 2024.

6. Details of Significant Accounts

(1) Cash and cash equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Petty cash	$ 246	$ 272	$ 236
Checking deposits and demand deposits	461,797	335,405	1,589,792
Time deposits	202,473	238,014	67,118
Short-term notes and bills	93,712	36,594	200,680
	$ 758,228	$ 610,285	$ 1,857,826

A. Time deposits and short-term notes and bills on March 31, 2025, December 31, 2024 and March 31, 2024 were listed as highly liquid investments expiring within three months and the annual interest rates ranged from 1.43%~4.65%, 1.38%~4.93%, and 1.20%~4.20%, respectively.

B. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.

C. The Group has no cash and cash equivalents pledged to others.

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

Item	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets mandatorily measured at fair value through profit or loss			
Structured investments	$ 343,225	$ 154,506	$ -
Forward exchange agreements	21,005	-	21,620
Beneficiary certificates	17,956	129,037	-
Stocks of non-listed and emerging market companies	12,000	12,000	12,000
Derivative instruments – redemption rights of convertible bonds	210	210	-
Valuation adjustments	(10,020)	(11,360)	(11,472)
	$ 384,376	$ 284,393	$ 22,148
Financial liabilities mandatorily measured at fair value through profit or loss			
Forward exchange agreements	$ 451	$ 9,956	$ -

A. Amounts recognized in profit or loss in relation to financial assets at fair value through profit or loss are listed below:

	Three months ended March 31	
	2025	2024
Financial assets mandatorily measured at fair value through profit or loss		
Forward exchange agreements	$ 30,700	$ 23,658
Structured investments	1,534	-
Beneficiary certificates	728	93
Derivative instruments – redemption rights of convertible bonds	(150)	-
	$ 32,812	$ 23,751

B. Details of the transactions and contract information in respect of the Company's derivative financial assets / liabilities which were not accounted for under hedge accounting are as follows:

	March 31, 2025		
	Contract amount		
Financial instruments	(Nominal principal)(in dollars)		Contract period
Pre-purchase of forward exchange agreements	RMB	85,000,000	2024/07/29~2025/07/30
Pre-purchase of forward exchange agreements	RMB	100,000,000	2024/07/29~2025/07/30
Pre-purchase of forward exchange agreements	RMB	65,000,000	2024/07/29~2025/07/30
Pre-sale of forward exchange agreements	USD	2,200,000	2024/12/13~2025/04/14
Structured investments	RMB	75,000,000	2025/03/21~2025/06/23

	December 31, 2024		
	Contract amount		
Financial instruments	(Nominal principal)(in dollars)		Contract period
Pre-purchase of forward exchange agreements	RMB	85,000,000	2024/07/29~2025/07/30
Pre-purchase of forward exchange agreements	RMB	100,000,000	2024/07/29~2025/07/30
Pre-purchase of forward exchange agreements	RMB	65,000,000	2024/07/29~2025/07/30
Pre-sale of forward exchange agreements	USD	910,000	2024/11/22~2025/01/24
Pre-sale of forward exchange agreements	USD	767,000	2024/12/13~2025/02/26
Pre-sale of forward exchange	USD	1,800,000	2024/11/22~2025/01/24

agreements			
Pre-sale of forward exchange agreements	USD	2,000,000	2024/12/13~2025/03/14
Pre-sale of forward exchange agreements	USD	2,200,000	2024/12/13~2025/04/14
Structured investments	RMB	30,000,000	2024/10/18~2025/01/21
Structured investments	RMB	4,500,000	2024/10/21~2025/01/21

	March 31, 2024		
Financial instruments	Contract amount (Nominal principal)(in dollars)		Contract period
Pre-purchase of forward exchange agreements	EUR	4,000,000	2023/07/25~2024/7/18
Pre-purchase of forward exchange agreements	EUR	7,600,000	2023/07/25~2024/7/18
Pre-purchase of forward exchange agreements	EUR	8,400,000	2023/07/25~2024/7/18
Pre-sale of forward exchange agreements	EUR	18,000,000	2023/12/28~2024/7/18

(a) The Group entered into forward foreign exchange contracts to buy/sell to hedge exchange rate risk of export proceeds. However, these forward foreign exchange contracts are not accounted for under hedge accounting.

(b) The structured instruments signed by the Group are principal-protected floating-income transactions to obtain exchange rate spreads.

C. Information relating to credit risk of financial assets / liabilities at fair value through profit or loss is provided in Note 12(2).

(3) Financial assets at amortized cost

Item	March 31, 2025	December 31, 2024	March 31, 2024
Current items			
Time deposits with original maturity over 3 months	$ 400,000	$ 400,000	$ -
Non-current items:			
Time deposits with original maturity over 1 year	$ 777,977	$ 761,333	$ -

A. Amounts recognized in profit or loss in relation to financial assets at amortized cost are listed below:

	Three months ended March 31	
	2025	2024
Interest income	$ 6,058	$ -

B. Without considering collateral held or other credit enhancement, the amounts most represent the maximum exposure to credit risk of financial assets at amortized cost as of March 31, 2025, December 31, 2024, and March 31, 2024 amounted to $1,177,977, $1,161,333, and $0, respectively.

C. As the counterparties of the time deposits invested by the Group are financial institutions with good credit quality, the possibility of default is expected to be very low.

(4) Accounts receivables

	March 31, 2025	December 31, 2024	March 31, 2024
Accounts receivables	$ 1,361,911	$ 1,279,115	$ 1,225,643
Less: loss allowances	(3,363)	(6,184)	(7,690)
	$ 1,358,548	$ 1,272,931	$ 1,217,953

A. The ageing analysis of accounts receivables is as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Not past due	$ 1,297,290	$ 1,150,336	$ 1,134,232
Up to 30 days	43,136	110,170	66,427
31-90 days	20,570	18,364	23,077
91-180 days	914	229	1,366
Over 181 days	1	16	541
	$ 1,361,911	$ 1,279,115	$ 1,225,643

The above ageing analysis was based on past due date.

B. As of March 31, 2025, December 31, 2024, March 31, 2024 and January 1, 2024, the balances of accounts receivable from contracts with customers amounted to $1,361,911, $1,279,115, $1,225,643, and $1,250,057, respectively.

C. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(5) Other receivables

	March 31, 2025	December 31, 2024	March 31, 2024
Payments for plant expropriation receivables	$ 49,366	$ 164,423	$ -
Others	47,457	42,721	29,935
	$ 96,823	$ 207,144	$ 29,935

The sub-subsidiary, Zhejiang Iron Force has approved by the board of directors on September 14, 2024 to sell part of the land use right in Huzhou City amounting to $4,603, buildings and structures amounting to $61,665, and other equipment amounting to $2,260, in cooperating with the government's policy-based relocation. The vacant transfer of buildings has been completed in December 2024, and gains on disposal of non-current assets held for sale amounting to $134,059 were recognized. The amount of the expropriation compensation agreement signed between Zhejiang Iron Force and the government is RMB 45,356 thousand. As of March 31, 2025, the Group has collected RMB 34,566 thousand, and the residual payments for expropriation amounts to RMB 10,790 thousand (about $49,366, recognized as "other receivables").

(6) Inventories

	March 31, 2025		
	Cost	Allowance for valuation loss	Carrying amount
Raw materials	$ 445,048	($ 13,107)	$ 431,941
Work in progress	90,379	(7,690)	82,689
Finished goods	625,560	(19,889)	605,671
Merchandises	81,166	(15,922)	65,244
	$ 1,242,153	($ 56,608)	$ 1,185,545

	December 31, 2024		
	Cost	Allowance for valuation loss	Carrying amount
Raw materials	$ 449,867	($ 12,190)	$ 437,677
Work in progress	85,324	(5,767)	79,557
Finished goods	644,763	(20,257)	624,506
Merchandises	81,818	(15,891)	65,927
	$ 1,261,772	($ 54,105)	$ 1,207,667

	March 31, 2024		
	Cost	Allowance for valuation loss	Carrying amount
Raw materials	$ 415,974	($ 13,652)	$ 402,322
Work in progress	92,873	(6,791)	86,082
Finished goods	506,737	(9,735)	497,002
Merchandises	68,896	(20,126)	48,770
	$ 1,084,480	($ 50,304)	$ 1,034,176

The cost of inventories recognised as expense for the period:

	Three months ended March 31	
	2025	2024
Costs of inventories sold	$ 959,248	$ 927,500
Inventory valuation losses (reversal gains)	2,503	(4,631)
	$ 961,751	$ 922,869

The Group recognized the reductions in costs of goods sold for selling the inventories with allowances for valuation losses provided resulting in reversal of net realizable value of inventories for the three months ended March 31, 2024.

