

GlobalWafers Co., Ltd. and Subsidiaries
Consolidated Financial Statements
With Independent Auditors' Review Report
For the Three Months Ended March 31, 2026 and 2025

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The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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Independent Auditors' Review Report

To the Board of Directors
GlobalWafers Co., Ltd.:

Introduction

We have reviewed the accompanying consolidated balance sheets of GlobalWafers Co., Ltd. and its subsidiaries as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2026 and 2025, and notes to the consolidated financial statements, including a summary of significant accounting policies. 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 Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", of the Republic of China. A review of the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of GlobalWafers Co., Ltd. and its subsidiaries as of March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting", endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.



The engagement partners on the review resulting in this independent auditors' report are Chun-Yuan Wu and Yung-Hua Huang.

KPMG

Taipei, Taiwan (Republic of China)

May 5, 2026

Notes to Readers

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

The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

GlobalWafers Co., Ltd. and subsidiaries

Consolidated Balance Sheets

March 31, 2026, December 31, 2025, and March 31, 2025

(Expressed in Thousands of New Taiwan Dollars)

Assets		March 31, 2026		December 31, 2025		March 31, 2025		Liabilities and Equity		March 31, 2026		December 31, 2025		March 31, 2025	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
Current assets:								Current liabilities:							
1100	Cash and cash equivalents (note 6(1))	\$ 24,127,568	11	19,484,156	9	28,845,567	13	2100	Short-term borrowings (note 6(14))	\$ 10,693,827	5	18,571,145	9	30,122,763	13
1110	Financial assets at fair value through profit or loss— current (note 6(2))	21,033	-	1,433	-	3,521	-	2110	Short-term notes and bills payable (note 6(13))	3,557,883	2	-	-	699,968	-
1170	Notes and accounts receivable, net (note 6(5))	10,079,070	5	10,062,969	5	10,722,464	5	2120	Financial liabilities at fair value through profit or loss—current (notes 6(2))	1,098,634	1	3,567	-	21,812	-
1180	Accounts receivable due from related parties, net (note 7)	58,638	-	50,301	-	122,612	-	2130	Contract liabilities—current (note 6(23))	7,337,046	3	8,022,772	4	9,694,403	5
130X	Inventories (note 6(6))	11,000,429	5	10,398,696	5	11,953,117	5	2170	Notes and accounts payable	3,403,624	2	3,686,456	2	4,322,976	2
1476	Other financial assets—current (notes 6(1), (11) and 8)	28,889,865	14	44,079,682	20	20,496,762	9	2180	Accounts payable to related parties (note 7)	463,291	-	474,225	-	109,704	-
1479	Other current assets (notes 6(12) and 7)	2,745,705	1	2,552,219	1	2,592,412	1	2201	Payroll and bonus payable	2,871,826	1	2,656,590	1	2,705,558	1
	Total current assets	<u>76,922,308</u>	<u>36</u>	<u>86,629,456</u>	<u>40</u>	<u>74,736,455</u>	<u>33</u>	2216	Dividends payable	2,725,248	1	956,227	-	2,868,682	1
	Non-current assets:							2230	Current tax liabilities	2,255,000	1	1,801,514	1	2,492,131	1
1513	Financial assets at fair value through profit or loss— non-current (note 6(2))	8,228,004	4	7,729,367	4	6,167,482	3	2322	Long-term borrowings, current portion (notes 6(15) and 8)	9,043	-	540,489	-	2,151,853	1
1517	Financial assets at fair value through other comprehensive income—non-current (note 6(3))	192,726	-	135,062	-	60,661	-	2321	Ordinary bonds payable, current portion (note 6(16))	11,899,370	6	11,898,668	5	-	-
1535	Non-current financial assets at amortized cost, net (note 6(4))	6,367,005	3	6,254,570	3	6,607,795	3	2270	Exchangeable bonds with warrants, current portion (note 6(16))	11,284,513	5	-	-	-	-
1550	Investments accounted for using equity method (note 6(7))	707,254	-	692,333	-	713,561	-	2399	Other current liabilities (note 6(17))	4,624,455	2	5,497,072	3	9,737,987	5
1600	Property, plant and equipment (notes 6(8), 7 and 8)	108,860,924	52	107,241,239	49	128,494,887	56		Total current liabilities	<u>62,223,760</u>	<u>29</u>	<u>54,108,725</u>	<u>25</u>	<u>64,927,837</u>	<u>29</u>
1755	Right-of-use assets (note 6(9))	768,218	-	785,882	-	932,180	-		Non-Current liabilities:						
1780	Intangible assets (note 6(10))	2,357,370	1	2,318,929	1	2,575,665	1	2527	Contract liabilities—non-current (note 6(23))	14,715,229	7	15,452,436	7	19,747,902	9
1840	Deferred tax assets	5,031,954	3	5,015,996	2	4,057,420	2	2540	Long-term borrowings (notes 6(15) and 8)	4,743,236	2	7,564,868	3	11,908,297	5
1980	Other financial assets—non-current (notes 6(11), 7 and 8)	144,513	-	139,975	-	178,065	-	2500	Financial liabilities at fair value through profit or loss—non-current (notes 6(2) and (16))	-	-	998,169	-	439,556	-
1900	Other non-current assets (note 6(12))	1,456,646	1	1,400,008	1	3,601,866	2	2531	Ordinary bonds payable (note 6(16))	24,477,801	13	24,476,317	12	16,891,627	7
	Total non-current assets	<u>134,114,614</u>	<u>64</u>	<u>131,713,361</u>	<u>60</u>	<u>153,389,582</u>	<u>67</u>	2532	Exchangeable bonds with warrants (note 6(16))	-	-	11,202,879	5	10,899,278	5
								2570	Deferred tax liabilities	7,881,899	4	7,667,021	4	7,547,797	3
								2670	Other non-current liabilities (note 6(17))	2,348,467	1	2,331,342	1	2,481,816	1
								2640	Net defined benefit liabilities—non-current (note 6(18))	1,267,072	1	1,246,002	1	1,605,135	1
									Total non-current liabilities	<u>55,433,704</u>	<u>28</u>	<u>70,939,034</u>	<u>33</u>	<u>71,521,408</u>	<u>31</u>
									Total liabilities	<u>117,657,464</u>	<u>57</u>	<u>125,047,759</u>	<u>58</u>	<u>136,449,245</u>	<u>60</u>
									Equity (note 6(20)):						
								3110	Ordinary share	4,781,137	2	4,781,137	2	4,781,137	2
								3200	Capital surplus	44,763,934	21	44,763,934	21	45,720,158	20
								3300	Retained earnings	51,309,672	24	52,139,099	23	46,228,620	20
								3400	Other equity interest	(7,471,730)	(4)	(8,385,625)	(4)	(5,049,349)	(2)
									Total equity attributable to owners of parent	<u>93,383,013</u>	<u>43</u>	<u>93,298,545</u>	<u>42</u>	<u>91,680,566</u>	<u>40</u>
								3600	Non-controlling interests	(3,555)	-	(3,487)	-	(3,774)	-
									Total equity	<u>93,379,458</u>	<u>43</u>	<u>93,295,058</u>	<u>42</u>	<u>91,676,792</u>	<u>40</u>
									Total liabilities and equity	<u>\$ 211,036,922</u>	<u>100</u>	<u>218,342,817</u>	<u>100</u>	<u>228,126,037</u>	<u>100</u>
	Total assets	<u>\$ 211,036,922</u>	<u>100</u>	<u>218,342,817</u>	<u>100</u>	<u>228,126,037</u>	<u>100</u>								

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

GlobalWafers Co., Ltd. and subsidiaries

Consolidated Statements of Comprehensive Income

For the three months ended March 31, 2026 and 2025

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

		For the three months ended March 31,			
		2026		2025	
		Amount	%	Amount	%
4000	Operating revenue (notes 6(23) and 7)	\$ 13,984,798	100	15,594,522	100
5000	Operating costs (notes 6(6), (18), (24) and 7)	<u>11,071,298</u>	<u>79</u>	<u>11,482,663</u>	<u>74</u>
	Gross profit from operations	<u>2,913,500</u>	<u>21</u>	<u>4,111,859</u>	<u>26</u>
	Operating expenses (notes 6(18), (24) and 7):				
6100	Selling expenses	375,400	3	383,103	3
6200	Administrative expenses	591,512	4	520,605	3
6300	Research and development expenses	471,114	3	611,430	4
6450	Expected credit losses (note 6(5))	<u>101</u>	<u>-</u>	<u>7,604</u>	<u>-</u>
	Total operating expenses	<u>1,438,127</u>	<u>10</u>	<u>1,522,742</u>	<u>10</u>
	Net operating income	<u>1,475,373</u>	<u>11</u>	<u>2,589,117</u>	<u>16</u>
	Non-operating income and expenses:				
7100	Interest income (note 6(25))	915,644	6	576,003	3
7020	Other gains and losses (notes 6(16), (25) and 7)	380,050	3	(811,489)	(5)
7050	Finance costs (notes 6(16), (17), (25) and 7)	<u>(424,336)</u>	<u>(3)</u>	<u>(220,226)</u>	<u>(1)</u>
		<u>871,358</u>	<u>6</u>	<u>(455,712)</u>	<u>(3)</u>
	Income before income tax	2,346,731	17	2,133,405	13
7950	Less: income tax expense (note 6(19))	<u>450,875</u>	<u>3</u>	<u>677,700</u>	<u>4</u>
	Net income	<u>1,895,856</u>	<u>14</u>	<u>1,455,705</u>	<u>9</u>
8300	Other comprehensive income:				
8310	Items that will not be reclassified subsequently to profit or loss:				
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	49,671	-	(7,637)	-
8320	Share of other comprehensive income of associates and joint ventures accounted for using equity method (note 6(7))	7,759	-	(170,703)	(1)
8349	Less: income tax related to components of other comprehensive income that will not be reclassified to profit or loss (note 6(19))	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Total items that will not be reclassified subsequently to profit or loss	<u>57,430</u>	<u>-</u>	<u>(178,340)</u>	<u>(1)</u>
8360	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange differences on translation of foreign operations	1,070,108	8	2,800,195	18
8399	Less: income tax related to components of other comprehensive income that may be reclassified to profit or loss (note 6(19))	<u>213,746</u>	<u>2</u>	<u>559,877</u>	<u>4</u>
	Total items that may be reclassified subsequently to profit or loss	<u>856,362</u>	<u>6</u>	<u>2,240,318</u>	<u>14</u>
8300	Other comprehensive income (after tax)	<u>913,792</u>	<u>6</u>	<u>2,061,978</u>	<u>13</u>
	Total comprehensive income	<u>\$ 2,809,648</u>	<u>20</u>	<u>3,517,683</u>	<u>22</u>
	Net income attributable to:				
	Shareholders of GlobalWafers Co., Ltd	\$ 1,895,821	14	1,456,280	9
	Non-controlling interests	<u>35</u>	<u>-</u>	<u>(575)</u>	<u>-</u>
		<u>\$ 1,895,856</u>	<u>14</u>	<u>1,455,705</u>	<u>9</u>
	Total comprehensive income attributable to:				
	Shareholders of GlobalWafers Co., Ltd	\$ 2,809,716	20	3,518,332	22
	Non-controlling interests	<u>(68)</u>	<u>-</u>	<u>(649)</u>	<u>-</u>
		<u>\$ 2,809,648</u>	<u>20</u>	<u>3,517,683</u>	<u>22</u>
	Earnings per share (NT Dollars) (note 6(22))				
9750	Basic earnings per share	<u>\$ 3.97</u>		<u>3.05</u>	
9850	Diluted earnings per share	<u>\$ 3.96</u>		<u>3.04</u>	

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

GlobalWafers Co., Ltd. and subsidiaries

Consolidated Statements of Changes in Equity

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

Equity attributable to shareholders of GlobalWafers Co., Ltd.

