

**CORETRONIC CORPORATION AND SUBSIDIARIES**

**CONSOLIDATED FINANCIAL STATEMENTS**

**WITH**

**REPORT OF INDEPENDENT ACCOUNTANTS**

**FOR THE SIX MONTHS ENDED**

**JUNE 30, 2025 AND 2024**

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## English Translation of a Report Originally Issued in Chinese

### **Review Report of Independent Accountants**

To Coretronic Corporation

### **Introduction**

We have reviewed the accompanying consolidated balance sheets of Coretronic Corporation (the “Company”) and its subsidiaries as of June 30, 2025 and 2024, the related consolidated statements of comprehensive income for the three months and six months ended June 30, 2025 and 2024, changes in equity and cash flows for the six months ended June 30, 2025 and 2024, and notes to the consolidated financial statements, including the summary of significant accounting policies (together “the consolidated financial statements”). Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed and became effective by Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

### **Scope of Review**

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

### **Basis for Qualified Conclusion**

As explained in Note 4(3), the financial statements of certain insignificant subsidiaries were not reviewed by independent accountants. Those statements reflect total assets of NT\$23,868,476 thousand and NT\$39,947,166 thousand, representing 45.08% and 71.28% of the consolidated total assets, and total liabilities of NT\$6,397,342 thousand and NT\$9,860,493 thousand, representing 21.03% and 33.13% of the consolidated total liabilities as of June 30, 2025 and 2024, respectively; and total comprehensive income (loss) of NT\$(1,181,015) thousand and NT\$245,143 thousand, NT\$(999,402) thousand and NT\$692,486 thousand, representing 33.44%, 31.89%, 30.57% and 38.28% of the consolidated total comprehensive income (loss) for the three months and six months ended June 30, 2025 and 2024, respectively. As explained in Note 6(8), the financial statements of certain associates and joint ventures accounted for using the equity method were not reviewed by independent accountants. Those associates and joint ventures under the equity method amounted to NT\$35,130 thousand as of June 30, 2024, respectively. The related shares of loss from the associates and joint ventures under the equity method amounted to NT\$2,995 thousand and NT\$5,862 thousand for the three months and six months ended June 30, 2024, respectively. The information related to above subsidiaries, associates and joint ventures accounted for using the equity method disclosed in Note 13 was also not reviewed by independent accountants.



## Qualified Conclusion

Based on our reviews, except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain insignificant subsidiaries, associates and joint ventures accounted for using the equity method and the information been reviewed by independent accountants described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as of June 30, 2025 and 2024, and their consolidated financial performance for the three months and six months ended June 30, 2025 and 2024, and cash flows for the six months ended June 30, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed and became effective by Financial Supervisory Commission of the Republic of China.

Kuo, Shao-Pin

Huang, Ming-Ju

Ernst & Young, Taiwan  
July 28, 2025

## Notice to Readers

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

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

CORETRONIC CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

As of June 30, 2025, December 31, 2024, and June 30, 2024

(Amounts in thousands of New Taiwan Dollars)

ASSETS	Note	June 30, 2025	%	December 31, 2024	%	June 30, 2024	%
<b>Current assets</b>							
Cash and cash equivalents	6(1)	\$ 6,790,301	12.82	\$ 12,982,509	22.83	\$ 15,833,747	28.25
Financial assets at fair value through profit or loss - current	6(2)	160,120	0.30	849,817	1.50	938,872	1.68
Financial assets at amortised cost - current	6(4)	7,320,303	13.82	4,624,412	8.13	2,536,428	4.53
Contract assets - current	6(19)	808,617	1.53	-	-	-	-
Notes receivable, net	6(5), 6(20)	13,114	0.02	1,323	-	20,019	0.04
Trade receivables, net	6(6), 6(20)	8,301,476	15.68	9,575,959	16.84	8,848,923	15.79
Trade receivables - related parties, net	6(6), 6(20), 7	128	-	891	-	700	-
Other receivables	7, 8	873,887	1.65	1,315,869	2.31	916,276	1.64
Current tax assets	4, 6(25)	192,532	0.36	190,311	0.33	49,554	0.09
Inventories, net	6(7)	8,567,360	16.18	7,363,307	12.95	6,833,427	12.19
Prepayments		1,232,868	2.33	1,151,220	2.02	1,052,204	1.88
Non-current assets held for sale	4, 6(27)	491,019	0.93	-	-	-	-
Other current assets		278,337	0.53	223,124	0.39	161,932	0.28
Total current assets		35,030,062	66.15	38,278,742	67.30	37,192,082	66.37
<b>Non-current assets</b>							
Financial assets at fair value through other comprehensive income - noncurrent	6(3)	4,976,438	9.40	5,246,290	9.22	5,839,224	10.42
Investments accounted for using the equity method	6(8)	-	-	-	-	35,130	0.06
Property, plant and equipment, net	6(9), 8	9,849,408	18.60	10,108,052	17.77	9,655,557	17.23
Right-of-use assets	6(21)	1,966,378	3.71	2,147,302	3.78	2,199,818	3.93
Investment property, net	6(10), 8	121,471	0.23	125,771	0.22	131,483	0.23
Intangible assets	6(11)	264,822	0.50	290,678	0.51	304,757	0.54
Deferred tax assets	4, 6(25)	428,558	0.81	358,300	0.63	425,184	0.76
Net defined benefit assets - noncurrent	6(15)	130,265	0.25	129,284	0.23	49,576	0.09
Other noncurrent assets	8	185,322	0.35	193,566	0.34	207,820	0.37
Total non-current assets		17,922,662	33.85	18,599,243	32.70	18,848,549	33.63
<b>Total assets</b>		<u>\$ 52,952,724</u>	<u>100.00</u>	<u>\$ 56,877,985</u>	<u>100.00</u>	<u>\$ 56,040,631</u>	<u>100.00</u>

(continued)

English Translation of Consolidated Financial Statements Originally Issued in Chinese  
CORETRONIC CORPORATION AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS  
As of June 30, 2025, December 31, 2024, and June 30, 2024  
(Amounts in thousands of New Taiwan Dollars)

LIABILITIES AND EQUITY	Note	June 30, 2025	%	December 31, 2024	%	June 30, 2024	%
<b>Current liabilities</b>							
Short-term borrowings	6(12)	\$ 13,975,406	26.39	\$ 12,513,727	22.00	\$ 13,497,682	24.09
Financial liabilities at fair value through profit or loss - current	6(13)	1,462,955	2.76	126,257	0.22	90,703	0.16
Contract liabilities - current	6(19)	705,626	1.33	807,187	1.42	828,229	1.48
Notes payable		419	-	564	-	1,654	-
Accounts payable		7,065,563	13.34	6,933,246	12.19	6,638,453	11.85
Accounts payable - related parties	7	27,167	0.05	13,300	0.02	25,915	0.05
Other payables	7	3,727,561	7.04	3,680,014	6.47	5,084,372	9.07
Current tax liabilities	4, 6(25)	760,923	1.44	651,753	1.15	679,977	1.21
Provisions - current	6(16)	428,555	0.81	389,566	0.68	505,032	0.90
Liabilities directly associated with non-current assets held for sale	4, 6(27)	178,374	0.34	-	-	-	-
Lease liabilities - current	6(21), 7	158,962	0.30	157,434	0.28	174,881	0.31
Other current liabilities		547,518	1.03	590,728	1.04	712,888	1.27
Current portion of long-term borrowings	6(14)	98,000	0.19	57,143	0.10	130,754	0.23
Total current liabilities		29,137,029	55.02	25,920,919	45.57	28,370,540	50.62
<b>Non-current liabilities</b>							
Long-term borrowings	6(14)	245,000	0.47	3,340,419	5.87	113,803	0.20
Deferred tax liabilities	4, 6(25)	59,458	0.11	173,138	0.30	199,839	0.36
Lease liabilities - noncurrent	6(21), 7	928,454	1.75	975,053	1.72	1,004,056	1.79
Net defined benefit liabilities - noncurrent	6(15)	22,816	0.04	38,757	0.07	40,757	0.07
Other noncurrent liabilities		23,366	0.05	29,345	0.05	30,835	0.06
Total non-current liabilities		1,279,094	2.42	4,556,712	8.01	1,389,290	2.48
Total liabilities		30,416,123	57.44	30,477,631	53.58	29,759,830	53.10
<b>Equity attributable to owners of the parent</b>							
Share capital							
Common stock	6(17)	3,909,811	7.39	3,909,811	6.88	3,909,811	6.98
Capital surplus	6(17)	2,038,921	3.85	2,234,717	3.93	2,237,042	3.99
Retained earnings	6(17)						
Legal reserve		4,600,869	8.69	4,512,231	7.93	4,512,231	8.05
Special reserve		1,188,383	2.24	1,188,383	2.09	1,188,383	2.12
Unappropriated retained earning		11,326,213	21.39	11,729,185	20.62	11,271,163	20.11
Total retained earnings		17,115,465	32.32	17,429,799	30.64	16,971,777	30.28
Other equity		(2,445,104)	(4.62)	822,542	1.45	1,198,386	2.14
Total equity attributable to owners of the parent		20,619,093	38.94	24,396,869	42.90	24,317,016	43.39
<b>Non-controlling interests</b>	6(17), 6(28)	1,917,508	3.62	2,003,485	3.52	1,963,785	3.51
Total equity		22,536,601	42.56	26,400,354	46.42	26,280,801	46.90
<b>Total liabilities and equity</b>		\$ 52,952,724	100.00	\$ 56,877,985	100.00	\$ 56,040,631	100.00

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

CORETRONIC CORPORATION AND SUBSIDIARIES

For the three months and six months ended June 30, 2025 and 2024

(Amounts in thousands of New Taiwan Dollars, except for earnings per share)

Description	Note	For the three months ended June 30				For the six months ended June 30			
		2025	%	2024	%	2025	%	2024	%
Net sales	6(19), 7	\$ 9,857,609	100.00	\$ 9,968,522	100.00	\$ 18,331,512	100.00	\$ 19,088,115	100.00
Operating costs	6(7), 6(11), 6(15), 6(21), 6(22), 7	8,068,922	81.85	8,181,198	82.07	15,057,290	82.14	15,694,512	82.22
Gross profit		1,788,687	18.15	1,787,324	17.93	3,274,222	17.86	3,393,603	17.78
Operating expenses	6(11), 6(15), 6(18), 6(20), 6(21), 6(22), 7								
Selling expenses		452,553	4.59	456,503	4.58	929,888	5.07	923,175	4.84
General and administrative expenses		564,145	5.72	520,453	5.22	1,078,903	5.89	1,036,833	5.43
Research and development expenses		721,835	7.32	768,879	7.71	1,432,182	7.81	1,417,758	7.43
Expected credit loss (reversal of expected credit loss)		(561)	-	1,332	0.02	(33)	-	4,061	0.02
Total operating expenses		1,737,972	17.63	1,747,167	17.53	3,440,940	18.77	3,381,827	17.72
Operating income (loss)		50,715	0.52	40,157	0.40	(166,718)	(0.91)	11,776	0.06
Non-operating income and expenses									
Interest income	6(23)	60,153	0.61	127,355	1.28	155,548	0.85	240,139	1.26
Other income	6(23)	100,059	1.01	156,482	1.57	352,494	1.92	259,707	1.36
Other gains and losses	6(23)	(41,743)	(0.42)	89,952	0.90	17,089	0.09	63,441	0.33
Finance costs	6(23), 7	(120,378)	(1.22)	(102,744)	(1.03)	(264,049)	(1.44)	(186,356)	(0.97)
Share of loss of associates and joint ventures accounted for using the equity method	6(8)	-	-	(2,995)	(0.03)	-	-	(5,862)	(0.03)
Total non-operating income and expenses		(1,909)	(0.02)	268,050	2.69	261,082	1.42	371,069	1.95
Income before income tax		48,806	0.50	308,207	3.09	94,364	0.51	382,845	2.01
Income tax benefit (expense)	4, 6(25)	6,140	0.06	(63,641)	(0.64)	(20,907)	(0.11)	(152,557)	(0.80)
Net income		54,946	0.56	244,566	2.45	73,457	0.40	230,288	1.21
Other comprehensive income (loss)									
Items that will not be reclassified subsequently to profit or loss									
Unrealized gain (loss) from equity instrument investments measured at fair value through other comprehensive income	6(24)	82,021	0.83	278,544	2.79	(264,189)	(1.45)	526,936	2.76
Income tax related to items that will not be reclassified subsequently to profit or loss	6(24), 6(25)	2,215	0.02	(2,140)	(0.02)	3,242	0.02	(3,092)	(0.02)
Items that may be reclassified subsequently to profit or loss									
Exchange differences on translation of foreign operations	6(24)	(3,671,422)	(37.24)	247,676	2.49	(3,082,017)	(16.81)	1,054,797	5.53
Share of other comprehensive income of associates and joint ventures accounted for using the equity method	6(24)	-	-	4	-	-	-	17	-
Other comprehensive income (loss), net of tax		(3,587,186)	(36.39)	524,084	5.26	(3,342,964)	(18.24)	1,578,658	8.27
Total comprehensive income (loss)		<u>\$ (3,532,240)</u>	<u>(35.83)</u>	<u>\$ 768,650</u>	<u>7.71</u>	<u>\$ (3,269,507)</u>	<u>(17.84)</u>	<u>\$ 1,808,946</u>	<u>9.48</u>
Net income (loss) for the periods attributable to :									
Shareholders of the parent	6(26)	<u>\$ 57,435</u>		<u>\$ 281,807</u>		<u>\$ 76,647</u>		<u>\$ 425,044</u>	
Non-controlling interests	6(17), 6(28)	<u>\$ (2,489)</u>		<u>\$ (37,241)</u>		<u>\$ (3,190)</u>		<u>\$ (194,756)</u>	
Total comprehensive income (loss) for the periods attributable to :									
Shareholders of the parent		<u>\$ (3,439,363)</u>		<u>\$ 823,256</u>		<u>\$ (3,190,999)</u>		<u>\$ 1,999,327</u>	
Non-controlling interests		<u>\$ (92,877)</u>		<u>\$ (54,606)</u>		<u>\$ (78,508)</u>		<u>\$ (190,381)</u>	
Basic Earnings Per Share (in New Taiwan Dollars)	6(26)	<u>\$ 0.15</u>		<u>\$ 0.72</u>		<u>\$ 0.20</u>		<u>\$ 1.09</u>	
Diluted Earnings Per Share (in New Taiwan Dollars)	6(26)	<u>\$ 0.15</u>		<u>\$ 0.72</u>		<u>\$ 0.20</u>		<u>\$ 1.08</u>	

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

CORETRONIC CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the six months ended June 30, 2025 and 2024

(Amounts in thousands of New Taiwan Dollars)

Description	Equity attributable to owners of the parent								Non-controlling interests	Total equity
	Common stock	Capital surplus	Retained earnings			Other equity		Total		
			Legal reserve	Special reserve	Unappropriated retained earning	Exchange differences on translation of foreign operations	Unrealized gains or losses on financial assets at fair value through other comprehensive income (loss)			
Balance as of January 1, 2024	\$ 3,909,811	\$ 2,507,703	\$ 4,364,561	\$ 1,322,902	\$ 11,755,209	\$ (1,842,442)	\$ 1,466,545	\$ 23,484,289	\$ 2,163,114	\$ 25,647,403
Changes in subsidiaries’ ownership	-	3,025	-	-	3,318	-	-	6,343	(7,489)	(1,146)
Appropriation and distribution of 2023 earnings:										
Legal reserve	-	-	147,670	-	(147,670)	-	-	-	-	-
Cash dividends	-	-	-	-	(899,257)	-	-	(899,257)	-	(899,257)
Reversal of special reserve	-	-	-	(134,519)	134,519	-	-	-	-	-
Cash distributed from capital surplus	-	(273,686)	-	-	-	-	-	(273,686)	-	(273,686)
Net income (loss) for the six months ended June 30, 2024	-	-	-	-	425,044	-	-	425,044	(194,756)	230,288
Other comprehensive income for the six months ended June 30, 2024	-	-	-	-	-	1,050,439	523,844	1,574,283	4,375	1,578,658
Total comprehensive income	-	-	-	-	425,044	1,050,439	523,844	1,999,327	(190,381)	1,808,946
Decrease of non-controlling interests	-	-	-	-	-	-	-	-	(1,459)	(1,459)
Balance as of June 30, 2024	\$ 3,909,811	\$ 2,237,042	\$ 4,512,231	\$ 1,188,383	\$ 11,271,163	\$ (792,003)	\$ 1,990,389	\$ 24,317,016	\$ 1,963,785	\$ 26,280,801
Balance as of January 1, 2025	\$ 3,909,811	\$ 2,234,717	\$ 4,512,231	\$ 1,188,383	\$ 11,729,185	\$ (572,361)	\$ 1,394,903	\$ 24,396,869	\$ 2,003,485	\$ 26,400,354
Changes in subsidiaries’ ownership	-	(305)	-	-	-	-	-	(305)	1,632	1,327
Appropriation and distribution of 2024 earnings:										
Legal reserve	-	-	88,638	-	(88,638)	-	-	-	-	-
Cash dividends	-	-	-	-	(390,981)	-	-	(390,981)	-	(390,981)
Cash distributed from capital surplus	-	(195,491)	-	-	-	-	-	(195,491)	-	(195,491)
Net income (loss) for the six months ended June 30, 2025	-	-	-	-	76,647	-	-	76,647	(3,190)	73,457
Other comprehensive income (loss) for the six months ended June 30, 2025	-	-	-	-	-	(3,006,699)	(260,947)	(3,267,646)	(75,318)	(3,342,964)
Total comprehensive income (loss)	-	-	-	-	76,647	(3,006,699)	(260,947)	(3,190,999)	(78,508)	(3,269,507)
Decrease of non-controlling interests	-	-	-	-	-	-	-	-	(9,101)	(9,101)
Balance as of June 30, 2025	\$ 3,909,811	\$ 2,038,921	\$ 4,600,869	\$ 1,188,383	\$ 11,326,213	\$ (3,579,060)	\$ 1,133,956	\$ 20,619,093	\$ 1,917,508	\$ 22,536,601

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

CORETRONIC CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the six months ended June 30, 2025 and 2024

(Amounts in thousands of New Taiwan Dollars)

Description	For the six months ended June 30		Description	For the six months ended June 30	
	2025	2024		2025	2024
Cash flows from operating activities :			Cash flows from investing activities :		
Net income before tax	\$ 94,364	\$ 382,845	Increase in financial assets at amortized cost - current	(2,695,891)	(1,277,906)
Adjustments for:			Acquisition of property, plant and equipment	(1,392,450)	(1,667,846)
The profit or loss items which did not affect cash flows:			Proceeds from disposal of property, plant and equipment	186,553	66,965
(Reversal of expected credit loss) expected credit loss	(33)	4,061	Proceeds from disposal of non-current assets held for sale	21,356	-
Depreciation (including investment property and right-of-use assets)	663,615	627,338	Acquisition of intangible assets	(19,072)	(37,025)
Amortization (including other noncurrent assets)	44,538	54,163	Acquisition of land use rights	-	(122,644)
Finance costs	264,049	186,356	Increase in other noncurrent assets	(8,432)	(4,571)
Interest income	(155,548)	(240,139)	Net cash used in investing activities	(3,907,936)	(3,043,027)
Dividend income	(76,124)	(67,992)			
Transfer of property, plant and equipment to expenses	-	545	Cash flows from financing activities:		
Transfer of intangible assets to expenses	-	2,690	Increase (decrease) in short-term borrowings	1,461,679	(14,805)
(Gain) loss on disposal of property, plant and equipment	(49,209)	16,513	Repayment of long-term borrowings (including current portion of long-term borrowings)	(3,056,325)	(172,160)
Loss on disposal of investments	-	3,452	Decrease in guarantee deposits	(5,556)	(1,866)
(Reversal of casualty loss) casualty loss	(20,500)	115,947	Decrease (increase) in other noncurrent liabilities	(421)	210
Impairment loss	43,254	-	Cash payment for the principal portion of lease liabilities	(91,370)	(94,218)
Share-based payment expenses	1,325	(4,464)	Change in non-controlling interests	(9,101)	(1,459)
Share of loss of associates and joint ventures accounted for using the equity method	-	5,862	Net cash used in financing activities	(1,701,094)	(284,298)
Net loss (gain) on financial assets and liabilities at fair value through profit or loss	2,026,395	(743,149)			
Changes in operating assets and liabilities:			Effect of exchange rate changes on cash and cash equivalents	(2,183,162)	934,054
Contract assets	(808,617)	-			
Notes receivable	(11,791)	8,245	Net decrease in cash and cash equivalents	(5,971,775)	(722,211)
Trade receivables	1,074,499	1,031,146	Cash and cash equivalents at the beginning of the period	12,982,509	16,555,958
Trade receivables - related parties	763	(61)	Cash and cash equivalents at the end of the period	\$ 7,010,734	\$ 15,833,747
Other receivables	425,485	15,349			
Inventories	(1,216,069)	1,733,557	Cash and cash equivalents on the consolidated balance sheets	6,790,301	15,833,747
Prepayments	(88,297)	(140,914)	Cash and cash equivalents included in non-current assets held for sale	220,433	-
Other current assets	(53,487)	(15,151)	Cash and cash equivalents at the end of the period	\$ 7,010,734	\$ 15,833,747
Other operating assets	-	7,988			
Contract liabilities	(36,690)	49,088			
Notes payable	(145)	1,302			
Accounts payable	178,456	(928,881)			
Accounts payable - related parties	13,867	(8,561)			
Other payables	(373,888)	(205,041)			
Provisions - current	40,460	(17,492)			
Other current liabilities	(40,310)	(76,692)			
Net defined benefit assets/liabilities	(3,255)	(3,201)			
Cash provided by operating activities	1,937,107	1,794,709			
Dividend received	75,134	26,688			
Interest received	175,167	238,184			
Interest paid	(271,925)	(181,914)			
Income tax paid	(95,066)	(206,607)			
Net cash provided by operating activities	1,820,417	1,671,060			

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



**CORETRONIC CORPORATION AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

For the six months ended June 30, 2025 and 2024

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

1. HISTORY AND ORGANIZATION

Coretronic Corporation (“CORE”) was incorporated at Hsinchu Science-based Industrial Park on June 30, 1992 and set up branch offices at Hsinchu Industrial Park and Tainan Science-based Industrial Park on October 17, 1997 and November 16, 2004, respectively. CORE mainly engages in the R&D, production, manufacturing and marketing of projectors, backlight, and FPD-related products. CORE’s ordinary shares were publicly listed on the Taipei Exchange on January 20, 1999.

2. DATE AND PROCEDURES OF AUTHORIZATION OF FINANCIAL STATEMENTS FOR ISSUE

The consolidated financial statements of CORE and its subsidiaries (“the Group”) for the six months ended June 30, 2025 and 2024 were authorized for issue by the Board of Directors on July 28, 2025.

3. NEWLY ISSUED OR REVISED STANDARDS AND INTERPRETATIONS

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

The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended, which are recognized by the Financial Supervisory Commission (“the FSC”) and become effective for annual periods beginning on or after January 1, 2025. The adoption of these new standards and amendments had no material impact on the Group.

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

Standards or Interpretations Numbers	New, Revised or Amended Standards and Interpretations	Effective Dates
IFRS 9 and IFRS 7 Amendment	Amendments to the Classification and Measurement of Financial Instruments	January 1, 2026

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Amendments to the Classification and Measurement of Financial Instruments –  
Amendments to IFRS 9 and IFRS 7

The amendments include:

- a. Clarify that a financial liability is derecognized on the settlement date and describe the accounting treatment for settlement of financial liabilities using an electronic payment system before the settlement date.
- b. Clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features.
- c. Clarify the treatment of non-recourse assets and contractually linked instruments.
- d. Require additional disclosures in IFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income.