(7) Property, plant and equipment

2025	Land	Buildings and structures	Machinery equipment	Office equipment	Others	Construction in progress	Total
January 1							
Cost	$ 149,895	$ 1,305,426	$ 1,704,414	$ 88,402	$ 72,659	$ 124,459	$ 3,445,255
Accumulated depreciation	-	(375,113)	(1,116,275)	(68,433)	(50,953)	-	(1,610,774)
Accumulated impairment	-	-	(5,255)	-	-	-	(5,255)
	$ 149,895	$ 930,313	$ 582,884	$ 19,969	$ 21,706	$ 124,459	$ 1,829,226
January 1	$ 149,895	$ 930,313	$ 582,884	$ 19,969	$ 21,706	$ 124,459	$ 1,829,226
Additions	-	206	8,115	2,474	366	21,337	32,498
Disposals	-	-	(2,121)	(12)	(2)	-	(2,135)
Reclassifications	-	98	25,695	-	586	(26,379)	-
Depreciation expenses	-	(8,817)	(33,379)	(1,532)	(1,673)	-	(45,401)
Net exchange differences	3,983	34,130	14,693	711	1,933	6,645	62,095
March 31	$ 153,878	$ 955,930	$ 595,887	$ 21,610	$ 22,916	$ 126,062	$ 1,876,283
March 31							
Cost	$ 153,878	$ 1,348,230	$ 1,768,245	$ 93,997	$ 73,578	$ 126,062	$ 3,563,990
Accumulated depreciation	-	(392,300)	(1,166,988)	(72,387)	(50,662)	-	(1,682,337)
Accumulated impairment	-	-	(5,370)	-	-	-	(5,370)
	$ 153,878	$ 955,930	$ 595,887	$ 21,610	$ 22,916	$ 126,062	$ 1,876,283

2024	Land	Buildings and structures	Machinery equipment	Office equipment	Others	Construction in progress	Total
January 1							
Cost	$ 149,166	$ 1,377,820	$ 1,642,159	$ 102,037	$ 58,883	$ 71,944	$ 3,402,009
Accumulated depreciation	-	(398,422)	(1,018,627)	(80,641)	(42,326)	-	(1,540,016)
Accumulated impairment	-	-	(9,170)	-	-	-	(9,170)
	$ 149,166	$ 979,398	$ 614,362	$ 21,396	$ 16,557	$ 71,944	$ 1,852,823
January 1	$ 149,166	$ 979,398	$ 614,362	$ 21,396	$ 16,557	$ 71,944	$ 1,852,823
Additions	-	3,104	11,544	761	813	5,737	21,959
Disposals	-	-	(391)	(20)	(14)	-	(425)
Reclassifications	-	704	30,673	473	7,590	(39,466)	(26)
Depreciation expenses	-	(10,564)	(33,461)	(2,156)	(1,774)	-	(47,955)
Net exchange differences	1,366	20,510	9,723	320	(990)	1,345	32,274
March 31	$ 150,532	$ 993,152	$ 632,450	$ 20,774	$ 22,182	$ 39,560	$ 1,858,650
March 31							
Cost	$ 150,532	$ 1,406,224	$ 1,709,526	$ 102,780	$ 68,027	$ 39,560	$ 3,476,649
Accumulated depreciation	-	(413,072)	(1,067,728)	(82,006)	(45,845)	-	(1,608,651)
Accumulated impairment	-	-	(9,348)	-	-	-	(9,348)
	$ 150,532	$ 993,152	$ 632,450	$ 20,774	$ 22,182	$ 39,560	$ 1,858,650

Information about the property, plant and equipment that were pledged to others as collateral is provided in Note 8.

(8) Lease agreements - lessee

A. The Group’s leases include land, transportation equipment and office equipment. Rental contracts are typically made for periods of 1 to 50 years. The lease contract is negotiated individually and contains various terms and conditions. Except for the leased assets which cannot be used as security for borrowing purposes, there are no other restrictions on the lease.

B. The carrying amount of the right-of-use assets and the depreciation expense recognized were as follows:

	March 31, 2025 Carrying amount	December 31, 2024 Carrying amount	March 31, 2024 Carrying amount
Land	$ 53,892	$ 53,083	$ 57,889
Transportation equipment (Business cars)	6,512	7,029	7,559
Income-generating equipment (Photocopiers)	238	252	334
	$ 60,642	$ 60,364	$ 65,782

	The three months ended March 31	
	2025	2024
	Depreciation expenses	Depreciation expenses
Land	$ 347	$ 382
Transportation equipment (Business cars)	637	493
Income-generating equipment (Photocopiers)	28	26
	$ 1,012	$ 901

C. The additions to right-of-use assets for the three months ended March 31, 2025 and 2024 were $0 and $4,220, respectively.

D. The information of the profits and loss items that are related to lease contracts is as follows:

	The three months ended March 31	
	2025	2024
Items affecting current profit or loss		
Interest expenses on lease liabilities	$ 17	$ 21
Expenses on short-term lease contracts	901	938
Expenses on leases of low-value assets	46	47

E. The Group's total lease cash outflows were $1,622and $1,517 for the three months ended March 31, 2025 and 2024, respectively.

(9) Other non-current assets

	March 31, 2025	December 31, 2024	March 31, 2024
Prepayments for equipment	$ 79,307	$ 68,083	$ 86,022
Others	11,915	11,785	14,590
	$ 91,222	$ 79,868	$ 100,612

(10)Short-term borrowings

Type of borrowing	March 31, 2024	Interest rate interval	Collateral
Bank borrowings			
Unsecured borrowings	$ 382,000	1.61%	None

A. There was no this kind of condition as of March 31, 2025 and December 31, 2024.

B. Interest expense recognized in profit or loss amounted to $0 and $1,445 for the three months ended March 31, 2025 and 2024, respectively.

(11)Other payables

	March 31, 2025	December 31, 2024	March 31, 2024
Wages and salaries payables	$ 132,586	$ 180,805	$ 144,996
Processing fee payables	20,732	23,456	17,511
Payables for equipment	18,920	43,956	15,791
Import / export expense payables	4,528	6,245	6,059
Others	115,213	116,031	120,684
	$ 291,979	$ 370,493	$ 305,041

(12)Bond payables

	March 31, 2025	December 31, 2024
Bond payables	$ 299,900	$ 299,900
Less: discounts on bond payables	(17,285)	(19,014)
	$ 282,615	$ 280,886

A. There was no this kind of condition as of March 31, 2024.

B. The terms of issuance of the third domestic convertible bonds are as follows:

(a) The total issuance amount is $300,000, with coupon rate of 0%, and the issuance period of 3 years. The period of circulation is from August 29, 2024 to August 29, 2027. The Company shall repay in cash one lump sum according to the par value of the convertible bonds at maturity. The convertible bonds have been listed for trading in TPEx since August 29, 2024.

(b) From the day following the three-month period after the issuance of the convertible bonds to the maturity, the bond holders may request the conversion of the convertible bonds into the Company's ordinary shares at any time; except the book closure period of the ordinary shares according to law and regulations. The rights and obligations of the ordinary shares after conversion are the same as those of the originally issued ordinary shares.

(c) The conversion price of the convertible bonds is determined in accordance with the pricing model stipulated in the Regulation. The conversion price will be adjusted in accordance with the pricing model stipulated in the Regulation, if the conditions stipulated in the anti-dilutive terms occur. The conversion price is re-determined by the pricing model stipulated in the Regulation on the base date stipulated in the Regulation. The conversion price is NT$94.5 per share.

(d) From the day following the three-month period after the issuance of the convertible bonds to 40 days before the expiry of the issuance period, when the closing price of the Company's ordinary shares exceeds the current conversion price by 30% for 30 consecutive business days, or from the day following the three-month period after the issuance of the convertible bonds to 40 days before the expiry of the issuance period, when the outstanding balance of the convertible bonds is lower than 10% of the original total issued amount, the Company may redeem all of the bonds in cash one lump sum according to the par value of the convertible bonds at any time afterwards.

(e) In accordance with the Regulation, all the convertible bonds collected (including those bought back from the TPEx), repaid or converted will be cancelled, and may not be resold or issued. The attached conversion rights are expired accordingly.