	Equity attributable to shareholders of GlobalWafers Co., Ltd.						Other equity interest			Total	Non-controlling interests	Total equity	
	Ordinary shares	Capital surplus	Legal reserve	Retained earnings		Exchange differences on translation of foreign financial statements	Gains (losses) from equity instrument measured at fair value through other comprehensive income	Other	Total other equity interest				
				Special reserve	Unappropriated retained earnings								Total retained earnings
Balance at January 1, 2025	\$ 4,781,137	45,720,158	10,741,767	6,325,189	30,574,066	47,641,022	(7,669,397)	557,568	428	(7,111,401)	91,030,916	(3,125)	91,027,791
Net income (loss) for the period	-	-	-	-	1,456,280	1,456,280	-	-	-	-	1,456,280	(575)	1,455,705
Other comprehensive income for the period	-	-	-	-	-	-	2,240,392	(178,340)	-	2,062,052	2,062,052	(74)	2,061,978
Comprehensive income for the period	-	-	-	-	1,456,280	1,456,280	2,240,392	(178,340)	-	2,062,052	3,518,332	(649)	3,517,683
Appropriation and distribution of retained earnings:													
Cash dividends on ordinary shares	-	-	-	-	(2,868,682)	(2,868,682)	-	-	-	-	(2,868,682)	-	(2,868,682)
Balance at March 31, 2025	\$ 4,781,137	45,720,158	10,741,767	6,325,189	29,161,664	46,228,620	(5,429,005)	379,228	428	(5,049,349)	91,680,566	(3,774)	91,676,792
Balance at January 1, 2026	\$ 4,781,137	44,763,934	11,397,737	13,527,975	27,213,387	52,139,099	(8,742,833)	356,780	428	(8,385,625)	93,298,545	(3,487)	93,295,058
Net income (loss) for the period	-	-	-	-	1,895,821	1,895,821	-	-	-	-	1,895,821	35	1,895,856
Other comprehensive income for the period	-	-	-	-	-	-	856,465	57,430	-	913,895	913,895	(103)	913,792
Comprehensive income for the period	-	-	-	-	1,895,821	1,895,821	856,465	57,430	-	913,895	2,809,716	(68)	2,809,648
Appropriation and distribution of retained earnings:													
Cash dividends on ordinary shares	-	-	-	-	(2,725,248)	(2,725,248)	-	-	-	-	(2,725,248)	-	(2,725,248)
Balance at March 31, 2026	\$ 4,781,137	44,763,934	11,397,737	13,527,975	26,383,960	51,309,672	(7,886,368)	414,210	428	(7,471,730)	93,383,013	(3,555)	93,379,458

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

GlobalWafers Co., Ltd. and subsidiaries

Consolidated Statements of Cash Flows

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31,	
	2026	2025
Cash flows from operating activities:		
Income before income tax	\$ 2,346,731	2,133,405
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expenses	2,199,157	2,249,944
Amortization expenses	5,719	5,357
Expected credit losses	101	7,604
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(457,198)	863,858
Finance costs	424,336	220,226
Interest income	(915,644)	(576,003)
Dividend income	(14,657)	(8,253)
Shares of profit of associates accounted for using equity method	(7,162)	(22,681)
Loss on disposal of property, plant and equipment	(22,370)	(4,106)
Provisions for inventory valuation (reversal of gain)	(96,992)	87,264
Gain on lease modification	-	(11,000)
Loss on provision	5,120	914
Total adjustments	<u>1,120,410</u>	<u>2,813,124</u>
Changes in operating assets and liabilities:		
Notes and accounts receivable (including related parties)	(24,624)	(528,374)
Inventories	(501,157)	(831,775)
Prepayments for purchase of materials	(53,191)	65,838
Other financial assets	(347,018)	21,224
Other operating assets	(107,840)	(109,961)
Total changes in operating assets	<u>(1,033,830)</u>	<u>(1,383,048)</u>
Contract liabilities	(1,648,471)	(1,465,527)
Notes and accounts payable (including related parties)	(257,355)	(594,533)
Net defined benefit liabilities	21,070	92,988
Other operating liabilities	114,756	196,900
Total changes in operating liabilities	<u>(1,770,000)</u>	<u>(1,770,172)</u>
Total changes in operating assets and liabilities	<u>(2,803,830)</u>	<u>(3,153,220)</u>
Total adjustments	<u>(1,683,420)</u>	<u>(340,096)</u>
Cash inflow generated from operations	663,311	1,793,309
Interest received	841,193	405,183
Dividends received	14,657	8,253
Interest paid	(820,770)	(797,879)
Income taxes paid	(25,089)	(383,109)
Net cash flows from operating activities	<u>673,302</u>	<u>1,025,757</u>

(Continued)

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

GlobalWafers Co., Ltd. and subsidiaries

Consolidated Statements of Cash Flows(Continued)

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31,	
	2026	2025
Cash flows from investing activities:		
Acquisition of financial assets at fair value through other comprehensive income	\$ (7,993)	(33,385)
Proceeds from capital reduction of financial assets at fair value through profit or loss	21,335	4,647
Acquisition of property, plant and equipment, and prepayments of equipment	(3,460,304)	(11,557,104)
Proceeds from disposal of property, plant and equipment	34,657	376
Acquisition of intangible assets	(85)	(4,890)
(Increase) decrease in other financial assets	14,507,282	(2,753,182)
Other investing activities	<u>1,102,572</u>	<u>132,628</u>
Net cash flows from (used in) investing activities	<u>12,197,464</u>	<u>(14,210,910)</u>
Cash flows from financing activities:		
Increase (decrease) in short-term borrowings	(7,877,318)	4,745,983
Increase (decrease) in short-term notes and bills payable	3,557,883	(699,962)
Repayment of bonds	(110,731)	-
Proceeds from long-term borrowings	3,173,541	1,739,701
Repayments of long-term borrowings	(6,555,525)	(562,032)
Increase in guarantee deposits received	42,350	30,250
Decrease in other payables to related parties	-	(340,000)
Payment of lease liabilities	(44,216)	(47,636)
Cash dividends	<u>(956,227)</u>	<u>(2,390,569)</u>
Net cash flows from (used in) financing activities	<u>(8,770,243)</u>	<u>2,475,735</u>
Effect of exchange rate changes on cash and cash equivalents	<u>542,889</u>	<u>625,648</u>
Increase (decrease) in cash and cash equivalents	4,643,412	(10,083,770)
Cash and cash equivalents at beginning of period	<u>19,484,156</u>	<u>38,929,337</u>
Cash and cash equivalents at end of period	<u>\$ 24,127,568</u>	<u>28,845,567</u>

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

GlobalWafers Co., Ltd. and subsidiaries

Notes to the Consolidated Financial Statements

March 31, 2026 and 2025

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

1. Company history

GlobalWafers Co., Ltd. (the “Company”) had been a semiconductor operating unit of Sino-American Silicon Products Inc. (“SAS”) and the Company, along with its assets and liabilities, was spun off from SAS on October 1, 2011. The Company was incorporated in October 18, 2011, and authorized by the Hsinchu Science Park Bureau (HSPB). Its registered office is located at No. 8, Industrial East Road 2, Science-Based Park, Hsinchu, Taiwan (R.O.C.). As of March 31, 2026, the consolidated financial statements comprise the Company and its subsidiaries (together referred to as the “Group”). The Group engages mainly in the research, development, production, design, and sales of semiconductor ingots and wafers, and is also engaged in the technology and management consulting service for related products.

On December 2, 2016, the Group acquired the entire outstanding shares of SunEdison Semiconductor Limited (“SunEdison”). The Group’s research and development, manufacturing and sales locations spread over the United States, Europe, and Asia through this acquisition, thereby expanding its global market share, customers, and other wafer technologies and production capacities.

The Company’s common shares have been listed on Taipei Exchange (“TPEX”) since September 25, 2015, and were delisted from the Emerging Market at the same date.

2. Approval date and procedures of the consolidated financial statements:

These consolidated financial statements were authorized for issue by the Board of Directors on May 5, 2026.

3. New standards, amendments and interpretations adopted:

- (1) The impact of the International Financial Reporting Standards (“IFRS Accounting Standards”) endorsed by the Financial Supervisory Commission, R.O.C (the “FSC”) which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2026:

- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

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- (2) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

<u>Standards or Interpretations</u>	<u>Content of amendment</u>	<u>Effective date per IASB</u>
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> ● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. ● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. 	January 1, 2027 note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.

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The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures” and amendments to IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency”

4. Summary of material accounting policies:

(1) Statement of compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2025. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2025.

(2) Basis of consolidation

A. Principles of preparation of the consolidated financial statements

Principles of preparation of the consolidated financial statements were the same as those of the consolidated financial statements for the year ended December 31, 2025. For the related information, please refer to note 4(3) of the consolidated financial statements for the year ended December 31, 2025.

