

**GEM Terminal Ind. Co., Ltd. and  
Subsidiaries**

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

## INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Stockholders  
GEM Terminal Ind. Co., Ltd.

### Introduction

We have reviewed the accompanying consolidated balance sheets of GEM Terminal Ind. Co., Ltd. and its subsidiaries (collectively, the "Group") as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### Scope of Review

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

### Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Chiu-Yen Wu and Tzu-Yuan Chang.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

May 12, 2025

### Notice to Readers

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

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

# GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2025		December 31, 2024		March 31, 2024	
	Amount	%	Amount	%	Amount	%
<b>CURRENT ASSETS</b>						
Cash and cash equivalents (Note 6)	\$ 740,906	14	\$ 776,631	15	\$ 1,049,747	19
Financial assets at fair value through profit or loss - current (Note 7)	-	-	-	-	6,283	-
Financial assets at fair value through other comprehensive income - current (Note 8)	20,786	-	36,173	1	29,048	1
Notes receivable (Notes 9 and 27)	212,670	4	162,674	3	151,681	3
Accounts receivable, net (Note 9)	815,129	16	936,360	17	755,728	14
Other receivables	5,308	-	14,924	-	4,466	-
Current tax assets	1,430	-	1,322	-	790	-
Inventories (Note 10)	873,958	17	906,909	17	1,029,603	19
Other financial assets - current (Note 11)	182,966	4	176,096	3	141,131	3
Other current assets	128,759	2	147,438	3	173,359	3
Total current assets	<u>2,981,912</u>	<u>57</u>	<u>3,158,527</u>	<u>59</u>	<u>3,341,836</u>	<u>62</u>
<b>NONCURRENT ASSETS</b>						
Property, plant and equipment (Notes 13, 27 and 28)	1,877,789	36	1,875,320	35	1,750,018	32
Right-of-use assets (Notes 14, 26 and 27)	61,420	1	61,236	1	60,390	1
Deferred tax assets	198,759	4	196,676	4	206,971	4
Prepayments for equipment	59,566	1	35,607	1	23,079	1
Other financial assets - noncurrent (Notes 11 and 27)	10,604	-	8,397	-	6,994	-
Net defined benefit assets - noncurrent	10,469	-	9,936	-	5,438	-
Other noncurrent assets	15,233	1	10,254	-	11,251	-
Total non-current assets	<u>2,233,840</u>	<u>43</u>	<u>2,197,426</u>	<u>41</u>	<u>2,064,141</u>	<u>38</u>
<b>TOTAL</b>	<u>\$ 5,215,752</u>	<u>100</u>	<u>\$ 5,355,953</u>	<u>100</u>	<u>\$ 5,405,977</u>	<u>100</u>
<b>LIABILITIES AND EQUITY</b>						
<b>CURRENT LIABILITIES</b>						
Short-term borrowings (Note 17)	\$ 1,472,191	28	\$ 1,276,052	24	\$ 1,106,224	21
Short-term bills payable (Note 17)	50,000	1	50,000	1	-	-
Financial liabilities at fair value through profit or loss - current (Note 7)	5	-	14	-	-	-
Notes payable (Note 15)	334,815	7	524,455	10	447,081	8
Accounts payable (Note 15)	318,528	6	235,090	4	297,951	6
Other payables (Notes 16 and 26)	148,762	3	168,220	3	172,946	3
Current tax liabilities	-	-	574	-	-	-
Lease liabilities - current (Notes 14 and 26)	882	-	841	-	577	-
Long-term borrowings - current portion (Note 17)	370,702	7	401,535	8	384,695	7
Other current liabilities	14,028	-	18,654	-	22,894	-
Total current liabilities	<u>2,709,913</u>	<u>52</u>	<u>2,675,435</u>	<u>50</u>	<u>2,432,368</u>	<u>45</u>
<b>NONCURRENT LIABILITIES</b>						
Long-term borrowings (Note 17)	566,006	11	698,200	13	876,528	16
Deferred tax liabilities	11,075	-	10,525	-	9,284	-
Lease liabilities - noncurrent (Notes 14 and 26)	1,334	-	1,571	-	238	-
Total non-current liabilities	<u>578,415</u>	<u>11</u>	<u>710,296</u>	<u>13</u>	<u>886,050</u>	<u>16</u>
Total liabilities	<u>3,288,328</u>	<u>63</u>	<u>3,385,731</u>	<u>63</u>	<u>3,318,418</u>	<u>61</u>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 19)</b>						
Ordinary shares	<u>1,692,000</u>	<u>33</u>	<u>1,692,000</u>	<u>32</u>	<u>1,692,000</u>	<u>31</u>
Capital surplus	<u>271,333</u>	<u>5</u>	<u>271,333</u>	<u>5</u>	<u>271,315</u>	<u>5</u>
Retained earnings						
Legal reserve	364,825	7	364,825	7	364,825	7
Special reserve	97,816	2	97,816	2	97,816	2
Accumulated deficit	(449,575)	(9)	(366,117)	(7)	(207,204)	(4)
Total retained earnings	<u>13,066</u>	<u>-</u>	<u>96,524</u>	<u>2</u>	<u>255,437</u>	<u>5</u>
Other equity	(5,916)	-	(46,576)	(1)	(88,134)	(1)
Treasury shares	(43,059)	(1)	(43,059)	(1)	(43,059)	(1)
Total equity	<u>1,927,424</u>	<u>37</u>	<u>1,970,222</u>	<u>37</u>	<u>2,087,559</u>	<u>39</u>
<b>TOTAL</b>	<u>\$ 5,215,752</u>	<u>100</u>	<u>\$ 5,355,953</u>	<u>100</u>	<u>\$ 5,405,977</u>	<u>100</u>

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

# GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

	<b>For the Three Months Ended March 31</b>			
	<b>2025</b>		<b>2024</b>	
	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
OPERATING REVENUE, NET (Note 20)	\$ 696,770	100	\$ 613,050	100
OPERATING COSTS (Notes 10 and 21)	<u>681,441</u>	<u>98</u>	<u>597,067</u>	<u>97</u>
GROSS PROFIT	<u>15,329</u>	<u>2</u>	<u>15,983</u>	<u>3</u>
OPERATING EXPENSES (Notes 21 and 26)				
Marketing	30,459	4	31,783	5
General and administrative	53,062	7	49,679	8
Research and development	5,924	1	1,281	-
Expected credit reversed (Note 9)	<u>(1,026)</u>	<u>-</u>	<u>(3,715)</u>	<u>-</u>
Total operating expenses	<u>88,419</u>	<u>12</u>	<u>79,028</u>	<u>13</u>
NET LOSS FROM OPERATIONS	<u>(73,090)</u>	<u>(10)</u>	<u>(63,045)</u>	<u>(10)</u>
NON-OPERATING INCOME AND EXPENSES (Notes 21 and 26)				
Interest income	4,023	1	2,814	-
Other income	1,752	-	1,149	-
Other gains and losses	515	-	(3,210)	-
Finance costs	<u>(17,062)</u>	<u>(3)</u>	<u>(13,383)</u>	<u>(2)</u>
Total non-operating income and expenses	<u>(10,772)</u>	<u>(2)</u>	<u>(12,630)</u>	<u>(2)</u>
LOSS BEFORE INCOME TAX	(83,862)	(12)	(75,675)	(12)
INCOME TAX BENEFIT(EXPENSE) (Notes 4 and 22)	<u>(821)</u>	<u>-</u>	<u>5,463</u>	<u>1</u>
NET LOSS	<u>(84,683)</u>	<u>(12)</u>	<u>(70,212)</u>	<u>(11)</u>
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 19 and 22)				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gain on investments in equity instruments at fair value through other comprehensive income	(3,623)	(1)	2,664	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	-	-	(2)	-

(Continued)

# GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

	<b>For the Three Months Ended March 31</b>			
	<b>2025</b>		<b>2024</b>	
	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating the financial statements of foreign operations	\$ 46,441	7	\$ 50,638	8
Income tax relating to items that may be reclassified subsequently to profit or loss	<u>(933)</u>	<u>-</u>	<u>(1,456)</u>	<u>-</u>
Other comprehensive income for the period, net of income tax	<u>41,885</u>	<u>6</u>	<u>51,844</u>	<u>8</u>
<b>TOTAL COMPREHENSIVE LOSS FOR THE PERIOD</b>	<u>\$ (42,798)</u>	<u>(6)</u>	<u>\$ (18,368)</u>	<u>(3)</u>
<b>NET LOSS ATTRIBUTABLE TO:</b>				
Owners of the Company	<u>\$ (84,683)</u>	<u>(12)</u>	<u>\$ (70,212)</u>	<u>(11)</u>
<b>TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO:</b>				
Owners of the Company	<u>\$ (42,798)</u>	<u>(6)</u>	<u>\$ (18,368)</u>	<u>(3)</u>
<b>NET LOSS PER SHARE (Note 23)</b>				
Basic	<u>\$ (0.51)</u>		<u>\$ (0.42)</u>	
Diluted	<u>\$ (0.51)</u>		<u>\$ (0.42)</u>	

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

(Concluded)

## GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

	Equity Attributable to the Owners of the Company						Other Equity					
	Ordinary Shares	Capital Surplus	Retained Earnings			Total	Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Remeasurement of Defined Benefit Plans	Total	Treasury Shares	Total Equity
			Legal Reserve	Special Reserve	Accumulated Deficit							
BALANCE AT JANUARY 1, 2025	\$ 1,692,000	\$ 271,333	\$ 364,825	\$ 97,816	\$ (366,117)	\$ 96,524	\$ (65,030)	\$ 8,565	\$ 9,889	\$ (46,576)	\$ (43,059)	\$ 1,970,222
Net loss for the three months ended March 31, 2025	-	-	-	-	(84,683)	(84,683)	-	-	-	-	-	(84,683)
Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax	-	-	-	-	-	-	45,508	(3,623)	-	41,885	-	41,885
Total comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	(84,683)	(84,683)	45,508	(3,623)	-	41,885	-	(42,798)
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	1,225	1,225	-	(1,225)	-	(1,225)	-	-
BALANCE AT MARCH 31, 2025	\$ 1,692,000	\$ 271,333	\$ 364,825	\$ 97,816	\$ (449,575)	\$ 13,066	\$ (19,522)	\$ 3,717	\$ 9,889	\$ (5,916)	\$ (43,059)	\$ 1,927,424
BALANCE AT JANUARY 1, 2024	\$ 1,692,000	\$ 271,315	\$ 364,825	\$ 97,816	\$ (142,334)	\$ 320,307	\$ (149,664)	\$ 7,649	\$ 7,379	\$ (134,636)	\$ (43,059)	\$ 2,105,927
Net loss for the three months ended March 31, 2024	-	-	-	-	(70,212)	(70,212)	-	-	-	-	-	(70,212)
Other comprehensive income (loss) for the three months ended March 31, 2024, net of income tax	-	-	-	-	-	-	49,182	2,662	-	51,844	-	51,844
Total comprehensive income (loss) for the three months ended March 31, 2024	-	-	-	-	(70,212)	(70,212)	49,182	2,662	-	51,844	-	(18,368)
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	5,342	5,342	-	(5,342)	-	(5,342)	-	-
BALANCE AT MARCH 31, 2024	\$ 1,692,000	\$ 271,315	\$ 364,825	\$ 97,816	\$ (207,204)	\$ 255,437	\$ (100,482)	\$ 4,969	\$ 7,379	\$ (88,134)	\$ (43,059)	\$ 2,087,559

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

# GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before income tax	\$ (83,862)	\$ (75,675)
Adjustments for:		
Depreciation expense	63,152	58,137
Amortization expense	1,090	1,134
Expected credit reversed	(1,026)	(3,715)
Net loss/(gain) on fair value changes of financial assets and liabilities at fair value through profit or loss	1,585	(609)
Finance costs	17,062	13,383
Interest income	(4,023)	(2,814)
Dividend income	(184)	(269)
Net loss on disposal of property, plant and equipment and fire loss, net	961	1,560
Impairment loss recognized on non-financial assets	835	-
Write-down of inventories	4,703	11,905
Other non-cash items	(1,649)	3,776
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	-	573
Notes receivable	(49,996)	1,358
Accounts receivable	122,104	54,818
Other receivables	10,575	(3,321)
Inventories	26,944	(755)
Other current assets	18,679	13,646
Notes payable	(189,640)	10,044
Accounts payable	83,438	(237,189)
Other payables	(14,543)	(14,079)
Other current liabilities	(2,456)	3,425
Net defined benefit assets	(533)	(512)
Net cash generated from (used in) operating activities	3,216	(165,179)
Interest received	3,064	2,468
Income tax paid	(1,262)	(41)
Net cash generated from (used in) operating activities	<u>5,018</u>	<u>(162,752)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	(7,959)	(20,965)
Proceeds from sale of financial assets at fair value through other comprehensive income	19,723	34,800
Purchase of financial assets at fair value through profit or loss	(1,594)	-
Payments for property, plant and equipment	(73,307)	(61,097)
Proceeds from disposal of property, plant and equipment	-	1,616

(Continued)

# GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

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

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Increase in other financial assets	\$ (9,077)	\$ (110,648)
Increase in other non-current assets	(6,927)	-
Dividends received	<u>184</u>	<u>269</u>
Net cash used in investing activities	<u>(78,957)</u>	<u>(156,025)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from short-term borrowings	1,009,743	865,165
Repayments of short-term borrowings	(826,567)	(721,174)
Proceeds from short-term bills payable	100,000	-
Repayments of short-term bills payable	(100,000)	(50,000)
Proceeds from long-term borrowings	-	505,000
Repayments of long-term borrowings	(163,027)	(285,889)
Repayment of the principal portion of lease liabilities	(196)	(218)
Interest paid	<u>(17,875)</u>	<u>(14,789)</u>
Net cash generated from financing activities	<u>2,078</u>	<u>298,095</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS</b>	<u>36,136</u>	<u>29,737</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(35,725)	9,055
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<u>776,631</u>	<u>1,040,692</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u>\$ 740,906</u>	<u>\$ 1,049,747</u>

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

(Concluded)

# GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

---

### 1. GENERAL INFORMATION

GEM Terminal Ind. Co., Ltd. (the “Company”) was incorporated in July 1993 under the laws of the Republic of China. The Company mainly manufactures and sells series terminals, plug inserts, housing and electronic connectors for AC and DC power cords; electric and motor parts terminal; electric and communication terminal; copper smelting.

The Company’s shares have been listed on the Taiwan Stock Exchange since September 2001.

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

### 2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved and authorized for issue by the board of directors on May 12, 2025.

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

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

#### Amendments to IAS 21 “Lack of Exchangeability”

The initial application of the Amendments to IAS 21 “Lack of Exchangeability” did not have a material impact on the Company and entities controlled by the Company (The “Group”) accounting policies.

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

<b>New, Amended and Revised Standards and Interpretations</b>	<b>Effective Date Announced by IASB</b>
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of classification of financial assets	January 1, 2026 (Note)

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2026. It is permitted to apply these amendments for an earlier period beginning on January 1, 2025.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group’s financial position and financial performance.

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

<b><u>New, Amended and Revised Standards and Interpretations</u></b>	<b><u>Effective Date Announced by IASB (Note)</u></b>
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of derecognition of financial liabilities	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

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

#### IFRS 18 “Presentation and Disclosure in Financial Statements”

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

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

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

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

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

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

#### 4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

##### a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 IFRS Accounting Standards as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

##### b. Basis of preparation

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

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

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- 3) Level 3 inputs are unobservable inputs for the asset or liability.

##### c. Basis of consolidation

The basis of preparation applied in the consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2024.

See Note 12, table 5 and 6 for detailed information on subsidiaries (including percentages of ownership and main businesses).

##### d. Other material accounting policy

Except for the following, please refer to the summary of material accounting policy in the consolidated financial statements for the year ended December 31, 2024.

###### 1) Retirement benefits

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

###### 2) Income tax expense

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

## 5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's material accounting policies, management is required to make judgments, estimations and assumptions. Refer to the consolidated financial statements for the year ended December 31, 2024.

## 6. CASH AND CASH EQUIVALENTS

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	\$ 2,851	\$ 3,145	\$ 3,013
Checking accounts and demand deposits	567,587	641,653	838,302
Cash equivalents			
Time deposits with original maturities of 3 months or less	<u>170,468</u>	<u>131,833</u>	<u>208,432</u>
	<u>\$ 740,906</u>	<u>\$ 776,631</u>	<u>\$ 1,049,747</u>

a. The market interest rates of cash equivalents at the end of the reporting period were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Time deposits (%)	1.59-4.4	4.00-4.72	1.16-5.40

b. The Group transacted with a variety of financial institutions with sound credit ratings to disperse credit risk; hence, there was no expected credit loss.

## 7. FINANCIAL ASSETS AT FVTPL

	March 31, 2025	December 31, 2024	March 31, 2024
<hr/> <b>Financial assets – current</b> <hr/>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Beneficiary certificates	\$ -	\$ -	\$ 6,269
Held for trading			
Derivatives (not under hedge accounting)			
Copper futures	<u>-</u>	<u>-</u>	<u>14</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,283</u>
<hr/> <b>Financial liabilities – current</b> <hr/>			
Held for trading			
Derivatives (not under hedge accounting)			
Copper futures	<u>\$ 5</u>	<u>\$ 14</u>	<u>\$ -</u>

Outstanding copper futures contracts not under hedge accounting at the end of the reporting period were as follows:

March 31, 2025

	<b>Futures Month</b>	<b>Lots</b>	<b>Contract Amount (In Thousands)</b>
Copper futures			
LME copper - Buy	June 2025	1	US\$ 243

December 31, 2024

	<b>Futures Month</b>	<b>Lots</b>	<b>Contract Amount (In Thousands)</b>
Copper futures			
Refined copper - Buy	March 2025	3	US\$ 302

March 31, 2024

	<b>Futures Month</b>	<b>Lots</b>	<b>Contract Amount (In Thousands)</b>
Copper futures			
Refined copper - Buy	May 2024	3	US\$ 301
Refined copper - Sell	July 2024	3	US\$ 303

**8. FINANCIAL ASSETS AT FVTOCI - CURRENT**

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Investments in equity instruments at FVTOCI			
Domestic listed shares	<u>\$ 20,786</u>	<u>\$ 36,173</u>	<u>\$ 29,048</u>

These investments in equity instruments are not held for trading. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI.

**9. NOTES AND ACCOUNTS RECEIVABLE, NET**

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Notes receivable			
Notes receivable - operating	<u>\$ 212,670</u>	<u>\$ 162,674</u>	<u>\$ 151,681</u>
Accounts receivable			
At amortized cost			
Gross carrying amount	\$ 819,752	\$ 944,416	\$ 762,721
Less: Allowance for impairment loss	<u>4,623</u>	<u>8,056</u>	<u>6,993</u>
	<u>\$ 815,129</u>	<u>\$ 936,360</u>	<u>\$ 755,728</u>

Refer to note 27 for information regarding the pledging of notes receivable.