C. In issuance of the convertible bonds, according to IAS 32 "Financial Instruments: Presentation," the Group separated the conversion right with equity nature from the liability components, and recognized "capital surplus – stock options" amounting to $59,973. In accordance with IFRS 9 "Financial Instruments," as the economic characteristics and risks of the embedded redemption rights and put options are not closely related to the economic characteristics and risks of the host contract, they are separated from the host, and recognized as "financial assets or liabilities at fair value through profit or loss" by the net amount. After separation, the effective interest rate of the host is 2.50%.

D. As of March 31, 2025, $100 of the par value of the convertible bonds has been converted into 1 thousand ordinary shares. The Company did not adjust the conversion price.

(13) Long-term borrowings

Type of borrowing	Borrowing period and repayment term	Interest rate interval	Collateral	March 31, 2025
Installment loans				
Secured borrowings	From April 5, 2020 to April 30, 2030, the principal is repaid in installments monthly.	0.69%～2.10%	Please refer to Note 8.	$ 26,920
Secured borrowings	From April 6, 2023 to March 1, 2029, the principal is repaid in installments monthly.	3.96%	Please refer to Note 8.	8,979
				35,899
Less: current portion				(8,246)
				$ 27,653

Type of borrowing	Borrowing period and repayment term	Interest rate interval	Collateral	December 31, 2024
Installment loans				
Secured borrowings	From April 5, 2020 to April 30, 2030, the principal is repaid in installments monthly.	0.69%～0.80%	Please refer to Note 8.	$ 22,772
Secured borrowings	From April 6, 2023 to March 1, 2029, the principal is repaid in installments monthly.	3.96%	Please refer to Note 8.	9,015
				31,787
Less: current portion				(6,258)
				$ 25,529

Type of borrowing	Borrowing period and repayment term	Interest rate interval	Collateral	March 31, 2024
Installment loans				
Secured borrowings	From April 5, 2020 to April 30, 2030, the principal is repaid in installments monthly.	0.69%～0.80%	Please refer to Note 8.	$ 26,230
Secured borrowings	From April 6, 2023 to March 1, 2029, the principal is repaid in installments monthly.	3.96%	Please refer to Note 8.	10,564
				36,794
Less: current portion				(6,243)
				$ 30,551

Interest expenses recognized in profit or loss for the three months ended March 31, 2025 and 2024 amounted to $152 and $153, respectively.

(14)Pension

A. (a) The Company has a defined benefit pension plan in accordance with the Labor Standards Act, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Act. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 3.5% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contributions for the deficit by next March.

(b) For the aforementioned pension plan, the Group recognized pension costs of $53 and $25 for the three months ended March 31, 2025 and 2024, respectively.

(c) Expected contributions to the defined benefit pension plan of the Company for the year ending December 31, 2025 amount to $6,456.

B. (a) Effective July 1, 2005, the Company has established a defined contribution pension plan (the "New Plan") under the Labor Pension Act (the "Act"), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company contributes monthly an amount based on not lower than 6% of the employees' monthly salaries and wages to the employees' individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(b) Other overseas entities contribute to the statutory pension insurance or pension fund for their employees based on their wages and salaries in compliance with local laws and regulations. Other than the annual contributions, the entities have no further obligations.

(c) The pension costs under the defined contribution pension plan of the Group for the three months ended March 31, 2025 and 2024 were $11,334 and $9,526, respectively.

(15)Share capital

A. As of March 31, 2025, the Company's authorized capital was $1,300,000, consisting of 130,000 thousand shares of ordinary stock, and the paid-in capital was $795,313 with a par value of $10 (in dollars) per share. All proceeds from shares issued have been collected.

B. Movements in the number of the Company's ordinary shares outstanding are as follows:

	2025 (in thousand shares)	2024 (in thousand shares)
January 1 (as well as March 31)	79,531	75,780

C. The Company has resolved by the board of directors on August 27, 2024 to approve the proposal of issuing new shares by conducting cash capital increase and issued 3,750 thousand ordinary shares with par value of NT$10 per share. October 7, 2024 is the base date of the cash capital increase, and the issue price is NT$88 per share. The Company has collected the payment for shares amounting to $330,000 in full, and the register of changes has been completed. The underwriting handling fee for issuing new share by cash capital increase amounted to $1,100. As this is the necessary issuing cost, it is treated as the reductions to additional paid-in capital in capital surplus.

D. The Company has coveted $100 of the par value of the convertible bonds into 1 thousand shares of ordinary shares, and the register of changes has been completed.

(16)Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Act requires that the amount of capital surplus to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. However, capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

(17)Retained earnings / Subsequent events

A. Under the Company's Articles of Incorporation, the current year's profit shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve, if any, to be retained or to be appropriated which shall be resolved by the stockholders at the stockholders' meeting.

B. The Company distributes dividends taking into consideration the Company's economic environment, growth phases, future demands for funds, long-term financial planning and the cash flow needs of stockholders. Dividends distribution shall be resolved by the shareholders based on current year's profit and capital position.

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

D. The appropriation of 2023 earnings as resolved by shareholders meeting on June 21, 2024 is as follows:

	2023 Amount	Dividends per share (in dollars)
Legal reserve	$ 50,873	
Special reserve	5,826	
Cash dividends	378,901	$ 5.00
	$ 435,600	

E. Subsequent events

The Company has resolved by the board of directors to approve the appropriation of 2024 earnings on February 27, 2025 originally. However, the cash dividends distributable are revised by the resolution of the board of directors on April 16, 2025 as follows:

	2024 Amount	Dividends per share (in dollars)
Legal reserve	$ 73,635	
Special reserve	(120,684)	
Cash dividends	715,782	$ 9.00
	$ 668,733	

(18)Operating revenue

	Three months ended March 31	
	2025	2024
Revenue from contracts with customers	$ 1,282,087	$ 1,235,312

A. Disaggregation of revenue from contracts with customers

The Group derives revenue mainly from the transfer of goods at a point in time in the following major product areas:

For the three months ended March 31, 2025	Production area			
	Taiwan	China	Europe	Total
Sales area				
America	$ 273,788	$ 147,231	$ -	$ 421,019
China	127,880	208,751	-	336,631
Asia (excluding China)	29,218	106,432	-	135,650
Europe	111,088	80,597	197,102	388,787
	$ 541,974	$ 543,011	$ 197,102	$ 1,282,087

For the three months ended March 31, 2024	Production area			
	Taiwan	China	Europe	Total
Sales area				
America	$ 259,587	$ 188,511	$ -	$ 448,098
China	57,016	219,206	-	276,222
Asia (excluding China)	20,573	83,470	-	104,043
Europe	109,615	112,947	184,387	406,949
	$ 446,791	$ 604,134	$ 184,387	$ 1,235,312

B. Contract liabilities

(a) The Group has recognized the following contract liabilities of revenue from contracts with customers as a result of advance sales receipts:

	March 31, 2025	December 31, 2024	March 31, 2024
Contract liabilities	$ 15	$ 92	$ 1,645

(b) The contract liabilities at the beginning of the period which were recognized in revenue for the three months ended March 31, 2025 and 2024 amounted to $77and $2,053, respectively.

(19)Additional information on nature of expenses

	For the three months ended March 31, 2025		
	Operating costs	Operating expenses	Total
Employee benefit expenses			
Wages and salaries	$ 177,049	$ 82,819	$ 259,868
Labor and health insurance fees	16,429	7,695	24,124
Pension expenses	7,774	3,613	11,387
Other personnel expenses	8,505	5,692	14,197
Depreciation expenses	40,850	5,563	46,413
Amortization expenses	257	4,076	4,333

	For the three months ended March 31, 2024		
	Operating costs	Operating expenses	Total
Employee benefit expenses			
Wages and salaries	$ 184,662	$ 74,360	$ 259,022
Labor and health insurance fees	15,193	7,058	22,251
Pension expenses	6,449	3,102	9,551
Other personnel expenses	8,680	5,197	13,877
Depreciation expenses	41,529	7,327	48,856
Amortization expenses	76	4,603	4,679

A. In accordance with the Articles of Incorporation of the Company, if the Company has distributable profit of the current year, the Company shall distribute at not lower than 0.5% as employees' compensation in the form of shares or in cash as resolved by the Board of Directors. The Company shall distribute directors' remuneration at not more than 5% of the total distributable amount as resolved by the Board of Directors. The appropriation of employees' compensation and directors' remuneration shall be submitted to the shareholders during their meeting.

B. For the three months ended March 31, 2025 and 2024, employees' compensation and directors' remuneration were accrued as follows:

	Three months ended March 31	
	2025	2024
Directors' remuneration	$ 660	$ 600
Employees' compensation	2,059	2,434
	$ 2,719	$ 3,034

The aforementioned amounts were recognized in salary expenses and were accrued based on the distributable profit for the three months ended March 31, 2025 and 2024 and the Company's Articles of Incorporation.