B. List of subsidiaries in the consolidated financial statements

Name of Investor	Name of Subsidiary	Business	Percentage of Ownership			Note
			March 31, 2026	December 31, 2025	March 31, 2025	
The Company	GlobalSemiconductor Inc. (GSI)	Investment activities	100 %	100 %	100 %	
The Company	GlobalWafers Japan Co., Ltd. (GWJ)	Manufacturing and trading of silicon wafers	100 %	100 %	100 %	

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Name of Investor	Name of Subsidiary	Business	Percentage of Ownership			Note
			March 31, 2026	December 31, 2025	March 31, 2025	
The Company	GlobalWafers Singapore Pte. Ltd. (GWS)	Investment activities	100 %	100 %	100 %	
The Company	Sunrise PV Four Co., Ltd. (SPV4)	Electricity activities	100 %	100 %	100 %	
The Company	Sunrise PV Electric Power Five Co., Ltd. (SPVE5)	Electricity activities	100 %	100 %	100 %	
The Company	GWC Capital Co., Ltd. (GWH)	Investment activities	100 %	100 %	100 %	
The Company	GlobalWafers GmbH (GW GmbH)	Investment activities	100 %	100 %	100 %	
The Company	GlobalWafers B.V. (GWBV)	Investment activities	100 %	100 %	100 %	
The Company	Crystalwise Technology Inc. (CWT)	Manufacturing and trading of optoelectronic wafers and substrate material	100 %	100 %	100 %	
The Company	GlobalWafers Capital Co., Ltd. (GWCC)	Investment activities	79.41 %	79.41 %	100 %	note (2)
GSI	Kunshan Sino Silicon Technology Co., Ltd. (SST)	Processing and trading of ingots and wafers	100 %	100 %	100 %	
GWJ	MEMC Japan Ltd. (MEMC Japan)	Manufacturing and trading of silicon wafers	100 %	100 %	100 %	
SST	MEMC Electronic Materials Sdn Bhd (MEMC Sdn Bhd)	Research and development, manufacturing and trading of silicon wafers	100 %	100 %	100 %	
SST	Kunshan SST Trading Co., Ltd. (KST)	Sales, marketing and trading activities	100 %	100 %	100 %	

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Name of Investor	Name of Subsidiary	Business	Percentage of Ownership			Note
			March 31, 2026	December 31, 2025	March 31, 2025	
SST	Shanghai Sawyer Shenkai Technology Material Co., Ltd. (SSKT)	Manufacturing and sales of lithium tantalate and lithium niobate wafers	100 %	100 %	100 %	
CWT	Crystalwise Technology (HK) Limited (Crystalwise (HK))	Investment activities	100 %	100 %	100 %	
CWT	Yuan Hong (SHANDONG) Technical Materials Ltd. (YHTM)	Manufacturing and trading of optoelectronic wafers and substrate material	19.69 %	19.69 %	19.69 %	
GWBV	MEMC Electronic Materials, SpA (MEMC SpA)	Manufacturing and trading of silicon wafers	100 %	100 %	100 %	
MEMC SpA	MEMC Electronic Materials France SarL (MEMC SarL)	Trading	100 %	100 %	100 %	
GWBV	MEMC Korea Company (MEMC Korea)	Manufacturing and trading of silicon wafers	100 %	100 %	100 %	
GWBV	MEMC Ipoh Sdn Bhd (MEMC Ipoh)	Manufacturing and trading of silicon wafers	100 %	100 %	100 %	
GWBV	GlobiTech Incorporated (GTI)	Manufacturing and trading of epitaxial wafers and silicon wafers	100 %	100 %	100 %	
GWBV	Topsil Globalwafers A/S (Topsil A/S)	Manufacturing and trading of silicon wafers	100 %	100 %	100 %	
Crystalwise (HK)	YHTM	Manufacturing and trading of optoelectronic wafers and substrate material	80.31 %	80.31 %	80.31 %	

GlobalWafers Co., Ltd. and subsidiaries
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<u>Name of Investor</u>	<u>Name of Subsidiary</u>	<u>Business</u>	<u>Percentage of Ownership</u>			<u>Note</u>
			<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>	
GTI	MEMC LLC	Research and development, manufacturing and trading of silicon wafers	100 %	100 %	100 %	
GTI	GlobalWafers America, LLC (GWA)	Manufacturing and trading of silicon wafers	100 %	100 %	100 %	
SSKT	Yuan Hong Technical Materials Ltd. (MHTM)	Manufacturing and sales of lithium tantalate and lithium niobate wafers	90 %	90 %	90 %	
MEMC Korea	MKC Capital Co., Ltd (MKCC)	Investment activities	100 %	100 %	-	% note (1)
MKCC	GWCC	Investment activities	20.59 %	20.59 %	-	% note (2)

Note: Groups organizational restructuring and changes were as follows:

- (1) MKCC was established in September 2025.
- (2) Based on a resolution approved by MKCC's Board on September 11, 2025, MKCC increased its investment in GWCC on September 24, 2025, acquiring 20.59% equity interest in GWCC, resulting in MKCC and the Company to collectively hold the entire shares of GWCC.

C. Subsidiaries excluded from the consolidated financial statements: None.

(3) Provisions

Carbon fees

Carbon fees levied in accordance with Taiwan's Climate Change Response Act and Regulations Governing the Collection of Carbon Fees are recognized when the annual greenhouse gas emissions are probably to exceed the threshold, and the amount is estimated based on the proportion of greenhouse gas emissions that have occurred as of the reporting date divided by the total annual greenhouse gas emissions.

(4) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year.

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(5) Income tax

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period.

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

5. Significant accounting assumptions and judgments, and major sources of estimation uncertainty:

In the preparation of the consolidated financial statements in conformity with the Regulations and IFRS Accounting Standards (in accordance with IAS 34 “Interim Financial Reporting” and endorsed by the FSC) requires management to make judgments and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2025. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2025.

6. Explanation of significant accounts:

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the consolidated financial statements for the year ended December 31, 2025. Please refer to note 6 of consolidated financial statements for the year ended December 31, 2025.

(1) Cash and cash equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	\$ 513	3,788	3,817
Demand deposits	8,214,372	5,801,714	12,409,635
Time deposits	15,766,855	12,978,957	14,334,679
Bond investments with repurchase agreements	145,828	162,697	2,097,436
Note investments with repurchase agreement	-	537,000	-
	<u>\$ 24,127,568</u>	<u>19,484,156</u>	<u>28,845,567</u>

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As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group reclassified time deposits to other financial assets—current due to liquidity considerations amounting to \$9,207,832 thousand, \$5,376,495 thousand and \$5,773,643 thousand, respectively.

On November 28, 2019 and February 21, 2020, the Group applied to the National Taxation Bureau for the application of the Overseas Fund Repatriation Management, Utilization and Taxation Regulations. After approval, the funds were repatriated. 5% of the repatriated funds can be used freely, and the remaining 95% can only be used for special investment plans approved by the Ministry of Economic Affairs. Funds are deposited in a special account and cannot be used randomly for expenditure within five years. The Group has applied to the Ministry of Economic Affairs for substantial investment, and the funds are expected to be used for capital expenditures on factory expansion and the purchase of machinery, equipment and related assets. As of March 31, 2026, December 31, 2025 and March 31, 2025, the balances of the special accounts were \$977,534 thousand, \$1,920,543 thousand and \$2,029,006 thousand recorded in cash and cash equivalents, respectively.

Please refer to note 6(26) for the interest rate risk and sensitivity analysis of the financial assets and liabilities of the Group.

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

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Financial assets measured at fair value through profit or loss—current:			
Forward exchange contracts	\$ <u>21,033</u>	<u>1,433</u>	<u>3,521</u>
Financial assets measured at fair value through profit or loss—non-current:			
Privately offered funds	\$ 368,469	328,267	297,866
Overseas securities held	<u>7,859,535</u>	<u>7,401,100</u>	<u>5,869,616</u>
	<u>\$ 8,228,004</u>	<u>7,729,367</u>	<u>6,167,482</u>
Financial liabilities designated as at fair value through profit or loss—current:			
Forward exchange contracts	\$ 29,313	3,567	21,812
Embedded derivatives of exchangeable bonds with warrants	<u>1,069,321</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,098,634</u>	<u>3,567</u>	<u>21,812</u>
Financial liabilities designated as at fair value through profit or loss—non-current:			
Embedded derivatives of exchangeable bonds with warrants	<u>\$ -</u>	<u>998,169</u>	<u>439,556</u>

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Please refer to note 6(25) for the amount remeasured at fair value through profit or loss.

For the three months ended March 31, 2026 and 2025, the dividends of \$14,657 thousand and \$8,253 thousand, respectively, were recognized from investments in financial assets mandatorily measured at fair value through profit or loss.

The Group issued overseas bonds with warrant the shares of Sliteonic AG in January 2024. When warrants are exercised, shares of Siltronic AG will be delivered to the holders. Please refer to Note 6(16) for details.

The Group uses derivative instruments to hedge certain currency risk arising from the Group's operating activities. The Group held the following derivative instruments, which were not qualified for hedge accounting, and accounted them as mandatorily measured at fair value through profit or loss financial assets and held-for-trading financial liabilities as of March 31, 2026, December 31, 2025 and March 31, 2025:

March 31, 2026			
	Contract amount (in thousands)	Currency	Maturity date
Forward exchange contracts buy	USD 30,000	USD to EUR	April 28, 2026
Forward exchange contracts sold	USD 51,000	USD to NTD	April 7, 2026 ~ June 30, 2026
Forward exchange contracts sold	USD 28,150	USD to EUR	April 24, 2026 ~ June 25, 2026
December 31, 2025			
	Contract amount (in thousands)	Currency	Maturity date
Forward exchange contracts buy	USD 30,000	USD to EUR	April 28, 2026
Forward exchange contracts sold	USD 15,000	USD to NTD	January 30, 2026
Forward exchange contracts sold	USD 21,000	USD to EUR	January 26, 2026 ~ March 26, 2026
March 31, 2025			
	Contract amount (in thousands)	Currency	Maturity date
Forward exchange contracts buy	USD 30,000	USD to EUR	October 29, 2025
Forward exchange contracts sold	USD 155,000	USD to TWD	April 8, 2025 ~ April 30, 2025
Forward exchange contracts sold	USD 21,210	USD to EUR	April 24, 2025 ~ June 26, 2025

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

	March 31, 2026	December 31, 2025	March 31, 2025
Equity investment in domestic entities	\$ <u>192,726</u>	<u>135,062</u>	<u>60,661</u>

The Group designated the equity investments shown above as at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for long-term strategic purposes.

The Group did not dispose its strategic investments for the three months ended March 31, 2026 and 2025; therefore, there were no transfers of any cumulative gain or loss within equity relating to these investments.

For market risk, please refer to note 6(27).

The financial assets mentioned above were not pledged as collateral.

(4) Financial assets measured at amortized cost

	March 31, 2026	December 31, 2025	March 31, 2025
Foreign Bonds	\$ <u>6,367,005</u>	<u>6,254,570</u>	<u>6,607,795</u>

A. The Group invested in foreign bonds, with the face value of US\$199,000 thousand and a coupon rate ranging from 5.15% to 5.18%, as well as the maturity dates from June 13, 2029 to April 29, 2031. The Group has assessed that these financial assets are held to maturity to collect contractual cash flows, which consist solely of payments of principal and interest on principal amount outstanding. Therefore, these investments were classified as financial assets measured at amortized cost.