Notes and accounts receivable

The main credit period of sales of goods was 30-120 days. In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for the notes receivable and accounts receivable at an amount equal to lifetime ECLs. The expected credit losses are estimated using a provision matrix prepared by reference to the past default experience of the customers, the customer's current financial position, as well as the industry outlook. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

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

The following table details the loss allowance of notes and accounts receivable based on the Group's provision matrix.

March 31, 2025

	<b>Not Past Due</b>	<b>Past Due 1 to 90 Days</b>	<b>Past Due 91 to 180 Days</b>	<b>Past Due 181 to 360 Days</b>	<b>Past Due Over 360 Days</b>	<b>Total</b>
Expected credit loss rate (%)	0-0.26	0.66-5.9	63.27	100	100	
Gross carrying amount	\$ 999,034	\$ 29,701	\$ -	\$ 761	\$ 2,926	\$1,032,422
Loss allowance (Lifetime ECLs)	<u>(537)</u>	<u>(399)</u>	<u>-</u>	<u>(761)</u>	<u>(2,926)</u>	<u>(4,623)</u>
Amortized cost	<u>\$ 998,497</u>	<u>\$ 29,302</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$1,027,799</u>

December 31, 2024

	<b>Not Past Due</b>	<b>Past Due 1 to 90 Days</b>	<b>Past Due 91 to 180 Days</b>	<b>Past Due 181 to 360 Days</b>	<b>Past Due Over 360 Days</b>	<b>Total</b>
Expected credit loss rate (%)	0-5.55	1.01-6.65	0-52.09	100	100	
Gross carrying amount	\$1,066,089	\$ 33,235	\$ 2,067	\$ 3,192	\$ 2,507	\$1,107,090
Loss allowance (Lifetime ECLs)	<u>(812)</u>	<u>(508)</u>	<u>(1,037)</u>	<u>(3,192)</u>	<u>(2,507)</u>	<u>(8,056)</u>
Amortized cost	<u>\$1,065,277</u>	<u>\$ 32,727</u>	<u>\$ 1,030</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$1,099,034</u>

March 31, 2024

	<b>Not Past Due</b>	<b>Past Due 1 to 90 Days</b>	<b>Past Due 91 to 180 Days</b>	<b>Past Due 181 to 360 Days</b>	<b>Past Due Over 360 Days</b>	<b>Total</b>
Expected credit loss rate (%)	0-0.6	0.7-55	42-65	42-100	100	
Gross carrying amount	\$ 855,284	\$ 53,537	\$ 260	\$ 348	\$ 4,973	\$ 914,402
Loss allowance (Lifetime ECLs)	<u>(550)</u>	<u>(1,106)</u>	<u>(145)</u>	<u>(219)</u>	<u>(4,973)</u>	<u>(6,993)</u>
Amortized cost	<u>\$ 854,734</u>	<u>\$ 52,431</u>	<u>\$ 115</u>	<u>\$ 129</u>	<u>\$ -</u>	<u>\$ 907,409</u>

The movements of the loss allowance of notes and accounts receivable were as follows:

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 8,056	\$ 10,525
Loss allowance reversed	(1,026)	(3,715)
Write-offs	(2,560)	-
Foreign exchange gains and losses	<u>153</u>	<u>183</u>
Balance at March 31	<u>\$ 4,623</u>	<u>\$ 6,993</u>

**10. INVENTORIES**

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Finished goods	\$ 346,402	\$ 339,610	\$ 317,885
Work in process	237,205	146,185	258,829
Raw materials	188,439	306,165	330,595
Supplies	<u>101,912</u>	<u>114,949</u>	<u>122,294</u>
	<u>\$ 873,958</u>	<u>\$ 906,909</u>	<u>\$ 1,029,603</u>

All operating costs recognized for the three months ended March 31, 2025 and 2024 were the cost of inventories, which included the following items:

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Write-down of inventories	\$ 4,703	\$ 11,905
Recognition (reversal) of provisions	(2,170)	56
Others	<u>201</u>	<u>58</u>
	<u>\$ 2,734</u>	<u>\$ 12,019</u>

## 11. OTHER FINANCIAL ASSETS

	March 31, 2025	December 31, 2024	March 31, 2024
Pledged time deposits	\$ 3,083	\$ 977	\$ 4,660
Time deposits with original maturity more than 3 months	176,616	171,446	127,209
Refundable deposits	<u>13,871</u>	<u>12,070</u>	<u>16,256</u>
	<u>\$ 193,570</u>	<u>\$ 184,493</u>	<u>\$ 148,125</u>
Current	\$ 182,966	\$ 176,096	\$ 141,131
Non-current	<u>10,604</u>	<u>8,397</u>	<u>6,994</u>
	<u>\$ 193,570</u>	<u>\$ 184,493</u>	<u>\$ 148,125</u>

a. The market rate intervals of other financial assets at the end of the reporting period were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Time deposits (%)	0.18-4.2	1.8-4.2	1.21-6.20

b. The counterparties of the Group's time deposits were banks with good credit ratings with no significant default concerns; hence, there was no expected credit loss.

c. Refer to Note 27 for the information of other financial assets pledged as collateral.

## 12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements were as follows:

Name of Investor	Name of Investee	Percentage of Ownership (%)			Remark
		March 31, 2025	December 31, 2024	March 31, 2024	
The Company	Global Electronics Terminal (Cayman) Co., Ltd. (Global Cayman)	100	100	100	
	Genius Terminal Co., Ltd. (Genius)	100	100	100	Note
	GEM Terminal (Cayman) Co., Ltd. (GEM Cayman)	100	100	100	
Global Cayman	Vibo Gem International Co., Ltd. (Vibo)	100	100	100	
	Global Electronics Terminal (HK) Co., Ltd. (Global HK)	100	100	100	
Genius	Genius Terminal (HK) Ltd. (Genius HK)	100	100	100	Note
GEM Cayman	Vietnam Gem Electronic and Metal Co., Ltd (GEM VN)	100	100	100	
Vibo	Suzhou Gem Opto-Electronics Terminal Co., Ltd. (GEM Suzhou)	100	100	100	
	Dongguan Gem Electronics & Metal Co., Ltd. (GEM Dongguan)	100	100	100	

Note: Genius and Genius HK are currently in the process of cancellation.

Refer to Tables 5 and 6 for information on the Group's main business and registered country.

### 13. PROPERTY, PLANT AND EQUIPMENT

a. Movements of cost and accumulated depreciation were as follows:

#### Three months ended March 31, 2025

	Land	Buildings	Machinery and Equipment	Transportation Equipment	Others	Construction in Progress and Equipment to be Inspected	Total
<u>Cost</u>							
Balance on January 1, 2025	\$ 245,920	\$ 1,165,721	\$ 1,900,244	\$ 44,488	\$ 799,347	\$ 206,398	\$ 4,362,118
Additions	-	768	35,276	-	16,892	(7,690)	45,246
Disposals	-	(416)	(20,836)	-	(25,017)	-	(46,269)
Effects of foreign currency exchange differences	-	16,797	38,099	481	13,520	2,880	71,777
Balance on March 31, 2025	<u>\$ 245,920</u>	<u>\$ 1,182,870</u>	<u>\$ 1,952,783</u>	<u>\$ 44,969</u>	<u>\$ 804,742</u>	<u>\$ 201,588</u>	<u>\$ 4,432,872</u>
<u>Accumulated depreciation and impairment</u>							
Balance on January 1, 2025	\$ -	\$ (701,309)	\$ (1,199,726)	\$ (21,376)	\$ (563,538)	\$ (849)	\$ (2,486,798)
Depreciation expenses	-	(11,025)	(31,262)	(1,365)	(18,758)	-	(62,410)
Impairment loss	-	-	-	-	-	(29)	(29)
Disposals	-	395	20,231	-	24,682	-	45,308
Effects of foreign currency exchange differences	-	(11,156)	(30,459)	(149)	(9,390)	-	(51,154)
Balance on March 31, 2025	<u>\$ -</u>	<u>\$ (723,095)</u>	<u>\$ (1,241,216)</u>	<u>\$ (22,890)</u>	<u>\$ (567,004)</u>	<u>\$ (878)</u>	<u>\$ (2,555,083)</u>
Carrying amounts on December 31, 2024 and January 1, 2025	<u>\$ 245,920</u>	<u>\$ 464,412</u>	<u>\$ 700,518</u>	<u>\$ 23,112</u>	<u>\$ 235,809</u>	<u>\$ 205,549</u>	<u>\$ 1,875,320</u>
Carrying amounts on March 31, 2025	<u>\$ 245,920</u>	<u>\$ 459,775</u>	<u>\$ 711,567</u>	<u>\$ 22,079</u>	<u>\$ 237,738</u>	<u>\$ 200,710</u>	<u>\$ 1,877,789</u>