C. The directors' remuneration and employees' compensation for 2024 as resolved by the Board of Directors on February 27, 2025 amounted to $4,087 and $4,300, respectively. The differences between the amounts resolved by the Board of Directors and the directors' remuneration of $1,800 and employees' compensation of $9,989 recognized in the 2023 financial statements were regarded as changes in accounting estimates and recognized in profit or loss for 2025.

D. The directors' remuneration and employees' compensation for 2023 as resolved by the Board of Directors on March 7, 2024 amounted to $1,590 and $3,700, respectively. The differences between the amounts resolved by the Board of Directors and the directors' remuneration of $1,500 and employees' compensation of $9,511 recognized in the 2023 financial statements were regarded as changes in accounting estimates and recognized in profit or loss for 2024.

E. Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(20)Other gains and losses

	Three months ended March 31	
	2025	2024
Net foreign exchange gains (losses)	$ 1,560	($ 11,884)
Gains on financial assets at fair value through profit or loss	32,812	23,751
Gains on government grants (Note)	5,439	7,738
Gains (losses) on disposal of property, plant and equipment	(32)	793
Miscellaneous income and expenditures	17,430	14,409
	$ 57,209	$ 34,807

Note: Governments grants mainly refer to the grants of the China government for economic investment and research and development investment.

(21)Income tax

A. Income tax expenses (benefits)

(a) Components of income tax expenses (benefit):

	Three months ended March 31	
	2025	2024
Current income taxes:		
Income taxes originated from current income	$ 30,863	$ 23,626
Deferred income taxes:		
Origination and reversal of temporary differences	27,415	(96,903)
Income tax expenses (benefit)	$ 58,278	($ 73,277)

(a) Amounts of income taxes associated with other comprehensive income:

	Three months ended March 31	
	2025	2024
Exchange differences on translation of foreign operations	($ 32,641)	($ 19,602)

B. The Company's income tax returns through 2022 have been assessed and approved by the Tax Authority.

C. The Group's subsidiary, Huzhou Iron Force Metal Products Co., Ltd, is a productive foreign-invested enterprise established in the People's Republic of China. It has been approved by the National Taxation Bureau as a high-tech industry enterprise and is eligible for a preferential income tax rate of 15% from December 2023 to December 2026.

(22)Earnings per share

	For the three months ended March 31, 2025		
	Amount after tax	Weighted average number of outstanding ordinary shares (in thousand shares)	Earnings per share (in dollars)
Basic earnings per share			
Net profit for the period attributable to the parent	$ 146,372	79,531	$ 1.84
Diluted earnings per share			
Effects of dilutive potential ordinary shares			
Employees' compensation	-	88	
Convertible bonds	1,503	3,174	
Effects of net profit for the period attributable to the parent and potential ordinary shares	$ 147,875	82,793	$ 1.79

	For the three months ended March 31, 2024		
	Amount after tax	Weighted average number of outstanding ordinary shares (in thousand shares)	Earnings per share (in dollars)
Basic earnings per share			
Net profit for the period attributable to the parent	$ 264,506	75,780	$ 3.49
Diluted earnings per share			
Effects of dilutive potential ordinary shares			
Employees' compensation	-	99	
Effects of net profit for the period attributable to the parent and potential ordinary shares	$ 264,506	75,879	$ 3.49

(23) Supplemental cash flow information

Investing activities with partial cash payments:

	Three months ended March 31	
	2025	2024
Acquisition of property, plant and equipment	$ 32,498	$ 21,959
Add: beginning payables for equipment	43,956	28,908
Less: ending payables for equipment	(18,920)	(15,791)
Add/less: net changes associated with prepayments for equipment and property, plant and equipment	11,224	(13,820)
Cash payments in the current period	$ 68,758	$ 21,256

(24) Changes in liabilities from financing activities

	Lease liabilities	Bond payables	Long-term borrowings	Total liabilities from financing activities
January 1, 2025	$ 7,281	$ 280,886	$ 31,787	$ 319,954
Changes in cash flows from financing activities	(658)	-	(1,587)	(2,245)
Effects of exchange rate change	127	-	1,644	1,771
Other non-cash changes	-	1,729	4,055	5,784
March 31, 2025	$ 6,750	$ 282,615	$ 35,899	$ 325,264

	Lease liabilities	Long-term borrowings	Total liabilities from financing activities
January 1, 2024	$ 4,123	$ 37,761	$ 41,884
Changes in cash flows from financing activities	(511)	(1,531)	(2,042)
Effects of exchange rate change	61	564	625
Other non-cash changes	4,220	-	4,220
March 31, 2024	$ 7,893	$ 36,794	$ 44,687

7. Related Party Transactions

(1) Name and relationship of related parties

Name of related party	Relationship with the Group
Hyphen Industrial Corporation	Chairman of the Company and chairman of the company are relatives with second degree.

(2) Significant transactions with related parties

A. Other income – rent income

	Three months ended March 31	
	2025	2024
Other related parties	$ 84	$ 84

The transaction prices of the rent income from related parties are based on the agreements in the contracts, and the payments are collected in the beginning of each month.

B. Other gains and losses – revenue from management services

	Three months ended March 31	
	2025	2024
Other related parties	$ 140	$ 140

The transaction prices of the revenue from management services from related parties are based on the agreements in the contracts, and the payments are collected in the beginning of each month.

(3) Information on key management compensation

	Three months ended March 31	
	2025	2024
Short-term employee benefits	$ 7,919	$ 5,834
Post-employment benefits	159	134
	$ 8,078	$ 5,968

8. Pledged Assets

The Group's assets pledged as collateral are as follows:

	Carrying amount			
Asset item	March 31, 2025	December 31, 2024	March 31, 2024	Purpose
Property, plant and equipment - land	$ 9,850	$ 9,352	$ 9,450	Long-term borrowings

9. Significant Contingent Liabilities and Unrecognized Contract Commitments

(1) Contingencies

None.

(2) Commitments

Capital expenditures contracted but not yet incurred are as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Consulting service contracts	$ 10,400	$ 10,400	$ 12,115
Property, plant and equipment	8,860	19,408	11,085
	$ 19,260	$ 29,808	$ 23,200

10. Significant Disaster Loss

None.

11. Significant Events after the Balance Sheet Date

Please refer to Note 6(17).

12. Others

(1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

(2) Financial instruments

A. Financial instruments by category

	March 31, 2025		December 31, 2024		March 31, 2024	
Financial assets						
Financial assets at fair value through profit or loss	$	384,376	$	284,393	$	22,148
Financial assets at amortized cost:						
Cash and cash equivalents	$	758,228	$	610,285	$	1,857,826
Financial assets at amortized cost		1,177,977		1,161,333		-
Accounts receivables		1,358,548		1,272,931		1,217,953
Other receivables		96,823		207,144		29,935
Guaranteed deposits paid (recognized as other non-current assets)		2,645		2,591		2,553
	$	3,394,221	$	3,254,284	$	3,108,267
Financial liabilities						
Financial liabilities at fair value through profit or loss	$	451	$	9,956	$	-
Financial liabilities at amortized cost:						
Short-term borrowings	$	-	$	-	$	382,000
Accounts payables		279,177		273,188		311,350
Other payables		291,979		370,493		305,041
Bond payables		282,615		280,886		-
Long-term borrowings (including current portion)		35,899		31,787		36,794
	$	889,670	$	956,354	$	1,035,185
Lease liabilities	$	6,750	$	7,281	$	7,893

B. Financial risk management policies

There was no significant change in the reporting period. Refer to Note 12 in the consolidated financial statements for the year ended December 31, 2024.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

i. The Group operates internationally and is exposed to various currency risks arising from transactions denominated in different currencies, mainly in USD, EUR, and CNY. These currency risks arise from future commercial transactions and from recognized assets, liabilities, and net investments in foreign operations.

ii. Management has set up a policy to manage the foreign exchange risk against the functional currency. Each company within the Group should hedge its overall exchange rate risk through the Group's finance department. The Group’s treasury uses forward foreign exchange contracts and structured deposits to manage the foreign exchange risk arising from future commercial transactions and recognized assets and liabilities. Foreign exchange risk arises when future commercial transactions or recognized assets or liabilities are denominated in a currency that is not the entity's functional currency.

iii. The Group has certain investments in foreign operations, whose net assets are exposed to foreign currency translation risk.

iv. The Group's businesses involve some non-functional currency operations (the Company's functional currency: NTD). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