B. The financial assets mentioned above were not pledged as collateral.

(5) Notes and accounts receivable, net

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable	\$ 790,682	687,069	478,900
Accounts receivable	9,298,576	9,385,901	10,262,062
Less: allowance for expected credit loss	<u>(10,188)</u>	<u>(10,001)</u>	<u>(18,498)</u>
	<u>\$ 10,079,070</u>	<u>10,062,969</u>	<u>10,722,464</u>

The Group applied the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, notes and accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information.

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The credit loss provision of notes and accounts receivable (including related parties) was determined as follows:

	March 31, 2026		
	Gross amount of notes and accounts receivable	Weighted-average loss rate	Credit loss allowance
Current	\$ 9,825,223	0%	-
1 to 30 days past due	225,368	0%	-
31 to 60 days past due	81,959	0%	-
61 to 90 days past due	28	0%	-
121 to 150 days past due	5,545	18%	1,015
151 to 180 days past due	1,128	90%	1,015
More than 181 days past due	8,158	100%	8,158
	\$ 10,147,409		10,188

	December 31, 2025		
	Gross amount of notes and accounts receivable	Weighted-average loss rate	Credit loss allowance
Current	\$ 9,685,953	0%	-
1 to 30 days past due	230,754	0%	-
31 to 60 days past due	34,027	1%	211
61 to 90 days past due	9,788	11%	1,081
91 to 120 days past due	109,425	1%	769
121 to 150 days past due	44,458	0%	38
More than 181 days past due	7,902	100%	7,902
	\$ 10,122,307		10,001

	March 31, 2025		
	Gross amount of notes and accounts receivable	Weighted-average loss rate	Credit loss allowance
Current	\$ 10,228,338	0%	-
1 to 30 days past due	434,458	0%	-
31 to 60 days past due	109,448	3%	3,393
61 to 90 days past due	13,234	24%	3,172
91 to 120 days past due	7,404	22%	1,630
121 to 150 days past due	1,010	56%	565
151 to 180 days past due	217	90%	196
More than 181 days past due	9,542	100%	9,542
	\$ 10,803,651		18,498

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The movements in the allowance for doubtful accounts related to notes and accounts receivable were as follows:

	For the three months ended March 31,	
	2026	2025
Balance on January 1	\$ 10,001	10,838
Credit losses recognized	101	7,604
Amount written off which was considered uncollectible in the current period	-	(127)
Foreign exchange gains and losses	86	183
Balance on March 31	\$ 10,188	18,498

The notes and accounts receivable mentioned above were not pledged as collateral.

(6) Inventories

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods	\$ 2,218,811	2,250,723	3,015,488
Work in progress	4,263,170	3,866,122	3,404,672
Raw materials	4,518,448	4,281,851	5,532,957
	\$ 11,000,429	10,398,696	11,953,117

Components of operating costs were as follows:

	For the three months ended March 31,	
	2026	2025
Cost of goods sold	\$ 11,116,907	11,340,747
Provisions for inventory valuation losses (reversal of gains)	(96,992)	87,264
Unallocated fixed manufacturing expense	51,383	54,652
	\$ 11,071,298	11,482,663

The inventories mentioned above were not pledged as collateral.

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(7) Investments accounted for using equity method

A summary of financial information for investments accounted for using the equity method at the reporting date is as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Associates	\$ <u>707,254</u>	<u>692,333</u>	<u>713,561</u>

A. Associates

The associates of the Group accounted for using the equity method were individually insignificant, and their summarized financial information included in the consolidated financial statements of the Group was as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
The carrying amount of investments in the individually insignificant associates	\$ <u>707,254</u>	<u>692,333</u>	<u>713,561</u>

	<u>For the three months ended March 31,</u>	
	<u>2026</u>	<u>2025</u>
Amount of individually insignificant associates' interests attributable to the Group:		
Net income	\$ 7,162	22,681
Other comprehensive income (loss)	<u>7,759</u>	<u>(170,703)</u>
Total	<u>\$ 14,921</u>	<u>(148,022)</u>

For the three months ended March 31, 2026 and 2025, the cash dividends of the invested associates were \$0 thousand and \$59,336 thousand, respectively, which were recognized as deductions of investments accounted for using the equity method.

The Group holds 30.98% of the shares of the HONG-WANG Investment Co., Ltd., with the largest shareholder owning 39.02% shares of that company, resulting in the Group to have no control over that company.

B. Collateral

The investments accounted for using equity method mentioned above were not pledged as collateral.

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(8) Property, plant and equipment

A. The movements of cost and depreciation of the property, plant and equipment of the Group were as follows:

	<u>Land</u>	<u>Buildings</u>	<u>Machinery and equipment</u>	<u>Other equipment</u>	<u>Construction in progress and equipment awaiting inspection</u>	<u>Total</u>
Cost:						
Balance at January 1, 2026	\$ 3,535,448	32,563,088	69,629,558	7,589,798	47,279,172	160,597,064
Additions	-	-	109,776	83,176	3,226,563	3,419,515
Disposals	-	(900)	(865,319)	(440)	(754)	(867,413)
Reclassification	-	23,672	2,246,290	68,063	(2,442,338)	(104,313)
Transfer and others	-	-	(250,971)	(77,933)	(61,161)	(390,065)
Effect of changes in exchange rates	(33,687)	82,315	(536,644)	394	688,272	200,650
Balance at March 31, 2026	<u>\$ 3,501,761</u>	<u>32,668,175</u>	<u>70,332,690</u>	<u>7,663,058</u>	<u>48,689,754</u>	<u>162,855,438</u>
Balance at January 1, 2025	\$ 2,661,362	30,206,380	58,365,429	7,544,383	67,407,472	166,185,026
Additions	-	12,691	16,737	23,153	8,516,933	8,569,514
Disposals	-	(9,664)	(72,252)	(28,504)	(376)	(110,796)
Reclassification	-	2,880,990	9,333,858	52,714	(12,241,848)	25,714
Transfer and others	-	(526)	(13,225)	(874)	-	(14,625)
Effect of changes in exchange rates	84,987	1,059,913	3,026,532	174,645	1,139,493	5,485,570
Balance at March 31, 2025	<u>\$ 2,746,349</u>	<u>34,149,784</u>	<u>70,657,079</u>	<u>7,765,517</u>	<u>64,821,674</u>	<u>180,140,403</u>
Depreciation:						
Balance at January 1, 2026	\$ -	10,680,533	38,433,071	4,202,444	39,777	53,355,825
Depreciation for the period	-	252,638	1,797,789	108,089	-	2,158,516
Disposals	-	(150)	(854,371)	(440)	-	(854,961)
Reclassification	-	-	717	-	(40,056)	(39,339)
Transfer and others	-	(10)	(136,422)	(425)	-	(136,857)
Effect of changes in exchange rates	-	20,075	(509,191)	167	279	(488,670)
Balance at March 31, 2026	<u>\$ -</u>	<u>10,953,086</u>	<u>38,731,593</u>	<u>4,309,835</u>	<u>-</u>	<u>53,994,514</u>
Balance at January 1, 2025	\$ -	9,994,533	33,242,812	3,832,045	41,492	47,110,882
Depreciation for the period	-	272,542	1,789,158	143,750	-	2,205,450
Disposals	-	(9,664)	(72,252)	(28,504)	-	(110,420)
Reclassification	-	9,672	3,810	(13,482)	-	-
Transfer and others	-	-	2,635	-	-	2,635
Effect of changes in exchange rates	-	416,980	1,903,823	115,634	532	2,436,969
Balance at March 31, 2025	<u>\$ -</u>	<u>10,684,063</u>	<u>36,869,986</u>	<u>4,049,443</u>	<u>42,024</u>	<u>51,645,516</u>
Carrying amounts:						
Balance at January 1, 2026	<u>\$ 3,535,448</u>	<u>21,882,555</u>	<u>31,196,487</u>	<u>3,387,354</u>	<u>47,239,395</u>	<u>107,241,239</u>
Balance at March 31, 2026	<u>\$ 3,501,761</u>	<u>21,715,089</u>	<u>31,601,097</u>	<u>3,353,223</u>	<u>48,689,754</u>	<u>108,860,924</u>
Balance at January 1, 2025	<u>\$ 2,661,362</u>	<u>20,211,847</u>	<u>25,122,617</u>	<u>3,712,338</u>	<u>67,365,980</u>	<u>119,074,144</u>
Balance at March 31, 2025	<u>\$ 2,746,349</u>	<u>23,465,721</u>	<u>33,787,093</u>	<u>3,716,074</u>	<u>64,779,650</u>	<u>128,494,887</u>

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B. Collateral

A portion of the property, plant and equipment was pledged as collateral for credit lines. Please refer to note 8.

C. For the Group's capital expenditure plan, the total amount of expenditures incurred but the construction has not yet been completed for the three months ended March 31, 2026 and 2025, were \$48,689,754 thousand and \$64,779,650 thousand, including the capitalized borrowing costs related to the acquisition of the construction of property, plant and equipment of \$461,749 thousand and \$460,672 thousand, calculated using a capitalization interest rates of 3.50%~4.05% and 4.61%~5.61%, respectively.

(9) Right-of-use assets

There were no significant additions, disposal, or recognition and reversal of impairment losses of investment property for the three months ended March 31, 2026 and 2025. Please refer to note 6(9) to the 2025 annual consolidated financial statements for other related information.

(10) Intangible assets

There were no significant additions, disposal, or recognition and reversal of impairment losses of intangible assets for the three months ended March 31, 2026 and 2025. Please refer to note 6(10) to the 2025 annual consolidated financial statements for other related information.

(11) Other financial assets – current and non-current

	March 31, 2026	December 31, 2025	March 31, 2025
Other receivables	\$ 10,342,751	21,158,303	1,968,740
Restricted bank deposits	8,926,292	17,208,319	11,844,575
Time deposits (maturity over three months)	9,207,832	5,376,495	5,773,643
Others	557,503	476,540	1,087,869
	<u>\$ 29,034,378</u>	<u>44,219,657</u>	<u>20,674,827</u>
Current	<u>\$ 28,889,865</u>	<u>44,079,682</u>	<u>20,496,762</u>
Non-current	<u>\$ 144,513</u>	<u>139,975</u>	<u>178,065</u>

The Group applied for the Advanced Manufacturing Investment Credit from the U.S. Department of the Treasury in 2025, with the related amount recognized as other receivables.

Please refer to Note 8 for details of the restricted bank deposits.