The abovementioned standards and interpretations issued by the IASB have been endorsed by the FSC and become effective for annual periods beginning on or after January 1, 2026. The adoption of these new standards and amendments had no material impact on the Group.

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

Standards or Interpretations Numbers	New, Revised or Amended Standards and Interpretations	Effective Dates
IFRS 10 and IAS 28	Amendments to Consolidated Financial Statements and Investments in Associates and Joint Ventures	To be determined by the IASB
IFRS 18	Presentation and Disclosure in Financial Statements	January 1, 2027
IFRS 19	Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures	January 1, 2027

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

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

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

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

**B. IFRS 18 “Presentation and Disclosure in Financial Statements”**

IFRS 18 replaces IAS 1 “Presentation of Financial Statements”. The main changes in the new standard are as below:

**a. Improved comparability in the statement of profit or loss (income statement)**

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

**b. Enhanced transparency of management-defined performance measures**

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

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

c. Useful grouping of information in the financial statements

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

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

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

The abovementioned standards and interpretations issued by the IASB have not yet been endorsed by the FSC, and the local effective dates are to be determined by the FSC. As the Group is currently determining the potential impact of the standards and interpretations listed above, it is not practicable to estimate their impacts on the Group at this point in time.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(1) Statement of Compliance

The consolidated financial statements of the Group for the six months ended June 30, 2025 and 2024 have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (“the Regulations”) and IAS 34 “Interim Financial Reporting” which is endorsed and become effective by the FSC.

(2) Basis of Preparation

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

(3) General Description of Reporting Entity

Principles of consolidation

Control is achieved when CORE is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, CORE controls an investee if and only if CORE has:

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

- A. power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- B. exposure, or rights, to variable returns from its involvement with the investee; and
- C. the ability to use its power over the investee to affect its returns.

When CORE has less than a majority of the voting or similar rights of an investee, CORE considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- A. the contractual arrangement with the other vote holders of the investee;
- B. rights arising from other contractual arrangements;
- C. CORE's voting rights and potential voting rights.

CORE re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

Subsidiaries are fully consolidated from the acquisition date, being the date on which CORE obtains control, and continue to be consolidated until the date that such control ceases. The financial statements of the subsidiaries are prepared for the same reporting period as the parent group, using uniform accounting policies. All intra-group balances, income and expenses, unrealized gains and losses and dividends resulting from intra-group transactions are eliminated in full.

A change in the ownership interest of a subsidiary, without a change of control, is accounted for as an equity transaction.

Total comprehensive income of the subsidiaries is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

If loses control of a subsidiary, it:

- A. derecognizes the assets (including goodwill) and liabilities of the subsidiary;
- B. derecognizes the carrying amount of any non-controlling interest;
- C. recognizes the fair value of the consideration received;
- D. recognizes the fair value of any investment retained;
- E. reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss; and
- F. recognizes any surplus or deficit in profit or loss.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

The consolidated entities are as follows:

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2025	December 31, 2024	June 30, 2024
Tecpoint Limited ("Tecpoint") and its subsidiaries	Subsidiary	Tecpoint is a holding company and invests in Mainland China.  Tecpoint's joint ventures are the production, manufacturing, marketing and R&D of acrylic plate, light guide plate and backlight module. The joint ventures also provide the after-sales services.	100.00%	100.00%	100.00%
Visicorp Limited ("Visicorp") and its subsidiaries	Subsidiary	Visicorp is a holding company and invests in Mainland China.  Visicorp's joint ventures are the R&D, production and marketing of backlight module and components. The joint ventures also provide after-sales services.	100.00%	100.00%	100.00%
Coretronic (BVI) Investment Corp. ("Coretronic BVI") and its subsidiaries	Subsidiary	BVI is a holding company and invests in Mainland China.  BVI's joint ventures are the R&D, production, manufacturing and marketing of digital projector, LCD monitor and components. The joint ventures also provide after-sales services.	100.00%	100.00%	100.00%

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2025	December 31, 2024	June 30, 2024
Sinolink Global Limited ("Sinolink") and its subsidiaries	Subsidiary	Sinolink is a holding company and invests in Mainland China. Sinolink's joint ventures are the design, R&D, production and marketing of projectors. The joint ventures also provide the after-sales services for self-produced and non-self-produced products.	100.00%	100.00%	100.00%
Young Green Energy Co. ("YGE") and its subsidiaries	Subsidiary	YGE is engaged in the production, wholesale and retail trade of electronic components, battery, computer and peripheral devices, and electronic material. YGE's joint ventures are the R&D, production and marketing of transformers, inductors and power supply related products.	99.91%	99.91%	99.91%
Young Optics Inc. ("TYO") and its subsidiaries	Subsidiary	TYO is engaged in the production, marketing and R&D of electronic components and optical engines and key components. TYO's joint ventures are the R&D, the production and after-sales services of electronic components, optical modules and components.	32.63%	32.63%	32.63%

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2025	December 31, 2024	June 30, 2024
Young Lighting Limited (“YLL”) and its subsidiaries	Subsidiary	YLL is a holding company and invests in Europe. Coretronic Investment Limited’s subsidiaries are engaged in R&D, design, production and marketing of image processing products.	100.00%	100.00%	100.00%
Dynamic Time Investments Limited (“Dynamic Time”)	Subsidiary	Holding Company	100.00%	100.00%	100.00%
Chung Tsen Investment Corp. (“CGT”) and its subsidiaries	Subsidiary	CGT is an investment company for strategic purposes.	100.00%	100.00%	100.00%
Coretronic Intelligent Cloud Service Corporation (“CICS”) and its subsidiaries	Subsidiary	CICS is engaged in intelligent cloud, IT information, intelligent applications of new media and platform development. CICS’s joint ventures are contractor in intelligent building engineering and provide services to customers from various domains.	100.00%	100.00%	100.00%



CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2025	December 31, 2024	June 30, 2024
Coretronic Venture Capital Co. ("CVC")	Subsidiary	The investment activities of business expansion.	100.00%	100.00%	100.00%
uCare Medical Electronics Co., Ltd. ("UCM")	Subsidiary	UCM is engaged in R&D, design, production and marketing of intelligent exercise and medical care related software and hardware products.	60.69%	60.69%	60.69%
Champ Vision Display Inc. ("CVD")	Subsidiary	CVD is engaged in R&D, design, production and marketing of innovative intelligent display products and system integration solution.	79.36%	79.36%	79.36%
Calibre UK Ltd. ("CAL")	Subsidiary	CAL is engaged in R&D, design, production and marketing of image processing products.	100.00%	100.00%	100.00%
InnoSpectra Corporation ("ISC")	Subsidiary	ISC is engaged in R&D and marketing of near-infrared spectrum and corresponding solutions.	80.00%	80.00%	80.00%

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2025	December 31, 2024	June 30, 2024
Coretronic Intelligent Robotics Corporation (“CIRC”) and its subsidiaries	Subsidiary	CIRC is engaged in R&D, production and marketing of unmanned aerial vehicle and intelligent robotics.	100.00%	100.00%	100.00%
Coretronic MEMS Corporation (“CMC”)	Subsidiary	CMC is engaged in R&D, production and marketing of MEMS sensor, module and corresponding solutions.	100.00%	100.00%	100.00%
Coretronic Reality Inc. (“CRI”)	Subsidiary	CRI is engaged in R&D, and marketing of AR (Augmented reality) and MR (Mixed reality) wearable display solutions.	100.00%	100.00%	100.00%
Coretronic Vietnam Co., Ltd.	Subsidiary	Research and development, manufacturing and sales of optical components such as backlight module, LCD module, LCD TV and panel display.	100.00%	100.00%	100.00%
Coretronic Investment Limited and its subsidiaries	Subsidiary	Coretronic Investment Limited is a holding company and invests in Europe. Coretronic Investment Limited’s subsidiaries are engaged in R&D, design, production and marketing of image processing products.	100.00%	100.00%	100.00%

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Entity name	Relationship	Business nature	Percentage of Ownership		
			June 30, 2025	December 31, 2024	June 30, 2024
Coretronic Intelligent Cloud Service Corporation (JP)	Subsidiary	Engaged in intelligent cloud, IT information, intelligent applications of new media and platform development related business of new media.	100.00%	100.00%	100.00%

A. Refer to Note 13 for intercompany transactions between consolidated entities. Subsidiaries are fully consolidated in accordance with the Regulations.

B. The significant changes of consolidated entities are described as follows:

(a) In consideration of group operation strategy, CIRC acquired 100% ownership of CILS by means of shares exchange with the Company on January 1, 2024.

(b) In February 2024, the Company made an investment to establish a 100% held subsidiary Coretronic Intelligent Cloud Service Corporation (JP) in Japan, in an amount of JPY150,000,000. Coretronic Intelligent Cloud Service Corporation (JP) has been fully consolidated since the investment date.

(c) In consideration of group operation strategy, Coretronic Display (Suzhou) was absorbed by Coretronic Optics (Suzhou) from June 2024. This absorption has not yet been approved by authorities.

(d) The subsidiary TYO disposed all equity interests in its subsidiary Mejiro Genossen Inc. and has completed related deregistration on September 27, 2024. For the derecognized assets and liabilities, please refer to 6(29).

The financial statements of certain consolidated subsidiaries listed above had not been reviewed by independent accountants. For those unreviewed subsidiaries as of June 30, 2025 and 2024, total assets were NT\$23,868,476 thousand and NT\$39,947,166 thousand, respectively; total liabilities were NT\$6,397,342 thousand and NT\$9,860,493 thousand, respectively; the related total comprehensive income was NT\$(1,181,015) thousand and NT\$245,143 thousand for the three months ended June 30, 2025 and 2024, respectively; the related total comprehensive income was NT\$(999,402) thousand and NT\$692,486 thousand for the six months ended June 30, 2025 and 2024, respectively.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

- (4) Apart from the accounting policies which are described below, the same accounting policies of consolidation have been applied in the Group's consolidated financial statements as those applied in the Group's consolidated financial statements for the year ended December 31, 2024. For the summary of significant accounting policies, please refer to the Group's consolidated financial statements for the year ended December 31, 2024.

A. Post-employment benefits

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

B. Income taxes

Interim period income tax expense is accrued using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period. The average annual effective income tax rate is estimated by current income tax expenses only. Deferred income tax is recognized and measured according to IAS 12 "Income Tax" and follows the same accounting policies of the Group's annual consolidated financial statements. When income tax rate changes occur in interim period, the effect on deferred income tax is recognized in profit or loss, other comprehensive income or equity at once.

C. Non-current assets held for sale

Non-current assets and disposal groups are classified as held for sale if their carrying amounts will be recovered through a sale transaction that is highly probable within one year from the date of classification and the asset or disposal group is available for immediate sale in its present condition. Non-current assets and disposal groups classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell.

Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortized.

5. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

Apart from what described below, the same significant accounting judgments, estimates and assumptions have been followed in the preparation of CORE's consolidated financial statements for the year ended December 31, 2024. Please refer to the consolidated financial statements for the year ended December 31, 2024 for the summary of significant accounting judgments, estimates and assumptions.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

6. CONTENTS OF SIGNIFICANT ACCOUNTS

(1) Cash and Cash Equivalents

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand, savings and checking accounts	\$2,919,157	\$2,504,302	\$2,701,962
Time deposits	3,871,144	10,478,207	13,027,785
Cash equivalents - repurchase agreements	-	-	104,000
Total	<u>\$6,790,301</u>	<u>\$12,982,509</u>	<u>\$15,833,747</u>

(2) Financial Assets at Fair Value through Profit or Loss

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets mandatorily measured at fair value through profit or loss:			
Derivatives not designated as hedging instruments			
Forward foreign exchange contracts	<u>\$160,120</u>	<u>\$849,817</u>	<u>\$938,872</u>
Current	\$160,120	\$849,817	\$938,872
Noncurrent	-	-	-
Total	<u>\$160,120</u>	<u>\$849,817</u>	<u>\$938,872</u>

Financial assets at fair value through profit and loss were not pledged. Please refer to Note 12 for more details.

(3) Financial Assets at Fair Value through Other Comprehensive Income

	June 30, 2025	December 31, 2024	June 30, 2024
Equity instrument investments measured at fair value through other comprehensive income			
Unlisted companies stocks	<u>\$4,976,438</u>	<u>\$5,246,290</u>	<u>\$5,839,224</u>

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

	June 30, 2025	December 31, 2024	June 30, 2024
Current	\$-	\$-	\$-
Noncurrent	4,976,438	5,246,290	5,839,224
Total	<u>\$4,976,438</u>	<u>\$5,246,290</u>	<u>\$5,839,224</u>

Financial assets at fair value through other comprehensive income were not pledged.

(4) Financial assets measured at amortized cost

	June 30, 2025	December 31, 2024	June 30, 2024
Time deposits (with original maturities of more than six months)	<u>\$7,320,303</u>	<u>\$4,624,412</u>	<u>\$2,536,428</u>
Current	\$7,320,303	\$4,624,412	\$2,536,428
Noncurrent	-	-	-
Total	<u>\$7,320,303</u>	<u>\$4,624,412</u>	<u>\$2,536,428</u>

The Group classified certain financial assets as financial assets measured at amortized cost. Please refer to Note 12 for more details on credit risk.

(5) Notes Receivable

	June 30, 2025	December 31, 2024	June 30, 2024
Notes receivable - arose from operating activities	<u>\$13,114</u>	<u>\$1,323</u>	<u>\$20,019</u>

Notes receivable were not pledged.

The Group adopted IFRS 9 for impairment assessment. Please refer to Note 6(20) for more details on accumulated impairment and refer to Note 12 for more details on credit risk disclosure.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(6) Trade Receivables and Trade Receivables - Related Parties

	June 30, 2025	December 31, 2024	June 30, 2024
Trade receivables	\$8,314,472	\$9,591,679	\$8,900,941
Less: allowance for doubtful accounts	(12,996)	(15,720)	(52,018)
Subtotal	8,301,476	9,575,959	8,848,923
Trade receivables from related parties	128	891	700
Total	\$8,301,604	\$9,576,850	\$8,849,623

Trade receivables were not pledged.

Trade receivables are generally on 30 to 150 day terms. The total carrying amounts as of June 30, 2025, December 31, 2024, and June 30, 2024 were NT\$8,314,600 thousand, NT\$9,592,570 thousand and NT\$8,901,641 thousand, respectively. Please refer to Note 6(20) for more details on impairment of trade receivables. Please refer to Note 12 for more details on credit risk management.

The Group entered into factoring contracts without recourse with domestic banks. The bank pays the Group 100% of the accounts receivable factored as consideration. According to the arrangement, if the client of the trade receivables factored delays the payment, the Group shall pay interests to the bank. Upon assignment of the factoring to the bank, the bank undertakes the associated credit risk. However, the Group still issues a promissory note to the bank. If the trade receivables cannot be collected as a result of trade disputes due to factors attributable to the Group, the Group should pay the promissory note in compensation for banks. As of December 31, 2024, and June 30, 2024, factored trade receivables of NT\$2,595,756 thousand, and NT\$2,972,108 thousand were derecognized, and annual interest rates for advances from the bank was 2.31%-5.33%, and 1.69%-1.75%, respectively. The credit lines of factoring contracts provided by banks were US\$110,000 thousand as of June 30, 2025, December 31, 2024, and June 30, 2024, respectively.

As of June 30, 2025, December 31, 2024, and June 30, 2024, trade receivables classified as financial assets measured at fair value through profit or loss due to regular factoring without recourse were NT\$2,927,499 thousand, NT\$4,251,309 thousand and NT\$2,583,269 thousand, respectively.

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

(7) Inventories

	June 30, 2025	December 31, 2024	June 30, 2024 (Note)
Raw materials and supplies	\$5,779,081	\$4,756,433	\$4,469,406
Work in process	416,804	219,156	268,211
Finished goods	2,371,475	2,387,718	2,095,810
Total	<u>\$8,567,360</u>	<u>\$7,363,307</u>	<u>\$6,833,427</u>

Note : Please refer to Notes 6(23) and 10 for more details on subsidiary TYO's fire damage for the year ended December 31, 2024.

The cost of inventories recognized in expenses amounted to NT\$8,068,922 thousand and NT\$8,181,198 thousand for the three months ended June 30, 2025 and 2024, including the write-down of inventories and obsolescence loss of NT\$59,899 thousand and NT\$28,190 thousand, respectively.

The cost of inventories recognized in expenses amounted to NT\$15,057,290 thousand and NT\$15,694,512 thousand for the six months ended June 30, 2025 and 2024, including the write-down of inventories and obsolescence loss of NT\$116,105 thousand and NT\$54,686 thousand, respectively.

The allowance of inventories write-down amounted to NT\$650,453 thousand, NT\$621,128 thousand and NT\$557,526 thousand as of June 30, 2025, December 31, 2024, and June 30, 2024, respectively.

No inventories were pledged.

(8) Investments Accounted for Using the Equity Method

Details of investments accounted for using the equity method are as follows:

	June 30, 2024	
Investees	Carrying amount	Percentage of ownership (%)
Investments in associates:		
Eterge Opto-Electronics Co., LTD ("EOE")	<u>\$35,130</u>	18.50%

The Group recognized share of loss of associates and joint ventures accounted for using the equity method in the amount of and NT\$2,995 thousand for the three months ended June 30, 2024, and share of loss of associates and joint ventures accounted for using the equity method in the amount of NT\$5,862 thousand for the six months ended June 30, 2024. The above investments accounted for using the equity method was unreviewed by independent accountants.



CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

The Group disposed all equity interests in EOE on September 30 2024.

The abovementioned associate had no contingent liabilities or capital commitments as of June 30, 2024. No investments accounted for using the equity method held by the Group were pledged.

(9) Property, Plant and Equipment

Property, plant and equipment for own-use:

								Construction in progress and equipment awaiting inspection	Total
	Land	Buildings	Machinery and equipment	Office fixtures	Transportation equipment	Leasehold improvement	Other equipment		
Cost:									
As of January 1, 2025	\$150,815	\$10,694,999	\$4,611,469	\$499,092	\$34,380	\$508,585	\$1,612,374	\$1,670,158	\$19,781,872
Additions	-	34,181	115,412	15,630	665	4,105	51,503	1,076,346	1,297,842
Disposals	-	(465,494)	(241,174)	(4,511)	(6,249)	(7,374)	(66,194)	-	(790,996)
Transfers (Note a)	-	479,556	881,817	18,970	-	19,497	(25,000)	(1,509,986)	(135,146)
Exchange differences	-	(658,752)	(383,242)	(27,117)	(2,895)	(45,843)	(97,304)	(99,981)	(1,315,134)
As of June 30, 2025	<u>\$150,815</u>	<u>\$10,084,490</u>	<u>\$4,984,282</u>	<u>\$502,064</u>	<u>\$25,901</u>	<u>\$478,970</u>	<u>\$1,475,379</u>	<u>\$1,136,537</u>	<u>\$18,838,438</u>
As of January 1, 2024	\$152,422	\$8,764,703	\$4,602,475	\$432,971	\$36,869	\$473,570	\$1,432,033	\$1,396,571	\$17,291,614
Additions	-	220,610	13,574	8,975	399	6,704	30,864	1,515,217	1,796,343
Disposals	-	(35,154)	(311,472)	(8,081)	(9,091)	(620)	(10,670)	-	(375,088)
Transfers	-	1,307,882	20,360	10,545	3,192	-	33,734	(1,379,164)	(3,451)
Exchange differences	(114)	128,810	93,443	8,441	580	12,868	30,570	20,602	295,200
As of June 30, 2024	<u>\$152,308</u>	<u>\$10,386,851</u>	<u>\$4,418,380</u>	<u>\$452,851</u>	<u>\$31,949</u>	<u>\$492,522</u>	<u>\$1,516,531</u>	<u>\$1,553,226</u>	<u>\$19,004,618</u>
Depreciation and Impairment:									
As of January 1, 2025	\$-	\$4,733,525	\$2,956,126	\$369,463	\$25,231	\$416,728	\$1,172,747	\$-	\$9,673,820
Depreciation	-	237,976	202,328	22,080	1,381	24,915	69,236	-	557,916
Disposals	-	(346,803)	(224,071)	(4,482)	(6,250)	(7,374)	(64,672)	-	(653,652)
Transfers (Note a)	-	(40,522)	(6,618)	14,923	-	(967)	(23,964)	-	(57,148)
Fire damage (Note b)	-	(20,500)	-	-	-	-	-	-	(20,500)
Exchange differences	-	(219,705)	(157,199)	(20,524)	(1,849)	(39,945)	(72,184)	-	(511,406)
As of June 30, 2025	<u>\$-</u>	<u>\$4,343,971</u>	<u>\$2,770,566</u>	<u>\$381,460</u>	<u>\$18,513</u>	<u>\$393,357</u>	<u>\$1,081,163</u>	<u>\$-</u>	<u>\$8,989,030</u>

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								Construction in progress and equipment awaiting inspection	Total
	Land	Buildings	Machinery and equipment	Office fixtures	Transportation equipment	Leasehold improvement	Other equipment		
As of January 1, 2024	\$-	\$4,303,799	\$2,778,705	\$340,542	\$27,348	\$356,443	\$1,052,805	\$-	\$8,859,642
Depreciation	-	205,077	206,507	21,306	1,644	23,718	60,195	-	518,447
Disposals	-	(31,989)	(235,696)	(8,016)	(5,734)	(620)	(9,555)	-	(291,610)
Transfers	-	-	(2,230)	(247)	-	-	(98)	-	(2,575)
Fire damage (Note b)	-	21,464	47,847	37	-	-	19,495	-	88,843
Exchange differences	-	80,574	53,452	6,974	534	10,235	24,545	-	176,314
As of June 30, 2024	\$-	\$4,578,925	\$2,848,585	\$360,596	\$23,792	\$389,776	\$1,147,387	\$-	\$9,349,061
Net carrying amounts as of:									
June 30, 2025	\$150,815	\$5,740,519	\$2,213,716	\$120,604	\$7,388	\$85,613	\$394,216	\$1,136,537	\$9,849,408
December 31, 2024	\$150,815	\$5,961,474	\$1,655,343	\$129,629	\$9,149	\$91,857	\$439,627	\$1,670,158	\$10,108,052
June 30, 2024	\$152,308	\$5,807,925	\$1,569,795	\$92,255	\$8,157	\$102,746	\$369,145	\$1,553,226	\$9,655,557

Note a: Some of the subsidiary TYO's property, plant and equipment have been classified as non-current assets held for sale, since those assets' condition met the criteria for awaiting disposal. They were measured at the lower of carrying amount and fair value, less disposal costs. In the first quarter of 2025, TYO recognized impairment loss of NT\$43,254 thousand and disposed related assets in the second quarter of 2025. For further details, please refer to Note 6(23)C.

In addition, the Company planed to sell a portion of its equity interest in its subsidiary CVD, and reclassified the related assets and liabilities into a disposal group held for sale. For further details, please refer to Note 6(27).

Note b: The property insurance claim submitted by the subsidiary TYO was officially assessed and notarized in the first quarter of 2025, and a settlement was reached with the neighbouring factories regarding the property damage. As a result, the fire-related impairment loss of NT\$20,500 thousand for property, plant and equipment was reversed for the three months ended March 31, 2025 as fire insurance claim income. For details on losses and related income due to the fire incident, please refer to Notes 6(23) and 10.

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(10) Investment Property

Investment property held by the group is for own-use. The Group signed the commercial property lease contracts with periods of 3 years, including clauses to enable upward revision of the rental charge on an annual basis according to prevailing market conditions.