	March 31, 2025		
(Foreign currency : functional currency)	Foreign currency (in thousands)	Exchange rate	Carrying amount (in thousands of NTD)
Financial assets			
Monetary items			
USD:NTD	$ 7,285	33.21	$ 241,935
EUR:NTD	6,399	35.95	230,044
RMB:NTD	28,174	4.58	128,896
USD:RMB	12,682	7.18	421,169
EUR:RMB	7,301	7.80	262,471
Financial liabilities			
Monetary items			
EUR:NTD	$ 3,793	35.95	$ 136,358
RMB:NTD	255,748	4.58	1,170,047

	December 31, 2024		
(Foreign currency : functional currency)	Foreign currency (in thousands)	Exchange rate	Carrying amount (in thousands of NTD)
Financial assets			
Monetary items			
USD:NTD	$ 6,855	32.79	$ 224,741
EUR:NTD	7,812	34.13	266,624
RMB:NTD	31,218	4.48	139,825
USD:RMB	11,498	7.19	376,962
EUR:RMB	6,026	7.53	205,667
Financial liabilities			
Monetary items			
EUR:NTD	$ 4,458	34.13	$ 152,152
RMB:NTD	254,173	4.48	1,138,441

(Foreign currency : functional currency)	March 31, 2025 Foreign currency (in thousands)	Exchange rate	Carrying amount (in thousands of NTD)
Financial assets			
Monetary items			
USD:NTD	$ 6,758	32.01	$ 216,290
EUR:NTD	5,453	34.49	188,074
RMB:NTD	13,517	4.41	59,610
USD:RMB	7,081	7.10	226,627
EUR:RMB	23,954	7.68	826,173
Financial liabilities			
Monetary items			
EUR:NTD	$ 23,943	34.49	$ 825,794

v. Analysis of foreign currency market risk arising from significant foreign exchange variation:

	For the three months ended March 31, 2025		
	Sensitivity analysis		
(Foreign currency : functional currency)	Degree of variation	Effects on profit or loss	Effects on other comprehensive income
Financial assets			
Monetary items			
USD:NTD	1%	$ 2,419	$ -
EUR:NTD	1%	2,300	-
RMB:NTD	1%	1,289	-
USD:RMB	1%	4,212	-
EUR:RMB	1%	2,625	-
Financial liabilities			
Monetary items			
EUR:NTD	1%	$ 1,364	$ -
RMB:NTD	1%	11,700	-

	For the three months ended March 31, 2024				
	Sensitivity analysis				
(Foreign currency : functional currency)	Degree of variation	Effects on profit or loss		Effects on other comprehensive income	
Financial assets					
Monetary items					
USD:NTD	1%	$	2,163	$	-
EUR:NTD	1%		1,881		-
RMB:NTD	1%		596		-
USD:RMB	1%		2,266		-
EUR:RMB	1%		8,262		-
Financial liabilities					
Monetary items					
EUR:NTD	1%	$	8,258	$	-

The total exchange gains (losses), including realized and unrealized, arising from significant foreign exchange variation on the monetary items held by the Group for the three months ended March 31, 2025 and 2024, amounted to $1,560 and ($11,884), respectively.

(b) Credit risk

i. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the accounts receivable based on the agreed terms.

ii. The Group manages its credit risk taking into consideration the entire group's concern. According to the group's credit policy, the Group is responsible for managing and analyzing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the Board of Directors. The utilization of credit limits is regularly monitored.

iii. The Group adopts the assumptions under IFRS 9, that is, the default occurs when the contract payments are past due over 90 days.

iv. The Group adopts the assumption under IFRS 9, if the contract payments were past due over 30 days based on the terms, it is deemed as that there has been a significant increase in credit risk on that instrument since initial recognition.

v. The Group classifies customer's accounts receivable in accordance with credit rating of customer and customer types. The Group applies the modified approach using a provision matrix to estimate the expected credit loss.

vi. The Group used the foreseeing consideration to adjust historical and timely information to assess the default possibility of accounts receivable. As of March 31, 2025, December 31, 2024 and March 31, 2024, the provision matrix is as follows:

	Not past due	Up to 30 days past due	31 ~ 90 days past due	Over 91 days past due	Total
March 31, 2025					
Expected loss rate	0.002%~0.12%	0.01%~2.21%	1.63%~4.57%	25.53%~100%	
Total carrying amount	$1,297,290	$ 43,136	$ 20,570	$ 915	$1,361,911
Loss allowances	994	805	649	915	3,363

	Not past due	Up to 30 days past due	31 ~ 90 days past due	Over 91 days past due	Total
December 31, 2024					
Expected loss rate	0.11%~0.25%	0.52%~6.88%	1.30%~11.02%	27.48%~100%	
Total carrying amount	$1,150,336	$ 110,170	$ 18,364	$ 245	$1,279,115
Loss allowances	1,967	3,073	1,109	35	6,184

	Not past due	Up to 30 days past due	31 ~ 90 days past due	Over 91 days past due	Total
March 31, 2024					
Expected loss rate	0.11%~0.25%	0.52%~6.88%	1.30%~11.02%	27.48%~100%	
Total carrying amount	$1,134,232	$ 66,427	$ 23,077	$ 1,907	$1,225,643
Loss allowances	2,033	2,318	1,728	1,611	7,690

vii. Movements in relation to the Group applying the simplified approach to provide loss allowance for accounts receivable are as follows:

	2025	2024
	Accounts receivables	Accounts receivables
January 1	$ 6,184	$ 8,959
Reversal of expected credit losses	(2,821)	(1,269)
March 31	$ 3,363	$ 7,690

(c) Liquidity risk

i. The cash flow forecasting is performed by various operating entities within the Group and is summarized by the Group's treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

ii. As of March 31, 2025, December 31, 2024 and March 31, 2024, the cash flows within 1 year of short-term borrowings, accounts payables, and other payables, and are in agreement with the balance of each account in the balance sheets.

iii. The table below analyses the Group's derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

March 31, 2025	Less than 3 months	3 months to 1 year	1 to 2 years	2 to 5 years	Over 5 years
Non-derivative financial liabilities:					
Long-term borrowings (including current portion)	$ 2,196	$ 6,587	$ 8,781	$ 19,600	$ 3
Lease liabilities	694	1,842	2,106	2,323	-
Bond payables	-	-	-	300,000	-

December 31, 2024	Less than 3 months	3 months to 1 year	1 to 2 years	2 to 5 years	Over 5 years
Non-derivative financial liabilities:					
Long-term borrowings (including current portion)	$ 1,682	$ 5,043	$ 6,723	$ 18,439	$ 1,119
Lease liabilities	674	1,907	2,190	2,740	-
Bond payables	-	-	-	300,000	-

March 31, 2024	Less than 3 months	3 months to 1 year	1 to 2 years	2 to 5 years	Over 5 years
Non-derivative financial liabilities:					
Long-term borrowings (including current portion)	$ 1,699	$ 5,096	$ 6,794	$ 20,383	$ 4,477
Lease liabilities	606	1,819	2,194	3,502	-

(3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment stocks in open market and beneficiary certificate is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in forward foreign exchange contracts is included in Level 2.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's investment in equity investment without active market is included in Level 3.

B. Financial instruments not measured at fair value

(a) Except for those listed in the table as follows, the carrying amounts of the Group's financial instruments not measured at fair value including cash and cash equivalents, accounts receivables, other receivables, guaranteed deposits paid (presented as "other non-current assets"), short-term borrowings, accounts payables, other payables, long-term borrowings (including current portion) and lease liabilities are approximate to their fair values.

	March 31, 2025			
		Fair value		
	Carrying amount	Level 1	Level 2	Level 3
Financial liabilities:				
Bond payables	$ 282,615	$ -	$ 285,685	$ -

	March 31, 2024			
		Fair value		
	Carrying amount	Level 1	Level 2	Level 3
Financial liabilities:				
Bond payables	$ 280,886	$ -	$ 283,465	$ -

There was no such condition as of March 31, 2024.