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(12) Other assets – current and non-current

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Prepayment for materials	\$ 662,913	607,256	791,043
Refundable tax and overpaid tax	1,795,939	1,601,132	1,710,123
Prepayments for equipment – non-current	1,173,955	1,097,733	3,029,173
Others	569,544	646,106	663,939
	<u>\$ 4,202,351</u>	<u>3,952,227</u>	<u>6,194,278</u>
Current	<u>\$ 2,745,705</u>	<u>2,552,219</u>	<u>2,592,412</u>
Non-current	<u>\$ 1,456,646</u>	<u>1,400,008</u>	<u>3,601,866</u>

(13) Short-term notes and bills payable

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Commercial paper payable	<u>\$ 3,557,883</u>	<u>-</u>	<u>699,968</u>

For the three months ended March 31, 2026, the Group incurred additional short-term notes and bills payable amounting to \$3,557,883 thousand, whereas for the three months ended March 31, 2025, repayments amounted to \$699,962 thousand. Information on interest expense is disclosed in Note 6(25).

(14) Short-term borrowings

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Unsecured borrowings	\$ 1,830,390	1,445,550	28,432,595
Secured borrowings	8,863,437	17,125,595	1,690,168
	<u>\$ 10,693,827</u>	<u>18,571,145</u>	<u>30,122,763</u>
Range of interest rates at the end of the period	<u>1.6%~3.6214%</u>	<u>1.85%~3.967%</u>	<u>0.85%~4.95%</u>

(15) Long-term borrowings

	<u>March 31, 2026</u>			
	<u>Currency</u>	<u>Rate</u>	<u>Maturity</u>	<u>Amount</u>
Unsecured bank loans	NTD	0.5%~2.22%	2026.12~2029.6	\$ 75,939
Unsecured bank loans	DKK	2.55%	2028.3	1,476,840
Unsecured bank loans	USD	4.05%	2026.4 (Note)	3,199,500
Less: current portion				(9,043)
				<u>\$ 4,743,236</u>

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December 31, 2025				
	Currency	Rate	Maturity	Amount
Unsecured bank loans	JPY	0.10%~0.28%	2026.1~2026.3	\$ 522,883
Unsecured bank loans	NTD	0.5%~2.22%	2026.12~2029.6	73,672
Unsecured bank loans	DKK	2.43%	2027.3	1,512,725
Commercial paper payable	NTD	1.53%~1.65%	2026.1	6,000,000
Less: discount				(3,923)
Less: current portion				(540,489)
Total				<u>\$ 7,564,868</u>

March 31, 2025				
	Currency	Rate	Maturity	Amount
Unsecured bank loans	JPY	0.10%~0.28%	2026.1~2026.3	\$ 2,136,138
Unsecured bank loans	NTD	0.50%	2029.4~2029.6	70,000
Unsecured bank loans	DKK	2.93%	2027.3	1,780,810
Secured bank loans	USD	5.11678%	2026.12	10,073,202
Less: current portion				(2,151,853)
Total				<u>\$ 11,908,297</u>

Note: The borrowings are available on a revolving basis within the contractual period.

On September 26, 2025, the Group entered into an agreement with a finance company for the issuance of 3-year unsecured commercial paper. Each issuance tranche has a maturity of no more than 90 days and is reissued on a revolving basis upon maturity, bearing an annual interest rate of 1.53%~1.65%.

On August 15, 2025, the Accounting Research and Development Foundation issued a Q&A which clarified that, as the revolving commercial paper issued by the entity does not have the right, at the end of the reporting period, to defer settlement of the liability for at least twelve months after the reporting period, such liabilities shall be classified as current liabilities.

In response, the FSC issued transitional provisions stating that, entities with revolving commercial paper issued on or after January 1, 2026 shall apply the classification guidance in the Q&A, while those issued on or before December 31, 2025 need not comply.

Accordingly, the commercial paper issued by the Company on September 26, 2025 is classified as a non-current liability. For revolving issuances made on or after January 1, 2026, classification will be adjusted and reported as current liabilities in accordance with the above-mentioned guidance.

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(16) Bonds payable

The details of bonds payable were as follows:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Unsecured ordinary bonds	\$ 36,377,171	36,374,985	16,891,627
Exchangeable bonds with warrants	11,284,513	11,202,879	10,899,278
Less: current portion	<u>(23,183,883)</u>	<u>(11,898,668)</u>	<u>-</u>
Total	<u>\$ 24,477,801</u>	<u>35,679,196</u>	<u>27,790,905</u>

A. The details of issued unsecured bonds as follows:

	<u>First issued of 2021</u>	<u>Second issued of 2021</u>	<u>First issued of 2024</u>	
		<u>Bonds B</u>	<u>Bonds A</u>	<u>Bonds B</u>
Date	May 11, 2021	August 19, 2021	March 19, 2024	March 19, 2024
Total amount	\$6,500,000	5,400,000	2,500,000	2,500,000
Rate	0.62%	0.60%	1.70%	1.75%
Period	Five years	Five years	Five years	Seven years
Due date	May 11, 2026	August 19, 2026	March 19, 2029	March 19, 2031

	<u>First issued of 2025</u>			<u>Second issued of 2025</u>			
	<u>Bonds A</u>	<u>Bonds B</u>	<u>Bonds C</u>	<u>Bonds A</u>	<u>Bonds B</u>	<u>Bonds C</u>	<u>Bonds D</u>
Date	May 28, 2025	May 28, 2025	May 28, 2025	September 24, 2025	September 24, 2025	September 24, 2025	September 24, 2025
Total amount	3,300,000	2,800,000	1,400,000	4,700,000	4,400,000	700,000	2,200,000
Rate	2.01%	2.08%	2.18%	1.86%	1.92%	1.98%	2.02%
Period	Three years	Five years	Ten years	Three years	Five years	Seven years	Ten years
Due date	May 28, 2028	May 28, 2030	May 28, 2035	September 24, 2028	September 24, 2030	September 24, 2032	September 24, 2035

On August 19, 2024, the Group redeemed all of the unsecured ordinary bonds of Bonds A, which were second issued in 2021.

B. The Group (subsidiary GW GmbH) issued a bond with 1.5% coupon rate, with interest payable annually on January 23, 2024. At the time of issuance of the bond, the Group separated the warrant call and put options (collectively referred to as the "options") from the host contract in accordance with IFRS 9 and accounted for "financial liabilities at fair value through profit or loss". Financial liabilities at fair value through profit or loss (FVTPL) as of March 31, 2026, December 31, 2025 and March 31, 2025, are summarized below:

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The details of the Group exchangeable bonds with warrants are as follows:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Total exchangeable bonds with warrants	\$ 12,305,192	12,368,880	12,416,844
Unamortized discount	<u>(1,020,679)</u>	<u>(1,166,001)</u>	<u>(1,517,566)</u>
Total exchangeable bonds with warrants period-end	<u>\$ 11,284,513</u>	<u>11,202,879</u>	<u>10,899,278</u>
Embedded derivatives options, included in financial liabilities at fair value through profit or loss	<u>\$ 1,069,321</u>	<u>998,169</u>	<u>439,556</u>
		For the three months ended March 31,	
		<u>2026</u>	<u>2025</u>
Embedded derivatives - gain and losses of re-measurement of options based on fair value (recorded under other gains and losses)		<u>\$ 363,824</u>	<u>(13,151)</u>
Interest expense		<u>\$ 160,136</u>	<u>134,176</u>

The principal terms of the above exchangeable bonds with warrants are set out below:

- (a) Total amount issued: EUR 345,200 thousand (EUR 100 thousand per sheet).
- (b) Issue period: five years
- (c) Maturity date: January 23, 2029
- (d) Important terms and conditions:
 - i After three years from the issuance date, holders of exchangeable bonds with warrants may exercise the put right to sell back the bonds at par value.
 - ii Warrants are to be exercised for 3,100,413 ordinary shares of Siltronic AG held by GW GmbH at a price of EUR 111.34 per share, which will be adjusted in subsequent years in accordance with the terms of the contract and the dividend payment of Siltronic AG. The exercise price was EUR 111.34 per share as of March 31, 2026. The warrants are exercisable immediately from the date of issuance of the exchangeable bonds with warrants.
 - iii The Company is the guarantor of the exchangeable bonds with warrants.
 - iv In the event of changes of control over the guarantor or stock-delisting in the market of Siltronic AG, the holders may request to redeem entire of the bonds by book value.

The Group redeemed the exchangeable bonds with warrants of EUR 10,000 thousand in September 2025.

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(17) Lease liabilities

The carrying amounts of lease liabilities of the Group were as follows:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Current	\$ <u>155,866</u>	<u>146,911</u>	<u>165,133</u>
Non-current	\$ <u>623,346</u>	<u>649,360</u>	<u>772,925</u>

For the maturity analysis, please refer to note 6(24) “Financial instruments”.

The amounts recognized in profit or loss were as follows:

	<u>For the three months ended</u> <u>March 31,</u>	
	<u>2026</u>	<u>2025</u>
Interest on lease liabilities	\$ <u>4,174</u>	<u>4,915</u>
Variable lease payments not included in the measurement of lease liabilities	\$ <u>14,281</u>	<u>2,739</u>
Expenses relating to short-term leases	\$ <u>11,736</u>	<u>12,222</u>
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	\$ <u>3,274</u>	<u>3,611</u>

The amounts recognized in the statement of cash flows were as follows:

	<u>For the three months ended</u> <u>March 31,</u>	
	<u>2026</u>	<u>2025</u>
Total cash outflow for leases	\$ <u>73,507</u>	<u>66,208</u>

Land leases' additional rent payments that are based on changes in local price indices and the public facilities construction costs re-invested annually in each park will be adjusted after being assessed.

(18) Employee benefits

A. Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material onetime events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2025 and 2024.

The expenses recognized in profit or loss for the Group were \$81,508 thousand and \$76,923 thousand for the three months ended March 31, 2026 and 2025, respectively.

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B. Defined contribution plans

Domestic subsidiaries' pension costs incurred from contributions to the defined contribution plan were \$17,747 thousand and \$19,359 thousand for the three months ended March 31, 2026 and 2025, respectively. Such contributions were made to the Bureau of the Labor Insurance.

The total periodic pension costs of other subsidiaries were recognized as current expenses in accordance with the local regulations of their respective jurisdictions where they are domiciled.

The overseas subsidiaries of the Group recognized the pension costs of \$86,839 thousand and \$81,838 thousand for the three months ended March 31, 2026 and 2025, respectively.

(19) Income tax

The income tax expense of the Group is calculated by the profit before tax of interim reporting period multiply by the best estimated measurement of the expected effective tax rate by the management in all the year.

A. Income tax expense

The components of income tax expenses were as follows:

	For the three months ended March 31,	
	2026	2025
Income tax expense	\$ 450,875	677,700

The amounts of income tax (benefit) recognized in other comprehensive income were as follows:

	For the three months ended March 31,	
	2026	2025
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign financial statements	\$ 213,746	559,877

B. Assessment of tax filings

As of March 31, 2026, income tax returns of the Company and its domestic subsidiaries for the years through 2024 were assessed by the tax authority.