#### Three months ended March 31, 2024

	Land	Buildings	Machinery and Equipment	Transportation Equipment	Others	Construction in Progress and Equipment to be Inspected	Total
<u>Cost</u>							
Balance on January 1, 2024	\$ 245,920	\$ 1,048,512	\$ 1,807,703	\$ 44,127	\$ 782,718	\$ 233,473	\$ 4,162,453
Additions	-	2,842	13,740	1,541	3,362	41,010	62,495
Disposals	-	-	(18,271)	(1,855)	(27,642)	-	(47,768)
Effects of foreign currency exchange differences	-	16,089	(17,966)	2,352	14,716	2,141	17,332
Balance on March 31, 2024	<u>\$ 245,920</u>	<u>\$ 1,067,443</u>	<u>\$ 1,785,206</u>	<u>\$ 46,165</u>	<u>\$ 773,154</u>	<u>\$ 276,624</u>	<u>\$ 4,194,512</u>
<u>Accumulated depreciation</u>							
Balance on January 1, 2024	\$ -	\$ (645,193)	\$ (1,230,809)	\$ (25,072)	\$ (543,145)	\$ -	\$ (2,444,219)
Depreciation expenses	-	(10,178)	(26,954)	(1,057)	(19,253)	-	(57,442)
Disposals	-	-	18,044	-	26,548	-	44,592
Effects of foreign currency exchange differences	-	(9,692)	32,148	(251)	(9,630)	-	12,575
Balance on March 31, 2024	<u>\$ -</u>	<u>\$ (665,063)</u>	<u>\$ (1,207,571)</u>	<u>\$ (26,380)</u>	<u>\$ (545,480)</u>	<u>\$ -</u>	<u>\$ (2,444,494)</u>
Carrying amounts on March 31, 2024	<u>\$ 245,920</u>	<u>\$ 402,380</u>	<u>\$ 577,635</u>	<u>\$ 19,785</u>	<u>\$ 227,674</u>	<u>\$ 276,624</u>	<u>\$ 1,750,018</u>

b. The Company purchased agricultural land of \$7,908 thousand that cannot be transferred to the Company because of statutory limitations; thus, the Company registered the property rights in the name of related party, Su Chung-Hong. The land is mortgaged to the Company and the agreement stipulated unconditional conveyance of the land to the Company.

- c. The property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings

Factory facilities	5-25 years
Building facilities	5-25 years
Main building of the factory	20-50 years
Main building of the office	20-55 years
Machinery and equipment	5-10 years
Transportation equipment	5-12 years
Others	5-10 years

- d. Refer to Note 27 for the carrying amount of property, plant and equipment pledged as collateral for bank borrowings.
- e. Reconciliation of additions and the cash paid stated in the statements of cash flows was as follows:

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Additions to property, plant and equipment	\$ 45,246	\$ 62,495
Capitalized interest	(964)	(1,503)
Increase in prepayments for equipment	23,959	2,064
Decrease (increase) in payables for purchase of equipment	<u>5,066</u>	<u>(1,959)</u>
Cash paid	<u>\$ 73,307</u>	<u>\$ 61,097</u>

#### 14. LEASE ARRANGEMENTS

- a. Right-of-use assets

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Carrying amount			
Land	\$ 56,456	\$ 56,071	\$ 56,813
Buildings	3,121	3,109	3,154
Transportation equipment	<u>1,843</u>	<u>2,056</u>	<u>423</u>
	<u>\$ 61,420</u>	<u>\$ 61,236</u>	<u>\$ 60,390</u>
		<b>For the Three Months Ended March 31</b>	
		<b>2025</b>	<b>2024</b>
Depreciation charge for right-of-use assets			
Land		\$ 510	\$ 496
Buildings		19	18
Transportation equipment		<u>213</u>	<u>181</u>
		<u>\$ 742</u>	<u>\$ 695</u>

Except for the aforementioned recognized depreciation, the Group did not have significant sublease or impairment of right-of-use assets during the three months ended March 31, 2025 and 2024.

b. Lease liabilities

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Carrying amount			
Current	<u>\$ 882</u>	<u>\$ 841</u>	<u>\$ 577</u>
Noncurrent	<u>\$ 1,334</u>	<u>\$ 1,571</u>	<u>\$ 238</u>
Range of discount rate for lease liabilities (%)			
Land	2.07	2.07	2.07
Transportation equipment	1.57	1.57	1.57

c. Material leasing activities and terms

The subsidiaries lease land and buildings for use as plants, offices and employee dormitories with lease terms of 35 to 50 years, which will expire from December 2046 to December 2066 in a row. The Group does not have bargain purchase options to acquire the leasehold land and buildings or extension options at the end of the lease terms. As of March 31, 2025, the Group is in the process of obtaining the land use right certificate for a partial land lease of \$3,092 thousand.

d. Refer to Note 27 for the carrying amount of right-of-use assets pledged as collateral for bank borrowings.

e. Other lease information

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Expenses relating to short-term leases	<u>\$ 290</u>	<u>\$ 291</u>
Expenses relating to low-value assets leases	<u>\$ 14</u>	<u>\$ 20</u>
Total cash outflow for leases	<u>\$ 615</u>	<u>\$ 579</u>

The Group has elected to apply the recognition exemption for leases of certain subject qualifying as short-term or low-value asset lease, and thus, did not recognize right-of-use assets and lease liabilities for these leases.

## 15. NOTES PAYABLE AND ACCOUNTS PAYABLE

The Group's notes payable and accounts payable were generated from operating activities and were not secured by collateral.

The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms, and therefore, no interest was charged on the outstanding accounts payable.

## 16. OTHER PAYABLES

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Payable for salaries and bonuses	\$ 42,891	\$ 50,345	\$ 36,766
Payable for purchase of equipment	33,561	38,627	61,052
Payable for freight	15,941	16,921	13,599
Payable for service fees	6,457	5,998	8,372
Payable for utility expenses	5,867	5,548	5,801
Payable for taxes	3,775	1,890	2,705
Payable for processing fees	2,073	3,181	3,201
Others	<u>38,197</u>	<u>45,710</u>	<u>41,450</u>
	<u>\$ 148,762</u>	<u>\$ 168,220</u>	<u>\$ 172,946</u>

## 17. BORROWINGS

### a. Short-term borrowings

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
<u>Bank loans</u>			
Unsecured loans	\$ 717,916	\$ 462,134	\$ 610,784
Secured loans (Note 27)	<u>754,275</u>	<u>813,918</u>	<u>495,440</u>
	<u>\$ 1,472,191</u>	<u>\$ 1,276,052</u>	<u>\$ 1,106,224</u>
Unsecured loans annual interest rates (%)	2.18-5.15	2.18-5.15	2.05-5.70
Secured loans annual interest rates (%)	2.44-4.67	2.44-5.01	2.85-5.68

### b. Short-term bills payable

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Commercial papers			
China Bills Finance Corporation	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ -</u>
Annual interest rates (%)	2.32	2.30	-

### c. Long-term borrowings

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
<u>Bank loans</u>			
Unsecured loans	\$ 492,264	\$ 599,735	\$ 761,223
Secured loans (Note 27)	<u>444,444</u>	<u>500,000</u>	<u>500,000</u>
	936,708	1,099,735	1,261,223

(Continued)

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Less: Current portion	<u>\$ 370,702</u>	<u>\$ 401,535</u>	<u>\$ 384,695</u>
	<u>\$ 566,006</u>	<u>\$ 698,200</u>	<u>\$ 876,528</u>
Unsecured loans annual interest rates (%)	2.00-2.85	2.00-2.85	2.00-2.73
Secured loans annual interest rates (%)	2.44	2.44	2.44
Unsecured loans expiration period	2025.05-2029.07	2025.01-2029.07	2024.05-2028.10
Secured loans expiration period	2029.03	2029.03	2029.03 (Concluded)

Under loan agreements with certain banks, the Group should maintain certain financial ratios based on the audited annual consolidated financial statements.

The Group was not in compliance with the times interest earned ratio and loan ratio requirements under certain bank borrowings as of December 31, 2024. As a result, the banks may adjust the interest rates on the non-compliant loans; nonetheless, the Group has obtained a waiver from the financing bank.

## 18. RETIREMENT BENEFIT PLANS

For the three months ended March 31, 2025 and 2024, employee benefit gain and expenses in respect of the Group's defined benefit retirement plans were gain \$18 thousand and expense \$12 thousand, respectively, and were calculated using the actuarially determined pension cost discount rate as of December 31, 2024 and 2023.

## 19. EQUITY

### a. Ordinary shares

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Number of shares authorized (in thousands)	<u>221,000</u>	<u>221,000</u>	<u>221,000</u>
Shares authorized	<u>\$ 2,210,000</u>	<u>\$ 2,210,000</u>	<u>\$ 2,210,000</u>
Number of shares issued and fully paid (in thousands)	<u>169,200</u>	<u>169,200</u>	<u>169,200</u>
Shares issued	<u>\$ 1,692,000</u>	<u>\$ 1,692,000</u>	<u>\$ 1,692,000</u>

Fully paid ordinary shares, which have a par value of \$10, carry one vote per share and carry a right to dividends.

b. Capital surplus

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
May be used to offset a deficit, Distributed as cash dividends or transferred to share capital (Note)			
Issuance of ordinary shares	\$ 266,411	\$ 266,411	\$ 266,411
Treasury share transactions	4,904	4,904	4,904
May only be used to offset a deficit			
Exercising the Company's call rights	18	18	-
	<u>\$ 271,333</u>	<u>\$ 271,333</u>	<u>\$ 271,315</u>

Note: The above capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to ordinary shares (limited to a certain percentage of the Company's capital surplus and to once a year).

c. Retained earnings and dividend policy

Under the dividend policy as set forth in the Company's Articles of Incorporation (the "Articles") where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit until the legal reserve equals the Company's paid-in capital, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of share dividends and bonuses to shareholders.

The Articles also explicitly stipulate that when a special reserve is appropriated for cumulative net debit balance reserves from the prior period, the sum of net profit for the current period and items other than the net profit that is included directly in the unappropriated earnings for the current period is used if the prior unappropriated earnings are not sufficient.

In addition, as stipulated in the Articles, the board of directors is authorized, under Article 240 of the Company Act, to resolve the distribution of dividends and bonuses 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, or, under Article 241 of the Company Act, to resolve the distribution of the dividends and bonuses in whole or, in part of the legal reserve and capital surplus, and a report of such distribution shall be submitted to the shareholders in their meeting.