C. The related information on financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

(a) The related information on the nature of the assets and liabilities is as follows:

March 31, 2025	Level 1	Level 2	Level 3	Total
Assets				
Fair value on a recurring basis				
Financial assets at fair value through profit or loss				
Beneficiary certificates	$ 17,956	$ -	$ -	$ 17,956
Convertible bonds – redemption rights	-	150	-	150
Structured investments	-	345,265	-	345,265
Forward exchange agreements	-	21,005	-	21,005
	$ 17,956	$ 366,420	$ -	$ 384,376
Liabilities				
Fair value on a recurring basis				
Financial liabilities at fair value through profit or loss				
Forward exchange agreements	$ -	$ 451	$ -	$ 451

December 31, 2024	Level 1	Level 2	Level 3	Total
Assets				
Fair value on a recurring basis				
Financial assets at fair value through profit or loss				
Beneficiary certificates	$ 129,037	$ -	$ -	$ 129,037
Convertible bonds – redemption rights	-	300	-	300
Structured investments	-	155,056	-	155,056
	$ 129,037	$ 155,356	$ -	$ 284,393
Liabilities				
Fair value on a recurring basis				
Financial liabilities at fair value through profit or loss				
Forward exchange agreements	$ -	$ 9,956	$ -	$ 9,956

March 31, 2024	Level 1	Level 2	Level 3	Total
Assets				
Fair value on a recurring basis				
Financial assets at fair value through profit or loss				
Equity securities	$ -	$ -	$ 528	$ 528
Forward exchange agreements	-	21,620	-	21,620
	$ -	$ 21,620	$ 528	$ 22,148

(b) The methods and assumptions the Group used to measure fair value are as follows:

i. The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Company is the closing price. These instruments are included in level 1.

ii. The estimated fair value of convertible bonds – redemption rights belong to level 2 and is acquired by valuation techniques or referring to quoted prices from counterparties of transactions. Fair value acquired by valuation techniques may refer to the current fair value of other financial instruments with substantively similar terms and characteristics, discounted cash flow method or other valuation techniques, including calculation by utilizing models by the available market information as of the consolidated balance sheet data (e.g. yield curves of TPEx for reference).

iii. The estimated fair value of forward foreign exchange contracts and structured investments are all included in level 2, which is evaluated based on the current forward exchange rates.

iv. If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

D. There was no transfer between level 1 and level 2 for the three months ended March 31, 2025 and 2024.

E. There was no transfer in to and out of level 3 for the three months ended March 31, 2025 and 2024.

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

	March 31, 2025 Fair value	Valuation techniques	Significant unobservable inputs	Interval (weighted average)	Relationship between inputs and fair value
Non-derivative equity instruments:					
Stocks of non-listed companies	$ -	Comparable listed company approach	Discount on lack of market liquidity	0.11	The higher the discounts on lack of market liquidity, the lower the fair value.

	December 31, 2024 Fair value	Valuation techniques	Significant unobservable inputs	Interval (weighted average)	Relationship between inputs and fair value
Non-derivative equity instruments:					
Stocks of non-listed companies	$ -	Comparable listed company approach	Discount on lack of market liquidity	0.11	The higher the discounts on lack of market liquidity, the lower the fair value.

	March 31, 2024 Fair value	Valuation techniques	Significant unobservable inputs	Interval (weighted average)	Relationship between inputs and fair value
Non-derivative equity instruments:					
Stocks of non-listed companies	$ 528	Comparable listed company approach	Discount on lack of market liquidity	0.09	The higher the discounts on lack of market liquidity, the lower the fair value.

G. The Group has carefully assessed the valuation models and assumptions used to measure fair value. However, use of different valuation assumptions may result in different measurement. The following is the effect on profit or loss or on other comprehensive income from financial assets categorized within Level 3 if the inputs used to valuation models have changed:

			March 31, 2025			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Variation	Favorable change	Unfavorable change	Favorable change	Unfavorable change
Financial assets						
Equity instruments	Discount on liquidity	±5%	$ 2	($ 2)	$ -	$ -

			December 31, 2024			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Variation	Favorable change	Unfavorable change	Favorable change	Unfavorable change
Financial assets						
Equity instruments	Discount on liquidity	±5%	$ 2	($ 2)	$ -	$ -

			March 31, 2024			
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Variation	Favorable change	Unfavorable change	Favorable change	Unfavorable change
Financial assets						
Equity instruments	Discount on liquidity	±5%	$ 2	($ 2)	$ -	$ -

13. Supplementary Disclosures

(1) Significant transactions information

A. Loans to others: Refer to table 1.

B. Provision of endorsements and guarantees to others: Refer to table 2.

C. Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 3.

D. Purchases or sales of goods from or to related parties reaching NT$100 million or 20% of paid-in capital or more: None.

E. Receivables from related parties reaching NT$100 million or 20% of paid-in capital or more: Refer to table 4.

F. Business relationship and significant transactions between the parent and subsidiaries: None.

(2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Refer to table 5.

(3) Information on investments in Mainland China

A. Basic information: Refer to table 6.

B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: Refer to table 4.

14. Segment Information

(1) General information

The management of the Group has identified the reporting departments based on the report information used in making decisions by the board of directors.

The Group provides information by region to the operational decision makers for review. Currently, the Group divides its sales order region into three main areas: Taiwan, Mainland China, and Europe. Therefore, in the operational department, Taiwan, Mainland China, and Europe are the departments to be reported.

(2) Information about segment profit or loss, assets and liabilities

The segment information provided to the Chief Operating Decision-Maker for the reportable segments is as follows:

	For the three months ended March 31, 2025				
	Taiwan	Mainland China	Europe	Write-off under consolidation	Consolidation
Revenue from external customers	$ 541,974	$ 543,011	$ 197,102	$ -	$ 1,282,087
Inter-segment revenue	-	3,209	-	(3,209)	-
Total revenue	$ 541,974	$ 546,220	$ 197,102	($ 3,209)	$ 1,282,087
Segment profit or loss	$ 146,372	$ 106,319	($ 1,539)	($ 104,780)	$ 146,372
Segment profit or loss includes:					
Depreciation expenses	$ 13,070	$ 21,745	$ 11,598	$ -	$ 46,413
Income tax expenses	$ 35,992	$ 19,794	$ 2,492	$ -	$ 58,278
Segment assets include:					
Non-current assets	$ 6,243,983	$ 1,749,020	$ 596,506	($ 5,750,496)	$ 2,839,013

	For the three months ended March 31, 2024				
	Taiwan	Mainland China	Europe	Write-off under consolidation	Consolidation
Revenue from external customers	$ 446,791	$ 604,134	$ 184,387	$ -	$ 1,235,312
Inter-segment revenue	-	12,185	-	(12,185)	-
Total revenue	$ 446,791	$ 616,319	$ 184,387	($ 12,185)	$ 1,235,312
Segment profit or loss	$ 264,506	$ 101,837	($ 1,532)	($ 100,305)	$ 264,506
Segment profit or loss includes:					
Depreciation expenses	$ 12,987	$ 24,504	$ 11,365	$ -	$ 48,856
Income tax expenses	($ 91,833)	$ 17,584	$ 972	$ -	($ 73,277)
Segment assets include:					
Non-current assets	$ 5,457,668	$ 1,033,081	$ 527,342	($ 4,951,716)	$ 2,066,375

(3) Reconciliation for segment profit or loss

Sales between segments are conducted in accordance with the principle of fair value transactions. External revenues reported to the main operating decision-makers are measured consistently with the revenues in the income statement.

Iron Force Industrial Corporation and Subsidiaries

Loans to others

For the three months ended March 31, 2025

Table 1

Expressed in thousands of NTD

(Except as otherwise indicated)

No. (Note 1)	Creditor	Borrower	Account (Note 2)	Related party	Maximum balance during the period (Note 3)	Ending balance (Note 8)	Actual amount drawn down	Interest rate interval	Nature of financing (Note 4)	Amount of business (Note 5)	Reason for Short-term financing (Note 6)	Loss allowance	Collateral Name	Collateral Value	Limit on financing to a single entity (Note 7)	Limit on total financing (Note 7)	Note
0	Iron Force Industrial Corporation	Iron Force Poland Sp. z o.o.	Other receivables – related parties	Y	$ 179,750	$ 179,750	$ -	0.00%	2	$ -	Operating turnover	$ -	None	$ -	$ 552,451	$ 2,209,803	
1	Huzhou Iron Force Metal Products Co., Ltd.	Zhejiang Iron Force Metal Products Co., Ltd.	Other receivables – related parties	Y	68,625	68,625	-	0.00%	2	-	Operating turnover	-	None	-	2,255,566	4,511,131	
1	Huzhou Iron Force Metal Products Co., Ltd.	Iron Force Industrial Corporation	Other receivables – related parties	Y	1,143,750	1,143,750	1,143,750	3.85%	2	-	Operating turnover	-	None	-	2,255,566	4,511,131	
1	Huzhou Iron Force Metal Products Co., Ltd.	Iron Force Poland Sp. z o.o.	Other receivables – related parties	Y	359,500	359,500	161,775	2.392%~2.629%	2	-	Operating turnover	-	None	-	2,255,566	4,511,131	
2	Zhejiang Iron Force Metal Products Co., Ltd.	Huzhou Iron Force Metal Products Co., Ltd.	Other receivables – related parties	Y	150,975	150,975	150,975	3.60%	2	-	Operating turnover	-	None	-	150,164	300,328	Note 9
3	Cortec GmbH	Cortec Kunststoff Technik GmbH & Co. KG	Other receivables – related parties	Y	125,825	125,825	43,140	3.658%~3.701%	2	-	Operating turnover	-	None	-	184,788	369,575	
4	Transtat Investment Ltd.	Iron Force Industrial Corporation	Other receivables – related parties	Y	18,930	18,930	18,930	0.00%	2	-	Operating turnover	-	None	-	2,415,601	4,831,202	

Note 1: The numbers filled in for the loans provided by the Company or subsidiaries are as follows:

(1).The Company is ‘0’.