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The operations of the Group encompass tax matters in multiple countries. The tax treatment of each country shall be determined by the country in which the operation is situated. The tax laws of each country shall prevail, and all declarations shall be made on time in accordance with the regulations of the countries where subsidiaries are located. There may be adjustments arising from tax inspections conducted by various regions. During the reporting period, there were items in overseas subsidiaries subject to such differing interpretations, and the Group has taken appropriate measures to address these uncertainties and has recognized estimated income tax liabilities accordingly.

C. Global minimum top-up tax

The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax and accounts for it as a current tax when it is incurred.

The Group is subject to the Pillar Two Global tax legislations, as certain jurisdictions in which it operates have already implemented the rules such as the Qualified Domestic Minimum Top up Tax, the Income Inclusion Rule, and the Undertaxed Payments Rule. Upon reviewing the effective tax rates in the relevant tax jurisdictions where these rules apply, the Group has appropriately assessed the anticipated top up taxes payable of \$23,770 thousand and \$ 0 thousand under the minimum tax regime during the three months ended March 31, 2026 and 2025.

(20) Capital and other equity

Except for the following disclosure, there was no significant change in capital and other equity for the periods from January 1 to March 31, 2026 and 2025. For the related information, please refer to note 6(20) to the consolidated financial statements for the year ended December 31, 2025.

A. Ordinary shares

As of March 31, 2026, December 31, 2025 and March 31, 2025, the authorized ordinary shares of the Company amounted to \$10,000,000 thousand, which was divided into 1,000,000 thousand shares, with a par value of \$10 per share, of which \$200,000 thousand was reserved for employee stock options, preferred shares with stock options or bonds with stock options.

The Company's issued the outstanding ordinary shares of \$4,781,137 thousand as of March 31, 2026, December 31, 2025 and March 31, 2025.

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B. Capital surplus

The balances of capital surplus were as follows:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Additional paid-in capital	\$ 42,721,466	42,721,466	43,677,693
Capital surplus resulting from share swap	429,157	429,157	429,157
Employee stock options	60,727	60,727	60,727
Difference between the consideration and the carrying amount of subsidiaries' share acquired or disposed	3,940	3,940	3,940
Additional paid-in capital resulting from assets donated	188	188	185
Other	<u>1,548,456</u>	<u>1,548,456</u>	<u>1,548,456</u>
	<u>\$ 44,763,934</u>	<u>44,763,934</u>	<u>45,720,158</u>

C. Retained earnings

According to the Company's Articles of Incorporation, the proposal of earnings distribution or loss off-setting for the first half fiscal year, together with the business report and financial statements, shall be forwarded to the audit committee for auditing before the end of the second half of the fiscal year; thereafter, it is to be submitted to the Board of Directors for approval.

Distribution of earnings, by way of cash, shall be approved in the Board of Directors meeting. The distribution of earnings through issuance of new shares shall be resolved in the stockholders' meeting.

According to the Company's Articles of Incorporation, earnings distribution on a semiannual basis shall be distributed in the following order:

- (a) Offset the cumulative deficits;
- (b) 10% of the current-period earning should be set aside for legal reserve, until the accumulated legal reserve equals the Company's issued capital;
- (c) Set aside special reserve in accordance with relevant laws or regulations or as requested by the authorities;

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- (d) After deducting items (a), (b), and (c) above from the earnings, the remaining undistributed earnings of current and previous years, if any, will be proposed for distribution by the Board of Directors. According to the R.O.C. Company Act Section 240(5), it was authorized that the distribution of earnings, in whole or in part by way of cash dividends, shall be made after a resolution has been approved by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors and the resolution is reported to shareholders in their meeting. If the distribution of earnings is made by issuance of new shares, wherein the resolution will be approved during the shareholders meeting.

After considering both the long-term development of the business and the goal of stable growth of earnings per share, the distribution of dividends to shareholders should not be less than 50% of the distributable earnings, which is calculated using the net income of the current year, minus, legal reserve and special reserve. Distribution of cash dividends should not be less than 50% of the total dividends.

- (a) Earnings distribution

The distribution of cash dividends for the year of 2025 and the first half of 2025, were approved by the Board of Directors on March 3, 2026, and December 9, 2025, as follows:

	2025	
	Cash dividends per share (NT\$)	Amount
Dividends distributed to ordinary shareholders:		
Earnings distribution for the first half of the year	\$ -	-
Earnings distribution for the second half of the year	5.7	2,725,248
Total	\$ 5.70	2,725,248

The distributions of cash dividends for the year of 2024 and the first half of 2024, were approved by the Board of Directors on February 25, 2025, and December 10, 2024, as follows:

	2024	
	Cash dividends per share (NT\$)	Amount
Dividends distributed to ordinary shareholders:		
Earnings distribution for the first half of the year	\$ 5.0	2,390,569
Earnings distribution for the second half of the year	6.0	2,868,682
Total	\$ 11.00	5,259,251

The above-mentioned relevant information can be obtained through channel such as Market Observation Post System.

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(21) Share-based payment

Except for the following disclosure, there were no significant changes in share-based payment during the periods from January 1 to March 31, 2026 and 2025. For the related information, please refer to note 6(21) to the consolidated financial statements for the year ended December 31, 2025.

(22) Earnings per share (“EPS”)

A. Basic earnings per share

	For the three months ended	
	March 31,	
	<u>2026</u>	<u>2025</u>
Net income attributable to the shareholders of the Company	<u>\$ 1,895,821</u>	<u>1,456,280</u>
Weighted-average number of ordinary shares outstanding during the period (in thousands of shares)	<u>478,114</u>	<u>478,114</u>
Basic earnings per share (dollars)	<u>\$ 3.97</u>	<u>3.05</u>

B. Diluted earnings per share

	For the three months ended	
	March 31,	
	<u>2026</u>	<u>2025</u>
Net income attributable to the shareholders of the Company (diluted)	<u>\$ 1,895,821</u>	<u>1,456,280</u>
Weighted-average number of ordinary shares outstanding during the period (in thousands of shares)	478,114	478,114
Effect of the employee remuneration issued by stock (in thousands of shares)	868	779
	<u>478,982</u>	<u>478,893</u>
Diluted earnings per share (dollars)	<u>\$ 3.96</u>	<u>3.04</u>

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(23) Revenue from contracts with customers

A. Disaggregation of revenues

	For the three months ended March 31,	
	2026	2025
Primary geographical markets:		
Taiwan	\$ 3,071,097	3,048,492
Northeast Asia (Japan and Korea)	3,397,948	3,391,335
Asia - others	2,440,826	3,565,357
America	1,905,923	2,104,301
Europe	3,099,798	3,454,019
Other areas	69,206	31,018
Total	\$ 13,984,798	15,594,522
Major product categories:		
Semiconductor wafers	\$ 13,806,360	15,230,644
Semiconductor ingot	87,746	312,960
Electricity revenue	32,852	29,838
Others	57,840	21,080
	\$ 13,984,798	15,594,522

B. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025
Contract liabilities	\$ 22,052,275	23,475,208	29,442,305

For details on accounts receivables and allowance for impairment, please refer to note 6(5).

The major change in the balance of contract liabilities is the advance consideration received from customers for the contracts, in which revenue is recognized when products are delivered to customers. The Group issues a performance guarantee letter for this purpose, please refer to note 9. The amount of revenue recognized for the three months ended March 31, 2026 and 2025, which was included in the contract liability balance at the beginning of the period, was \$1,711,342 thousand and \$1,783,928 thousand, respectively.

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(24) Remuneration to employees and directors

On May 26, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Articles, if the Company has surplus at the end of each fiscal year, 3%–15% of the profit shall be appropriated for the employees' remuneration and no more than 3% shall be appropriated for directors' remuneration. However, if there are accumulated losses, certain profits shall be reserved to cover first. At least 60% of the aforementioned appropriated employees' remuneration shall be allocated to grassroots employees. The entitled employees of the aforementioned employee remuneration include the employees of parents or subsidiaries of the company who meet the conditions set by the Board. The Company will distribute cash for directors' remuneration, and share or cash for employee remuneration. The distribution shall be resolved by a consent of a majority of the directors present at a meeting attended by more than two thirds of the total directors and reported to the shareholders meeting by the Board. Prior to the amendment, the Articles of Incorporation stipulated that if the Company had earnings in a given fiscal year, it shall allocate 3% to 15% of such earnings as employee compensation and up to 3% as director compensation. However, if the Company had accumulated losses, the amount required to cover such losses shall be retained in advance. The recipients of employee compensation may include employees of controlled or affiliated companies who meet certain criteria, as determined by the Board of Directors. Director compensation shall be distributed in cash, while employee compensation may be distributed in the form of shares or cash. Such distribution shall be approved by a resolution of the Board of Directors with the attendance of at least two-thirds of the directors and the consent of a majority of the attending directors, and shall be reported to the shareholders' meeting.

For the three months ended March 31, 2026 and 2025, the Company accrued and recognized its employee remuneration (including base-level employees) amounting to \$105,311 thousand and \$88,360 thousand and directors' remuneration amounting to \$16,760 thousand and \$5,890 thousand, respectively. These amounts were calculated by using the Company's pre-tax net profit for the period before deducting the amounts of the remuneration to employees and directors, multiplied by the distribution ratio of the remuneration to employees and directors based on the Company's Articles of Incorporation, and expensed under operating costs or expenses. If there would be any changes in accounting estimates the changes shall be accounted for as profit or loss in the following year. If, however, the shareholders determine that the employee remuneration is to be distributed through issuance of shares, the calculation of distributable shares shall be calculated using the stock price on the day before a resolution was made by the Board of Directors.

The amounts recognized for employee remuneration were \$400,996 thousand and \$366,825 thousand, respectively, and for directors' remuneration were \$41,400 thousand and \$36,690 thousand, respectively, in the 2025 and 2024 consolidated financial statements and were not significantly different from those approved in the Board of Directors meetings.

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(25) Non-Operating income and expenses

A. Interest income

	For the three months ended March 31,	
	2026	2025
Interest from bank deposits	\$ 834,957	495,096
Interest income from financial assets at amortized cost	80,687	80,907
	\$ 915,644	576,003

B. Other gains and losses

	For the three months ended March 31,	
	2026	2025
Foreign exchange gains (losses), net	\$ (227,269)	(19,896)
Gains on disposal of property, plant and equipment	38,106	4,106
Valuation gains (losses) on financial assets (liabilities) measured at fair value through profit or loss	469,382	(890,124)
Dividend income	14,657	8,253
Others	85,174	86,172
	\$ 380,050	(811,489)

C. Finance costs

	For the three months ended March 31,	
	2026	2025
Interest expense— borrowings	\$ (125,829)	(40,982)
Interest expense— bonds	(294,333)	(174,329)
Interest expense— lease liabilities	(4,174)	(4,915)
	\$ (424,336)	(220,226)

(26) Financial instruments

Except for the following, there is no significant change in the fair value of the Group's financial instruments and exposure to credit risk, liquidity risk, and market risk due to financial instruments. For relevant information, please refer to note 6(26) of consolidated financial statement of 2025.