	<u>Buildings</u>
Cost:	
As of January 1, 2025	\$244,538
Additions from acquisitions	-
As of June 30, 2025	<u>\$244,538</u>
As of January 1, 2024	\$244,538
Additions from acquisitions	-
As of June 30, 2024	<u>\$244,538</u>
Depreciation and Impairment:	
As of January 1, 2025	\$118,767
Depreciation	4,300
As of June 30, 2025	<u>\$123,067</u>
As of January 1, 2024	\$108,377
Depreciation	4,678
As of June 30, 2024	<u>\$113,055</u>
Net carry amount as of:	
June 30, 2025	<u>\$121,471</u>
December 31, 2024	<u>\$125,771</u>
June 30, 2024	<u>\$131,483</u>

	<u>Three months ended June 30</u>		<u>Six months ended June 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Rental income from investment property	\$7,026	\$9,232	\$14,052	\$18,464
Less: Direct operating expenses from investment property generating rental income	<u>(2,150)</u>	<u>(2,625)</u>	<u>(4,300)</u>	<u>(4,678)</u>
Total	<u>\$4,876</u>	<u>\$6,607</u>	<u>\$9,752</u>	<u>\$13,786</u>

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Information about the investment property that was pledged to others as collaterals is provided in Note 8.

Investment properties held by the Group are not measured at fair value but for which the fair value is disclosed. The fair value measurements of the investment properties are categorized with Level 3. The fair value has been determined based on valuations performed by an independent appraiser. The valuation method used is discount cash-flow analysis method, and the inputs used are discount rates and growth rates:

	June 30, 2025	December 31, 2024	June 30, 2024
Fair value of the investment property	\$258,500	\$258,500	\$304,500
Discount rates	4.72%	4.72%	4.595%
Growth rates	0.4%	0.4%	0.4%

(11) Intangible Assets

	Patents	Software	IPs	Goodwill	Other	Total
Cost:						
As of January 1, 2025	\$248,166	\$314,791	\$91,249	\$5,940	\$56,560	\$716,706
Additions	-	11,355	-	-	7,717	19,072
Disposals	-	(29,454)	-	-	-	(29,454)
Exchange differences	-	(4,309)	-	-	(1,999)	(6,308)
As of June 30, 2025	<u>\$248,166</u>	<u>\$292,383</u>	<u>\$91,249</u>	<u>\$5,940</u>	<u>\$62,278</u>	<u>\$700,016</u>
As of January 1, 2024	\$242,745	\$264,670	\$94,942	\$5,940	\$64,268	\$672,565
Additions	5,850	29,926	-	-	1,249	37,025
Disposals	(407)	(16,505)	-	-	-	(16,912)
Transfer	-	22,193	-	-	(13,680)	8,513
Exchange differences	(22)	523	-	-	1,905	2,406
As of June 30, 2024	<u>\$248,166</u>	<u>\$300,807</u>	<u>\$94,942</u>	<u>\$5,940</u>	<u>\$53,742</u>	<u>\$703,597</u>
Amortization and Impairment:						
As of January 1, 2025	\$98,269	\$192,660	\$78,055	\$5,940	\$51,104	\$426,028
Amortization	10,713	23,495	1,895	-	6,174	42,277
Disposals	-	(29,454)	-	-	-	(29,454)
Exchange differences	-	(1,803)	-	-	(1,854)	(3,657)
As of June 30, 2025	<u>\$108,982</u>	<u>\$184,898</u>	<u>\$79,950</u>	<u>\$5,940</u>	<u>\$55,424</u>	<u>\$435,194</u>

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	Patents	Software	IPs	Goodwill	Other	Total
As of January 1, 2024	\$72,110	\$162,244	\$77,066	\$5,940	\$44,253	\$361,613
Amortization	14,086	29,997	2,079	-	5,777	51,939
Disposals	(407)	(16,505)	-	-	-	(16,912)
Transfer	-	922	-	-	-	922
Exchange differences	(22)	290	-	-	1,010	1,278
As of June 30, 2024	<u>\$85,767</u>	<u>\$176,948</u>	<u>\$79,145</u>	<u>\$5,940</u>	<u>\$51,040</u>	<u>\$398,840</u>

Net carrying amount as of:

June 30, 2025	<u>\$139,184</u>	<u>\$107,485</u>	<u>\$11,299</u>	<u>\$-</u>	<u>\$6,854</u>	<u>\$264,822</u>
December 31, 2024	<u>\$149,897</u>	<u>\$122,131</u>	<u>\$13,194</u>	<u>\$-</u>	<u>\$5,456</u>	<u>\$290,678</u>
June 30, 2024	<u>\$162,399</u>	<u>\$123,859</u>	<u>\$15,797</u>	<u>\$-</u>	<u>\$2,702</u>	<u>\$304,757</u>

Amortization expense of intangible assets:

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Operating costs	\$5,903	\$2,715	\$11,218	\$5,443
Selling expenses	153	2,323	299	4,647
General and administrative expenses	5,262	12,808	10,516	17,019
Research and development expenses	9,798	13,054	20,244	24,830
Total	<u>\$21,116</u>	<u>\$30,900</u>	<u>\$42,277</u>	<u>\$51,939</u>

(12) Short-Term Borrowings

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured bank loans	<u>\$13,975,406</u>	<u>\$12,513,727</u>	<u>\$13,497,682</u>
Interest rates (%)	<u>1.78%~5.10%</u>	<u>1.76%~6.00%</u>	<u>1.68%~6.04%</u>

The Group's unused short-term lines of credits amounted to NT\$33,077,534 thousand, NT\$36,099,893 thousand, and NT\$36,327,295 thousand as of June 30, 2025, December 31, 2024 and June 30, 2024, respectively.

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(13) Financial Liabilities at fair value through profit or loss

	June 30, 2025	December 31, 2024	June 30, 2024
Financial liabilities mandatorily measured at fair value through profit or loss:			
Derivatives not designated as hedging instruments - current			
Forward exchange contracts	\$1,462,955	\$126,257	\$90,703
Current	\$1,462,955	\$126,257	\$90,703
Non-current	-	-	-
Total	\$1,462,955	\$126,257	\$90,703

(14) Long-Term Borrowings

Details of long-term borrowings are as follows:

Lenders	June 30, 2025	Interest Rate (%)	Maturity date and terms of repayment
Secured long-term borrowings from Hua Nan Commercial bank	\$287,100	1.96%	Principle is repaid in 14 quarterly payments from August 10, 2025.
Secured long-term borrowings from Hua Nan Commercial bank	55,900	1.96%	Principle is repaid in 14 quarterly payments from August 10, 2025.
Less: Current portion	(98,000)		
Total	\$245,000		

  

Lenders	December 31, 2024	Interest Rate (%)	Maturity date and terms of repayment
Secured long-term borrowings from Hua Nan Commercial bank	\$287,100	1.96%	Principle is repaid in 14 quarterly payments from August 10, 2025.
Secured long-term borrowings from Hua Nan Commercial bank	112,900	1.96%	Principle is repaid in 14 quarterly payments from August 10, 2025.
Syndicated loan of 9 Banks - unsecured bank loans	3,000,000	2.19%	Revolving credit. Renewable every three months. Credit has not been fully utilized.
Less: Arrangement Fee	(2,438)		
Less: Current portion	(57,143)		
Total	\$3,340,419		

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Lenders	June 30, 2024	Interest Rate (%)	Maturity date and terms of repayment
Secured long-term borrowings from First bank	\$128,963	1.98%	Principle is repaid in 8 quarterly payments from February 19, 2023.
Secured long-term borrowings from Hua Nan Commercial bank	112,900	1.96%	Principle is repaid in 14 quarterly payments from August 10, 2025.
Long-term borrowings from Sumitomo Mitsui Bank	2,694	1.60%	Government subsidizes interest for the first three years. Principle is repaid in 54 monthly payments from July 20, 2021.
Less: Current portion	(130,754)		
Total	<u>\$113,803</u>		

The Group's unused long-term lines of credits amounted to NT\$6,607,000 thousand, NT\$3,950,000 thousand and NT\$7,074,200 thousand as of June 30, 2025, December 31, 2024 and June 30, 2024, respectively. Please refer to Note 8 for property, plant, and equipment and investment properties pledged as collateral for long-term loans.

(15) Post-Employment Benefits

Defined contribution plan

Pension expenses under the defined contribution plan for the three months ended June 30, 2025 and 2024 were NT\$82,980 thousand and NT\$83,680 thousand, respectively.

Pension expenses under the defined contribution plan for the six months ended June 30, 2025 and 2024 were NT\$167,374 thousand and NT\$167,438 thousand, respectively.

Defined benefits plan

Pension (revenues) expenses under the defined benefits plan for the three months ended June 30, 2025 and 2024 were NT\$(113) thousand and NT\$5 thousand, respectively.

Pension (revenues) expenses under the defined benefits plan for the six months ended June 30, 2025 and 2024 were NT\$(430) thousand and NT\$9 thousand, respectively.

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(16) Provisions

	<u>Warranties</u>
As of January 1, 2025	\$389,566
Arising during the period	248,198
Utilized during the period	(196,176)
Reclassification as held for sale	(1,471)
Exchange differences	(11,562)
As of June 30, 2025	<u>\$428,555</u>
Current	\$428,555
Non-current	-
As of June 30, 2025	<u>\$428,555</u>
As of January 1, 2024	\$522,524
Arising during the period	188,947
Utilized during the period	(215,864)
Exchange differences	9,425
As of June 30, 2024	<u>\$505,032</u>
Current	\$505,032
Non-current	-
As of June 30, 2024	<u>\$505,032</u>

Warranties

A provision is recognized for expected warranty claims on products sold, based on past experience, management's judgement and other known factors.

(17) Equities

A. Common stock

CORE's authorized capital was NT\$10,000,000 thousand as of June 30, 2025, December 31, 2024, and June 30, 2024, respectively (including NT\$700,000 thousand reserved for exercise of share warrants, preferred shares with warrants and corporate bonds with warrants), each at a par value of NT\$10, divided into 1,000,000 thousand shares. CORE's issued capital was NT\$3,909,811 thousand, each at a par value of NT\$10, divided into 390,981 thousand shares, as of June 30, 2025, December 31, 2024 and June 30, 2024. Each share has one voting right and a right to receive dividends.



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**B. Capital surplus**

	June 30, 2025	December 31, 2024	June 30, 2024
Additional paid-in capital	\$788,022	\$983,513	\$983,513
The differences between the fair value of the consideration paid or received from acquiring or disposing subsidiaries and the carrying amounts of the subsidiaries	1,173,750	1,173,750	1,173,750
Changes in ownership interests in subsidiaries	77,149	77,454	77,929
Changes from investments in associates and joint ventures accounted for using the equity method	-	-	1,850
Total	<u>\$2,038,921</u>	<u>\$2,234,717</u>	<u>\$2,237,042</u>

According to the Company Act, the capital reserve shall not be used except for covering losses of the company. When a company incurs no loss, it may distribute the capital reserves related to the income derived from the issuance of new shares at a premium or income from endowments received by the Company. The distribution could be made in cash to its shareholders in proportion to the number of shares being held by each of them.

**C. Retained earnings and dividend policies:**

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

- (a) Payment of all taxes and dues;
- (b) Offset accumulated losses in previous years, if any;
- (c) Legal reserve, which is 10% of leftover profits. However, this restriction does not apply in the event that the amount of the accumulated legal reserve equals or exceeds CORE's total capital stock;
- (d) Allocation or reverse of special reserve as required by law or government authorities;
- (e) The remaining net profits and the retained earnings from previous years will be allocated as shareholders' dividend. The Board of Directors will prepare a distribution proposal and submit the same to the shareholders' meeting for review and approval by a resolution.

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CORE authorizes the distributable dividends and bonuses in whole or in part may be paid in cash after a resolution has been adopted by a majority vote at a meeting of the board of directors attended by two-thirds of the total number of directors, and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting. CORE authorizes the distributable legal reserve and capital reserve in whole or in part may be paid in cash after a resolution has been adopted by a majority vote at a meeting of the board of directors attended by two-thirds of the total number of directors; and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting.

According to the Company Act and CORE's Article of Incorporation, the policy of the dividend distribution should reflect factors such as the capital and financial structures, operating, earnings, the industrial features and cycles etc. The dividend could be paid in the form of shares or cash. In the consideration of the factors such as financial, sales and operating conditions, if the distribution of cash dividends is determined, the cash dividends should account for at least 10% of the total distribution based on the CORE's Article of Incorporation. If CORE incurs no earnings or considers the factors such as financial conditions, sales and operations, the dividend could be paid by whole or partial legal reserve in accordance with the Company Act and CORE's Article of Incorporation.

According to Company Act, CORE needs to set aside amount to legal reserve unless where such legal reserve amounts to the total authorized capital. The legal reserve can be used to offset the deficit of CORE. If CORE incurs no loss, it may distribute the portion of legal reserve which exceeds 25% of the paid-in capital by issuing new shares or by cash in proportion to the number of shares being held by each of the shareholders.

Following the adoption of TIFRS, the FSC issued Order No. Financial-Supervisory-Securities-Corporate-1010012865 on April 6, 2012, which sets out the following provisions for compliance:

Once upon a public company's first-time adoption of the TIFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders' equity that the company elects to transfer to retained earnings by application of the exemption under IFRS 1, CORE shall set aside an equal amount of special reserve. Following a company's adoption of the TIFRS for the preparation of its financial reports, when distributing distributable earnings, it shall set aside to special reserve, from the profit/loss of the current period and the undistributed earnings from the previous period, an amount equal to other net deductions from shareholders' equity for the current fiscal year, provided that if the company has already set aside special reserve according to the requirements in the preceding point, it shall set aside supplemental special reserve based on the difference between the amount already set aside and other net deductions from shareholders' equity. For any subsequent reversal of other net deductions from shareholders' equity, the amount reversed may be distributed.

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The special reserve of the first adoption of the TIFRS as of June 30, 2025, December 31, 2024 and June 30, 2024 amounted to NT\$1,188,383 thousand.

Details of the 2024 and 2023 earnings distribution and dividends per share are as follows:

	Appropriation of earnings		Dividends per share (NT\$)	
	2024	2023	2024	2023
Legal reserve	\$88,638	\$147,670		
Special reserve	-	(134,519)		
Cash dividend				
– Common stock	390,981	899,257	\$1.0	\$2.3

Based on the authorization from the Articles of Incorporation as mentioned above, the distributions of cash dividends were resolved by the Board of Director's meetings on March 17, 2025 and March 18, 2024, respectively. Other earning distributions for 2024 have been resolved by the shareholders' meetings on June 18, 2025. Other earning distributions for 2023 was resolved by the shareholders' meetings on June 14, 2024.

In addition, the Board of Directors in the meetings on March 17, 2025 and March 18, 2024, respectively, also resolved to distribute the paid-in capital in excess of par-common stock by cash in the amount of NT\$195,491 thousand (NT\$0.5 per share) and NT\$273,686 thousand (NT\$0.7 per share).

Please refer to Note 6(22) for further details on employees' compensation.

D. Non-controlling interests:

	Six months ended June 30	
	2025	2024
Beginning balance	\$2,003,485	\$2,163,114
Loss attributable to non-controlling interests	(3,190)	(194,756)
Other comprehensive income attributable to non-controlling interests, net of tax:		
Exchange differences on translation of foreign operations	(75,318)	4,375
Cash dividends	(9,101)	(1,459)
Changes in subsidiaries' ownership	307	(3,025)
Share-based payment plans	1,325	(4,464)
Ending balance	\$1,917,508	\$1,963,785

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(18) Share-based payment plans

Certain employees of the Group are entitled to share-based payments as part of their remuneration. Services are provided by the employees in return for the equity instruments granted. These plans are accounted for as equity-settled share-based payment transactions.

Share-based payment plans of subsidiaries

On April 28, 2022 Board of Directors of Optoma Holding Limited resolved to issue 4,624,008 common shares for the exercise of employee stock options and restricted stocks plan for employees of Optoma Holding Limited and its subsidiaries.

Each unit of employee stock options is eligible to subscribe for one common share of Optoma Holding Limited. New shares will be issued when employees exercise such options. Holders may exercise the stock options for a certain period of time and proportion two years after the employee stock options are granted. The total outstanding granted stock options were 2,065,750 units as of June 30, 2025. The fair value of options granted was EUR888.3 thousand, and the grant date was April 28, 2022.

The fair value of each new common share granted for the restricted stocks plan is EUR2.02 with exercise price of EUR1.99. As of June 30, 2025 total granted and outstanding restricted stocks were 755,888 shares with the fair value of EUR22.7 thousand. The restricted stocks plan for employee allows the new shares released in proportion according to the vesting condition. The issued but unvested employee restricted shares are still entitled to dividend distribution. If employees resign during the vesting period, the Optoma Holding Limited will redeem unvested shares with the consideration of the original issuing price, and employees need not to pay back dividends obtained.

The compensation cost was recognized under the fair value method and the Black-Scholes Option Pricing model to estimate the fair value of options granted. Assumptions used in calculating the fair value are disclosed as follows:

	Share-based payment plan of subsidiaries
Expected dividend yield (%)	0.00%
Expected volatility (%)	35.1%
Risk free interest rate (%)	2.96%
Expected life (Years)	2 years

The expected life of the share options is based on historical data and current expectations and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may also not necessarily be the actual outcome.

CORETRONIC CORPORATION AND SUBSIDIARIES  
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Share-based compensation expenses recognized for the three months ended June 30, 2025 and 2024 were NT\$988 thousand and NT\$(7,034) thousand, respectively. Share-based compensation expenses recognized for the six months ended June 30, 2025 and 2024 were NT\$1,325 thousand and NT\$(4,464) thousand, respectively.

(19) Sales

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Contract revenue from customers				
Sale of goods	\$9,519,615	\$9,612,763	\$17,758,901	\$18,479,290
Revenue arising from rendering of services	108,750	241,581	250,480	360,495
Other operating revenues	229,244	114,178	322,131	248,330
Total	<u>\$9,857,609</u>	<u>\$9,968,522</u>	<u>\$18,331,512</u>	<u>\$19,088,115</u>

Analysis of contracts revenue from customers during the periods is as follows:

A. Revenue of Segments

For the three months ended June 30, 2025

	Energy – saving products segment	Image products and brand segment	Optical component segment	Autonomous mobile robotics segment	Cloud service segment	Other segment	Elimination	Total
Sale of goods	\$4,130,892	\$3,124,363	\$691,400	\$828,350	\$568,975	\$358,825	\$(183,190)	\$9,519,615
Revenue arising from rendering of services	7,687	15,460	13,084	15,759	122,253	1,348	(66,841)	108,750
Other operating revenues	136,282	29,555	-	9,405	-	54,002	-	229,244
Total	<u>\$4,274,861</u>	<u>\$3,169,378</u>	<u>\$704,484</u>	<u>\$853,514</u>	<u>\$691,228</u>	<u>\$414,175</u>	<u>\$(250,031)</u>	<u>\$9,857,609</u>

The timing of revenue recognition:

At a point in time	\$4,274,861	\$3,169,378	\$691,400	\$853,514	\$691,228	\$414,175	\$(250,031)	\$9,844,525
Over time	-	-	13,084	-	-	-	-	13,084
Total	<u>\$4,274,861</u>	<u>\$3,169,378</u>	<u>\$704,484</u>	<u>\$853,514</u>	<u>\$691,228</u>	<u>\$414,175</u>	<u>\$(250,031)</u>	<u>\$9,857,609</u>

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For the three months ended June 30, 2024

	Energy – saving products segment	Image products and brand segment	Optical component segment	Autonomous mobile robotics segment	Cloud service segment	Other segment	Elimination	Total
Sale of goods	\$4,414,512	\$3,773,241	\$614,589	\$90,031	\$345,259	\$529,775	\$(154,644)	\$9,612,763
Revenue arising from rendering of services	10,778	18,970	22,987	15,346	257,363	364	(84,227)	241,581
Other operating revenues	40,844	28,522	-	5,471	-	39,341	-	114,178
<b>Total</b>	<b>\$4,466,134</b>	<b>\$3,820,733</b>	<b>\$637,576</b>	<b>\$110,848</b>	<b>\$602,622</b>	<b>\$569,480</b>	<b>\$(238,871)</b>	<b>\$9,968,522</b>

The timing of revenue recognition:

At a point in time	\$4,466,134	\$3,820,733	\$615,083	\$110,848	\$602,622	\$569,480	\$(238,871)	\$9,946,029
Over time	-	-	22,493	-	-	-	-	22,493
<b>Total</b>	<b>\$4,466,134</b>	<b>\$3,820,733</b>	<b>\$637,576</b>	<b>\$110,848</b>	<b>\$602,622</b>	<b>\$569,480</b>	<b>\$(238,871)</b>	<b>\$9,968,522</b>

For the six months ended June 30, 2025

	Energy – saving products segment	Image products and brand segment	Optical component segment	Autonomous mobile robotics segment	Cloud service segment	Other segment	Elimination	Total
Sale of goods	\$8,008,923	\$6,077,237	\$1,328,686	\$1,027,854	\$1,013,985	\$689,538	\$(387,322)	\$17,758,901
Revenue arising from rendering of services	24,319	28,661	25,847	32,089	277,845	2,012	(140,293)	250,480
Other operating revenues	191,645	50,369	-	10,907	-	69,210	-	322,131
<b>Total</b>	<b>\$8,224,887</b>	<b>\$6,156,267</b>	<b>\$1,354,533</b>	<b>\$1,070,850</b>	<b>\$1,291,830</b>	<b>\$760,760</b>	<b>\$(527,615)</b>	<b>\$18,331,512</b>

The timing of revenue recognition:

At a point in time	\$8,224,887	\$6,156,267	\$1,328,686	\$1,070,850	\$1,291,830	\$760,760	\$(527,615)	\$18,305,665
Over time	-	-	25,847	-	-	-	-	25,847
<b>Total</b>	<b>\$8,224,887</b>	<b>\$6,156,267</b>	<b>\$1,354,533</b>	<b>\$1,070,850</b>	<b>\$1,291,830</b>	<b>\$760,760</b>	<b>\$(527,615)</b>	<b>\$18,331,512</b>

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For the six months ended June 30, 2024

	Energy – saving products segment	Image products and brand segment	Optical component segment	Autonomous mobile robotics segment	Cloud service segment	Other segment	Elimination	Total
Sale of goods	\$8,491,129	\$7,422,925	\$1,149,350	\$126,937	\$694,785	\$907,235	\$(313,071)	\$18,479,290
Revenue arising from rendering of services	23,991	39,072	48,356	29,195	385,738	2,392	(168,249)	360,495
Other operating revenues	84,808	66,083	-	45,680	-	51,759	-	248,330
<b>Total</b>	<b>\$8,599,928</b>	<b>\$7,528,080</b>	<b>\$1,197,706</b>	<b>\$201,812</b>	<b>\$1,080,523</b>	<b>\$961,386</b>	<b>\$(481,320)</b>	<b>\$19,088,115</b>

The timing of revenue recognition:

At a point in time	\$8,599,928	\$7,528,080	\$1,150,203	\$201,812	\$1,080,523	\$961,386	\$(481,320)	\$19,040,612
Over time	-	-	47,503	-	-	-	-	47,503
<b>Total</b>	<b>\$8,599,928</b>	<b>\$7,528,080</b>	<b>\$1,197,706</b>	<b>\$201,812</b>	<b>\$1,080,523</b>	<b>\$961,386</b>	<b>\$(481,320)</b>	<b>\$19,088,115</b>

**B. Contract balance**

**a. Contract assets – current**

	June 30, 2025	December 31, 2024	June 30, 2024	January 1 2024
Sale of goods	\$808,617	\$-	\$-	\$-

**b. Contract liabilities – current**

	June 30, 2025	December 31, 2024	June 30, 2024	January 1 2024
Sale of goods	\$285,538	\$534,832	\$421,542	\$404,307
Revenue arising from rendering of services	1,815	627	3,058	2,502
Other operating revenues	418,273	271,728	403,629	369,401
<b>Total</b>	<b>\$705,626</b>	<b>\$807,187</b>	<b>\$828,229</b>	<b>\$776,210</b>

The contract liabilities balances resulted from the difference between the satisfaction of the performance obligation and the customers' payment. For the six months ended June 30, 2025 and 2024, the Group recognized NT\$639,659 thousand and NT\$340,948 thousand, respectively, in revenues from the contract liabilities balance at the beginning of the period as performance obligations were satisfied.