(2).The subsidiaries are numbered in order starting from ‘1’.

Note 2: Fill in the name of account in which the loans are recognized, such as receivables–related parties, current account with stockholders, prepayments, temporary payments, etc.

Note 3: Maximum balance of loans to others.

Note 4: Nature of financing shall be filled in business transaction or necessary for short-term financing.

(1).Fill in 1 if there is business transaction.

(2).Fill in 2 if it’s necessary for short-term financing.

Note 5: Fill in the amount of business transactions when nature of the loan is related to business transactions, which is the amount of business transactions occurred between the creditor and borrower in the current year.

Note 6: Fill in purpose of loan when nature of loan is for short-term financing, for example, repayment of loan, acquisition of equipment, working capital, etc.

Note 7: The limit on financing to a single entity and total financing based on the operational procedures of loans to others shall be filled in, and the single entity of the financing and calculation of total financing shall be explained in the note column.

(1).The ceiling on total loans granted by the Company to others shall not exceed 40% of the Company’s net assets. For the companies having business relationship with the Company, ceiling on total loans granted shall not exceed 10% of the Company’s net assets; where the Board of Directors deems the need for short-term financing, ceiling on total loans granted shall not exceed 30% of the Company’s net assets.

(2).The limit on loans granted by the Company to a single party who has business relationship with the Company shall not exceed the higher of 30% of the business transaction amount between the borrower and the Company in the most recent year or 120% of the business transaction amount in the most recent three months, and shall not exceed 10% of the Company’s net assets; where the Board of Directors deems the need for short-term financing, limit on total loans granted to a single party shall not exceed 10% of the Company's net assets.

(3)For loans granted between foreign companies whose voting rights are 100% held directly and indirectly by the Company or granted to the borrower by the foreign company whose voting rights are 100% held directly and indirectly by the Company, the ceiling on total loans granted shall not exceed 100% of the creditor's net assets; limit on loans granted to a single party shall not exceed 50% of the creditor's net assets. The financing period depends on the borrower's capital needs, but it shall not exceed five years.

(4)The limit on loans to a single entity by the subsidiary is 50% of its net assets, and ceiling on total loans granted is 100% of its net assets.

Note 8: If the public company submits the fund financing to the board of directors for resolution one by one in accordance with Paragraph 1, Article 14 of the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies, even though the amount hasn't been drawn down, the amount resolved by the board of directors shall be included in the balance declared to disclose the risk borne. However, after the fund is repaid, the balance after repayment shall be disclosed to reflect the adjustments to the risk. If the public company authorizes the chairman within a certain monetary limit resolved by the board of directors, and within a period not to exceed one year, to give loans in installments or to make a revolving credit line available for the counterparty to draw down in accordance with Paragraph 2, Article 14 of the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies, the amount of financing resolved by the board of directors shall be the balance declared. After the fund is repaid, as it is possible to give loans again, the amount of financing resolved by the board of directors shall be still the balance declared.

Note 9: The total amount that Zhejiang Iron Force financed to Huzhou Iron Force exceeded the limit on financing to a single entity. Huzhou Iron Force has repaid the principal and the interest of the fund financed in full on April 21, 2025, and the Company has terminated the credit line of the fund financed from Zhejiang Iron Force ti Huzhou Iron Force in advance, to complete all the improvement procedures.

Iron Force Industrial Corporation and Subsidiaries

Provision of endorsements and guarantees to others

For the three months ended March 31, 2025

Table 2

Expressed in thousands of NTD

(Except as otherwise indicated)

No. (Note 1)	Endorser/guarantor	Endorsee/guarantee Company name	Endorsee/guarantee Relationship (Note 2)	Endorsements and guarantees provided to a single entity (Note 3)	Maximum balance of endorsements and guarantees (Note 4)	Ending balance of endorsements and guarantees (Note 5)	Actual amount drawn down (Note 6)	Accumulated endorsements and guarantees secured by collateral	Accumulated endorsements and guarantees to net worth of the financial statements f the most recent period	Limit on total endorsements and guarantees (Note 3)	Endorsements and guarantees by parent to subsidiary (Note 7)	Endorsements and guarantees by subsidiary to parent (Note 7)	Endorsements and guarantees to entity in Mainland China(Note 7)	Note
0	Iron Force Industrial Corporation	Huzhou Iron Force Metal Products Co., Ltd.	2	$ 1,381,127	$ 232,470	$ 232,470	$ -	$ -	4%	$ 2,762,254	Y	N	Y	Note 3(1)、(2)
0	Iron Force Industrial Corporation	Iron Force Poland Sp. z o.o.	2	1,381,127	185,976	185,976	-	-	3%	2,762,254	Y	N	N	Note 3(1)、(2)
1	Cortec GmbH	Cortec Kunststoff Technik GmbH & Co. KG	4	184,788	60,281	60,281	25,778	-	1%	369,575	N	N	N	Note 3(3)

Note 1: The numbers filled in for the endorsements/guarantees provided by the Company or subsidiaries are as follows:

(1).The Company is ‘0’.

(2).The subsidiaries are numbered in order starting from ‘1’.

Note 2: Relationship between the endorser/guarantor and the party being endorsed/guaranteed is classified into the following seven categories; fill in the number of category each case belongs to:

(1) Companies with business dealings.

(2) Companies in which the company directly or indirectly holds more than 50% of the voting shares.

(3) Companies in which more than 50% of the voting shares are directly or indirectly held by the company.

(4) Companies in which the Company directly or indirectly holds more than 90% of the voting shares.

(5) A company that is mutually insured under a contract between peers or co-founders for the purpose of contracting for work.

(6) A company whose joint investment is guaranteed by all contributing shareholders in proportion to their shareholdings.

(7) Intercompany guarantees for the performance of contracts for the sale of pre-sale properties in accordance with the Consumer Protection Act.

Note 3: The limit on endorsements and guarantees provided to a single entity and total endorsements and guarantees provided based on the operational procedures of endorsements and guarantees provided to others shall be filled in, and the single entity of the endorsements and guarantees and calculation of total endorsements and guarantees shall be explained in the note column.

(1).The ceiling on total amount of endorsements/guarantees shall not exceed 50% of the Company’s net assets.

(2).The limit on endorsements and guarantees provided for a single party shall not exceed 25% of the Company’s net assets:

(2.1).For the companies having business relationship with the Company and thus being provided endorsements/guarantees, the limit on accumulated endorsement/guarantee amount is the total value of purchases, sales and other business transactions during the most recent year and shall not exceed 10% of the Company’s net assets.

(2.2).For the companies having parent-subsidiary relationship with the Company and thus being provided endorsements/guarantees, the limit on accumulated endorsement/guarantee amount shall not exceed 10% of the Company’s net assets. However, for the companies which the Company holds 100% of the voting rights directly or indirectly, endorsements and guarantees is not limited.

(3).The limit on endorsements and guarantees provided to a single party by the subsidiary is 50% of its net assets, and ceiling on total endorsements and guarantees provided is 100% of its net assets.

Note 4: Fill in the year-to-date maximum outstanding balance of endorsements/guarantees provided as of the reporting period.

Note 5: Fill in the amount approved by the Board of Directors or the chairman if the chairman has been authorized by the Board of Directors based on subparagraph 8, Article 12 of the Regulations Governing Loaning of Funds and Making of Endorsements/Guarantees by Public Companies.

Note 6: Fill in the actual amount of endorsements/guarantees used by the endorsed/guaranteed company.

Note 7: Fill in ‘Y’ for those cases of provision of endorsements/guarantees by listed parent company to subsidiary and provision by subsidiary to listed parent company, and provision to the party in Mainland China.