The Company's dividend policy is in line with the Company's operating scale and research and development needs in order to maintain sound management and promote shareholders' long-term interests. Thus, the Company adopted residual dividend policy as its shareholder dividends' policy. The Company's profit may be distributed in the form of cash and/or shares. However, distribution of profits should preferably be in the form of cash dividends. Cash dividends should be at least 10% of the total dividends distributed. However, if the amount of cash dividends per share is less than \$0.2, the Company may choose to distribute share dividends instead.

The legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

In June 2024, the shareholders held a meeting and resolved the offsetting of the deficit for 2023.

In March 2025, the board of directors of the Company proposed a plan to make up for the loss in 2024, and reverse the special surplus reserve of \$51,240 thousand. The offsetting of the deficit for 2024 will be resolved by the shareholders in their meeting to be held in June 2025.

d. Other equity items

1) Exchange differences on translating the financial statements of foreign operations

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ (65,030)	\$ (149,664)
Recognized for the period		
Exchange differences on translating the financial statements of foreign operations	46,441	50,638
Income tax effects	<u>(933)</u>	<u>(1,456)</u>
Balance at March 31	<u>\$ (19,522)</u>	<u>\$ (100,482)</u>

2) Unrealized gain or loss on financial assets at FVTOCI

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 8,565	\$ 7,649
Recognized for the period		
Unrealized gain - equity instruments	(3,623)	2,664
Income tax effects	-	(2)
Cumulative unrealized gain of equity instruments transferred to retained earnings due to disposal	<u>(1,225)</u>	<u>(5,342)</u>
Balance at March 31	<u>\$ 3,717</u>	<u>\$ 4,969</u>

e. Treasury shares

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Number of shares at the beginning and the end of period (in thousands)	<u>3,301</u>	<u>3,301</u>

The treasury shares held by the Company will be transferred to employees. The shares not transferred within 5 years from the date of buyback shall be deemed as not issued, and amendment registration shall be processed. Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as the rights to dividends and to vote.

## 20. OPERATING REVENUE

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Revenue from contracts with customers		
Revenue from sale of goods	<u>\$ 696,770</u>	<u>\$ 613,050</u>

### a. Contract balances

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>	<b>January 1, 2024</b>
Notes receivable	\$ 212,670	\$ 162,674	\$ 151,681	\$ 153,039
Accounts receivable, net	<u>815,129</u>	<u>936,360</u>	<u>755,728</u>	<u>807,014</u>
	<u>\$ 1,027,799</u>	<u>\$ 1,099,034</u>	<u>\$ 907,409</u>	<u>\$ 960,053</u>

### b. Disaggregation of revenue

Refer to Note 31 for the disaggregation of revenue information.

## 21. LOSS BEFORE INCOME TAX

Loss before income tax included following items:

### a. Interest income

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Bank deposits	<u>\$ 4,023</u>	<u>\$ 2,814</u>

### b. Other income

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Dividend income	\$ 184	\$ 269
Others	<u>1,568</u>	<u>880</u>
	<u>\$ 1,752</u>	<u>\$ 1,149</u>

c. Other gains and losses

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Foreign exchange gains (losses), net	\$ 4,040	\$ (1,313)
Losses on disposal of property, plant and equipment, net	(961)	(1,560)
(Losses) gains on financial instruments at FVTPL, net	(1,585)	609
Impairment loss	(835)	-
Others	<u>(144)</u>	<u>(946)</u>
	<u>\$ 515</u>	<u>\$ (3,210)</u>

d. Finance costs

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Interest expense of borrowings	\$ 17,911	\$ 14,836
Interest on lease liabilities	115	50
Less: Amounts included in the cost of qualifying assets	<u>964</u>	<u>1,503</u>
	<u>\$ 17,062</u>	<u>\$ 13,383</u>
Capitalization rate (%)	2.12-2.88	2.11-2.88

e. Depreciation and amortization

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Property, plant and equipment	\$ 62,410	\$ 57,442
Right-of-use assets	742	695
Other non-current assets	<u>1,090</u>	<u>1,134</u>
	<u>\$ 64,242</u>	<u>\$ 59,271</u>
An analysis of depreciation by function		
Operating costs	\$ 53,506	\$ 49,274
Operating expenses	<u>9,646</u>	<u>8,863</u>
	<u>\$ 63,152</u>	<u>\$ 58,137</u>
An analysis of amortization by function		
Operating costs	\$ 72	\$ 29
Operating expenses	<u>1,018</u>	<u>1,105</u>
	<u>\$ 1,090</u>	<u>\$ 1,134</u>

f. Employee benefits expense

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Post-employment benefits (Note 18)	\$ 8,842	\$ 7,268
Defined contribution plans	<u>(18)</u>	<u>12</u>
Defined benefit plans	8,824	7,280
Short-term employee benefits	<u>130,928</u>	<u>114,700</u>
	<u>\$ 139,752</u>	<u>\$ 121,980</u>
 An analysis by function		
Operating costs	\$ 100,452	\$ 87,590
Operating expenses	<u>39,300</u>	<u>34,390</u>
	<u>\$ 139,752</u>	<u>\$ 121,980</u>

g. Employees' compensation and remuneration of directors

According to the Article, the Company accrued compensation of employees and remuneration of directors at rates no less than 3% and no higher than 5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company expect to resolve the amendments to the Company's Articles at their 2025 regular meeting. The amendments explicitly stipulate the allocation of no less than 20% of the annual employee compensation as distributions to non-executive employees. For the three months ended March 31, 2025 and 2024, and for the years ended December 31, 2024 and 2023 the Company incurred a net loss; hence, no employees' compensation (including compensation for non-executive employees) or remuneration of directors was accrued for those years.

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

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

## 22. INCOME TAX

a. Income tax benefit (expense) recognized in profit or loss

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

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Current tax		
In respect of the current period	\$ -	\$ (32)
Adjustments for prior years	<u>(580)</u>	<u>-</u>
	<u>(580)</u>	<u>(32)</u>

(Continued)

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Deferred tax		
In respect of the current period	\$ (241)	\$ 362
Adjustments for prior years	<u>-</u>	<u>5,133</u>
	<u>(241)</u>	<u>5,495</u>
	<u>\$ (821)</u>	<u>\$ 5,463</u>
		(Concluded)

The income tax rate in Taiwan is 20%, the income tax rate for subsidiaries in China is 25%; the income tax rate for subsidiaries in Vietnam is 20%.

b. Income tax recognized directly in other comprehensive income

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Deferred tax expense		
In respect of the current period		
Translation of foreign operations	\$ (933)	\$ (1,456)
Fair value changes of financial assets at FVTOCI	<u>-</u>	<u>(2)</u>
	<u>\$ (933)</u>	<u>\$ (1,458)</u>

c. Income tax assessments

The income tax returns of the Company and GEM VN through 2023 and 2022 have been assessed by the tax authorities, respectively.

## 23. NET LOSS PER SHARE

Due to the net losses incurred for the three months ended March 31, 2025 and 2024, there is no dilutive effect on the computation of diluted loss per share.

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

Net loss for the period - attributable to owners of the Company

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Net loss used in the computation of basic loss per share	<u>\$ (84,683)</u>	<u>\$ (70,212)</u>

Weighted average number of ordinary shares outstanding (in thousands)

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Weighted average number of ordinary shares used in computation of basic loss per share	<u>165,899</u>	<u>165,899</u>

The Company may settle the compensation of employees in cash or shares; therefore, the Company assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares are included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

## 24. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns through the optimization of the debt and equity balance. The capital structure of the Group consists of net debt and equity. The Group is not subject to any externally imposed capital requirements, except to maintain certain financial ratios specified under loan agreements (refer to Note 17).

Key management personnel of the Group review the capital structure on a quarterly basis. The capital structure comprises the consideration of costs and risks. The Group balances the overall capital structure based on recommendations of the key management personnel.

## 25. FINANCIAL INSTRUMENTS

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

The Group's management considers that the carrying amounts of financial assets and financial liabilities which are not measured at fair value approximate their fair values.

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

March 31, 2025

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<u>Financial assets at FVTOCI</u>				
Investments in equity instrument				
Domestic listed shares	<u>\$ 20,786</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,786</u>
<u>Financial assets at FVTPL</u>				
Copper futures	<u>\$ 5</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5</u>

December 31, 2024

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<u>Financial assets at FVTOCI</u>				
Investments in equity instrument				
Domestic listed shares	<u>\$ 36,173</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,173</u>
<u>Financial assets at FVTPL</u>				
Copper futures	<u>\$ -</u>	<u>\$ 14</u>	<u>\$ -</u>	<u>\$ 14</u>

March 31, 2024

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<u>Financial assets at FVTPL</u>				
Beneficiary certificates	\$ 6,269	\$ -	\$ -	\$ 6,269
Copper futures	<u>14</u>	<u>-</u>	<u>-</u>	<u>14</u>
	<u>\$ 6,283</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,283</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Domestic listed shares	<u>\$ 29,048</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,048</u>

There were no transfers between Level 1 and Level 2 for the three months ended March 31, 2025 and 2024.

c. Categories of financial instruments

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
<u>Financial assets</u>			
Measured at amortized cost (Note 1)	\$ 1,967,583	\$ 2,075,082	\$ 2,109,747
Financial assets at FVTPL			
Mandatorily classified as at FVTPL	-	-	6,283
Financial assets at FVTOCI			
Equity instruments	20,786	36,173	29,048
<u>Financial liabilities</u>			
Measured at amortized cost (Note 2)	3,261,004	3,353,552	3,285,425
Financial liabilities at FVTPL			
Held for trading	5	14	-

Note 1: The balances comprise cash and cash equivalents, notes receivable, accounts receivable, other receivables and other financial assets.