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C. Transaction price allocated to unsatisfied performance obligations

As of June 30, 2025 and 2024, there is no need to provide relevant information of the unsatisfied performance obligations as the contracts with customers about the sales of goods are all satisfied within one year.

D. Cost of assets from acquisition or performance of customer contracts

As of June 30, 2025 and December 31, 2024, the cost of assets from acquisition or performance of customer contracts for the Group were NT\$17,056 thousand and NT\$11,298 thousand, respectively, which was recognized under other current assets.

(20) Expected credit loss (reversal of expected credit loss)

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Operating expenses – (Reversal of expected credit loss) expected credit loss				
Trade receivables	<u>\$(561)</u>	<u>\$1,332</u>	<u>\$(33)</u>	<u>\$4,061</u>

The Group measures trade receivables (including notes receivable and trade receivables) at an amount equal to lifetime expected credit losses. The assessment of the Group's loss allowance as of June 30, 2025, December 31, 2024, and June 30, 2024, is as follows:

- A. The historical credit loss experience for contract assets shows that different customer segments do not have significantly different loss patterns. Therefore, the loss allowance of contract assets is measured at an amount equal to lifetime expected credit losses and with no distinction between groups, details are as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Total carrying amount	\$808,617	\$-	\$-
Loss ratio	-%	-%	-%
Lifetime expected credit losses	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>

- B. The Group considers the grouping of trade receivables by counterparties' credit rating, geographical region and insurance, to measure its loss allowance by using a provision matrix. Details are as below:



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As of June 30, 2025

Group A

	Not past due	Past due					Total
		1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	
Gross carrying amount	\$518,212	\$116,348	\$28,764	\$5,115	\$21,906	\$8,269	\$698,614
Loss ratio	0%	0.2%	0.5%	3%	5%	10%	
Expected credit losses	-	(1,001)	(510)	(122)	(49)	(5,970)	(7,652)
Subtotal	\$518,212	\$115,347	\$28,254	\$4,993	\$21,857	\$2,299	\$690,962

Group B

	Not past due	Past due					Total
		1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	
Gross carrying amount	\$7,378,036	\$231,370	\$14,638	\$15	\$318	\$4,723	\$7,629,100
Loss ratio	0%	0%	5%	30%	50%	100%	
Expected credit losses	-	-	(462)	-	(159)	(4,723)	(5,344)
Subtotal	\$7,378,036	\$231,370	\$14,176	\$15	\$159	\$-	\$7,623,756

As of December 31, 2024

Group A

	Not past due	Past due					Total
		1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	
Gross carrying amount	\$720,287	\$146,932	\$15,260	\$784	\$2,745	\$7,014	\$893,022
Loss ratio	0%	0.2%	0.5%	3%	5%	10%	
Expected credit losses	-	(895)	(173)	(69)	(575)	(5,459)	(7,171)
Subtotal	\$720,287	\$146,037	\$15,087	\$715	\$2,170	\$1,555	\$885,851

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)

(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Group B

	Not past due	Past due					Total
		1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	
Gross carrying amount	\$8,432,604	\$241,270	\$16,261	\$1,408	\$-	\$9,328	\$8,700,871
Loss ratio	0%	0-2%	5%	30%	50%	100%	
Expected credit losses	-	(10)	(621)	(86)	-	(7,832)	(8,549)
Subtotal	\$8,432,604	\$241,260	\$15,640	\$1,322	\$-	\$1,496	\$8,692,322

As of June 30, 2024

Group A

	Not past due	Past due					Total
		1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	
Gross carrying amount	\$730,032	\$127,701	\$38,616	\$2,852	\$2,856	\$27,308	\$929,365
Loss ratio	0%	0.2%	0.5%	3%	5%	10%	
Expected credit losses	-	(2,370)	(956)	(569)	(142)	(20,094)	(24,131)
Subtotal	\$730,032	\$125,331	\$37,660	\$2,283	\$2,714	\$7,214	\$905,234

Group B

	Not past due	Past due					Total
		1 to 30 days	31 to 60 days	61 to 90 days	91 to 120 days	More than 121 days	
Gross carrying amount	\$7,779,366	\$162,003	\$6,061	\$21,340	\$3,199	\$20,326	\$7,992,295
Loss ratio	0%	0%	5%	30%	50%	100%	
Expected credit losses	-	(23)	(114)	(6,294)	(1,150)	(20,306)	(27,887)
Subtotal	\$7,779,366	\$161,980	\$5,947	\$15,046	\$2,049	\$20	\$7,964,408

The movements of provision for impairment of trade receivables during the periods are as follows:

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	<u>Trade receivables</u>
As of January 1, 2025	\$15,720
Reversal for the current period	(33)
Write-offs	(1,978)
Exchange differences	(713)
As of June 30, 2025	<u>\$12,996</u>
As of January 1, 2024	\$46,920
Addition for the current period	4,061
Write-offs	(188)
Exchange differences	1,225
As of June 30, 2024	<u>\$52,018</u>

(21) Leases

A. Group as lessee

The Group leases various properties: land (including land use rights), buildings, machinery and equipment, and transportation equipment. These leases have terms between one and fifty-five years.

The effects that leases have on the financial position, financial performance and cash flows of the Group are as follows:

(a) Amounts recognized in the balance sheet

i. Right-of-use asset

The carrying amount of right-of-use assets

	June 30, 2025	December 31, 2024	June 30, 2024
Land (including land use rights)	\$1,745,942	\$1,942,843	\$1,965,064
Buildings	188,065	173,357	210,437
Transportation equipment	30,088	29,576	22,292
Office fixtures	2,283	1,526	2,025
Total	<u>\$1,966,378</u>	<u>\$2,147,302</u>	<u>\$2,199,818</u>

During the six months ended June 30, 2025 and 2024, the additions to right-of-use assets of the Group amounted to NT\$103,013 thousand and NT\$531,980 thousand, respectively.

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ii. Lease liability

	June 30, 2025	December 31, 2024	June 30, 2024
Current	\$158,962	\$157,434	\$174,881
Non-current	928,454	975,053	1,004,056
Total	<u>\$1,087,416</u>	<u>\$1,132,487</u>	<u>\$1,178,937</u>

Please refer to Note 6(23)D. for the interest on lease liability recognized during the six months ended June 30, 2025 and 2024, and Note 12(5) for the maturity analysis for lease liabilities.

(b) Amounts recognized in the statement of profit or loss

Depreciation charge for right-of-use assets

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Land (including land use rights)	\$14,951	\$15,630	\$30,471	\$27,831
Buildings	30,576	33,550	61,881	67,347
Transportation equipment	4,218	4,238	8,630	8,511
Office fixtures	45	135	180	287
Other equipment	115	120	237	237
Total	<u>\$49,905</u>	<u>\$53,673</u>	<u>\$101,399</u>	<u>\$104,213</u>

(c) Income and costs relating to leasing activities

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
The expense relating to short-term leases	\$3,838	\$2,983	\$7,186	\$7,694
The expense relating to leases of low- value assets (excluding the expense relating to short-term leases of low-value assets)	1,328	1,655	3,257	3,723
Total	<u>\$5,166</u>	<u>\$4,638</u>	<u>\$10,443</u>	<u>\$11,417</u>

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(d) Cash outflow relating to leasing activities

During the six months ended June 30, 2025 and 2024, the Group's total cash outflows for leases amounted to NT\$117,133 thousand and NT\$122,367 thousand, respectively.

(e) Other information relating to leasing activities

i. Variable lease payments

Some of the Group's building lease agreements contain variable payment terms that are linked to actual usage condition. The amount links to certain percentage of actual usage of underlying asset. The changes in variable lease payments are linked to actual usage and it is very common for entering contracts with variable lease payments in the industry of the Group. As such variable lease payments do not meet the definition of lease payments, and those payments are not included in the measurement of the assets and liabilities.

ii. Extension and termination options

Extension and termination options are included in a number of property and equipment leases across the Group's property rental agreements. In determining the lease term, the non-cancellable period for which the Group has the right to use an underlying asset, together with both periods covered by an option to extend the lease if the Group is reasonably certain to exercise that option and periods covered by an option to terminate the lease if the Group is reasonably certain not to exercise that option. These options are used to maximize operational flexibility in terms of managing contracts. The Group would reassess the lease term when significant issue or change occur.

iii. Residual value guarantees

To optimize lease costs during the contract period, the Group doesn't provide residual value guarantees in relation to rental agreements, and therefore no residual value guarantees are recorded in lease liability.

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**B. Group as lessor**

Please refer to Note 6(10) for details on the Group's owned investment properties and investment properties held by the Group as right-of-use assets. Leases of owned investment properties are classified as operating leases as they do not transfer substantially all the risks and rewards incidental to ownership of underlying assets.

No finance lease contracts were signed.

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Lease income for operating leases				
Income relating to fixed lease payments and variable lease payments that depend on an index or a rate	\$14,775	\$13,608	\$28,992	\$25,843

Please refer to Note 6(10) for relevant disclosure of investment properties for operating leases which is required by IFRS 16. For operating leases entered by the Group, the undiscounted lease payments to be received and a total of the amounts for the remaining periods are as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Not later than one year	\$46,314	\$45,654	\$45,992
Later than one year but not later than two years	22,204	44,643	45,655
Later than two years but not later than three years	492	492	22,204
Later than three years but not later than four years	246	492	492
Later than four years but not later than five years	-	-	246
Total	\$69,256	\$91,281	\$114,589

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(22) Summary Statement of Employee Benefits, Depreciation and Amortization Expenses by Function

Function Items	Three months ended June 30					
	2025			2024		
	Operating Cost	Operating expenses	Total amount	Operating Cost	Operating expenses	Total amount
Employee benefits expense	\$627,776	\$1,131,888	\$1,759,664	\$593,428	\$1,181,167	\$1,774,595
Salaries	510,313	952,539	1,462,852	488,868	1,009,111	1,497,979
Labor and health insurance	38,443	90,597	129,040	33,157	82,235	115,392
Pension	33,403	49,464	82,867	33,732	49,953	83,685
Other employee benefits expense	45,617	39,288	84,905	37,671	39,868	77,539
Depreciation	256,993	79,580	336,573	237,278	58,884	296,162
Amortization	5,904	15,240	21,144	2,813	28,161	30,974

Function Items	Six months ended June 30					
	2025			2024		
	Operating Cost	Operating expenses	Total amount	Operating Cost	Operating expenses	Total amount
Employee benefits expense	\$1,242,679	\$2,245,472	\$3,488,151	\$1,153,767	\$2,285,397	\$3,439,164
Salaries	1,011,065	1,885,630	2,896,695	940,870	1,942,843	2,883,713
Labor and health insurance	76,138	184,241	260,379	67,092	168,322	235,414
Pension	67,149	99,795	166,944	67,052	100,395	167,447
Other employee benefits expense	88,327	75,806	164,133	78,753	73,837	152,590
Depreciation	494,366	163,281	657,647	470,320	141,955	612,275
Amortization	11,231	31,116	42,347	5,577	46,509	52,086

According to the Articles of Incorporation of the Company, 10% to 20% of profit of the current year is distributable as employees compensation. However, the Company's accumulated losses shall have been covered. No less than 1% of the aforementioned profit as employees' compensation should be allocated to entry-level employees. CORE may, by a resolution adopted by a majority vote at a meeting of Board of Directors attended by two-thirds of the total number of directors, have the profit distributable as employees compensation in the form of shares or in cash; and thereto a report of such distribution is submitted to the shareholders' meeting. Information on the Board of Directors' resolution regarding the employees compensation and remuneration to directors and supervisors can be obtained from the "Market Observation Post System" on the website of the TWSE.

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CORE accrued employees compensation based on a specific rate of profit for the six months ended June 30, 2025 and 2024. The amounts of employees compensation were NT\$9,774 thousand and NT\$42,083 thousand for the three months ended June 30, 2025 and 2024, respectively. The amounts of employees compensation were NT\$13,228 thousand and NT\$57,933 thousand for the six months ended June 30, 2025 and 2024, respectively. If the Board of Directors resolved to distribute employees compensation in the form of stocks, the number of stocks distributed was calculated based on the closing price one day earlier than the date of resolution. If the estimated amounts differ from the actual distribution resolved by the Board of Directors, CORE will recognize the change as an adjustment in the profit or loss in the subsequent period.

A resolution was approved at a Board of Directors' meeting held on February 17, 2025 to distribute NT\$121,525 thousand in cash as employees compensation. There was no material difference between the resolution and the estimated amount for the year ended December 31, 2024.

There was no material difference between the estimated amount and the actual distribution of the employee bonuses for the year ended December 31, 2023.

(23) Non-Operating Income and Expenses

A. Interest income

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Financial assets measured at amortized cost	\$60,153	\$127,355	\$155,548	\$240,139

B. Other income

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Government grants income	\$23,573	\$14,881	\$71,274	\$35,342
Rental income	14,775	13,608	28,992	25,843
Dividend income	990	67,992	76,124	67,992
Fire insurance claim income (Note c)	38,913	-	100,579	-
Other	21,808	60,001	75,525	130,530
Total	\$100,059	\$156,482	\$352,494	\$259,707



CORETRONIC CORPORATION AND SUBSIDIARIES  
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C. Other gains and losses

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Net (loss) gain on financial assets at fair value through profit or loss (Note a)	\$(674,482)	\$80,403	\$(490,608)	\$244,951
Gain on lease modification	13	1	2,131	3,349
Net gain (loss) on disposal of property, plant and equipment	4,988	(3,054)	49,209	(16,513)
Foreign exchange gain (loss), net	632,172	7,577	509,452	(24,211)
Loss on disposal of investments	-	(3,452)	-	(3,452)
Impairment loss (Note b)	-	-	(43,254)	-
Reversal of casualty loss (casualty loss) (Note c)	-	19,085	-	(115,947)
Other losses	(4,434)	(10,608)	(9,841)	(24,736)
Total	<u>\$(41,743)</u>	<u>\$89,952</u>	<u>\$17,089</u>	<u>\$63,441</u>

Note a: Balances were arising from financial assets mandatorily measured at fair value through profit or loss.

Note b: Please refer to Note 6(9) for the impairment loss subsidiary YTO recognized for the six months ended June 30, 2025.

Note c: Due to the fire accident, subsidiary TYO recognized damage loss for inventories, property, plant and equipment. Please refer to Note 6(9) and 10 for more details.

D. Finance cost

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Interest on borrowings from bank	\$112,778	\$94,464	\$248,729	\$169,624
Interest on lease liabilities	7,600	8,280	15,320	16,732
Total	<u>\$120,378</u>	<u>\$102,744</u>	<u>\$264,049</u>	<u>\$186,356</u>

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(24) Components of Other Comprehensive Income

For the three months ended June 30, 2025

	Arising during the period	Income tax income (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss:			
Unrealized gain from equity instrument investments measured at fair value through other comprehensive income	\$82,021	\$2,215	\$84,236
To be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations	(3,671,422)	-	(3,671,422)
Total of other comprehensive income	<u>\$ (3,589,401)</u>	<u>\$2,215</u>	<u>\$ (3,587,186)</u>

For the three months ended June 30, 2024

	Arising during the period	Income tax income (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss:			
Unrealized gain (loss) from equity instrument investments measured at fair value through other comprehensive income	\$278,544	\$(2,140)	\$276,404
To be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations	247,676	-	247,676
Share of the other comprehensive income of associates accounted for using the equity method	<u>4</u>	<u>-</u>	<u>4</u>
Total of other comprehensive income	<u>\$526,224</u>	<u>\$(2,140)</u>	<u>\$524,084</u>

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For the six months ended June 30, 2025

	Arising during	Income tax income	Other
	the period	(expense)	comprehensive
			income, net of tax
Not to be reclassified to profit or loss:			
Unrealized (loss) gain from			
equity instrument investments			
measured at fair value through			
other comprehensive income	\$(264,189)	\$3,242	\$(260,947)
To be reclassified to profit or loss			
in subsequent periods:			
Exchange differences on			
translation of foreign operations	(3,082,017)	-	(3,082,017)
Total of other comprehensive			
income	<u>\$ (3,346,206)</u>	<u>\$3,242</u>	<u>\$ (3,342,964)</u>

For the six months ended June 30, 2024

	Arising during	Income tax income	Other
	the period	(expense)	comprehensive
			income, net of tax
Not to be reclassified to profit or loss:			
Unrealized gain (loss) from			
equity instrument investments			
measured at fair value through			
other comprehensive income	\$526,936	\$(3,092)	\$523,844
To be reclassified to profit or loss			
in subsequent periods:			
Exchange differences on			
translation of foreign operations	1,054,797	-	1,054,797
Share of the other comprehensive			
income of associates accounted			
for using the equity method	17	-	17
Total of other comprehensive			
income	<u>\$1,581,750</u>	<u>\$(3,092)</u>	<u>\$1,578,658</u>

CORETRONIC CORPORATION AND SUBSIDIARIES  
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(25) Income Tax

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

Income tax expense (income) recognized in profit or loss

	<u>Three months ended June 30</u>		<u>Six months ended June 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Current income tax expense (income):				
Current income tax expense	\$162,522	\$85,876	\$204,872	\$193,661
Adjustments in respect of current income tax of prior periods	6,682	(10,568)	6,682	(11,128)
Current tax expense related to Pillar Two legislation	(644)	-	2,585	-
Deferred tax expense (income):				
Deferred tax expense relating to origination and reversal of temporary differences	(113,270)	(43,408)	(133,613)	(74,249)
Deferred tax arising from write-down or reversal of write-down of deferred tax asset	(61,430)	31,741	(61,595)	44,273
Other	-	-	1,976	-
Total income tax expense (benefit)	<u><u>\$(6,140)</u></u>	<u><u>\$63,641</u></u>	<u><u>\$20,907</u></u>	<u><u>\$152,557</u></u>

Income tax relating to components of other comprehensive income

	<u>Three months ended June 30</u>		<u>Six months ended June 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Deferred income tax income (expense):				
Unrealized loss from equity instruments investments measured at fair value through other comprehensive income	<u><u>\$2,215</u></u>	<u><u>\$(2,140)</u></u>	<u><u>\$3,242</u></u>	<u><u>\$(3,092)</u></u>

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The assessment of income tax returns

As of June 30, 2025, the assessment of the income tax returns of the Group and its subsidiaries is as follows:

	The assessment of income tax returns
CORE	Assessed and approved up to 2022
TYO	Assessed and approved up to 2022
CGT	Assessed and approved up to 2023
Tsen Ming Investment	Assessed and approved up to 2023
YGE	Assessed and approved up to 2023
CICS	Assessed and approved up to 2022
CVC	Assessed and approved up to 2023
UCM	Assessed and approved up to 2023
ISC	Assessed and approved up to 2023
CVD	Assessed and approved up to 2022
CIRC	Assessed and approved up to 2023
CRI	Assessed and approved up to 2023
CMC	Assessed and approved up to 2023
NPT	Assessed and approved up to 2023
CILS	Assessed and approved up to 2023
Optoma Corporation	Assessed and approved up to 2023

(26) Earnings Per Share

Basic earnings per share amounts are calculated by dividing net income for the period attributable to ordinary equity holders of the parent company by the weighted-average number of ordinary shares outstanding during the period.

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

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	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
A. Basic earnings per share				
Profit attributable to ordinary shareholders of the parent (in thousand NT\$)	\$57,435	\$281,807	\$76,647	\$425,044
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	390,981	390,981	390,981	390,981
Basic earnings per share (NT\$)	\$0.15	\$0.72	\$0.20	\$1.09
B. Diluted earnings per share				
Profit attributable to ordinary shareholders of the parent after dilution (in thousand NT\$)	\$57,435	\$281,807	\$76,647	\$425,044
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	390,981	390,981	390,981	390,981
Effect of dilution:				
Employee bonus — stock (in thousand)	242	637	620	1,469
Weighted average number of ordinary shares outstanding after dilution (in thousand)	391,223	391,618	391,601	392,450
Diluted earnings per share (NT\$)	\$0.15	\$0.72	\$0.20	\$1.08

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date the financial statements were authorized for issue.

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(27) Non-current assets held for sale

In June 2025, the Company entered into an agreement to sell 39.80% equity interest of its subsidiary - Champ Vision Display Inc (“CVD”). The disposal consideration were NT\$192,848 thousand. Following the completion of the transaction, the Company lost control over CVD and therefore reclassified CVD’s related assets and liabilities as a disposal group as held for sale in its consolidated balance sheet. As of June 30, 2025, major classes of assets and liabilities classified as held for sale were disclosed as follows:

	June 30, 2025
Cash and cash equivalents	\$220,433
Trade receivables, net	200,730
Other receivables	212
Inventories, net	53,974
Prepayments	6,649
Other current assets	37
Property, plant and equipment, net	4,243
Deferred tax assets	4,325
Other noncurrent assets	416
Non-current assets held for sale	<u>\$491,019</u>
Contract liabilities - current	\$62,047
Accounts payable	46,139
Other payables	48,235
Current tax liabilities	3,913
Provisions - current	1,471
Other current liabilities	2,900
Net defined benefit liabilities - noncurrent	13,667
Deposits received	2
Liabilities directly associated with non-current assets held for sale	<u>\$178,374</u>
Net carrying value of the disposal group as held for sale	<u>\$312,645</u>

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(28) Subsidiaries that have Material Non-Controlling Interests

Financial information of subsidiaries that have material non-controlling interests is provided below:

Percentage of equity interest held by non-controlling interests:

Subsidiary	Country of incorporation and operation	June 30, 2025	December 31, 2024	June 30, 2024
Young Optics Inc.	Taiwan	67.37%	67.37%	67.37%

	June 30, 2025	December 31, 2024	June 30, 2024
Accumulated balance of material non-controlling interests			
Young Optics, Inc.	<u>\$1,834,310</u>	<u>\$1,892,968</u>	<u>\$1,849,392</u>

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Loss allocated to material non-controlling interest				
Young Optics, Inc.	<u>\$2,437</u>	<u>\$(39,084)</u>	<u>\$5,535</u>	<u>\$(193,617)</u>

The summarized financial information of these subsidiaries is provided below. This information is based on the amount before inter-company transactions.