A. Credit risk

(a) Credit risk exposure

The carrying amount of financial assets represents the maximum amount exposed to credit risk.

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(b) Concentration of credit risk

The main customers of the Group are from the silicon wafer and related industries. The Group generally sets credit limits to its customers according to their credit evaluations. Therefore, the credit risk of the Group is mainly influenced by the silicon wafer industry. As of March 31, 2026, December 31, 2025 and March 31, 2025, 48%, 45% and 48%, respectively, of the Group's accounts receivable (including related parties) were from the top 10 customers. Although there is a potential for concentration of credit risk, the Group routinely assesses the collectability of the accounts receivable and makes a corresponding allowance for doubtful accounts.

(c) Credit risk of receivables

For credit risk exposure on notes and accounts receivables, please refer to note 6(5).

B. Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 6 months</u>	<u>6 to 12 months</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>Over 5 years</u>
March 31, 2026							
Non-derivative financial liabilities							
Short-term borrowings \$	10,693,827	(10,868,535)	(4,356,379)	(6,512,156)	-	-	-
Short-term notes and bills payable	3,557,883	(3,560,000)	(3,560,000)	-	-	-	-
Notes and accounts payable (including related parties)	3,866,915	(3,866,915)	(3,866,915)	-	-	-	-
Payroll and bonus payable	2,871,826	(2,871,826)	(2,871,826)	-	-	-	-
Accrued remuneration of directors (other current liabilities)	51,940	(51,940)	(51,940)	-	-	-	-
Long-term borrowing (including current portion)	4,752,279	(4,801,686)	(3,207,267)	(24,549)	(1,507,475)	(29,633)	(32,762)
Lease liabilities	779,212	(853,767)	(80,016)	(78,036)	(103,575)	(275,282)	(316,858)
Ordinary bonds (including current portion)	36,377,171	(38,840,420)	(12,357,990)	(86,250)	(471,540)	(21,222,120)	(4,702,520)
Exchangeable bonds with warrants	11,284,513	(13,956,512)	(282,169)	(13,674,343)	-	-	-
Dividends payable	2,725,248	(2,725,248)	(2,725,248)	-	-	-	-
Derivative financial instruments							
Forward exchange contracts:							
Outflows	29,313	(1,849,795)	(1,849,795)	-	-	-	-
Inflows	(21,033)	1,841,515	1,841,515	-	-	-	-
	\$ 76,969,094	(82,405,129)	(33,368,030)	(20,375,334)	(2,082,590)	(21,527,035)	(5,052,140)

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	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 6 months</u>	<u>6 to 12 months</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>Over 5 years</u>
December 31, 2025							
Non-derivative financial liabilities							
Short-term borrowings	\$ 18,571,145	(18,712,940)	(10,490,761)	(8,222,179)	-	-	-
Notes and accounts payable (including related parties)	4,160,681	(4,161,039)	(4,118,511)	(42,528)	-	-	-
Payroll and bonus payable	2,656,590	(2,515,839)	(1,253,258)	(1,262,581)	-	-	-
Accrued remuneration of directors (other current liabilities)	41,400	(41,400)	-	(41,400)	-	-	-
Long-term borrowing (including current portion)	8,105,357	(8,116,643)	(6,528,812)	(5,371)	(1,525,150)	(31,535)	(25,775)
Lease liabilities	796,271	(775,409)	(51,679)	(50,606)	(93,541)	(253,474)	(326,109)
Ordinary bonds (including current portion)	36,374,985	(38,926,670)	(6,781,640)	(5,662,600)	(471,540)	(18,764,620)	(7,246,270)
Exchangeable bonds with warrants	11,202,879	(14,168,785)	(281,257)	(286,032)	(586,876)	(13,014,620)	-
Dividends payable	956,227	(956,227)	(956,227)	-	-	-	-
Derivative financial instruments							
Forward exchange contracts:							
Outflows	3,567	(1,604,331)	(1,604,331)	-	-	-	-
Inflows	(1,433)	1,602,197	1,602,197	-	-	-	-
	<u>\$ 82,867,669</u>	<u>(88,377,086)</u>	<u>(30,464,279)</u>	<u>(15,573,297)</u>	<u>(2,677,107)</u>	<u>(32,064,249)</u>	<u>(7,598,154)</u>
March 31, 2025							
Non-derivative financial liabilities							
Short-term borrowing	\$ 30,122,763	(30,204,339)	(30,204,339)	-	-	-	-
Short-term notes and bill payables	699,968	(700,000)	(700,000)	-	-	-	-
Notes and accounts payable (including related parties)	4,432,680	(4,432,680)	(4,411,133)	(21,547)	-	-	-
Payroll and bonus payable	2,705,558	(2,705,558)	(1,806,800)	(898,758)	-	-	-
Accrued remuneration of directors (other current liabilities)	42,580	(42,580)	(36,690)	(5,890)	-	-	-
Long-term borrowing (including current portion)	14,060,150	(14,995,414)	(1,077,917)	(1,078,100)	(12,802,044)	(37,353)	-
Lease liabilities	938,058	(981,932)	(91,353)	(86,221)	(143,192)	(269,450)	(391,716)
Ordinary bonds	16,891,627	(17,477,900)	(72,700)	(86,250)	(12,058,950)	(2,716,250)	(2,543,750)
Dividends payable	10,899,278	(13,934,411)	(187,969)	(191,211)	(392,371)	(13,162,860)	-
Exchangeable bonds with warrants	2,868,682	(2,868,682)	(2,868,682)	-	-	-	-
Derivative financial instruments							
Forward exchange contracts:							
Outflows	21,812	(1,701,073)	(730,331)	(970,742)	-	-	-
Inflows	(3,521)	1,682,782	715,596	967,186	-	-	-
	<u>\$ 83,679,635</u>	<u>(88,361,787)</u>	<u>(41,472,318)</u>	<u>(2,371,533)</u>	<u>(25,396,557)</u>	<u>(16,185,913)</u>	<u>(2,935,466)</u>

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The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

C. Currency risk

(a) Exposure to foreign currency risk

The Group's significant exposure to foreign currency risk was as follows:

				March 31, 2026		
				Foreign currency	Exchange rate	NTD
<u>Financial assets</u>						
<u>Monetary Items</u>						
USD	\$	401,951		31.995		12,860,415
JPY		8,723,266		0.2005		1,749,015
EUR		255,429		36.71		9,376,809
CNY		115,989		4.629		536,912
<u>Non-Monetary Items</u>						
USD		36,450		31.995		Note
<u>Financial liabilities</u>						
<u>Monetary Items</u>						
USD		343,665		31.995		10,995,563
JPY		12,943,541		0.2005		2,595,180
EUR		39,114		36.71		1,435,862
CNY		43,144		4.629		199,715
<u>Non-Monetary Items</u>						
USD		72,700		31.995		Note
				December 31, 2025		
				Foreign currency	Exchange rate	NTD
<u>Financial assets</u>						
<u>Monetary Items</u>						
USD	\$	397,022		31.430		12,478,404
JPY		10,965,923		0.2008		2,201,957
EUR		264,360		36.90		9,754,891
CNY		114,547		4.496		515,002
<u>Non-Monetary Items</u>						
USD		12,650		31.430		Note

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December 31, 2025			
	Foreign currency	Exchange rate	NTD
<u>Financial liabilities</u>			
<u>Monetary Items</u>			
USD	382,185	31.430	12,012,071
JPY	14,934,847	0.2008	2,998,917
EUR	41,031	36.900	1,514,044
CNY	35,517	4.4960	159,687
<u>Non-Monetary Items</u>			
USD	53,350	31.430	Note
March 31, 2025			
	Foreign currency	Exchange rate	NTD
<u>Financial assets</u>			
<u>Monetary Items</u>			
USD	\$ 410,607	33.205	13,634,191
JPY	13,017,254	0.2227	2,898,942
EUR	230,147	35.97	8,278,389
CNY	92,741	4.573	424,103
<u>Non-Monetary Items</u>			
USD	40,760	33.205	Note
<u>Financial liabilities</u>			
<u>Monetary Items</u>			
USD	235,808	33.205	7,829,996
JPY	11,460,928	0.2227	2,552,349
EUR	50,446	35.97	1,814,558
CNY	46,211	4.573	211,322
<u>Non-Monetary Items</u>			
USD	165,450	33.205	Note

Note: The fair value of forward exchange contracts was measured at the reporting date. For related information, please refer to note 6(2).

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(b) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, borrowings, and accounts payable, that are denominated in foreign currencies. A weakening (strengthening) of 1% of the NTD against the USD, JPY, EUR and CNY as of March 31, 2026 and 2025, would have increased or decreased the net income before income tax by \$92,968 thousand and \$128,274 thousand, respectively. The analysis is based on foreign currency exchange rate variances that the Group considered to be reasonably possible at the reporting date. The analysis assumes that all other variables remain constant and ignores any impact of forecasted sales and purchases. The analysis was performed on the same basis for comparative years.

(c) Foreign exchange gains and losses on monetary items

Since the Group has many kinds of functional currencies, the information on foreign exchange gains (losses) on monetary items is disclosed by an aggregate amount. For the three months ended March 31, 2026 and 2025, the foreign exchange gains (losses) (including realized and unrealized portions) amounted to \$(227,269) thousand and \$(19,896) thousand, respectively.

D. Interest rate analysis

Please refer to the notes on liquidity risk management for interest rate exposure of the Group's financial liabilities.

The following sensitivity analysis is based on the exposure to interest rates. Regarding liabilities with variable interest rates, the analysis is based on the assumption that the amount of liabilities outstanding at the reporting date was outstanding throughout the period.

If interest rate had increased or decreased by 0.25%, the Group's net income before income tax would have increased or decreased by \$4,206 thousand and \$19,858 thousand, for the three months ended March 31, 2026 and 2025, respectively, assuming all other variable factors remain constant. This is mainly due to the Group's bank deposits and borrowings with variable rates.