Iron Force Industrial Corporation and Subsidiaries

Holding of significant marketable securities at the end of the period (excluding subsidiaries, associates and joint ventures)

March 31, 2025

Table 3

Expressed in thousands of NTD

(Except as otherwise indicated)

Security held by	Name and type of the marketable Security (Note 1)	Relationship with the issuer of the marketable security (Note 2)	Account	End of period: Number of shares	End of period: Carrying amount (Note 3)	End of period: Shareholding ratio	End of period: Fair value	Note (Note 4)
Huzhou Iron Force Metal Products Co., Ltd.	Beneficiary certificates/ CR Yuanta Cash Income Money Market Fund B	-	Financial assets at fair value through profit or loss - current	-	$ 17,956	-	$ -	
Huzhou Iron Force Metal Products Co., Ltd.	Structured deposits/Exchange rates of Euro and USD linked principal-protected structured deposit for corporates with daily interests accrued	-	Financial assets at fair value through profit or loss - current	-	345,265	-	-	

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities. Note 2: Leave the column blank if the issuer of marketable securities is non-related party.

Note 3: Fill in the amount after adjusted at fair value for the marketable securities measured at fair value; fill in the acquisition cost or amortized cost deducted by accumulated impairment for the marketable securities not measured at fair value.

Note 4: The number of shares of securities and their amounts pledged as security or pledged for loans and their restrictions on use under some agreements should be stated in the footnote if the securities presented herein have such conditions.

Note 5: The Company determines the marketable securities that shall be presented based on significance principle.

Iron Force Industrial Corporation and Subsidiaries

Receivables from related parties reaching NT$100 million or 20% of paid-in capital or more

March 31, 2025

Table 4

Expressed in thousands of NTD

(Except as otherwise indicated)

Company with accounts receivables	Name of counterparty	Relationship	Balance of receivables from related party (Note 1)		Turnover rate	Overdue receivables from related party: Amount	Overdue receivables from related party: Treatment	Receivables from related party collected in subsequent period	Loss allowance
Huzhou Iron Force Metal Products Co., Ltd.	Iron Force Poland Sp. z o.o.	Parent company	Other receivables	$ 161,775	N/A	$ -	-	$ -	$ -
Zhejiang Iron Force Metal Products Co., Ltd.	Huzhou Iron Force Metal Products Co., Ltd.	Associate	Other receivables	150,975	N/A	-	-	-	-
Huzhou Iron Force Metal Products Co., Ltd.	Iron Force Industrial Corporation	Parent company	Other receivables	1,173,840	N/A	-	-	-	-

Note 1: Please separately fill in accounts receivables, notes, other receivables…, etc.

Note 2: Paid-in capital refers to paid-in capital of the parent company. For issuers without par value of shares or the par value is not NT$10, concerning the regulation about the transaction amount of 20% of the paid-in capital, it is calculated by 10% of the equity attributable to owners of the parent company in the balance sheets.

Iron Force Industrial Corporation and Subsidiaries

Name of investee company, location and other related information (excluding Mainland China investee company)

For the three months ended March 31, 2025

Table 5

Expressed in thousands of NTD

(Except as otherwise indicated)

Name of investor company	Name of investee Company (Note 1, 2)	Location	Main business	Original investment amount: End of the period	Original investment amount: End of previous year	Shares held in the end of the period: Number of shares	Shares held in the end of the period: Ratio	Shares held in the end of the period: Carrying amount	Current profit or loss of the investee (Note 2(2))	Gains or losses on investments recognized in the current period (Note 2(3))	Note
Iron Force Industrial Corporation	Transtat Investment Ltd.	Hong Kong	Holding company	$ 873,960	$ 873,960	25,997	100%	$ 4,830,663	$ 106,319	$ 106,319	
Iron Force Industrial Corporation	Cortec GmbH	Germany	Trading of hangers and display fixtures	27,104	27,104	750	100%	372,535	7,775	7,775	
Iron Force Industrial Corporation	Iron Force Poland Sp. z o.o.	Poland	Manufacturing and trading of automotive safety components	658,901	658,901	1,600	100%	559,008	(9,314)	(9,314)	
Cortec GmbH	Cortec Kunststoff Technik GmbH & Co. KG	Germany	Manufacturing and trading of hangers and display fixtures	889	889	-	100%	9,522	2,899	2,899	
Cortec GmbH	Cortec Verwaltungs GmbH	Germany	Management consulting company	881	881	-	100%	978	(15)	(15)	

Note 1: If a public company is equipped with an overseas holding company and takes parent company only financial report as the main financial report according to the local law rules, it can only disclose the information of the overseas holding company about the disclosure of related overseas investee information

Note 2: If situation does not belong to Note 1, fill in the columns according to the following regulations:

（1）The columns of ‘Name of investee company’, ‘Location’, ‘Main business’, Original investment amount’ and ‘Shares held in the end of the period’ should fill orderly in the Company’s (public company's) information on investees and every directly or indirectly controlled investee’s investment information, and note the relationship between the Company (public company) and its investee each (ex. direct subsidiary or indirect subsidiary) in the ‘note’ column.

（2）The ‘Current profit or loss of the investee’ column shall be filled in the amount of profit or loss of each investee in the current period.

（3）The ’Gains or losses on investments recognized in the current period’ column shall only be filled in the amount of profit or loss of subsidiaries directly invested and investees accounted for using equity method, and shall not be filled in for others. When filling in ‘Current profit or loss of each subsidiary directly invested’ column, the current profit or loss of each subsidiary shall include the gains or losses on investments of reinvestments that shall be recognized in accordance with regulations.

Iron Force Industrial Corporation and Subsidiaries

Information on investments in Mainland China – basic information

For the three months ended March 31, 2025

Table 6

Expressed in thousands of NTD

(Except as otherwise indicated)

Name of investee in Mainland China	Main business	Paid-in capital	Investment Method (Note 1)	Accumulated amount of investment remitted from Taiwan in the beginning of period	Amount of investment remitted outward or inward in the current period		Accumulated amount of investment remitted from Taiwan in the end of the period	Current profit or loss of investee	Direct and indirect shareholding ratio	Gains or losses on investments recognized in the current period (Note 2)	Carrying amount of investments in the end of the period	Gains on investment remitted back as of the current period	Note
					Outward	Inward							
Zhejiang Iron Force Metal Products Co., Ltd.	Manufacturing and sales of hangers, display fixtures and metal fixtures	$ 151,400	(2)	$ 143,346	$ -	$ -	$ 143,346	($ 4,040)	100%	($ 4,040)	$ 300,328	$ -	
Huzhou Iron Force Metal Products Co., Ltd.	Manufacturing and sales of automotive safety components	1,951,294	(2)	703,149	-	-	703,149	118,278	100%	118,278	4,511,131	266,036	Note 5

Company name	Accumulated amount remitted from Taiwan to Mainland China as of end of the period	Investment amount approved by MOEA	Limit on investment Limit on investment amount imposed by MOEA
Iron Force Industrial Corporation	$ 846,495	$ 846,495	$ 3,314,705

Note 1: Investment methods are divided into the following three categories, and the labeling of each category is sufficient.

(1). Direct investment in mainland China

(2). Reinvesting in Mainland China through a third-party company (please specify the third-party investment company)

(3). Other methods

Note 2: The gains or losses on investments recognized in the current period is based on the financial statements reviewed by the auditors of the parent company in Taiwan.

Note 3: The numbers in the table shall be presented in NTD.

Note 4: (1) The differences between the paid-in capital of Zhejiang Iron Force Metal Products Co., Ltd. amounting to US$5,000 thousand and the accumulated amount of remittance from Taiwan amounting to US$4,734 thousand is US$266 thousand. This resulted from using dividends distribution of Huzhou Iron Force Metal Products Co., Ltd. amounting to US$400 thousand as the capital contribution to invest in Zhejiang Iron Force Metal Products Co., Ltd. and purchasing shares from the related parties at a premium price of US$ 134 thousand.

(2) The differences between the paid-in capital of Huzhou Iron Force Metal Products Co., Ltd. amounting to US$63,060 thousand and the accumulated amount of remittance from Taiwan amounting to US$22,200 thousand is US4$0,860 thousand. This resulted from purchasing shares from the related parties at a premium price of US$1,140 thousand and the capital increase out of earnings of Huzhou Iron Force Metal Products Co., Ltd. in 2019, 2021, and 2024 in the amount of US$42,000 thousand.

Note 5: As of March 31, 2024, the accumulated amount of investment income remitted back to Taiwan by Huzhou Iron Force Metal Products Co., Ltd. amounted to US$8,625 thousand.