Summarized information of profit or loss for the three months ended June 30, 2025:

	<u>Young Optics Inc.</u>
Operating revenue	\$704,484
Gain for the period from continuing operations	3,618
Total comprehensive loss for the period	(111,832)

Summarized information of profit or loss for the three months ended June 30, 2024:

	<u>Young Optics Inc.</u>
Operating revenue	\$637,576
Loss for the period from continuing operations	(58,021)
Total comprehensive loss for the period	(49,590)



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Summarized information of profit or loss for the six months ended June 30, 2025:

	<u>Young Optics Inc.</u>
Operating revenue	\$1,354,533
Gain for the period from continuing operations	8,216
Total comprehensive loss for the period	(87,068)

Summarized information of profit or loss for the six months ended June 30, 2024:

	<u>Young Optics Inc.</u>
Operating revenue	\$1,197,706
Loss for the period from continuing operations	(287,409)
Total comprehensive loss for the period	(251,187)

Summarized information of financial position as of June 30, 2025:

	<u>Young Optics Inc.</u>
Current assets	\$2,205,242
Non-current assets	2,126,369
Current liabilities	(1,056,418)
Non-current liabilities	(552,456)

Summarized information of financial position as of December 31, 2024:

	<u>Young Optics Inc.</u>
Current assets	\$2,115,521
Non-current assets	2,320,548
Current liabilities	(953,344)
Non-current liabilities	(672,920)

Summarized information of financial position as of June 30, 2024:

	<u>Young Optics Inc.</u>
Current assets	\$1,882,287
Non-current assets	2,352,292
Current liabilities	(1,021,748)
Non-current liabilities	(467,936)

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Summarized cash flow information for the six months ended June 30, 2025:

	<u>Young Optics Inc.</u>
Operating activities	\$193,440
Investing activities	6,648
Financing activities	83,908
Net increase in cash and cash equivalents	213,902

Summarized cash flow information for the six months ended June 30, 2024:

	<u>Young Optics Inc.</u>
Operating activities	\$63,875
Investing activities	(39,585)
Financing activities	(195,620)
Net decrease in cash and cash equivalents	(150,862)

(29) Disposal of Subsidiaries

The Subsidiary TYO disposed all equity interests in its Subsidiary- Mejiro Genossen Inc. on September 27, 2024. TYO lost control over Mejiro Genossen Inc. and has completed related deregistration. The disposal proceeds were NT\$50,390 thousand, and TYO recognized loss on disposal of investment in the amount of NT\$9,074 thousand.

A. The amount of assets and liabilities of Mejiro Genossen Inc. was as follows :

	<u>September 27, 2024</u>
Assets:	
Cash and cash equivalents	\$17,690
Notes receivable, net	14,758
Trade receivables, net	15,415
Trade receivables - related parties, net	1,070
Inventories, net	10,956
Prepayments	40
Other current assets - other	31
Property, plant and equipment, net	9,265
Right-of-use assets	502
Intangible assets	123
Other noncurrent assets - other	330
	<u>70,180</u>

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	September 27, 2024
Liabilities:	
Contract liabilities	(109)
Accounts payable	(1,909)
Accounts payable - related parties	(2,525)
Other payables	(12,163)
Current tax liabilities	(182)
Lease liabilities – current and noncurrent	(507)
Long-term borrowings (including current portion)	(2,476)
Other current liabilities	(81)
	<u>(19,952)</u>
Derecognition of net assets	<u>\$50,228</u>

B. The consideration received and the profit or loss recognized for this transaction are as follows :

	September 27, 2024
Consideration received	\$50,390
Derecognition of net assets of Mejiro Genossen Inc.	(50,228)
Non-controlling interests	508
Derecognition for IPs arising from consolidation	(615)
Exchange differences on translation of foreign operations	(9,129)
Loss on disposal of investment	<u>\$(9,074)</u>

C. The consideration received and the profit or loss recognized for this transaction are as follows :

	September 27, 2024
Consideration received	\$50,390
Derecognized subsidiaries of net cash	(17,690)
Derecognition of net cash flow	<u>\$32,700</u>

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7. Related Party Transactions

(1) Related Party Name and Categories

Related Party Name	Related Party Categories
Etergo Opto-Electronics Co., LTD (“EOE”)	Associate (Note)
Dongtai Qidian Electronic Technology Co., Ltd (“DONGTAI QIDIAN”)	Substantive related party
Hannstar Display Corporation (“HANNSTAR”)	Entity which has significant influence over CORE
Shanghai Xianzhen Information Consulting Co., Ltd. (“Shanghai Xianzhen”)	Substantive related party

Note: The Group disposed all equity interests in EOE on September 30, 2024. Since that date, EOE was no longer an associate to the Group.

(2) Significant transactions with related parties

A. Sales

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
HANNSTAR	\$4,358	\$-	\$7,461	\$-
DONGTAI QIDIAN	1,416	700	2,140	2,089
Total	\$5,774	\$700	\$9,601	\$2,089

The sales price to the above related parties was determined by mutual agreement based on the market rates. The payment terms are not significantly different between related parties and third-party customers. The receivables-related parties were not pledged, bearing no interest and were paid in cash. The trade receivables-related parties also were not guaranteed.

B. Purchases

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
HANNSTAR	\$69,168	\$15,415	\$150,770	\$54,284
EOE	-	28,731	-	29,153
Total	\$69,168	\$44,146	\$150,770	\$83,437

The purchase price to the above related parties was determined by mutual agreement based on the market rates. The payment terms from the related party suppliers are comparable with third party suppliers and are between 60 to 90 days.

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C. Trade Receivables from Related Parties

	June 30, 2025	December 31, 2024	June 30, 2024
HANNSTAR	\$128	\$-	\$-
DONGTAI QIDIAN	-	891	700
Total	\$128	\$891	\$700

D. Other Receivables to Related Parties

	June 30, 2025	December 31, 2024	June 30, 2024
HANNSTAR	\$-	\$82	\$2,769

E. Accounts Payable to Related Parties

	June 30, 2025	December 31, 2024	June 30, 2024
HANNSTAR	\$27,167	\$13,300	\$12,394
EOE	-	-	13,521
Total	\$27,167	\$13,300	\$25,915

F. Other Payable to Related Parties

	June 30, 2025	December 31, 2024	June 30, 2024
EOE	\$-	\$-	\$1,767
HANNSTAR	-	1,076	266
Total	\$-	\$1,076	\$2,033

G. Leases

Lease liability

	June 30, 2025	December 31, 2024	June 30, 2024
Shanghai Xianzhen	\$-	\$-	\$1,697

Interest on lease liabilities

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Shanghai Xianzhen	\$-	\$25	\$-	\$57

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H. Others

The Group purchased molds from EOE, amounting to NT\$997 thousand for the six months ended June 30, 2024.

I. Key Management Personnel Compensation

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Short-term employee benefits	\$18,599	\$26,738	\$38,296	\$63,381
Post-employment benefits	547	477	820	983
Share-based payment	(387)	(1,967)	103	(1,171)
Total	<u>\$18,759</u>	<u>\$25,248</u>	<u>\$39,219</u>	<u>\$63,193</u>

8. Assets Pledged as Collateral

The following assets of the Group pledged as collateral:

	Carrying amount			
Assets pledged as collateral	June 30, 2025	December 31, 2024	June 30, 2024	Purpose of pledge
Buildings (including investment property)	\$649,660	\$670,548	\$691,436	Collateral for long-term borrowings
Time deposits (presented as “Other receivables”)	46,079	51,283	50,772	Customs import guarantee
Time deposits (presented as “Other receivables”)	37,013	37,013	37,013	Lease execution deposits
Time deposits (presented as “Other noncurrent assets”)	22,395	22,395	22,695	Lease execution deposits
Time deposits (presented as “Other noncurrent assets”)	1,130	1,122	1,114	Customs import guarantee
Total	<u>\$756,277</u>	<u>\$782,361</u>	<u>\$803,030</u>	

9. Significant Contingent Liabilities and Unrecognized Commitments

Unrecognized Commitments

Amount available under unused letters of credit as of June 30, 2025 was NT\$1,725 thousand.

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Contingent Liabilities

Maxell Ltd. filed a patent infringement lawsuit in the United States District Court for the Eastern District of Texas against the Company and its subsidiary, Optoma Corporation. The plaintiff alleges that projector products manufactured under the Optoma brand infringe upon seven U.S. patents held by Maxell Ltd. The Company has engaged legal counsel to defend the litigation and filed a formal response within the court-prescribed deadline. Subsequent proceedings are ongoing and conducted in accordance with applicable judicial procedures. As of June 30, 2025, the case is currently under judicial review, and the ultimate outcome remains uncertain and the management is unable to make a reliable estimate of any potential financial impact at this time. The Company will continue to manage the matter with prudence and due diligence.

10. Losses due to Major Disasters

A fire incident occurred in the subsidiary TYO leased factory area on March 25, 2024. The related losses were recognized in 2024 based on the actual damage and restoration costs. The advance insurance compensation of NT\$45,000 thousand received was recognized as fire insurance claim income in 2024.

TYO has completed the claims process and received full compensation under its property and business interruption insurance policies. Accordingly, other income of NT\$38,913 thousand was recognized in the second quarter of 2025.

11. Significant Subsequent Events

In June 2025, the Company entered into an agreement to sell a 39.80% equity interest of its subsidiary CVD, reducing its shareholding to 39.56%. The disposal consideration amounted to NT\$192,848 thousand. The equity transfer procedures were completed on July 1, 2025. Upon the completion of the transaction, the Company lost control over CVD.

12. Others

A. Categories of Financial Instruments

	June 30, 2025	December 31, 2024	June 30, 2024
<u>Financial assets</u>			
Financial assets at fair value through profit or loss:			
Mandatorily measured at fair value through profit or loss (Note a)	\$3,087,619	\$5,101,126	\$3,522,141
Financial assets at fair value through other comprehensive income	4,976,438	5,246,290	5,839,224
Financial assets measured at amortized cost (Note b)	20,390,343	24,269,177	25,586,604
Total	<u>\$28,454,400</u>	<u>\$34,616,593</u>	<u>\$34,947,969</u>

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	June 30, 2025	December 31, 2024	June 30, 2024
<u>Financial liabilities</u>			
Financial liabilities at amortized cost:			
Short-term borrowings	\$13,975,406	\$12,513,727	\$13,497,682
Accounts payable (including related parties)	7,093,149	6,947,110	6,666,022
Other payables	3,727,561	3,680,014	5,084,372
Lease liability (including current and noncurrent)	1,087,416	1,132,487	1,178,937
Long-term borrowings (including current portion)	343,000	3,397,562	244,557
Subtotal	<u>26,226,532</u>	<u>27,670,900</u>	<u>26,671,570</u>
Financial liabilities at fair value through profit or loss:			
Mandatorily measured at fair value through profit or loss	1,462,955	126,257	90,703
Total	<u>\$27,689,487</u>	<u>\$27,797,157</u>	<u>\$26,762,273</u>

Note a: As of June 30, 2025, December 31, 2024, and June 30, 2024, the financial assets measured at fair value through profit or loss, including trade receivables, were NT\$2,927,499 thousand, NT\$4,251,309 thousand, and NT\$2,583,269 thousand respectively. Please refer to Note 6(6) for more details.

Note b: Include cash and cash equivalents (excluding cash on hand), notes receivable, trade receivables (including related parties), other receivables and other noncurrent assets.

**B. Financial Risk Management Objectives and Policies**

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

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



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C. Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market prices comprise currency risk, interest rate risk and other price risk.

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

Foreign currency risk

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

The Group has certain foreign currency receivables to be denominated in the same foreign currency with certain foreign currency payables, therefore natural hedge is received. Furthermore, as net investments in foreign subsidiaries are for strategic purposes, they are not hedged by the Group.

The foreign currency sensitivity analysis of the possible change in foreign exchange rates on the Group's profit is performed on significant monetary items denominated in foreign currencies as at the end of the reporting period. The Group's foreign currency risk is mainly related to the volatility in the exchange rates for USD. The information of the sensitivity analysis is as follows:

When NTD appreciates or depreciates against USD by 1%, the profit for the six months ended June 30, 2025 and 2024 is decreased/increased by NT\$(119,439) thousand and NT\$58,305 thousand, while equity is decreased/increased by NT\$292,585 thousand and NT\$321,449 thousand, respectively.

Interest rate risk

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

## CORETRONIC CORPORATION AND SUBSIDIARIES

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)

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The interest rate sensitivity analysis is performed on items exposed to interest rate risk as of the end of the reporting period, including investments with variable interest rate, and bank borrowings with variable interest rate, and interest rate swaps. At the reporting date, an increase/decrease of 1% of interest rate in a reporting period could cause the profit for the six months ended June 30, 2025 and 2024 to decreased/increased by NT\$68,869 thousand and NT\$75,353 thousand, respectively.

#### Equity price risk

The fair value of the Group's listed and unlisted equity securities is susceptible to market price risk arising from uncertainties about future values of the investment securities. The Group's listed equity securities are classified under held for trading financial assets or available-for-sale financial assets. The Group manages the equity price risk through diversification and placing limits on individual and total equity instruments. Reports on the equity portfolio are submitted to the Group's senior management on a regular basis. The Group's Board of Directors reviews and approves all equity investment decisions.

For the six months ended June 30, 2025 and 2024, an increase/decrease of 1% in the price of the unlisted equity securities classified as equity instrument at fair value through other comprehensive income could increase/decrease by NT\$49,764 thousand and NT\$58,392 thousand on the equity attributable to the Group, respectively.

#### D. Credit Risk Management

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

Customer credit risk is managed by each business unit subject to the Group's established policy, procedures and controls relating to customer credit risk management. Credit limits are established for all customers based on their financial position, rating from credit rating agencies, historical experience, prevailing economic condition and the Group's internal rating criteria, etc. Certain customer's credit risk will also be managed by taking credit enhancing procedures, such as requesting for prepayment or insurance.

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As of June 30, 2025, December 31, 2024, and June 30, 2024, receivables from top ten customers represented 74%, 75% and 97%, of the total trade receivables of the Group, respectively. The credit concentration risk of other accounts receivables was insignificant.

Credit risk from balances with banks, fixed income securities and other financial instruments is managed by the Group's treasury in accordance with the Group's policy. The Group only transacts with counterparties approved by the internal control procedures, which are banks and financial institutions, companies and government entities with good credit rating and with no significant default risk. Consequently, there is no significant credit risk for these counter parties.

E. Liquidity Risk Management

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash and cash equivalents, highly liquid equity investments, bank borrowings and convertible bonds. The table below summarizes the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments and contractual maturity. The payment amount includes the contractual interest. The undiscounted payment relating to borrowings with variable interest rates is extrapolated based on the estimated interest rate yield curve as of the end of the reporting period.

Non-derivative financial liabilities

	Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
As of June 30, 2025					
Borrowings	\$14,209,213	\$201,922	\$49,280	\$-	\$14,460,415
Accounts payable (including related parties)	7,093,149	-	-	-	7,093,149
Other payables (including related parties)	3,727,561	-	-	-	3,727,561
Lease liability	178,363	206,985	114,903	846,703	1,346,954
As of December 31, 2024					
Borrowings	\$12,647,725	\$3,252,988	\$115,499	\$-	\$16,016,212
Accounts payable (including related parties)	6,947,110	-	-	-	6,947,110
Other payables (including related parties)	3,680,014	-	-	-	3,680,014
Lease liability	169,387	202,661	127,392	906,032	1,405,472

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	Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
As of June 30, 2024					
Borrowings	\$13,719,292	\$71,599	\$49,137	\$-	\$13,840,028
Accounts payable (including related parties)	6,666,022	-	-	-	6,666,022
Other payables (including related parties)	5,084,372	-	-	-	5,084,372
Lease liability	188,125	223,270	131,157	930,201	1,472,753

Derivative financial liabilities

	Less than 1 year	1 to 3 years	Total
As of June 30, 2025			
Inflows	\$-	\$-	\$-
Outflows	1,462,955	-	1,462,955
Net	<u>\$1,462,955</u>	<u>\$-</u>	<u>\$1,462,955</u>

As of December 31, 2024

Inflows	\$-	\$-	\$-
Outflows	126,257	-	126,257
Net	<u>\$126,257</u>	<u>\$-</u>	<u>\$126,257</u>

-

As of June 30, 2024

Inflows	\$-	\$-	\$-
Outflows	90,703	-	90,703
Net	<u>\$90,703</u>	<u>\$-</u>	<u>\$90,703</u>

The table above contains the undiscounted net cash flows of derivative financial liabilities.

F. Reconciliation of Liabilities Arising from Financing Activities

Reconciliation of liabilities for the six months ended June 30, 2025:

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	Short-term	Long-term	Leases	Guarantee	Other	Total liabilities
	borrowings	borrowings	liabilities	deposits	liabilities-	from financing
				received	noncurrent	activities
As of January 1, 2025	\$12,513,727	\$3,397,562	\$1,132,487	\$25,388	\$3,957	\$17,073,121
Cash flows	1,461,679	(3,056,325)	(91,370)	(5,556)	(421)	(1,691,993)
Additional leases	-	-	64,876	-	-	64,876
Reclassification	-	1,763	-	-	-	1,763
Reclassification as held for sale	-	-	-	(2)	-	(2)
Exchange differences	-	-	(18,577)	-	-	(18,577)
As of June 30, 2025	<u>\$13,975,406</u>	<u>\$343,000</u>	<u>\$1,087,416</u>	<u>\$19,830</u>	<u>\$3,536</u>	<u>\$15,429,188</u>

Reconciliation of liabilities for the six months ended June 30, 2024:

	Short-term	Long-term	Leases	Guarantee	Other	Total liabilities
	borrowings	borrowings	liabilities	deposits	liabilities-	from financing
				received	noncurrent	activities
As of January 1, 2024	\$13,512,487	\$416,717	\$1,234,561	\$28,784	\$3,707	\$15,196,256
Cash flows	(14,805)	(172,160)	(94,218)	(1,866)	210	(282,839)
Additional leases	-	-	27,779	-	-	27,779
Exchange differences	-	-	10,815	-	-	10,815
As of June 30, 2024	<u>\$13,497,682</u>	<u>\$244,557</u>	<u>\$1,178,937</u>	<u>\$26,918</u>	<u>\$3,917</u>	<u>\$14,952,011</u>

**G. Fair Value of Financial Instruments**

**A. The methods and assumptions applied in determining the fair value of financial instruments**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used by the Group to measure or disclose the fair values of financial assets and financial liabilities:

- (a) The carrying amount of cash and cash equivalents, trade receivables, short-term borrowings, trade payable and other current liabilities approximate their fair value due to their short maturities.
- (b) For financial assets and liabilities traded in an active market with standard terms and conditions, their fair value is determined based on market quotation price at the reporting date.

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(c) The fair value of derivatives which are not options and without market quotations, is determined based on the counterparty prices or discounted cash flow analysis using interest rate yield curve for the contract period. Fair value of option-based derivative financial instruments is obtained using on the counterparty prices or appropriate option pricing model or other valuation method.

(d) The fair value of long-term borrowings without active market is determined by using valuation techniques. Therefore, the fair value is estimated using the present value of the expected cash flows. The assumption of interest rate and discount rate mainly is measured by similar financial instruments.

B. Fair value of financial instruments measured at amortized cost

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

C. Fair value measurement hierarchy for financial instruments

Please refer to Note 12(9) for fair value measurement hierarchy for financial instruments of the Group.

H. Derivative Instruments

The related information for derivative financial instruments not qualified for hedge accounting and not yet settled as at June 30, 2025, December 31, 2024 and June 30, 2024 is as follows:

Forward currency contracts

The Group entered into forward currency contracts to manage its exposure to financial risk, but these contracts are not designated as hedging instruments. The table below lists the information related to forward currency contracts:

Item (by contract)	Notional Amount	Contract Period
As of June 30, 2025		
Forward currency contract		
Selling forward currency contracts	USD 444,000 thousand	From July 2025 to August 2025
Buying forward currency contracts	USD 782,500 thousand	From July 2025 to March 2026
Selling forward currency contracts	CAD 670 thousand	From July 2025 to September 2025
Selling forward currency contracts	EUR 3,507 thousand	From July 2025

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Item (by contract)	Notional Amount	Contract Period
As of December 31, 2024		
Forward currency contract		
Selling forward currency contracts	USD 536,000 thousand	From January 2025 to March 2025
Buying forward currency contracts	USD 705,500 thousand	From January 2025 to November 2025
Selling forward currency contracts	CAD 1,700 thousand	From January 2025 to April 2025

As of June 30, 2024

Forward currency contract

Selling forward currency contracts	USD 647,000 thousand	From July 2024 to September 2024
Buying forward currency contracts	USD 779,000 thousand	From July 2024 to April 2025
Selling forward currency contracts	CAD 1000 thousand	From July 2024 to September 2024

I. Fair Value Measurement Hierarchy

A. Fair value measurement hierarchy

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

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

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

Level 3 – Unobservable inputs for the asset or liability

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

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

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

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June 30, 2025				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value:				
Financial assets at fair value through profit or loss				
Forward currency contract	\$-	\$160,120	\$-	\$160,120
Equity instrument measured at fair value through other comprehensive income	-	-	4,976,438	4,976,438
Liabilities measured at fair value:				
Financial liabilities at fair value through profit or loss				
Forward currency contract	-	1,462,955	-	1,462,955
December 31, 2024				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value:				
Financial assets at fair value through profit or loss				
Forward currency contract	\$-	\$849,817	\$-	\$849,817
Equity instrument measured at fair value through other comprehensive income	-	-	5,246,290	5,246,290
Liabilities measured at fair value:				
Financial liabilities at fair value through profit or loss				
Forward currency contract	-	126,257	-	126,257
June 30, 2024				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value:				
Financial assets at fair value through profit or loss				
Forward currency contract	\$-	\$938,872	\$-	\$938,872
Equity instrument measured at fair value through other comprehensive income	-	-	5,839,224	5,839,224



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	June 30, 2024			
	Level 1	Level 2	Level 3	Total
Liabilities measured at fair value:				
Financial liabilities at fair value through profit or loss				
Forward currency contract	-	90,703	-	90,703

Transfers between the Level 1 and Level 2 during the period

During the six months ended June 30, 2025 and 2024, there were no transfers between Level 1 and Level 2 fair value measurements.

Change in reconciliation for fair value measurements in Level 3

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

	Assets
	At fair value through other comprehensive income
	Stock
As of January 1, 2025:	\$5,246,290
Total gains and losses recognized for the six months ended June 30, 2025:	
Amount recognized in OCI (presented in “unrealized gains from equity instruments investments measured at fair value through other comprehensive income”)	(260,947)
Tax effect	(3,242)
Exchange differences	(5,663)
As of June 30, 2025	\$4,976,438
As of January 1, 2024:	\$5,308,046
Total gains and losses recognized for the six months ended June 30, 2024:	
Amount recognized in OCI (presented in “unrealized gains from equity instruments investments measured at fair value through other comprehensive income”)	523,844
Tax effect	3,092
Exchange differences	4,242
As of June 30, 2024	\$5,839,224

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Information on significant unobservable inputs to valuation

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

As of June 30, 2025

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets :					
At fair value through other comprehensive income					
Stock	Asset-Based Approach	Not Applicable	-	-	-
	Market Approach	P/E ratio of similar companies	2.01	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar entities would result in increase /decrease in equity by NT\$6,313 thousand/ NT\$6,313 thousand.
	Market Approach	P/E ratio of similar companies	3.24	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar companies would result in increase /decrease in equity by NT\$5,442 thousand/ NT\$5,442 thousand.

As of December 31, 2024

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets :					
At fair value through other comprehensive income					
Stock	Asset-Based Approach	Not Applicable	-	-	-

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Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Market Approach	P/E ratio of similar companies	2.4	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar entities would result in increase /decrease in equity by NT\$8,020 thousand/ NT\$8,020 thousand.
Market Approach	P/E ratio of similar companies	3.24	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar entities would result in increase /decrease in equity by NT\$4,871 thousand/ NT\$4,871 thousand

As of June 30, 2024

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets :					
At fair value through other comprehensive income					
Stock	Asset-Based Approach	Not Applicable	-	-	-
	Market Approach	P/E ratio of similar companies	2.21	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar entities would result in increase /decrease in equity by NT\$7,234 thousand/ NT\$7,234 thousand.
	Market Approach	P/E ratio of similar companies	2.92	The higher the P/E ratio of similar companies, the higher the fair value estimated	10% increase (decrease) in the P/E ratio of similar companies would result in increase /decrease in equity by NT\$4,530 thousand/ NT\$4,530 thousand.