Note 2: The balances comprise short-term borrowings, short-term bills payable, notes payable, accounts payable, other payables, and long-term borrowings (including current portion).

d. Financial risk management objectives and policies

The Group's corporate treasury function provides services to the business, coordinates access to financial markets, monitors and manages the financial risks relating to the operations of the Group through analyzing exposures to risks. These risks include market risk, credit risk and liquidity risk.

1) Market risk

The Group's activities exposed it primarily to the financial risks as follows:

a) Foreign currency risk

The Group had foreign currency denominated trades, which exposed the Group to foreign currency risk. The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) exposed to foreign currency risk at the end of the reporting period are set out in Note 29.

Sensitivity analysis

The Group was mainly exposed to the USD and HKD.

The sensitivity rate used when reporting foreign currency risk internally to key management personnel is 1%. The sensitivity analysis included only outstanding foreign currency denominated monetary items at the end of the reporting period. Below indicates an increase (decrease) in pre-tax profit for a 1% weakening of the functional currency against the relevant currency.

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
USD	\$ (2,471)	\$ 1,276
HKD	397	343

b) Interest rate risk

The Group was exposed to interest rate risk because the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings.

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

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Fair value interest rate risk			
Financial assets	\$ 350,167	\$ 304,256	\$ 340,301
Financial liabilities	604,252	586,539	568,982
Cash flow interest rate risk			
Financial assets	567,394	641,460	838,108
Financial liabilities	1,856,863	1,841,660	1,799,280

### Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for non-derivative instruments at the end of the reporting period. For floating rate assets and liabilities, the analysis was prepared assuming the amount of the asset and liability outstanding at the end of the reporting period was outstanding for the whole period.

If interest rates had been 1% higher/lower and all other variables were held constant, the Group's pre-tax profit for the three months ended March 31, 2025 and 2024 would decreased/increased by \$3,224 thousand and \$2,403 thousand, respectively, which was mainly a result of the changes in the floating interest rate bank deposits and borrowings.

#### c) Other price risk

The Group was exposed to equity price risk through its investments in equity securities. Equity investments are held for strategic rather than for trading purposes, the Group manages this exposure by maintaining a portfolio of investments with different risks.

### Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to equity price risk at the end of the reporting period.

If financial assets at FVTPL had been 1% higher/lower, the pre-tax profit (loss) for the three months ended March 31, 2024 would have increased/decreased by \$63 thousand, respectively, as a result of holding these investments.

If equity prices had been 1% higher/lower, the pre-tax other comprehensive income for the three months ended March 31, 2025 and 2024 would have increased/decreased by \$208 thousand and \$290 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

#### 2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. The Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to counterparties' failure to discharge an obligation, is the carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets.

The Group's concentration of credit risk exists are significantly concentrated with a few customers, most of whom are engaged in similar business activities and have similar economic characteristics, such that their ability to fulfill their contractual obligations is also similarly affected by economic or other conditions. The total amount of accounts receivables from customers with a significant concentration of credit risk is as follows:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Group A	<u>\$ 117,134</u>	<u>\$ 122,946</u>	<u>\$ 93,717</u>
Percentage of total trade receivables (%)	14	13	10

### 3) Liquidity risk

Ultimate responsibility for liquidity risk management rests with the board of directors, which has built an appropriate liquidity risk management framework for the Group's funding and liquidity management requirements.

The Group manages liquidity risk by maintaining adequate banking facilities, continuously monitoring cash flows as well as matching the maturity profiles of financial assets and liabilities.

#### Liquidity risk tables for non-derivative financial liabilities

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

To the extent that interest flows are at floating rates, the undiscounted amount was derived from the interest rate at the end of the reporting period.

#### March 31, 2025

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>4 Months to 1 Year</b>	<b>1-5 Years</b>
Non-interest bearing	\$ 392,390	\$ 343,684	\$ 66,031	\$ -
Fixed interest rate liabilities	21,196	293,583	293,761	-
Variable interest rate liabilities	7,962	254,896	1,061,983	586,189
Lease liabilities	103	207	930	1,517
Financial guarantee contracts	<u>12,300</u>	<u>19,585</u>	<u>8,709</u>	<u>-</u>
	<u>\$ 433,951</u>	<u>\$ 911,955</u>	<u>\$ 1,431,414</u>	<u>\$ 587,706</u>

#### December 31, 2024

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>4 Months to 1 Year</b>	<b>1-5 Years</b>
Non-interest bearing	\$ 374,180	\$ 282,529	\$ 271,056	\$ -
Fixed interest rate liabilities	204,257	85,149	300,969	-
Variable interest rate liabilities	69,754	305,132	804,331	722,110
Lease liabilities	103	207	930	1,827
Financial guarantee contracts	<u>7,817</u>	<u>20,327</u>	<u>15,637</u>	<u>-</u>
	<u>\$ 656,111</u>	<u>\$ 693,344</u>	<u>\$ 1,392,923</u>	<u>\$ 723,937</u>

March 31, 2024

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>4 Months to 1 Year</b>	<b>1-5 Years</b>
Non-interest bearing	\$ 366,748	\$ 337,132	\$ 212,213	\$ -
Fixed interest rate liabilities	1,008	102,686	424,098	50,104
Variable interest rate liabilities	12,801	76,222	923,976	861,900
Lease liabilities	90	179	408	330
Financial guarantee contracts	<u>5,897</u>	<u>22,591</u>	<u>11,007</u>	<u>-</u>
	<u>\$ 386,544</u>	<u>\$ 538,810</u>	<u>\$ 1,571,702</u>	<u>\$ 912,334</u>

The amounts included above for variable interest rate non-derivative financial liabilities were subject to change if changes in variable interest rates deferred from those estimates of interest rates determined at the end of the reporting period.

e. Transfers of financial assets

The Group transferred a portion of its banker's acceptance bills in mainland China to some of its suppliers in order to settle the accounts payable to these suppliers. The information was as follows:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Transferred but not derecognized (Note 1)	\$ 40,494	\$ 53,131	\$ 41,163
Transferred and derecognized (Note 2)	<u>40,594</u>	<u>43,781</u>	<u>39,495</u>
	<u>\$ 81,088</u>	<u>\$ 96,912</u>	<u>\$ 80,658</u>

Maturity date	2025.04-2025.08	2025.01-2025.05	2024.04-2024.08
---------------	-----------------	-----------------	-----------------

Note 1: If the bills receivable are not paid upon maturity, the suppliers have the right to request the Group to pay the unsettled balance; therefore, the Group has not transferred the significant risks and rewards relating to these banker's acceptance bills, and the Group has continued to recognize these bills as collateral.

Note 2: The Group has transferred substantially all risks and rewards relating to the banker's acceptance bills; however, if the derecognized bills receivable are not paid upon maturity, the suppliers have the right to request the Group to pay the unsettled balance; therefore, the Group still has continuing involvement in these bills receivable. The maximum exposure to loss from the Group's continuing involvement in the derecognized bills receivable is equal to the carrying amounts of the transferred but unsettled bills receivable. Taking into consideration the credit risk of these derecognized bills receivable, the Group estimates that the fair values of derecognized bills receivable in its continuing involvement are not significant.

For the three months ended March 31, 2025 and 2024 the Group did not recognize any gains or losses upon the transfer of the banker's acceptance bills. No gains or losses were recognized from the continuing involvement, both during the period or cumulatively.

## 26. TRANSACTIONS WITH RELATED PARTIES

Besides information disclosed in Note 13, transactions between the Group and its related parties were as follows:

a. Related party name and its relationship with the Group

<u>Related Party Name</u>	<u>Relationship with the Group</u>
Su, Tun-Li	Key management personnel
Su, Chung-Hong	Key management personnel
Guu, Heng-Chang	Key management personnel
Su Hong, Yue-Chi	Other related party
Su, Tun-Yi	Other related party

b. Payables to related parties

<u>Line Item</u>	<u>Related Party Category/Name</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Other payables - related parties	Key management personnel			
	Su, Tun-Li	\$ 1,113	\$ 1,780	\$ 1,113
	Su, Chung-Hong	<u>          -</u>	<u>          -</u>	<u>          14</u>
		<u>\$ 1,113</u>	<u>\$ 1,780</u>	<u>\$ 1,127</u>

The above other payables were rental payables.

The outstanding payables to related parties are unsecured.

c. Service fees

Other related parties and key management personnel provided consulting services to the Company and the service fees of \$711 thousand and \$561 thousand were recognized as operating expenses and paid for the three months ended March 31, 2025 and 2024, respectively.

d. Lease arrangements

<u>Line Item</u>	<u>Related Party Category/Name</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Lease liabilities	Key management personnel			
	Su, Chung-Hong	<u>\$ 238</u>	<u>\$ 252</u>	<u>\$ 291</u>

Line Item	Related Party Category/Name	For the Three Months Ended March 31	
		2025	2024
Finance costs	Key management personnel Su, Chung-Hong	\$ <u>15</u>	\$ <u>19</u>
Rental expenses	Key management personnel Su, Tun-Li	\$ <u>223</u>	\$ <u>223</u>

The rental was determined based on negotiations between the Company and the related parties and paid according to the general payment terms.

e. Guarantees

Details of the guarantees provided by the Group's related parties for the loans of the Group were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Su, Tun-Li	\$ 1,141,757	\$ 1,122,680	\$ 1,092,065
Su, Chung-Hong	<u>965,107</u>	<u>918,980</u>	<u>907,215</u>
	\$ <u>2,106,864</u>	\$ <u>2,041,660</u>	\$ <u>1,999,280</u>

f. Remuneration of key management personnel

	For the Three Months Ended March 31	
	2025	2024
Short-term employee benefits	\$ 3,997	\$ 3,311
Post-employment benefits	<u>65</u>	<u>65</u>
	\$ <u>4,062</u>	\$ <u>3,376</u>

The remuneration of directors and other members of key management is determined by the remuneration committee based on the performance of individuals and market trends.