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Valuation process used for fair value measurements categorized within Level 3 of the fair value hierarchy

The Group's Assets Management Center (AMC) is responsible for validating the fair value measurements and ensuring that the results of the valuation are in line with market conditions, based on independent and reliable inputs which are consistent with other information, and represent exercisable prices. AMC analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Group's accounting policies at each reporting date.

C. Fair value measurement hierarchy of the Group's assets and liabilities not measured at fair value but for which the fair value is disclosed:

June 30, 2025				
	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value but for which the fair value is disclosed:				
Investment properties (please refer to Note 6(10))	\$-	\$-	\$258,500	\$258,500

December 31, 2024				
	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value but for which the fair value is disclosed:				
Investment properties (please refer to Note 6(10))	\$-	\$-	\$258,500	\$258,500

June 30, 2024				
	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value but for which the fair value is disclosed:				
Investment properties (please refer to Note 6(10))	\$-	\$-	\$304,500	\$304,500

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J. Significant Assets and Liabilities Denominated in Foreign Currencies

Information regarding the significant assets and liabilities denominated in foreign currencies is listed below:

June 30, 2025			
	Foreign currencies	Exchange rate	NTD thousand
<u>Financial assets</u>			
Monetary item:			
USD	\$490,958	29.30	\$14,385,069
JPY	155,318	0.2034	31,592
Non-monetary items:			
USD	\$3,649	29.30	\$106,928
<u>Financial liabilities</u>			
Monetary items:			
USD	\$898,601	29.30	\$26,329,009
JPY	18,313	0.2034	3,725
CNY	536	4.0879	2,191
December 31, 2024			
	Foreign currencies	Exchange rate	NTD thousand
<u>Financial assets</u>			
Monetary item:			
USD	\$699,073	32.785	\$22,919,108
JPY	184,313	0.2099	38,687
Non-monetary items:			
USD	\$4,080	32.785	\$133,753
<u>Financial liabilities</u>			
Monetary items:			
USD	\$642,163	32.785	\$21,053,314
JPY	12,335	0.2099	2,589
CNY	664	4.4890	2,981

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	June 30, 2024		
	Foreign currencies	Exchange rate	NTD thousand
<u>Financial assets</u>			
Monetary item:			
USD	\$771,802	32.45	\$25,044,975
JPY	397,230	0.2017	80,121
GBP	1,233	41.04	50,602
EUR	301	34.6957	10,443
Non-monetary items:			
USD	\$3,792	32.45	\$123,056
<u>Financial liabilities</u>			
Monetary items:			
USD	\$592,125	32.45	\$19,214,456
JPY	79,305	0.2017	15,996
CNY	249	4.4638	1,111

The Group's entities functional currencies are various, and hence is not able to disclose the information of exchange gains and losses of monetary financial assets and liabilities by each significant assets and liabilities denominated in foreign currencies. The net foreign exchange gain (loss) was NT\$509,452 thousand and NT\$24,211 thousand for the six months ended June 30, 2025 and 2024, respectively.

K. Capital Management

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

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13. Additional Disclosures

(1) The following are additional disclosures for the Group and its affiliates:

- A. Financing provided to others for the six months ended June 30, 2025: Please refer to Attachment 1.
- B. Endorsement/Guarantee provided to others for the six months ended June 30, 2025: Please refer to Attachment 1-1.
- C. Material Securities held as of June 30, 2025 (excluding subsidiaries, associates and joint venture): Please refer to Attachment 2, 2-1.
- D. Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of the capital stock for the six months ended June 30, 2025: Please refer to Attachment 3, 3-1.
- E. Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock as of June 30, 2025: Please refer to Attachment 4, 4-1.
- F. The business relationship between the parent and the subsidiaries and significant transactions between them: Please refer to Attachment 5.

(2) Information on Investees

- A. Relevant information on investees when the investees have significant influence or direct or indirect control: Please refer to Attachments 6, 6-1, 6-2 and 6-3.
- B. When the investees have significant influence or direct or indirect control, the above items from A to I shall be disclosed: Please refer to Attachments 1-1, 2-1, 3-1, 4-1.

(3) Investment in Mainland China

- A. Investee company name, main businesses and products, total amount of capital, method of investment, accumulated inflow and outflow of investments from Taiwan, percentage of ownership, investment income (loss), carrying amount of investments, cumulated inward remittance of earnings and limits on investment in Mainland China: Please refer to Attachment 7, 7-1.
- B. Directly or indirectly significant transactions with the investees in Mainland China: please refer to Attachment 5.

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14. Segment information

(1) General Information

A. The Group's reportable segments are organized into business units based on their products and services, and that they will be available for managing units to earn revenues and incur expense. Every unit needs unique technologies and marketing strategies, and the Group's chief operating decision maker manages every unit individually. The Group determined its reportable segments based on the Group's internal reports.

B. The Group has five reportable segments:

- (a) Energy-saving products segments: mainly engaged in the R&D design, manufacturing and marketing of backlighting, panel modules, medical displays and energy-efficient lighting equipment.
- (b) Image products and brand segments: mainly engaged in the R&D design, manufacturing and marketing of projector and brand management.
- (c) Optical components segments: mainly engaged in the R&D, production and marketing of projection-related applications of optics related components.
- (d) Autonomous mobile robotics segment: mainly engaged in system integration and application service solutions for intelligent logistics and smart manufacturing; R&D, production and marketing of unmanned aerial vehicles and intelligent robotics.
- (e) Cloud service segment: mainly engaged in intelligent cloud, IT information, intelligent applications of new media and platform development.

The Company has aggregated certain operating segments into a single reportable segment based on the following considerations:

- A. Similarity in the nature and class of customers for the products and services;
- B. Similarity in the nature of the products and services offered;
- C. Similarity in the methods used to deliver the services.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured based on accounting policies consistent with those in the consolidated financial statements. However, financial cost, income and income taxes are managed on a group basis and are not allocated to operating segments.



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Transfer prices between operating segment are on an arm's length basis in a manner similar to transactions with third parties.

(2) Segment Income, Assets and Liabilities Information

For the three months ended June 30, 2025

	Energy - saving products segment	Image products and brand segment	Optical components segment	Autonomous mobile robotics segment	Cloud service segment	Subtotal	Other segment (Note A)	Adjustment and elimination (Note B)	Total
Revenue									
Net revenue from									
external customers	\$4,229,889	\$3,162,336	\$595,567	\$841,542	\$635,520	\$9,464,854	\$392,755	\$-	\$9,857,609
Net revenue from									
sales among									
intersegments	44,972	7,042	108,917	11,972	55,708	228,611	21,420	(250,031)	-
Total revenue	<u>\$4,274,861</u>	<u>\$3,169,378</u>	<u>\$704,484</u>	<u>\$853,514</u>	<u>\$691,228</u>	<u>\$9,693,465</u>	<u>\$414,175</u>	<u>\$(250,031)</u>	<u>\$9,857,609</u>
Segment income									
(loss)	<u>\$(64,449)</u>	<u>\$13,623</u>	<u>\$38,677</u>	<u>\$287,381</u>	<u>\$26,736</u>	<u>\$301,968</u>	<u>\$(71,500)</u>	<u>\$(181,662)</u>	<u>\$48,806</u>

For the three months ended June 30, 2024

	Energy - saving products segment	Image products and brand segment	Optical components segment	Autonomous mobile robotics segment	Cloud service segment	Subtotal	Other segment (Note A)	Adjustment and elimination (Note B)	Total
Revenue									
Net revenue from									
external customers	\$4,458,335	\$3,819,428	\$532,570	\$94,854	\$534,436	\$9,439,623	\$528,899	\$-	\$9,968,522
Net revenue from									
sales among									
intersegments	7,799	1,305	105,006	15,994	68,186	198,290	40,581	(238,871)	-
Total revenue	<u>\$4,466,134</u>	<u>\$3,820,733</u>	<u>\$637,576</u>	<u>\$110,848</u>	<u>\$602,622</u>	<u>\$9,637,913</u>	<u>\$569,480</u>	<u>\$(238,871)</u>	<u>\$9,968,522</u>
Segment income									
(loss)	<u>\$139,880</u>	<u>\$243,588</u>	<u>\$(65,824)</u>	<u>\$(57,721)</u>	<u>\$28,944</u>	<u>\$288,867</u>	<u>\$(53,962)</u>	<u>\$73,302</u>	<u>\$308,207</u>

**CORETRONIC CORPORATION AND SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)**  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

For the six months ended June 30, 2025

	Energy - saving products segment	Image products and brand segment	Optical components segment	Autonomous mobile robotics segment	Cloud service segment	Subtotal	Other segment (Note A)	Adjustment and elimination (Note B)	Total
Revenue									
Net revenue from external customers	\$8,128,490	\$6,146,026	\$1,119,996	\$1,046,877	\$1,173,448	\$17,614,837	\$716,675	\$-	\$18,331,512
Net revenue from sales among intersegments	96,397	10,241	234,537	23,973	118,382	483,530	44,085	(527,615)	-
Total revenue	<u>\$8,224,887</u>	<u>\$6,156,267</u>	<u>\$1,354,533</u>	<u>\$1,070,850</u>	<u>\$1,291,830</u>	<u>\$18,098,367</u>	<u>\$760,760</u>	<u>\$(527,615)</u>	<u>\$18,331,512</u>
Segment income (loss)	<u>\$(17,362)</u>	<u>\$48,055</u>	<u>\$38,152</u>	<u>\$226,981</u>	<u>\$55,643</u>	<u>\$351,469</u>	<u>\$(123,363)</u>	<u>\$(133,742)</u>	<u>\$94,364</u>
Segment Assets (Note C)	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$52,952,724</u>	<u>\$52,952,724</u>

For the six months ended June 30, 204

	Energy - saving products segment	Image products and brand segment	Optical components segment	Autonomous mobile robotics segment	Cloud service segment	Subtotal	Other segment (Note A)	Adjustment and elimination (Note B)	Total
Revenue									
Net revenue from external customers	\$8,586,465	\$7,526,528	\$974,079	\$175,631	\$943,031	\$18,205,734	\$882,381	\$-	\$19,088,115
Net revenue from sales among intersegments	13,463	1,552	223,627	26,181	137,492	402,315	79,005	(481,320)	-
Total revenue	<u>\$8,599,928</u>	<u>\$7,528,080</u>	<u>\$1,197,706</u>	<u>\$201,812</u>	<u>\$1,080,523</u>	<u>\$18,608,049</u>	<u>\$961,386</u>	<u>\$(481,320)</u>	<u>\$19,088,115</u>
Segment income (loss)	<u>\$291,156</u>	<u>\$497,735</u>	<u>\$(307,458)</u>	<u>\$(133,796)</u>	<u>\$51,103</u>	<u>\$398,740</u>	<u>\$(170,767)</u>	<u>\$154,872</u>	<u>\$382,845</u>
Segment Assets (Note C)	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$56,040,631</u>	<u>\$56,040,631</u>

CORETRONIC CORPORATION AND SUBSIDIARIES  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS-(Continued)  
(Amounts are expressed in thousands of New Taiwan Dollars unless otherwise stated)

Note A: Seven operating segments did not meet the quantitative thresholds for reportable segments for the six months ended June 30, 2025 and 2024, respectively. They have been combined into other segments.

Note B: Inter-segment revenues is eliminated on consolidation and recorded under the “adjustment and elimination” column, all other adjustments and eliminations are disclosed below.

Note C: If the measurements of the asset were not provided to the decision makers, the amount of the assets to be disclosed by every segment may be expressed as zero and listed as group assets.

	Three months ended June 30		Six months ended June 30	
	2025	2024	2025	2024
Net income of reportable segment	\$301,969	\$288,867	\$351,469	\$398,740
Loss of other segments	(71,501)	(53,962)	(123,363)	(170,767)
Unallocated amount:				
Interest income	60,153	127,355	155,548	240,139
Interest expense	(120,378)	(102,744)	(264,049)	(186,356)
(Loss) gain on financial assets at fair value through profit or loss, net	(674,482)	80,403	(490,608)	244,951
Exchange gain (loss), net	632,172	7,577	509,452	(24,211)
Others	(79,127)	(39,289)	(44,085)	(119,651)
Income before income tax	<u>\$48,806</u>	<u>\$308,207</u>	<u>\$94,364</u>	<u>\$382,845</u>

ATTACHMENT 1 (Financing provided to others for the six months ended June 30, 2025)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

No.	Lender	Counter-party	Financial statement account	Related party	Maximum balance for the period	Ending balance	Actual amount provided	Interest rate	Nature of financing	Amount of sales to (purchases from) counter-party	Reason for financing	Allowance for expected credit losses	Collateral		Limit of financing amount for individual counter-party	Limit of total financing amount
													Item	Value		
1	Bigshine (HK)	Coretronic Corporation	Trade receivables - related parties	Yes	\$ 355,293	\$ 313,510	\$ 313,510	-%	The need for short-term financing	-	Business turnover	-	None	-	\$ 478,037	\$ 478,037
2	Boom Power	Coretronic (BVI) Investment	Trade receivables - related parties	Yes	2,358	2,080	2,080	-%	The need for short-term financing	-	Business turnover	-	None	-	227,246	227,246
2	Boom Power	Coretronic Corporation	Trade receivables - related parties	Yes	126,444	111,575	111,575	-%	The need for short-term financing	-	Business turnover	-	None	-	227,246	227,246
3	Dynamic Time	Coretronic Corporation	Trade receivables - related parties	Yes	2,599,990	1,900,105	1,900,105	-%	The need for short-term financing	-	Business turnover	-	None	-	2,313,642	2,313,642
3	Dynamic Time	Coretronic Intelligent Robotics Corporation	Trade receivables - related parties	Yes	351,600	219,750	58,600	-%	The need for short-term financing	-	Business turnover	-	None	-	925,457	925,457
4	Great Pride (HK)	Coretronic Corporation	Trade receivables - related parties	Yes	122,859	108,410	108,410	-%	The need for short-term financing	-	Business turnover	-	None	-	2,500,845	2,500,845
5	Greendale	Coretronic Vietnam	Trade receivables - related parties	Yes	332,050	293,000	293,000	0.5%	The need for short-term financing	-	Business turnover	-	None	-	6,977,865	6,977,865
5	Greendale	Coretronic Corporation	Trade receivables - related parties	Yes	653,700	496,635	496,635	-%	The need for short-term financing	-	Business turnover	-	None	-	6,977,865	6,977,865
6	Lead Bright (HK)	Coretronic Corporation	Trade receivables - related parties	Yes	597,690	527,400	527,400	-%	The need for short-term financing	-	Business turnover	-	None	-	3,474,311	3,474,311
7	Tecpoint	Coretronic Corporation	Trade receivables - related parties	Yes	794,928	701,442	701,442	-%	The need for short-term financing	-	Business turnover	-	None	-	3,208,669	3,208,669
8	Venture Orient	Coretronic Corporation	Trade receivables - related parties	Yes	81,352	68,855	68,855	-%	The need for short-term financing	-	Business turnover	-	None	-	451,555	451,555
9	Wisdom Success (HK)	Coretronic Corporation	Trade receivables - related parties	Yes	614,293	542,050	542,050	-%	The need for short-term financing	-	Business turnover	-	None	-	6,958,403	6,958,403
10	Wisdom Success	Coretronic Corporation	Trade receivables - related parties	Yes	33,205	29,300	29,300	-%	The need for short-term financing	-	Business turnover	-	None	-	10,676,044	10,676,044
11	Young Lighting Limited	Coretronic Technology (BRVT)	Trade receivables - related parties	Yes	318,354	-	-	-%	The need for short-term financing	-	Business turnover	-	None	-	3,018,090	3,018,090
11	Young Lighting Limited	Coretronic Vietnam	Trade receivables - related parties	Yes	104,668	102,550	84,970	0.5%	The need for short-term financing	-	Business turnover	-	None	-	3,018,090	3,018,090
11	Young Lighting Limited	Coretronic Corporation	Trade receivables - related parties	Yes	272,281	199,240	199,240	-%	The need for short-term financing	-	Business turnover	-	None	-	3,018,090	3,018,090
12	Chung Tsen Investment	Coretronic Reality Inc.	Trade receivables - related parties	Yes	140,000	50,000	50,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	1,030,521	1,030,521
12	Chung Tsen Investment	Coretronic Intelligent Logistics Solutions Corporation	Trade receivables - related parties	Yes	100,000	50,000	50,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	1,030,521	1,030,521
12	Chung Tsen Investment	Coretronic MEMS Corporation	Trade receivables - related parties	Yes	100,000	100,000	100,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	1,030,521	1,030,521
12	Chung Tsen Investment	Coretronic Intelligent Robotics Corporation	Trade receivables - related parties	Yes	254,000	184,000	184,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	1,030,521	1,030,521
12	Chung Tsen Investment	Coretronic Corporation	Trade receivables - related parties	Yes	230,000	210,000	210,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	1,030,521	1,030,521
13	Vimax (Kunshan)	Coretronic Optics (Kunshan)	Trade receivables - related parties	Yes	833,226	-	-	-%	The need for short-term financing	-	Business turnover	-	None	-	1,340,576	1,340,576
13	Vimax (Kunshan)	Coretronic Optics (Suzhou)	Trade receivables - related parties	Yes	880,294	817,581	817,581	0.5%	The need for short-term financing	-	Business turnover	-	None	-	1,340,576	1,340,576
14	Coretronic Projection (Kunshan)	Coretronic Optics (Kunshan)	Trade receivables - related parties	Yes	1,801,568	662,241	662,241	0.5%	The need for short-term financing	-	Business turnover	-	None	-	6,248,442	6,248,442
14	Coretronic Projection (Kunshan)	Coretronic Optics (Suzhou)	Trade receivables - related parties	Yes	1,098,666	981,098	981,098	0.5%	The need for short-term financing	-	Business turnover	-	None	-	6,248,442	6,248,442
15	Champ Vision Display	uCare Medical Electronics	Trade receivables - related parties	Yes	19,800	-	-	-%	The need for short-term financing	-	Business turnover	-	None	-	96,336	96,336
16	Coretronic (Ningbo)	Coretronic Optics (Suzhou)	Trade receivables - related parties	Yes	2,251,960	613,186	613,186	0.5%	The need for short-term financing	-	Business turnover	-	None	-	3,006,780	3,006,780
17	Tsen Ming Investment	Coretronic Reality Inc.	Trade receivables - related parties	Yes	54,000	54,000	54,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	226,570	226,570
17	Tsen Ming Investment	Coretronic Intelligent Logistics Solutions Corporation	Trade receivables - related parties	Yes	55,000	55,000	55,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	226,570	226,570
17	Tsen Ming Investment	Coretronic Intelligent Robotics Corporation	Trade receivables - related parties	Yes	55,000	55,000	55,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	226,570	226,570
17	Tsen Ming Investment	Coretronic Corporation	Trade receivables - related parties	Yes	56,000	29,000	29,000	0.77%	The need for short-term financing	-	Business turnover	-	None	-	226,570	226,570
17	Tsen Ming Investment	uCare Medical Electronics	Trade receivables - related parties	Yes	27,000	27,000	27,000	1.75%	The need for short-term financing	-	Business turnover	-	None	-	226,570	226,570
18	Coretronic Optotek (Suzhou)	Coretronic Optics (Suzhou)	Trade receivables - related parties	Yes	686,666	613,186	613,186	0.5%	The need for short-term financing	-	Business turnover	-	None	-	1,612,858	1,612,858
19	Coretronic Technology (HK)	Coretronic Corporation	Trade receivables - related parties	Yes	1,828,320	1,828,320	1,828,320	-%	The need for short-term financing	-	Business turnover	-	None	-	3,349,461	3,349,461
20	Young Optics	Young Optics (BD)	Other receivables - related parties	Yes	508,710	175,800	98,448	-%	The need for short-term financing	-	Business turnover	-	None	-	1,133,827	1,133,827
21	Best Alpha	Young Optics (BD)	Other receivables - related parties	Yes	33,205	29,300	29,300	-%	The need for short-term financing	-	Business turnover	-	None	-	452,881	452,881

Note a : Limit of financing amount for individual counter-party and total financing amount should not exceed 100% of lender's net worth from the latest financial statements, including Greendale, Vimax (Kunshan), Coretronic Projection (Kunshan), Coretronic (Ningbo) and Coretronic Optotek (Suzhou).

The above restriction only applies to the foreign subsidiaries whose shares are 100% owned by the Company.

Note b : Boom Power and Young Lighting Limited provided financing to Coretronic Corporation or the foreign subsidiaries whose shares are 100% owned, directly or indirectly, by the Company. Limit of total financing amount for individual counter-party should not exceed 200% of lender's net worth from the latest financial statements.

Note c : Limit of total financing amount for individual counter-party should not exceed 40% of lender's net worth from the latest financial statements, and limit of financing amount should not exceed 100% of the latest financial statements of lender, including Chung Tsen Investment, Tsen Ming Investment and Dynamic Time.

Note d : Bigshine (HK), Dynamic Time, Great Pride (HK), Greendale, Lead Bright (HK), Tecpoint, Venture Orient, Wisdom Success (HK), Wisdom Success, and Coretronic Technology (HK) provided financing to Coretronic Corporation. Limit of total financing amount for individual counter-party should not exceed 100% of lender's net worth from the latest financial statements.

Note e : Boom Power and Young Lighting Limited provided financing to its parent company. Limit of financing amount for individual counter-party and total financing amount should not exceed 200% of lender's net worth from the latest financial statements.

Note f : Young Optics provided financing to the foreign subsidiaries whose shares are 100% owned by Young Optics. Limit of total financing amount for individual counter-party should not exceed 40% of Young Optics' net worth from the latest financial statements.

Note g : Best Alpha provided financing to the foreign subsidiaries whose shares are 100% owned by Young Optics. Limit of total financing amount for individual counter-party should not exceed Best Alpha's net worth or 40% of Young Optics' net worth from the latest financial statements.

ATTACHMENT 1-1 (Endorsement/Guarantee provided to others for the six months ended June 30, 2025)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

No.	Endorsor/guarantor	Receiving party		Limit of guarantee/endorsement amount for receiving party	Maximum balance for the period	Ending balance	Actual amount provided	Amount of endorsement/ guarantee collateralized by properties	Percentage of accumulated guarantee amount to net worth from the latest financial statements	Limit of total guarantee/ endorsement amount	Guarantee provided by parent company	Guarantee provided by a subsidiary	Guarantee provided to subsidiary in Mainland China
		Company name	Relationship										
0	Coretronic Corporation	Coretronic Technology (BRVT)	Sub-subsidiary	\$ 12,029,321 (Note a)	\$ 1,271,481	\$ 525,876	\$ 1	\$ -	2.19%	\$ 24,058,643 (Note b)	Yes	No	No
0	Coretronic Corporation	Coretronic Vietnam	Subsidiary	12,029,321 (Note a)	1,642,558	1,642,558	90,699	-	6.83%	24,058,643 (Note b)	Yes	No	No
0	Coretronic Corporation	Coretronic MEMS Corporation	Subsidiary	12,029,321 (Note a)	153,321	152,930	6,605	-	0.64%	24,058,643 (Note b)	Yes	No	No
0	Coretronic Corporation	Coretronic Intelligent Robotics Corporation	Subsidiary	12,029,321 (Note a)	874,000	874,000	401,036	-	3.63%	24,058,643 (Note b)	Yes	No	No
0	Coretronic Corporation	Coretronic Intelligent Cloud Service Corporation	Subsidiary	12,029,321 (Note a)	29,500	29,500	29,500	-	0.12%	24,058,643 (Note b)	Yes	No	No
	Total				<u>\$ 3,970,860</u>	<u>\$ 3,224,864</u>							

Note a : Based on the procedures of endorsement/guarantee provided to others, the amount of endorsements/guarantees for any single entity shall not exceed 50% of the Company's net worth from the latest financial statements.

Note b : Based on the procedures of endorsement/guarantee provided to others, the total amount of endorsements/guarantees shall not exceed 100% of the Company's net worth from the latest financial statements.

ATTACHMENT 2 (Material securities held as of June 30, 2025)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Held company name	Marketable securities type and name	Relationship with the company	Financial statement account	June 30, 2025				Note
				Shares/Units	Carrying amount	Percentage of ownership (%)	Fair value (Note a)	
Coretronic Corporation	Nightingale Intelligent Systems, Inc.	-	Financial assets at fair value through profit or loss-noncurrent	550,436	\$ -	0.41%	\$ -	
Coretronic Corporation	Sysonan Inc.	-	Financial assets at fair value through profit or loss-noncurrent	9,007	-	0.00%	-	
Coretronic Corporation	Yann Yuan Investment Co., Ltd.	Coretronic Corporation was Yann Yuan Investment's director.	Financial assets at fair value through other comprehensive income-noncurrent	96,900,000	3,935,476	11.06%	3,935,476	
Coretronic Corporation	Excel Global	-	Financial assets at fair value through other comprehensive income-noncurrent	812,506	51,150	19.90%	51,150	
Coretronic Corporation	Liuligongfang	-	Financial assets at fair value through other comprehensive income-noncurrent	242,094	11,978	3.06%	11,978	

Note a : The Group measured the fair value of investments in accordance with IFRS 9.

ATTACHMENT 2-1 (Material securities held as of June 30, 2025)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Held company name	Marketable securities type and name	Relationship with the company	Financial statement account	June 30, 2025				Note
				Shares/Units	Carrying amount	Percentage of ownership (%)	Fair value (Note a)	
Coretronic Venture Capital	GeneJet Biotech	-	Financial assets at fair value through other comprehensive income-noncurrent	315,000	\$ -	5.85%	\$ -	
Coretronic Intelligent Cloud Service Corporation	GateWeb	-	Financial assets at fair value through other comprehensive income-noncurrent	900,000	54,417	18.54%	54,417	
Venture Orient Limited	Unitech Capital	-	Financial assets at fair value through other comprehensive income-noncurrent	2,500,000	USD 1,903,673	5.00%	USD 1,903,673	
Chung Tsen Investment	Shieh Yong Investment	-	Financial assets at fair value through other comprehensive income-noncurrent	90,558,275	867,639	4.47%	867,639	

Note a : The Group measured the fair value of investments in accordance with IFRS 9.

ATTACHMENT 3 (Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of capital stock for the six months ended June 30, 2025)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Company name	Counter-party	Relationship	Transactions				Details of non-arm's length transaction		Notes and Trade receivables (payable)		Note
			Purchases (Sales)	Amount	Percentage of total purchases (sales)	Term	Unit price	Term	Balance	Percentage of total receivables (payable)	
Coretronic Corporation	Optoma Corporation	Sub-subsidiary	Sales	\$ 1,246,953	12.11%	90 days	-	-	\$ 739,828	5.59%	
Coretronic Corporation	Coretronic Optics (Suzhou)	Sub-subsidiary	Purchases	3,016,484	14.39%	60 days	-	-	(1,679,675)	(12.14%)	
Coretronic Corporation	Coretronic Technology (BRVT)	Sub-subsidiary	Purchases	1,555,884	7.42%	60 days	-	-	(1,603,913)	(11.6%)	
Coretronic Corporation	Coretronic (Ningbo)	Sub-subsidiary	Purchases	318,936	1.52%	120 days	-	-	(284,140)	(2.05%)	
Coretronic Corporation	HANNSTAR	Entity which has significant influence over CORE	Purchases	150,770	0.72%	90 days	-	-	(27,167)	(0.20%)	
Coretronic Corporation	Coretronic Optoteck (Suzhou)	Sub-subsidiary	Purchases	101,671	0.49%	60 days	-	-	(43,503)	(0.31%)	



ATTACHMENT 3-1 (Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20 percent of capital stock for the six months ended June 30, 2025)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Company name	Counter-party	Relationship	Transactions				Details of non-arm's length transaction		Notes and Trade receivables (payables)		Note
			Purchases (Sales)	Amount	Percentage of total purchases (sales)	Term	Unit price	Term	Balance	Percentage of total receivables (payables)	
Young Optics (Kunshan)	Young Optics	Associate	Sales	\$ 132,961	43.60%	90 days	-	-	\$ 230,666	71.02 %	
Young Optics (Kunshan)	Coretronic Optics (Kunshan)	Associate	Sales	156,787	51.42%	90 days	-	-	86,663	26.68 %	
Coretronic Projection (Kunshan)	Optoma China	Associate	Sales	152,564	3.23%	60 days	-	-	123,423	3.87 %	
Coretronic Optoteck (Suzhou)	Coretronic Optics (Suzhou)	Associate	Sales	103,730	26.66%	60 days	-	-	48,116	28.45 %	
Optoma Corporation	Optoma USA	Associate	Sales	399,910	24.02%	60 days	-	-	215,241	28.01 %	
Optoma Corporation	Optoma Europe	Associate	Sales	904,717	54.34%	60 days	-	-	446,428	58.10 %	

ATTACHMENT 4 (Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock as of June 30, 2025)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Company name	Counter-party	Relationship	Trade receivables - related parties balance	Turnover rate (times)	Overdue receivables		Amount received in subsequent period	Allowance for expected credit losses
					Amount	Collection status		
Trade receivables : Coretronic Corporation	Optoma Corporation	Sub-subsidiary	\$ 739,828	3.39	\$ -	-	\$ -	\$ -

ATTACHMENT 4-1 (Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock as of June 30, 2025)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Company name	Counter-party	Relationship	Trade receivables - related parties balance	Turnover rate (times)	Overdue receivables		Amount received in subsequent period	Allowance for expected credit losses
					Amount	Collection status		
Trade Receivables :								
Young Optics (Kunshan)	Young Optics	Associate	\$ 230,666	1.04	-	-	-	-
Coretronic Optics (Kunshan)	Coretronic Projection (Kunshan)	Associate	1,099,916	2.20	-	-	-	-
Coretronic Projection (Kunshan)	Optoma China	Associate	123,423	2.38	-	-	-	-
Young Optics	Young Optics (BD)	Associate	174,774	-	-	-	-	-
			(Note a)					
Grace China	Young Optics (BD)	Associate	232,199	-	-	-	-	-
			(Note b)					
Optoma Corporation	Optoma USA	Associate	215,241	4.31	-	-	-	-
Optoma Corporation	Optoma Europe	Associate	446,428	3.90	-	-	-	-
Other Receivables :								
Dynamic Time	Coretronic Corporation	Parent	1,900,105	-	-	-	-	-
Vimax (Kunshan)	Coretronic Optics (Suzhou)	Associate	818,467	-	-	-	-	-
Chung Tsen Investment	Coretronic Corporation	Parent	210,572	-	-	-	-	-
Chung Tsen Investment	Coretronic Intelligent Robotics Corporation	Associate	184,564	-	-	-	-	-
Chung Tsen Investment	Coretronic MEMS Corporation	Associate	100,738	-	-	-	-	-
Masterview	Grace China	Associate	278,350	-	-	-	-	-
			(Note c)					
Tecpoint	Coretronic Corporation	Parent	701,442	-	-	-	-	-
Greendale	Coretronic Corporation	Parent	3,162,227	-	-	-	-	-
Greendale	Coretronic Optics (Kunshan)	Associate	505,239	-	-	-	-	-
Greendale	Coretronic Vietnam	Associate	293,766	-	-	-	-	-
Coretronic Projection (Kunshan)	Coretronic Optics (Kunshan)	Associate	666,252	-	-	-	-	-
Coretronic Projection (Kunshan)	Coretronic Optics (Suzhou)	Associate	985,571	-	-	-	-	-
Boom Power	Coretronic Corporation	Parent	111,574	-	-	-	-	-
Coretronic (Ningbo)	Coretronic Optics (Suzhou)	Associate	615,077	-	-	-	-	-
Great Pride (HK)	Coretronic Corporation	Parent	108,410	-	-	-	-	-
Wisdom Success (HK)	Coretronic Corporation	Parent	542,050	-	-	-	-	-
Bigshine (HK)	Coretronic Corporation	Parent	313,510	-	-	-	-	-
Lead Bright (HK)	Coretronic Corporation	Parent	527,400	-	-	-	-	-
Young Lighting Limited	Coretronic Corporation	Parent	199,240	-	-	-	-	-
Coretronic Optoteck (Suzhou)	Coretronic Optics (Suzhou)	Associate	616,727	-	-	-	-	-
Coretronic Technology (HK)	Coretronic Corporation	Parent	1,828,320	-	-	-	-	-

Note a : Included financing amounts.

Note b : Included other receivables.

Note c : Distribution of earnings.

ATTACHMENT 5 (Significant intercompany transactions between consolidated entities)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

No. (Note a)	Related party	Counter-party	Relationship with Coretronic Corporation (Note b)	Transactions			
				Accounts	Amount	Collection periods (Note c)	Percentage of consolidated operating revenues or consolidated total assets (Note d)
0	Coretronic Corporation	Young Optics	1	Sales	31,124	—	0.17%
		Greendale	1	Accounts receivable	510,531	—	0.96%
			1	Sales	1,321,653	—	7.21%
		Coretronic (Ningbo)	1	Sales	55,475	—	0.30%
		Coretronic Intelligent Cloud Service Corporation	1	Other receivables	84,416	—	0.16%
		Coretronic Optotech (Suzhou)	1	Accounts receivable	112,478	—	0.21%
			1	Sales	191,322	—	1.04%
		Champ Vision Display	1	Other receivables	38,166	—	0.07%
		Coretronic Optics (Suzhou)	1	Accounts receivable	3,493,582	—	6.60%
			1	Sales	5,509,884	—	30.06%
		Coretronic Technology (BRVT)	1	Other receivables	162,878	—	0.31%
			1	Accounts receivable	3,160,199	—	5.97%
			1	Sales	4,955,078	—	27.03%
1	Young Optics	Optoma Corporation	1	Accounts receivable	739,828	—	1.40%
		Coretronic Corporation	1	Sales	1,246,953	—	6.80%
			2	Sales	76,606	—	0.42%
			3	Other receivables	98,448	—	0.19%
			3	Accounts receivable	76,296	—	0.14%
			3	Sales	179	—	0.00%
2	Grace China	Young Optics (BD)	3	Accounts receivable	796	—	0.00%
		Young Optics (Suzhou)	3	Sales	3,486	—	0.02%
			3	Sales	9,371	—	0.05%
			3	Sales	232,199	—	0.44%
		Young Optics (Kunshan)	3	Other receivables	230,666	—	0.44%
3	Young Optics (Kunshan)	Young Optics	3	Sales	133,051	—	0.73%
			3	Accounts receivable	86,663	—	0.16%
		Coretronic Optics (Kunshan)	3	Sales	156,787	—	0.86%
			3	Accounts receivable	2,982	—	0.01%
		Young Optics (Suzhou)	3	Sales	9,966	—	0.05%
			3	Accounts receivable	2,471	—	0.00%
		Young Optics (BD)	3	Sales	2,520	—	0.01%
			3	Other receivables	1,900,105	—	3.59%
4	Dynamic Time	Coretronic Corporation	2	Other receivables	58,600	—	0.11%
5	Vimax (Kunshan)	Coretronic Optics (Suzhou)	3	Other receivables	818,467	—	1.55%
6	Chung Tsen Investment	Coretronic Corporation	2	Other receivables	210,572	—	0.40%
		Coretronic Intelligent Robotics Corporation	3	Other receivables	184,564	—	0.35%
		Coretronic MEMS Corporation	3	Other receivables	100,738	—	0.19%
		Coretronic Reality Inc	3	Other receivables	50,137	—	0.09%
		Coretronic Intelligent Logistics Solutions Corporation	3	Other receivables	50,137	—	0.09%

No. (Note a)	Related party	Counter-party	Relationship with Coretronic Corporation (Note b)	Transactions			
				Accounts	Amount	Collection periods (Note c)	Percentage of consolidated operating revenues or consolidated total assets (Note d)
7	Venture Orient	Coretronic Corporation	2	Other receivables	68,855	—	0.13%
8	Masterview	Grace China	3	Other receivables	278,350	—	0.53%
		Best Alpha	3	Other receivables	52,740	—	0.10%
9	Tecpoint	Coretronic Corporation	2	Other receivables	701,442	—	1.32%
10	Greendale	Coretronic Corporation	2	Other receivables	3,162,227	—	5.97%
		Coretronic Optics (Kunshan)	3	Other receivables	505,239	—	0.95%
		Coretronic Vietnam	3	Other receivables	293,766	—	0.55%
11	Coretronic Projection (Kunshan)	Optoma China	3	Accounts receivable	123,423	—	0.23%
			3	Sales	152,564	—	0.83%
		Greendale	3	Accounts receivable	2,664,961	—	5.03%
			3	Sales	3,637,626	—	19.84%
		Champ Vision Display	3	Accounts receivable	133,466	—	0.25%
			3	Sales	270,040	—	1.47%
		Coretronic Optics (Kunshan)	3	Other receivables	666,252	—	1.26%
			3	Accounts receivable	47,918	—	0.09%
		Coretronic Optics (Suzhou)	3	Sales	148,191	—	0.81%
			3	Other receivables	985,571	—	1.86%
12	Boom Power	Coretronic Corporation	2	Other receivables	111,574	—	0.21%
13	Tsen Ming Investment	Coretronic Intelligent Robotics Corporation	3	Other receivables	55,356	—	0.10%
		Coretronic Reality Inc.	3	Other receivables	54,149	—	0.10%
		Coretronic Intelligent Logistics Solutions Corporation	3	Other receivables	55,356	—	0.10%
14	Coretronic (Ningbo)	Coretronic Corporation	2	Accounts receivable	293,615	—	0.55%
			2	Sales	319,282	—	1.74%
		Coretronic Optics (Suzhou)	3	Other receivables	615,077	—	1.16%
			3	Accounts receivable	42,124	—	0.08%
			3	Sales	85,756	—	0.47%
15	Great Pride (HK)	Coretronic Corporation	2	Other receivables	108,410	—	0.20%
16	Wisdom Success (HK)	Coretronic Corporation	2	Other receivables	542,050	—	1.02%
17	Bigshine (HK)	Coretronic Corporation	2	Other receivables	313,510	—	0.59%
18	Lead Bright (HK)	Coretronic Corporation	2	Other receivables	527,400	—	1.00%
19	Coretronic Intelligent Cloud Service Corporation	Coretronic Corporation	2	Accounts receivable	48,245	—	0.09%
			2	Sales	91,817	—	0.50%

No. (Note a)	Related party	Counter-party	Relationship with Coretronic Corporation (Note b)	Transactions			
				Accounts	Amount	Collection periods (Note c)	Percentage of consolidated operating revenues or consolidated total assets (Note d)
20	Young Lighting Limited	Coretronic Corporation	2	Other receivables	199,240	—	0.38%
		Coretronic Vietnam	3	Other receivables	85,065	—	0.16%
21	Coretronic Optotech (Suzhou)	Coretronic Corporation	2	Accounts receivable	120,632	—	0.23%
			2	Sales	101,271	—	0.55%
		Coretronic Optics (Suzhou)	3	Other receivables	616,727	—	1.16%
			3	Accounts receivable	48,116	—	0.09%
			3	Sales	103,730	—	0.57%
			3	Accounts receivable	43,079	—	0.08%
22	Champ Vision Display	Coretronic Projection (Kunshan)	3	Sales	156,309	—	0.85%
			3	Accounts receivable	1,099,916	—	2.08%
23	Coretronic Optics (Kunshan)	Coretronic Projection (Kunshan)	3	Sales	2,449,691	—	13.36%
			2	Accounts receivable	4,698,332	—	8.87%
24	Coretronic Optics (Suzhou)	Coretronic Corporation	2	Sales	3,007,336	—	16.41%
			3	Sales	42,292	—	0.23%
25	Coretronic Reality Inc.	Coretronic Intelligent Robotics Corporation	3	Sales	42,292	—	0.23%
26	Coretronic Technology (HK)	Coretronic Corporation	2	Other receivables	1,828,320	—	3.45%
27	Coretronic Technology (BRVT)	Coretronic Corporation	2	Accounts receivable	2,943,719	—	5.56%
			2	Sales	1,534,278	—	8.37%
28	Optoma Corporation	Optoma USA	3	Accounts receivable	215,241	—	0.41%
			3	Sales	399,910	—	2.18%
		Optoma Europe	3	Accounts receivable	446,428	—	0.84%
			3	Sales	904,717	—	4.94%
29	Young Optics (BD)	Young Optics	3	Accounts receivable	4,740	—	0.01%
			3	Sales	57,064	—	0.31%
		Young Optics (Kunshan)	3	Accounts receivable	3,841	—	0.01%
			3	Sales	10,169	—	0.06%
30	Young Optics (Suzhou)	Young Optics	3	Other receivable	1,108	—	0.00%
			3	Accounts receivable	4,334	—	0.01%
			3	Sales	6,121	—	0.03%
		Young Optics (Kunshan)	3	Other receivable	442	—	0.00%
			3	Accounts receivable	148	—	0.00%
			3	Sales	723	—	0.00%
31	Best Alpha	Young Optics (BD)	3	Other receivable	29,300	—	0.06%

Note a: Coretronic Corporation and its subsidiaries are coded as follows:

1. Coretronic Corporation is coded "0"
2. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note b: Transactions are categorized as follows:

1. The holding company to subsidiary.
2. The subsidiary to holding company.
3. Subsidiaries to subsidiaries.

Note c: In principle, the received/payment terms were month-end 90 days or 30-150 days.

Note d: The percentage with respect to the consolidated asset/liability for transactions of balance sheet items are based on each item's balance at period-end.

For profit or loss items, cumulative balances are used as basis.

ATTACHMENT 6 (Names, locations and related information of investee companies as of June 30, 2025) (Not including investment in Mainland China)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investor company	Investee company	Address	Main businesses and products	Initial Investment		Investment as of June 30, 2025			Net income (loss) of investee company	Investment income (loss) recognized	Note
				Ending balance	Beginning balance	Number of shares	Percentage of ownership	Carrying amount			
Coretronic Corporation	Coretronic (BVI) Investment Corp.	B.V.I.	Holding company	\$1,563,709	\$1,563,709	38,220,000	100.00%	\$7,098,521	\$9,973	\$9,973	Subsidiary
Coretronic Corporation	Young Optics Inc.	Hsinchu City, Taiwan	Engaged in the production, marketing and R&D of electronic components and optics.	496,543	496,543	37,217,586	32.63%	889,492	8,216	2,800	Subsidiary
Coretronic Corporation	Visicorp Limited	B.V.I.	Holding company	467,241	467,241	40,781	100.00%	12,578,418	(53,745)	(53,745)	Subsidiary
Coretronic Corporation	Sinolink Global Limited	B.V.I.	Holding company	34,100	34,100	980	100.00%	1,353,073	7,116	7,116	Subsidiary
Coretronic Corporation	Chung Tsen Investment Corp.	New Taipei City, Taiwan	Investment company for strategic purposes	692,696	692,696	127,099,664	100.00%	2,514,133	27,953	27,953	Subsidiary
Coretronic Corporation	Tecpoint Limited	B.V.I.	Holding company	1,064,802	1,064,802	33,556,599	78.06%	2,547,603	15,082	11,773	Subsidiary
Coretronic Corporation	Young Green Energy Co., Ltd.	Hsinchu County, Taiwan	Engaged in the production, wholesale and retail trade of electronic components, battery, computer and its peripheral devices, and electronic	214,620	214,620	18,833,220	99.91%	218,511	608	607	Subsidiary
Coretronic Corporation	Young Lighting Limited	Samoa	Invested in Coretronic Investment Limited's subsidiaries in Europe, which are engaged in R&D, design, production and marketing of image processing products.	118,134	118,134	3,907,000	100.00%	1,537,695	(78,707)	(78,707)	Subsidiary
Coretronic Corporation	Coretronic Intelligent Cloud Service Corp.	Hsinchu County, Taiwan	Engaged in intelligent cloud, IT information, intelligent applications of new media and platform development related business of new media.	354,990	354,990	25,000,000	100.00%	355,224	54,039	54,039	Subsidiary
Coretronic Corporation	Coretronic Venture Capital Corp.	New Taipei City, Taiwan	The investment activities for company's business expansion	300,000	300,000	30,000,000	100.00%	307,561	2,296	2,296	Subsidiary
Coretronic Corporation	Champ Vision Display Inc.	Miaoli County, Taiwan	Engaged in R&D, design, production and marketing of innovative intelligent display products and system integration solution.	142,850	142,850	14,285,000	79.36%	156,896	881	699	Subsidiary
Coretronic Corporation	uCare Medical Electronics Co., Ltd.	Miaoli County, Taiwan	Engaged in the R&D, design, production and marketing of intelligent movement and medical care related software and hardware products.	80,000	80,000	8,000,000	60.69%	(17,504)	(13,663)	(8,292)	Subsidiary
Coretronic Corporation	Calibre UK Limited	U.K.	Engaged in R&D, design, production and marketing of image processing products.	238,841	238,841	52,701,042	100.00%	50,284	(31)	(31)	Subsidiary
Coretronic Corporation	Coretronic Intelligent Robotics Corporation	Hsinchu City, Taiwan	Engaged in R&D, production and marketing of unmanned aerial vehicle and intelligent robotics.	1,208,067	1,208,067	33,000,000	100.00%	558,719	227,594	227,594	Subsidiary
Coretronic Corporation	InnoSpectra Corporation	Hsinchu City, Taiwan	Engaged in R&D and marketing of near-infrared spectrum and corresponding solutions	48,000	48,000	4,800,000	80.00%	10,525	(1,474)	(1,180)	Subsidiary
Coretronic Corporation	Coretronic MEMS Corporation	Hsinchu County, Taiwan	Engaged in R&D, production and marketing of MEMS sensor, module and corresponding solutions.	389,178	389,178	18,000,000	100.00%	73,763	4,173	4,173	Subsidiary
Coretronic Corporation	Coretronic Reality Inc.	Hsinchu County, Taiwan	Engaged in R&D, production and marketing of wearable and embedded projector, system, and display solutions.	220,000	220,000	20,000,000	100.00%	16,201	(17,708)	(17,708)	Subsidiary
Coretronic Corporation	Coretronic Vietnam Co., Ltd.	Vietnam	Research and development, manufacturing and sales of optical components such as backlight module, LCD module, LCD TV and panel display.	USD 3,000,000	USD 3,000,000	-	100.00%	(214,381)	(67,181)	(67,181)	Subsidiary
Coretronic Corporation	Coretronic Investment Limited	U.K.	Holding company	EUR 100,000	EUR 100,000	100,000	38.64%	787,405	(129,200)	(49,921)	Subsidiary
Coretronic Corporation	Dynamic Time Investment Limited	Cayman Islands	Holding company	USD 2,972,230	USD 14,122,230	14,856	100.00%	1,991,619	697	697	Subsidiary
Coretronic Corporation	Coretronic Intelligent Cloud Service Corporation (JP)	Japan	Engaged in intelligent cloud, IT information, intelligent applications of new media and platform development related business of new media.	JPY 150,000,000	JPY 150,000,000	1,500,000	100.00%	30,111	1	1	Subsidiary