## 27. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The Group provided the following assets as collateral for the borrowings, bank's acceptance and performance guarantees:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Notes receivable	\$ 40,494	\$ 53,131	\$ 41,163
Property, plant and equipment	535,616	538,690	476,804
Pledged deposits (under other financial assets)	3,083	977	4,660
Right-of-use assets	<u>28,025</u>	<u>27,812</u>	<u>28,226</u>
	<u>\$ 607,218</u>	<u>\$ 620,610</u>	<u>\$ 550,853</u>

## 28. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

At the balance sheet date, the Group's significant contingent liabilities and unrecognized commitments were as follows:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Purchases of property, plant, and equipment	<u>\$ 95,860</u>	<u>\$ 76,189</u>	<u>\$ 102,353</u>
Purchases of raw materials contracts	<u>\$ 48,714</u>	<u>\$ 78,910</u>	<u>\$ 28,792</u>
Purchase of raw material for the unused letters of credit	<u>\$ -</u>	<u>\$ 464</u>	<u>\$ 675</u>

## 29. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the Group's entities and the exchange rates between the foreign currencies and the respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

	<b>Foreign Currency (In Thousands)</b>		<b>Exchange Rate</b>	<b>NTD (In Thousands)</b>
<u>March 31, 2025</u>				
Financial assets				
Monetary items				
USD	\$ 5,203	33.2	(USD:NTD)	\$ 172,725
USD	6,651	7.2616	(USD:RMB)	220,813
USD	12,566	7.7788	(USD:HKD)	417,193
USD	10,097	25,578	(USD:VND)	335,226
HKD	51	4.268	(HKD:NTD)	218
HKD	9,045	0.9335	(HKD:RMB)	38,604
HKD	295	0.1286	(HKD:USD)	<u>1,257</u>
				<u>\$ 1,186,036</u>

(Continued)

	<b>Foreign Currency (In Thousands)</b>	<b>Exchange Rate</b>		<b>NTD (In Thousands)</b>
<b>Financial liabilities</b>				
Monetary items				
USD	\$ 2,396	33.2	(USD:NTD)	\$ 79,533
USD	8,194	7.2616	(USD:RMB)	272,027
USD	11,063	7.7788	(USD:HKD)	367,284
USD	20,308	25,578	(USD:VND)	674,231
HKD	54	4.268	(HKD:NTD)	230
HKD	26	0.9335	(HKD:RMB)	<u>112</u>
				<u>\$ 1,393,417</u>

December 31, 2024

---

<b>Financial assets</b>				
Monetary items				
USD	7,442	32.78	(USD:NTD)	\$ 243,952
USD	13,193	7.3219	(USD:RMB)	432,479
USD	16,268	7.7641	(USD:HKD)	533,255
USD	8,750	25,510	(USD:VND)	286,818
HKD	675	4.222	(HKD:NTD)	2,848
HKD	10,224	0.943	(HKD:RMB)	43,167
HKD	295	0.1288	(HKD:USD)	<u>1,244</u>
				<u>\$ 1,543,763</u>

<b>Financial liabilities</b>				
Monetary items				
USD	3,169	32.78	(USD:NTD)	\$ 103,879
USD	8,655	7.3219	(USD:RMB)	283,697
USD	14,781	7.7641	(USD:HKD)	484,519
USD	20,089	25,510	(USD:VND)	658,519
HKD	257	4.222	(HKD:NTD)	1,086
HKD	649	0.943	(HKD:RMB)	<u>2,739</u>
				<u>\$ 1,534,439</u>

March 31, 2024

---

<b>Financial assets</b>				
Monetary items				
USD	2,885	31.9990	(USD:NTD)	\$ 92,320
USD	17,406	7.2577	(USD:RMB)	556,964
USD	15,441	7.8256	(USD:HKD)	494,089
USD	3,871	24,980	(USD:VND)	123,860
HKD	274	4.0890	(HKD:NTD)	1,119
HKD	8,288	0.9274	(HKD:RMB)	33,889
HKD	1,281	0.1278	(HKD:USD)	<u>5,240</u>
				<u>\$ 1,307,481</u>

(Continued)

	<b>Foreign Currency (In Thousands)</b>	<b>Exchange Rate</b>		<b>NTD (In Thousands)</b>
Financial liabilities				
Monetary items				
USD	\$ 1,170	31.9990	(USD:NTD)	\$ 37,438
USD	3,269	7.2577	(USD:RMB)	104,604
USD	10,802	7.8256	(USD:HKD)	345,662
USD	20,372	24,980	(USD:VND)	651,889
HKD	1,206	4.0890	(HKD:NTD)	4,930
HKD	248	0.9274	(HKD:RMB)	<u>1,015</u>
				<u>\$ 1,145,538</u>
				(Concluded)

For the three months ended March 31, 2025 and 2024, realized and unrealized net foreign exchange gains or losses were net gains \$4,040 thousand and net loss \$1,313 thousand, respectively. It is impractical to disclose net foreign exchange gains or losses by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the Group's entities.

### 30. ADDITIONAL DISCLOSURES

a. Information on significant transactions:

- 1) Financing provided to others: Table 1.
- 2) Endorsements/guarantees provided: None.
- 3) Significant marketable securities held: Table 2.
- 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 3.
- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: Table 4.
- 6) Inter-company business relationship and material transactions and its amount: Table 8.

b. Information on investees: Table 5

c. Information on investments in mainland China

Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: Table 6.

Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third area, and their prices, payment terms, and unrealized gains or losses:

- 1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period: Table 7.

- 2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period: Table 7.
- 3) The amount of property transactions and the amount of the resultant gains or losses: Table 7.
- 4) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes: None.
- 5) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to financing of funds: Table 1.
- 6) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services: Table 8.

### **31. SEGMENT INFORMATION**

Information is reported to the Group's chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

Each entity of the Group is considered a separate operating segment by the chief operating decision maker (CODM). For financial statement presentation purposes, these individual operating segments have been aggregated into a single operating segment taking into account the following factors:

- a. These operating segments have similar production and sales processes;
- b. These operating segments have similar main businesses and products; and
- c. The finance and business of these operating segments as to the consolidated financial statements are not material.

Due to the Group's gradual adjustment of the business structure and division of labor among its operating segments, the Group consolidated the information as a single operating segment starting from the year ended December 31, 2024. The chief operating decision maker uses the overall information of the Group for resource allocation and performance evaluation. In addition, the basis of measurement for the segment information reviewed by the chief operating decision maker is consistent with that of the consolidated financial statements. Therefore, the Group's revenue and results from continuing operations by reportable segment can be referred to in the consolidated statements of comprehensive income, and the total segment assets and liabilities can be referred to in the consolidated balance sheets.

**GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES**

**FINANCING PROVIDED TO OTHERS  
FOR THE THREE MONTHS ENDED MARCH 31, 2025  
(In Thousands of New Taiwan Dollars)**

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance (Note 2)	Actual Amount Borrowed (Notes 2 and 3)	Interest Rate	Nature of Financing	Business Transaction Amount	Reason for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limit	Note
													Item	Value			
1	Vibo	GEM VN	Other receivables - related parties	Yes	\$ 33,200	\$ 33,200	\$ 33,200	5.7	Short-term financing	\$ -	Business development	\$ -	-	\$ -	\$ 395,210	\$ 790,420	Note 1
2	GEM Dongguan	GEM Suzhou	Other receivables - related parties	Yes	160,020	160,020	160,020	2.4-2.85	Short-term financing	-	Business development	-	-	-	166,451	332,903	Note 1

Note 1: Under the Company's and the subsidiaries' "Operational Procedures for Lending Funds to Others", if short-term financing is needed, the total amount of these financings shall not exceed 40% of the Company's and the subsidiaries' shareholders' equity, and individual financing shall not exceed 20% of the Company's and the subsidiaries' shareholders' equity.

Note 2: The exchange rate was US\$1: NT\$33.2.

Note 3: It was eliminated on consolidation.

**GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES**

**SIGNIFICANT MARKETABLE SECURITIES HELD**

**MARCH 31, 2025**

**(In Thousands of New Taiwan Dollars)**

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2024				Note
				Number of Shares	Carrying Amount	Percentage of Ownership	Fair Value	
The Company	<u>Shares</u>							
	Yulon Motor Co., Ltd.	-	Financial assets at FVTOCI - current	1,680	\$ 70	-	\$ 70	
	Hon Hai Precision Industry Co., Ltd.	-	Financial assets at FVTOCI - current	7,000	1,022	-	1,022	
	Taiwan Semiconductor Manufacturing Co., Ltd.	-	Financial assets at FVTOCI - current	12,000	10,920	-	10,920	
	Inventec Corporation	-	Financial assets at FVTOCI - current	40,000	1,688	-	1,688	
	Quanta Computer Co., Ltd.	-	Financial assets at FVTOCI - current	4,000	898	-	898	
	MediaTek Inc.	-	Financial assets at FVTOCI - current	3,000	4,170	-	4,170	
	Innolux Corporation	-	Financial assets at FVTOCI - current	10,000	151	-	151	
	Coretronic Co., Ltd.	-	Financial assets at FVTOCI - current	23,000	1,679	-	1,679	
Baso Precision Optics Ltd.	-	Financial assets at FVTOCI - current	2,000	188	-	188		
					<u>\$ 20,786</u>		<u>\$ 20,786</u>	

**GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES**

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL FOR THE THREE MONTHS ENDED MARCH 31, 2025  
(In Thousands of New Taiwan Dollars)**

Buyer	Related Party	Relationship	Transaction Detail				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchases/Sales	Amount	% to Total	Payment Term	Unit Price	Payment Term	Ending Balance	% to Total	
GEM Suzhou	Global HK	Affiliate	Sales	\$ 100,299	14	120 days after monthly closing	Note 1	Note 2	\$ 120,105	12	Note 3
GEM VN	Global HK	Affiliate	Sales	329,728	89	120 days after monthly closing	Note 1	Note 2	267,588	86	Note 3
Global HK	GEM Suzhou	Affiliate	Sales	337,096	76	120 days after monthly closing	Note 1	Note 2	265,354	67	Note 3

Note 1: The sales price of finished goods was not significantly different from those to third parties, except for the stated sales price of finished goods, there were no comparable transactions with third parties.

Note 2: The sales payment terms of intercompany sales are not significantly different from those to third parties.

Note 3: It was eliminated on consolidation.

**GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES**

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL**

**MARCH 31, 2025**

**(In Thousands of New Taiwan Dollars)**

Company Name	Related Party	Relationship	Ending Balance (Notes 1 and 3)	Turnover Rate (Note 2)	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
GEM Dongguan	GEM Suzhou	Affiliate	\$ 221,250	2.03	\$ -	-	\$ -	\$ -
GEM Suzhou	Global HK	Affiliate	122,736	1.93	-	-	43,521	-
Global HK	GEM Suzhou	Affiliate	265,354	4.95	-	-	175,957	-
GEM VN	Global HK	Affiliate	267,588	5.75	-	-	108,861	-

Note 1: It included accounts receivable and other receivables.

Note 2: The computation of turnover rate did not include other receivables.

Note 3: It was eliminated on consolidation.

**GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES**

**INFORMATION ON INVESTEEES  
FOR THE THREE MONTHS ENDED MARCH 31, 2025  
(In Thousands of New Taiwan Dollars)**

Investor Company	Investee Company	Location	Main Business and Product	Original Investment Amount		As of March 31, 2025			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2025	December 31, 2024	Shares/ Units	%	Carrying Amount			
The Company	Global Cayman	Grand Cayman, Cayman Islands	International investment	\$ 1,295,208	\$ 1,295,208	40,137,184	100	\$ 1,942,011	\$ (43,723)	\$ (44,157)	Note 2
	GEM Cayman	Grand Cayman, Cayman Islands	International investment	573,029	573,029	18,598,333	100	442,355	(1,782)	(1,782)	
	Genius	British Virgin Islands	International investment and trading	-	-	-	100	2,721	(180)	(180)	Note 1
Genius	Genius HK	Hong Kong	International trading	278	278	22,575	100	2,913	(75)	(75)	Note 1
Global Cayman	Vibo	Hong Kong	International investment and trading	1,541,063	1,541,063	359,972,616	100	1,976,054	(43,644)	(43,644)	
	Global HK	Hong Kong	International trading	3,747	3,747	1,000,000	100	10,220	(51)	11	Note 2
GEM Cayman	GEM VN	Vietnam	Production of hardware; machine processing; electroplating for metal processing; production and processing of molds and related accessories; plastic products and related plastic accessory production; production and processing of copper cores, copper alloys and copper bars.	567,140	567,140	-	100	452,157	(9,090)	(1,489)	Note 2

Note 1: Genius and Genius HK are currently in the process of deregistration. As of March 31, 2025, the deregistration procedures for both the Genius and Genius HK have not yet been completed.

Note 2: Net of unrealized profits.

GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA  
FOR THE THREE MONTHS ENDED MARCH 31, 2025  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Business and Product	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Fund		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Loss of the Investee	% of Ownership of Direct or Indirect Investment	Investment Loss (Notes 1 and 3)	Carrying Amount as of March 31, 2025 (Notes 1 and 3)	Accumulated Repatriation of Investment Income as of March 31, 2025	Note
					Outward	Inward							
GEM Dongguan	Production of hardware; machine processing; electroplating for metal processing; production and processing of molds and related accessories; plastic products and related plastic accessory production.	\$ 774,783	The investment was made through a corporation established in a third country to invest in companies located in mainland China.	\$ 452,130	\$ -	\$ -	\$ 452,130	\$ (6,828)	100	\$ 1,124	\$ 816,336	\$ 81,641	
GEM Suzhou	Production of hardware; machine processing; electroplating for metal processing; production and processing of molds and related accessories; plastic products and related plastic accessory production.	1,146,076	The investment was made through a corporation established in a third country to invest in companies located in mainland China.	741,320	-	-	741,320	(49,491)	100	(44,923)	1,121,007	753,650	

Investor Company	Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 2)
The Company	\$1,193,450	\$1,882,440 (US\$56,700thousand)	\$1,156,454

Note 1: The amount was recognized based on the reviewed financial statements.

Note 2: Under the “Principles Governing the Review of Investments or Technical Cooperation in Mainland China” issued by the Investment Commission on August 29, 2008, the maximum amount that can be invested in companies located in mainland China is 60% of the Company’s net value.

Note 3: It was eliminated on consolidation.

**GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES**

**SIGNIFICANT TRANSACTIONS WITH INVESTEE COMPANIES IN MAINLAND CHINA, EITHER DIRECTLY OR INDIRECTLY THROUGH A THIRD PARTY, AND THEIR PRICES, PAYMENT TERMS, AND UNREALIZED GAINS OR LOSSES FOR THE THREE MONTHS ENDED MARCH 31, 2025**  
**(In Thousands of New Taiwan Dollars)**

Company Name	Counterparty	Transaction Type	Price	Transaction Detail		Notes/Accounts Receivable (Payable)		Unrealized (Gain) Loss	Note
				Payment Term	Comparison with Normal Transaction	Ending Balance	%		
The Company	GEM Suzhou	Sales	\$ 5,626	120 days after monthly closing	No significant difference with those to third parties	\$ 2,123	-	\$ 4,436	
Global HK	GEM Suzhou	Sales	337,096	120 days after monthly closing	No significant difference with those to third parties	265,354	5	6,680	
		Purchase	100,299	120 days after monthly closing	No significant difference with those to third parties	(120,105)	2	77	
		Purchase of property plant and equipment	2,232	120 days after monthly closing	No comparable transactions with those in the market	2,631	-	85	

## GEM TERMINAL IND. CO., LTD. AND SUBSIDIARIES

INTERCOMPANY BUSINESS RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS  
 FOR THE THREE MONTHS ENDED MARCH 31, 2025  
 (In Thousands of New Taiwan Dollars)

No.	Company Name	Counterparty	Nature of Relationship (Note 2)	Intercompany Transactions			Percentage of Consolidated Total Gross Sales or Total Assets
				Financial Statement Item	Amount (Note 1)	Terms	
0	The Company	GEM Suzhou	1	Sales	\$ 5,626	Payment term of 4 months	1
		GEM Suzhou	1	Accounts receivable	2,123	Payment term of 4 months	-
		GEM Suzhou	1	Benefits of equipment purchased on behalf of subsidiaries	2,786	Payment term of 4 months	-
		GEM Suzhou	1	Other receivables	4,550	Payment term of 4 months	-
		GEM VN	1	Sales	3,524	Payment term of 4 months	1
		GEM VN	1	Accounts receivable	8,290	Payment term of 4 months	-
		Global HK	1	Sales	4,657	Payment term of 4 months	1
		Global HK	1	Accounts receivable	9,503	Payment term of 4 months	-
		1	GEM Dongguan	GEM Suzhou	3	Sales	34,156
GEM Suzhou	3			Accounts receivable	59,408	Payment term of 4 months	1
GEM Suzhou	3			Interest income	1,025	Annual interest rate of 2.4%-2.85%	-
GEM Suzhou	3			Other receivables	161,842	According to working capital conditions to change payment deeding	3
2	Global HK	The Company	2	Sales	35,998	Payment term of 4 months	5
		The Company	2	Accounts receivable	49,963	Payment term of 4 months	1
		GEM VN	3	Sales	23,330	Payment term of 4 months	3
		GEM VN	3	Accounts receivable	12,415	Payment term of 4 months	-
		GEM Suzhou	3	Sales	337,096	Payment term of 4 months	48
		GEM Suzhou	3	Accounts receivable	265,354	Payment term of 4 months	5
3	GEM Suzhou	Global HK	3	Sales	100,299	Payment term of 4 months	14
		Global HK	3	Accounts receivable	120,105	Payment term of 4 months	2
		Global HK	3	Disposal of property, plant and equipment	2,232	Payment term of 4 months	-
		Global HK	3	Other receivables	2,631	Payment term of 4 months	-
4	Vibo	GEM VN	3	Other receivables	34,828	According to working capital conditions to change payment deeding	1
5	GEM VN	The Company	2	Sales	18,472	Payment term of 4 months	3
		The Company	2	Accounts receivable	29,256	Payment term of 4 months	1
		Global HK	3	Sales	329,728	Payment term of 4 months	47
		Global HK	3	Accounts receivable	267,588	Payment term of 4 months	5

(Continued)

Note 1: It was eliminated on consolidation.

Note 2: 1) Parent to subsidiary

2) Subsidiary to parent

3) Subsidiary to subsidiary

(Concluded)