ATTACHMENT 6-1 : (Names, locations and related information of investee companies as of June 30, 2025) (Not including investment in Mainland China)  
(The certain information is based on the unreviewed financial statements)  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investor company	Investee company	Address	Main businesses and products	Initial Investment		Investment as of June 30, 2025			Net income (loss) of investee company	Investment income (loss) recognized	Note
				Ending balance	Beginning balance	Number of shares	Percentage of ownership	Carrying amount			
Coretronic Intelligent Robotics Corporation	Coretronic Intelligent Logistics Solutions Corporation	Hsinchu County, Taiwan	System integration and application service solutions for intelligent logistics and smart manufacturing.	\$270,000	\$270,000	20,000,000	100.00%	\$9,979	(\$18,686)	(Note a)	Sub-subsidiary
Coretronic BVI	Greendale	Samoa	Holding company	USD 46,400,000	USD 46,400,000	46,400	100.00 %	USD 242,461,472	USD 301,947	(Note a)	Sub-subsidiary
Visicorp	Wisdom Success	Cayman Islands	Holding company	USD 10,176,000	USD 10,176,000	43,300	100.00 %	USD 360,686,116	(USD 2,418,326)	(Note a)	Sub-subsidiary
Visicorp	Bigshine	Samoa	Holding company	USD 3,000,000	USD 3,000,000	3,000	100.00 %	USD 6,511,233	USD 289,076	(Note a)	Sub-subsidiary
Visicorp	Lead Bright	Samoa	Holding company	USD 4,700,000	USD 4,700,000	4,700	100.00 %	USD 31,564,616	USD 104,578	(Note a)	Sub-subsidiary
Visicorp	Elite View	Samoa	Holding company	USD 5,000,400	USD 5,000,400	5,000	100.00 %	USD 17,028,261	USD 170,309	(Note a)	Sub-subsidiary
Visicorp	Tecpoint	B.V.I.	Holding company	USD 5,204,902	USD 5,204,902	5,204,902	12.11 %	USD 13,486,447	USD 444,106	(Note a)	Subsidiary
Coretronic (Suzhou)	Coretronic Technology (HK)	HK	Holding company	USD 138,000,000	USD 138,000,000	138,000,000	69.70 %	RMB 674,133,348	(RMB 47,031,292)	(Note a)	Sub-subsidiary
Wisdom Success	Wisdom Success (HK)	HK	Holding company	USD 18,000,000	USD 18,000,000	18,000	100.00 %	USD 232,333,494	(USD 3,467,660)	(Note a)	Sub-subsidiary
Wisdom Success	Lead Bright (HK)	HK	Holding company	USD 13,300,000	USD 13,300,000	13,300	73.89 %	USD 89,326,228	USD 400,529	(Note a)	Sub-subsidiary
Wisdom Success	Elite View (HK)	HK	Holding company	USD 7,999,600	USD 7,999,600	8,000	61.54 %	USD 27,246,836	USD 442,821	(Note a)	Sub-subsidiary
Wisdom Success	Bigshine (HK)	HK	Holding company	USD 5,000,000	USD 5,000,000	5,000	62.50 %	USD 10,753,148	USD 768,838	(Note a)	Sub-subsidiary
Coretronic Technology (HK)	Coretronic Technology (BRVT)	Vietnam	Research and development, manufacturing and sales of optical	USD 138,000,000	USD 78,000,000	-	100.00 %	USD 132,510,701	(USD 7,061,464)	(Note a)	Sub-subsidiary
Bigshine	Bigshine (HK)	HK	Holding company	USD 3,000,000	USD 3,000,000	3,000	37.50 %	USD 6,451,889	USD 768,838	(Note a)	Sub-subsidiary
Lead Bright	Lead Bright (HK)	HK	Holding company	USD 4,700,000	USD 4,700,000	4,700	26.11 %	USD 31,564,593	USD 400,529	(Note a)	Sub-subsidiary
Elite View	Elite View (HK)	HK	Holding company	USD 5,000,400	USD 5,000,400	5,000	38.46 %	USD 17,028,166	USD 442,821	(Note a)	Sub-subsidiary
Sinolink	Mat Limited	Samoa	Holding company	USD 980,000	USD 980,000	980	100.00 %	USD 46,179,577	USD 221,774	(Note a)	Sub-subsidiary
Tecpoint	Great Pride	Samoa	Holding company	USD 11,800,000	USD 11,800,000	11,800,000	100.00 %	USD 87,263,799	USD 440,428	(Note a)	Sub-subsidiary
Great Pride	Great Pride (HK)	HK	Holding company	USD 11,800,000	USD 11,800,000	11,800	100.00 %	USD 87,224,838	USD 440,329	(Note a)	Sub-subsidiary
Nano Precision (Suzhou)	Nano Precision Taiwan	Hsinchu County, Taiwan	Engaged in the production, R&D, marketing and imports/exports of high-end electronic devices' plastic enclosures, frames, and optical component injection	300,000	300,000	30,000,000	100.00 %	(RMB 11,709,039)	RMB 1,763,556	(Note a - Note b)	Sub-subsidiary
Nano Precision (Suzhou)	Coretronic Technology (HK)	HK	Holding company	USD 60,000,000	-	60,000,000	30.30 %	RMB 293,059,404	(RMB 47,031,292)	(Note a)	Sub-subsidiary
Chung Tsen Investment	Venture Orient	Samoa	Holding company	USD 5,550,000	USD 5,550,000	5,550	100.00 %	448,394	(4,034)	(Note a)	Sub-subsidiary
Chung Tsen Investment	Tsen Ming Investment	New Taipei	Investment company for strategic purposes	102,000	102,000	32,443,180	100.00 %	569,329	2,903	(Note a)	Sub-subsidiary
Venture Orient	Tecpoint	B.V.I.	Holding company	USD 4,226,399	USD 4,226,399	4,226,399	9.83%	USD 10,951,069	USD 444,106	(Note a)	Subsidiary

Note a : The share of profits/losses of investee company is not reflected herein, as such amount is already included in the share of profits/losses of the investor company.

Note b : Nano Precision Taiwan was disregistered on April 9, 2024, which was approved by regulatory authority. As of June 30, 2025, the liquidation is still in progress.



ATTACHMENT 6-2 : (Names, locations and related information of investee companies as of June 30, 2025) (Not including investment in Mainland China)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investor company	Investee company	Address	Main businesses and products	Initial investment		Investment as of June 30, 2025			Net income (loss) of investee company	Investment income (loss) recognized	Note
				Ending balance	Beginning balance	Number of shares	Percentage of ownership	Carrying amount			
Young Green Energy	Boom Power	B.V.I.	Holding company	USD 1,000,000	USD 1,000,000	10,000	100.00%	\$113,623	-	(Note a)	Sub-subsidiary
Coretronic Intelligent Cloud Service Corp.	Coretronic System Engineering Limited	Samoa	Holding company	USD 1,500,000	USD 1,500,000	1,500,000	100.00%	32,516	2,242	(Note a)	Sub-subsidiary
Coretronic System Engineering Limited	Coretronic System Engineering (HK)	HK	Holding company	USD 1,500,000	USD 1,500,000	1,500,000	100.00%	USD 1,109,769	USD 69,146	(Note a)	Sub-subsidiary
Coretronic Investment Limited	Optoma Holding Limited	U.K.	Holding company	EUR 40,680,793	EUR 40,680,793	32,620,000	97.74%	USD 69,524,862	(USD 4,157,405)	(Note a)	Sub-subsidiary
Young Lighting Limited	Coretronic Investment Limited	U.K.	Holding company	USD 46,776,000	USD 46,776,000	158,808	61.36%	USD 42,677,862	(USD 4,071,198)	(Note a)	Subsidiary

Note a : The share of profits/losses of investee company is not reflected herein, as such amount is already included in the share of profits/losses of the investor company.

ATTACHMENT 6 -3 (Names, locations and related information of investee companies as of June 30, 2025) (Not including investment in Mainland China)

(The certain information is based on the unreviewed financial statements)

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investor company	Investee company	Address	Main businesses and products	Initial investment		Investment as of June 30, 2025			Net income (loss) of investee company	Investment income (loss) recognized	Note
				Ending balance	Beginning balance	Number of shares	Percentage of ownership	Carrying amount			
Optoma Holding	Optoma USA	USA	Marketing and after-sales service of Optoma in Americas region	EUR 6,328,202	EUR 6,328,202	825,000	100.00 %	EUR 18,843,509	(EUR 1,909,809)	(Note a)	Sub-subsidiary
Optoma Holding	Optoma Europe	U.K.	Marketing and after-sales service of Optoma in European region	EUR 24,911,549	EUR 24,911,549	1,200,000	100.00 %	EUR 30,826,827	(EUR 1,217,995)	(Note a)	Sub-subsidiary
Optoma Holding	Optoma Corporation	New Taipei City, Taiwan	Marketing and after-sales service of Optoma in the Asia-Pacific region	EUR 931,677	EUR 931,677	3,000,000	100.00 %	EUR 4,966,133	(EUR 927,762)	(Note a)	Sub-subsidiary
Optoma Europe	Optoma Deutschland GmbH	Germany	Marketing and after-sales service of Optoma in European region	EUR 958,000	EUR 958,000	-	100.00 %	EUR 2,462,962	EUR 18,953	(Note a)	Sub-subsidiary
Optoma Europe	Optoma France	France	Marketing and after-sales service of Optoma in European region	GBP 67,376	GBP 67,376	100,000	100.00 %	EUR 653,477	(EUR 176,525)	(Note a)	Sub-subsidiary
Optoma Europe	Optoma Scandinavia. A.S.	Norway	Marketing and after-sales service of Optoma in European region	GBP 8,260	GBP 8,260	100	100.00 %	EUR 44,351	(EUR 33,470)	(Note a)	Sub-subsidiary
Optoma Europe	Optoma Espana, S.L.	Spain	Marketing and after-sales service of Optoma in European region	EUR 103,006	EUR 103,006	5,150,280	100.00 %	EUR 358,017	(EUR 64,113)	(Note a)	Sub-subsidiary
Optoma Europe	Optoma Benelux B.V.	Netherlands	Marketing and after-sales service of Optoma in European region	EUR 18,000	EUR 18,000	18,000	100.00 %	EUR 400,316	(EUR 194,165)	(Note a)	Sub-subsidiary
Optoma Corporation	Optoma Australia Pty Ltd	Australia	Marketing and after-sales service of Optoma in European region	AUD 150,000	AUD 150,000	150,000	100.00 %	2,773	(548)	(Note a)	Sub-subsidiary
Optoma Corporation	Optoma Technology India Private Limited	India	Marketing service of Optoma in India region	INR 4,000,000	INR 4,000,000	4,000,000	100.00 %	3,120	1,752	(Note a)	Sub-subsidiary
Young Optics	Masterview	B.V.I.	Holding company	USD 200,000	USD 200,000	200,000	100.00 %	939,399	(81,911)	(Note a)	Sub-subsidiary
Masterview	Best Alpha	Samoa	Holding company	USD 1,000,000	USD 1,000,000	1,000,000	100.00 %	USD 13,787,971	(USD 66,637)	(Note a)	Sub-subsidiary
Masterview	Grace China	Cayman Islands	Holding company	USD 2,356,458	USD 2,356,458	2,356,458	100.00 %	USD 14,299,899	(USD 770,842)	(Note a)	Sub-subsidiary
Masterview	Young Optics (BD)	Bengal	Manufacturing of optics components	USD 12,000,000	USD 12,000,000	10,089,436	80.00 %	(USD 7,339,456)	(USD 2,094,157)	(Note a)	Sub-subsidiary
Grace China	Young Optics (BD)	Bengal	Manufacturing of optics components	USD 3,000,000	USD 3,000,000	2,479,960	20.00 %	(USD 1,834,864)	(USD 2,094,157)	(Note a)	Sub-subsidiary

Note a : The share of profits/losses of investee company is not reflected herein, as such amount is already included in the share of profits/losses of the investor company.

ATTACHMENT 7 (Investment in Mainland China as of June 30, 2025)  
(The certain information is based on the unreviewed financial statements)  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investee company	Main businesses and products	Total amount of paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2025	Net income (loss) of investee company	Percentage of ownership	Investment income (loss) recognized	Carrying value as of June 30, 2025	Accumulated inward remittance of earnings as of June 30, 2025
					Outflow	Inflow						
Coretronic Projection (Kunshan)	Digital projectors, LCD monitors and related components of the research and development, processing, manufacturing and sales of the company's products and engaged in after-sales maintenance services	\$ 610,026 (USD 18,400,000)	Indirect investment from the third region (Greendale)	\$ 1,525,064 (USD 46,000,000)	-	-	\$ 1,525,064 (USD 46,000,000)	\$12,110	100.00%	\$12,110	\$6,271,272	\$ 428,855 (USD 14,065,436) (Note a and Note c)
Technology Service (KunShan)	LCD monitor maintenance and technical services	13,259 (USD 400,000)	Indirect investment from the third region (Greendale)	13,259 (USD 400,000)	-	-	13,259 (USD 400,000)	447	100.00%	447	32,671	-
Boom Power Electronics (Suzhou)	Research and development, production and sales of cold cathode tube drive and related products	RMB 8,236,258	Indirect investment from the Mainland China subsidiary (Coretronic Projection (Kunshan))	USD 1,000,000	-	-	USD 1,000,000	603	100.00%	603	51,172	-
Coretronic Optics (Kunshan)	Production and sales of projector module products and spectrometer	RMB 42,000,000	Indirect investment from the Mainland China subsidiary (Coretronic Projection (Kunshan))	-	-	-	-	15,602	100.00%	15,602	881,932	-
Vimax (Kunshan)	Design, research and development and production of projectors, sales of the company's own products and provide after sales maintenance services for self-produced and non-self-produced products	62,252 (USD 1,800,000)	Indirect investment from the third region (Mat Limited)	62,252 (USD 1,800,000)	-	-	62,252 (USD 1,800,000)	6,994	100.00%	6,994	1,343,792	-
Coretronic (Suzhou)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	89,157 (USD 2,000,000)	Indirect investment from the third region (Wisdom Success HK)	271,297 (USD 8,000,000)	-	-	271,297 (USD 8,000,000)	(204,174)	100.00%	(204,174)	4,171,683	-
Coretronic Optics (Suzhou)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	USD 10,000,000	Indirect investment from the third region (Wisdom Success HK)	88,972 (RMB 2,967,283)	-	-	88,972 (RMB 2,967,283)	86,925	100.00%	86,925	461,863	-
Coretronic Optotech (Suzhou)	Research and development, manufacturing and processing optical components such as backlight module, LCD module, LCD TV and panel display. Sales of the company's own products and after-sales maintenance services	390,000 (USD 12,000,000)	Indirect investment from the third region (Wisdom Success HK)	-	-	-	-	11,627	100.00%	11,627	1,623,372	-
Coretronic (Shanghai)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	257,829 (USD 8,000,000)	Indirect investment from the third region (Bigshine HK)	95,254 (USD 3,000,000)	-	-	95,254 (USD 3,000,000)	25,235	100.00%	25,235	188,750	81,790 (USD 2,800,000) (Note a, Note d and Note j)
Coretronic (Ningbo)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	65,005 (USD 2,000,000)	Indirect investment from the third region (Lead Bright HK)	151,490 (USD 4,700,000)	-	-	151,490 (USD 4,700,000)	12,918	100.00%	12,918	3,014,139	139,650 (USD 4,619,805) (Note a and Note j)
Nano Precision (Suzhou)	Manufacture and sales of acrylic panels and light guide plate	426,839 (USD 13,300,000)	Indirect investment from the third region (Great Pride HK)	330,478 (USD 10,392,880)	-	-	330,478 (USD 10,392,880)	14,926	100.00%	14,926	2,444,598	85,228 (USD 2,795,270) (Note a and Note e)
Coretronic (Guangzhou)	Research and development, manufacturing backlight module and related components, sales of the company's own products and provide after-sales maintenance services	417,580 (USD 13,000,000)	Indirect investment from the third region (Elite View HK)	USD 4,368,797	-	-	USD 4,368,797	14,156	100.00%	14,156	1,297,242	-
Coretronic System Engineering (Kunshan)	Contractor in intelligent building engineering and provide related services to customers	USD 1,500,000	Indirect investment from the third region (Coretronic System Engineering HK)	USD 1,500,000	-	-	USD 1,500,000	2,242	100.00%	2,242	32,516	-
Optoma China	Marketing and after-sales service of Optoma's technology products in Mainland China	USD 1,200,000	Indirect investment from the third region (Optoma Holding Limited)	USD 1,200,000	-	-	USD 1,200,000	(4,619)	97.74%	(4,515)	67,136	-
Coretronic Robotek (Kunshan)	Provide intelligent solutions for warehousing and manufacturing	RMB 12,000,000	Indirect investment from the Mainland China subsidiary (Coretronic Projection (Kunshan) and Coretronic (Suzhou) )	-	-	-	-	(591)	100.00%	(591)	40,380	-

Accumulated investment in Mainland China as of June 30, 2025 (Note a, b)	Investment amounts authorized by Investment Commission, MOEA (Note b, Note i, j)	Upper limit on investment
\$2,433,349 (USD 77,191,338)	\$2,149,269 (USD 77,191,338)	\$12,371,456

Note a : To use historical currency rates.  
Note b : The investment amounts in Flying Success and Coretronic (Nanjing) has not been remitted to Coretronic Corporation in the event of liquidation in December 2012 and June 2018, and related registration processes for Investment Commission, MOEA were not applicable.  
Note c : Greendale Investments Limited received cash dividends amounting to USD 14,065,436.4 from Coretronic Projection (Kunshan) from 2006 to 2007 and had remitted those back to Coretronic Corporation.  
Note d : Bigshine (HK) Limited received cash dividends amounting to USD 8,735,525.72 for distribution profits from Coretronic (Shanghai) in 2006 and had remitted it back USD 1,000,000 to Coretronic Corporation.  
Note e : Tecpoint received USD 2,795,270 in 2019 from Nano Precision (Suzhou), which was from the liquidation of Nano Precision (Nanjing) in 2006. Tecpoint had remitted it back to Coretronic Corporation.  
Note f : Great Pride (HK) Investments Limited received cash dividends amounting to USD 3,565,645 for distribution profits from Nano Display (Suzhou) in 2018 and had remitted USD 3,215,142 back to Coretronic Corporation.  
Note g : Nano Precision Investments Limited received cash dividends amounting to USD 2,290,604 for distribution profits from Nano Precision (Nanjing) in 2018 and had remitted USD 2,065,438 back to Coretronic Corporation.  
Note h : The dissolution of Nano Display (Suzhou) and its merger with Coretronic (Suzhou) were approved by regulatory authority in August 2019.  
Note i : Includes the investment of USD2,966,301 from Nano Precision (Nanjing) which was liquidated in April 2019. The investment amount cancellation was approved by MOEA.  
Note j : In 2020, Viscorp received cash dividends amounting to USD 1,800,000 and USD 4,619,805 from Coretronic (Shanghai) and Coretronic (Ningbo), respectively, and had remitted totally USD 6,419,805 to Coretronic Corporation.  
Besides, the rest of the capital of Nano Precision (Nanjing) amounting to USD 460,098 and the income from the liquidation of Coretronic (Nanjing) amounting to USD 490,094 had been remitted back to Coretronic Corporation.  
Therefore, Coretronic Corporation has applied for the cancellation for investment in the amount of USD 7,369,997 in China, which was approved by MOEA.  
Note k : Young Lighting Limited acquired 49% of shares of YLG Limited in December 2020. The ownership percentage of YLG Optotech was increased to 100%.  
Note l : Young Bright Optical (Suzhou) was disregistered in August 2023.  
Note m : In December 2023, Nano Display (Guangzhou) and YLG Optotech were absorbed by Coretronic (Guangzhou). This absorption was approved by authorities.  
Note n : Coretronic Display (Suzhou) was absorbed by Coretronic Optics (Suzhou) from June 1, 2024. Related registration processes was in progress, which has not been approved by authorities yet.  
Note o : To use the currency rate 1 USD =29.3 NTD as of June 30, 2025.

ATTACHMENT 7-1 (Investment in Mainland China as of June 30, 2025)  
(The certain information is based on the unreviewed financial statements)  
(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

Investee company	Main businesses and products	Total amount of paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2025	Net income (loss) of investee company	Percentage of ownership	Investment income (loss) recognized (Note a)	Carrying value as of June 30, 2025 (Note a)	Accumulated inward remittance of earnings as of June 30, 2024
					Outflow	Inflow						
Young Optics (Kunshan)	Researching and developing, manufacturing of optics engine and related optics electronic equipment	\$217,275 (USD 5,000,000) (Note c, d, l and m)	Indirect investment from the third region (Best Alpha and Grace China)	\$-	\$-	\$-	\$-	\$(16,601) (-USD 515,802)	100.00%	\$(16,601) (-USD 515,802)	\$612,485 (USD 20,903,928)	\$230,950 (USD 7,457,289) (Note b, Note i~j, Note n~Note o)
Young Optics (Suzhou)	Researching and developing, manufacturing of optics engine and related optics electronic equipment	33,951 (USD 1,000,000)	Indirect investment from the third region (Best Alpha)	33,951 (USD 1,000,000)	-	-	33,951 (USD 1,000,000)	810 (USD 20,994)	100.00%	810 (USD 20,994)	220,149 (USD 7,513,624)	1,328,957 (USD 31,295,415 and RMB 80,635,502) (Note b, Note e~Note h and Note k)

Accumulated investment in Mainland China as of June 30, 2025 (Note b)	Investment amounts authorized by Investment Commission, MOEA (Note b)	Upper limit on investment
\$33,951 (USD 1,000,000)	\$33,951 (USD 1,000,000)	\$1,633,642

Note a : The investments were fully consolidated in accordance with the Regulations.

Note b : To use historical currency rates.

Note c : Young Optics (Kunshan) invested USD 9,800,000 through capitalization of earnings in 2007. Best Alpha Investments Limited invested USD 2,300,000.

Note d : Young Optics (Kunshan) invested USD 1,300,000 through capitalization of earnings in April 2009. Grace China Investments Limited invested USD 824,850. Best Alpha Investments Limited invested USD 2,975,150.

Note e : Best Alpha Investments Limited received cash dividends amounting to USD 20,235,299 for distribution profits from Young Optics (Suzhou) in 2011 and had remitted it back to Young Optics.

Note f : Best Alpha Investments Limited received cash dividends amounting to RMB 27,691,452 and USD 4,509,641 for distribution profits from Young Optics (Suzhou) in 2014. The RMB 24,922,307 of them had been remitted back to Young Optics.

Note g : Best Alpha Investments Limited received cash dividends amounting to RMB 52,944,050 for distribution profits from Young Optics (Suzhou) in 2015 and had remitted it back to Young Optics.

Note h : Best Alpha Investments Limited received cash dividends amounting to USD 4,528,402 for distribution profits from Young Optics (Suzhou) in 2017 and had remitted it back to Young Optics.

Note i : Best Alpha Investments Limited received cash dividends amounting to USD 603,264 for distribution profits from Young Optics (Kunshan) in 2017 and had remitted it back to Young Optics.

Note j : Grace China Investments Limited received cash dividends amounting to USD 1,854,025 for distribution profits from Young Optics (Kunshan) in 2017 and had remitted it back to Young Optics.

Note k : Best Alpha Investments Limited received cash dividends amounting to USD 6,531,714 for distribution profits from Young Optics (Suzhou) in 2018 and had remitted it back to Young Optics.

Note l : Young Optic (Kunshan) conducted capital reduction amounting to USD10,000,000 in December 2020.

Note m : Young Optics (Kunshan) conducted capital reduction amounting to USD7,200,000 in November 2023, and completed the procedure in January, 2024.

Note n : The capital reduction amounts in Note l and Note m only USD 10,000,000 was remitted to Young Optics. USD 5,000,000 came from capitalization of earnings in Note c and Note d. The rest USD 5,000,000 was the original investment amount.

Note o : Accumulated inward remittance of earnings was approved by Investment Commission, MOEA, to be deducted in the investment amounts Mainland China.