E. Other price risk

For the three months ended March 31, 2026 and 2025, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the profit and loss as illustrated below:

	For the three months ended March 31,			
	2026		2025	
	Other comprehensive income before tax	Net income before income tax	Other comprehensive income before tax	Net income before income tax
Prices of securities at the reporting date				
Increasing 5%	\$ 9,636	392,977	3,033	293,481
Decreasing 5%	(9,636)	(392,977)	(3,033)	(293,481)

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F. Fair value of financial instruments

(a) Fair value hierarchy

The fair value of financial assets and liabilities at fair value through profit or loss and financial assets at fair value through other comprehensive income is measured on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

	March 31, 2026				
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Forward exchange contract	\$ 21,033	-	21,033	-	21,033
Privately offered fund	368,469	-	-	368,469	368,469
Overseas securities held	<u>7,859,535</u>	<u>7,859,535</u>	<u>-</u>	<u>-</u>	<u>7,859,535</u>
	<u>\$ 8,249,037</u>	<u>7,859,535</u>	<u>21,033</u>	<u>368,469</u>	<u>8,249,037</u>
Financial assets at fair value through other comprehensive income					
Stock listed on domestic market	\$ 134,733	134,733	-	-	134,733
Stock not listed on domestic market	<u>57,993</u>	<u>-</u>	<u>-</u>	<u>57,993</u>	<u>57,993</u>
	<u>\$ 192,726</u>	<u>134,733</u>	<u>-</u>	<u>57,993</u>	<u>192,726</u>
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 24,127,568				
Notes and accounts receivable (including related parties)	10,137,708				
Other financial assets – current and non-current	29,034,378				
Foreign bonds	<u>6,367,005</u>				
	<u>\$ 69,666,659</u>				
Financial liabilities at fair value through profit or loss					
Forward exchange contract	\$ 29,313	-	29,313	-	29,313
Embedded derivatives of exchangeable bonds with warrants	<u>1,069,321</u>	<u>-</u>	<u>1,069,321</u>	<u>-</u>	<u>1,069,321</u>
	<u>\$ 1,098,634</u>	<u>-</u>	<u>1,098,634</u>	<u>-</u>	<u>1,098,634</u>

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		March 31, 2026				
		Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total
Financial liabilities measured at amortized cost						
Short-term borrowings	\$	10,693,827				
Short-term notes and bills payable		3,557,883				
Notes and accounts payable (including related parties)		3,866,915				
Long-term borrowings (including current portion)		4,752,279				
Ordinary bonds (including current portion)		36,377,171				
Dividends payable		<u>2,725,248</u>				
		<u>\$ 61,973,323</u>				
		December 31, 2025				
		Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss						
Forward exchange contract	\$	1,433	-	1,433	-	1,433
Privately offered fund		328,267	-	-	328,267	328,267
Overseas securities held		<u>7,401,100</u>	<u>7,401,100</u>	<u>-</u>	<u>-</u>	<u>7,401,100</u>
		<u>\$ 7,730,800</u>	<u>7,401,100</u>	<u>1,433</u>	<u>328,267</u>	<u>7,730,800</u>
Financial assets at fair value through other comprehensive income						
Stock listed on domestic market	\$	85,062	85,062	-	-	85,062
Stock not listed on domestic market		<u>50,000</u>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>50,000</u>
		<u>\$ 135,062</u>	<u>85,062</u>	<u>-</u>	<u>50,000</u>	<u>135,062</u>
Financial assets measured at amortized cost						
Cash and cash equivalents	\$	19,484,156				
Notes and accounts receivable (including related parties)		10,113,270				
Other financial assets — current and non-current		44,219,657				
Foreign bonds		<u>6,254,570</u>				
		<u>\$ 80,071,653</u>				
Financial liabilities at fair value through profit or loss						
Forward exchange contract	\$	3,567	-	3,567	-	3,567
Embedded derivatives of exchangeable bonds with warrants		<u>998,169</u>	<u>-</u>	<u>998,169</u>	<u>-</u>	<u>998,169</u>
		<u>\$ 1,001,736</u>	<u>-</u>	<u>1,001,736</u>	<u>-</u>	<u>1,001,736</u>

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		December 31, 2025				
		Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total
Financial liabilities measured at amortized cost						
Short-term borrowings	\$	18,571,145				
Notes and accounts payable (including related parties)		4,160,681				
Long-term borrowings (including current portion)		8,105,357				
Accrued remuneration of directors (other current liabilities)		41,400				
Ordinary bonds (including current portion)		36,374,985				
Exchangeable bonds with warrants		11,202,879				
Lease liabilities—current and non-current		796,271				
Dividends payable		956,227				
		<u>\$ 80,208,945</u>				
		March 31, 2025				
		Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss						
Forward exchange contract	\$	3,521	-	3,521	-	3,521
Privately offered fund		297,866	-	-	297,866	297,866
Overseas securities held		5,869,616	5,869,616	-	-	5,869,616
		<u>\$ 6,171,003</u>	<u>5,869,616</u>	<u>3,521</u>	<u>297,866</u>	<u>6,171,003</u>
Financial assets at fair value through other comprehensive income						
Stock listed on domestic market	\$	<u>60,661</u>	<u>60,661</u>	<u>-</u>	<u>-</u>	<u>60,661</u>

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		March 31, 2025				
		Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total
Financial assets measured at amortized cost						
Cash and cash equivalents	\$ 28,845,567					
Notes and accounts receivable (including related parties)	10,845,076					
Other financial assets – current and non-current	20,674,827					
Foreign bonds	6,607,795					
	<u>\$ 66,973,265</u>					
Financial liabilities at fair value through profit or loss						
Forward exchange contract	\$ 21,812	-	21,812	-		21,812
Embedded derivatives of exchangeable bonds with warrants	439,556	-	439,556	-		439,556
	<u>\$ 461,368</u>	<u>-</u>	<u>461,368</u>	<u>-</u>		<u>461,368</u>
Financial liabilities measured at amortized cost						
Short-term borrowings	\$ 30,122,763					
Short-term notes and bills payable	699,968					
Notes and accounts payable (including related parties)	4,432,680					
Long-term borrowings (including related parties)	14,060,150					
Accrued remuneration of director (other current liabilities)	42,580					
Ordinary bonds	16,891,627					
Exchangeable bonds with warrants	10,899,278					
Lease liabilities – current and non - current	938,058					
Dividends payable	2,868,682					
	<u>\$ 80,955,786</u>					

(b) Financial Instruments Not Measured at Fair Value

The management of the Group believes that the carrying amounts of financial assets and financial liabilities measured at amortized cost approximate their fair values in the consolidated financial statements.

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(c) Valuation techniques for financial instruments measured at fair value

i. Non-derivative financial instruments

A financial instrument is regarded as being quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's-length basis. Whether transactions are taking place 'regularly' is a matter of judgment and depends on the facts and circumstances of the market for the instrument.

Quoted market prices may not be indicative of the fair value of an instrument if the activity in the market is infrequent, the market is not well-established, only small volumes are traded, or bid-ask spreads are very wide. Determining whether a market is active involves judgment.

Measurements of fair value of financial instruments in an active market are based on a valuation technique or quoted price from a competitor. Fair value measured by a valuation technique can be extrapolated from similar financial instruments, the discounted cash flow method, or other valuation technique, including a model using observable market data at the reporting date.

ii. Derivative financial instruments

Measurements of the fair value of derivative instruments are based on the valuation techniques generally accepted by market participants, such as the discounted cash flow or option pricing models. The fair value of forward currency is usually determined based by the forward currency exchange rate.

(d) Transfer between Level 1 and Level 2: None.

(e) Reconciliation of Level 3 fair value

	Financial assets measured at fair value through profit or loss	Financial assets measured at fair value through other comprehensive income
January 1, 2026	\$ 328,267	50,000
Addition in investment	-	7,993
Recognized in profit or loss	61,537	-
Capital reduction of investment	(21,335)	-
March 31, 2026	<u>\$ 368,469</u>	<u>57,993</u>

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	Financial assets measured at fair value through profit or loss	Financial assets measured at fair value through other comprehensive income
January 1, 2025	\$ 254,686	-
Addition in investment	33,385	-
Recognized in profit or loss	14,442	-
Capital reduction of investment	(4,647)	-
March 31, 2025	\$ 297,866	-

- (f) The fair value of the Group's financial instruments that use Level 3 inputs to measure fair value was based on the price of the third party. The Group did not disclose quantified information and sensitivity analysis on significant unobservable inputs because the unobservable inputs used in fair value measurement were not established by the Group.
- (g) The valuation technique of privately offered funds is based on net asset value method. For the three months ended March 31, 2026 and 2025, there was no transfer at fair value level.

(27) Financial risk management

There are no significant changes in the financial risk management objectives and policies of the Group from those disclosed in Note 6 (27) of the 2025 annual consolidated financial statements.

(28) Capital management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2025. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2025. Please refer to Note 6(28) of the consolidated financial statements for the year ended December 31, 2025 for related information.

(29) Investing and financing activities not affecting current cash flow

- A. For acquisition of right-of-use assets by lease, please refer to note 6(10).

GlobalWafers Co., Ltd. and subsidiaries
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B. Reconciliations of liabilities arising from financing activities were as follows:

	<u>January 1, 2026</u>	<u>Cash flows</u>	<u>Foreign exchange movement and others</u>	<u>March 31, 2026</u>
Short-term borrowings	\$ 18,571,145	(7,877,318)	-	10,693,827
Short-term notes and bills payable	-	3,557,883	-	3,557,883
Long-term borrowings (including current portion)	8,105,357	(3,381,984)	28,906	4,752,279
Lease liabilities	796,271	(44,216)	27,157	779,212
Bonds payable	47,577,865	(110,731)	194,550	47,661,684
Guarantee deposit received	<u>1,431,620</u>	<u>42,350</u>	<u>-</u>	<u>1,473,970</u>
Total liabilities from financing activities	<u>\$ 76,482,258</u>	<u>(7,814,016)</u>	<u>250,613</u>	<u>68,918,855</u>
			Foreign exchange movement and others	
	<u>January 1, 2025</u>	<u>Cash flows</u>	<u>Foreign exchange movement and others</u>	<u>March 31, 2025</u>
Short-term borrowings	\$ 25,376,780	4,745,983	-	30,122,763
Short-term notes and bills payable	1,399,930	(699,962)	-	699,968
Long-term borrowings (including current portion)	12,551,409	1,177,669	331,072	14,060,150
Lease liabilities	884,564	(47,636)	101,130	938,058
Bonds payable (including current portion)	27,147,373	-	643,532	27,790,905
Guarantee deposit received	340,000	(340,000)	-	-
Borrowing from related party	<u>1,425,889</u>	<u>30,250</u>	<u>-</u>	<u>1,456,139</u>
Total liabilities from financing activities	<u>\$ 69,125,945</u>	<u>4,866,304</u>	<u>1,075,734</u>	<u>75,067,983</u>

7. Related-party transactions:

- (1) Parent company and ultimate controlling company

Sino-American Silicon Product Inc. is both the parent company and the ultimate controlling party of the Group. As of March 31, 2026, it owns 46.64% of all shares outstanding of the Company and has issued the consolidated financial statements available for public use.

GlobalWafers Co., Ltd. and subsidiaries
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(2) Names and relationship with related parties

The followings are entities that have had transactions with the Group during the periods covered in the consolidated financial statements.

<u>Name of related party</u>	<u>Relationship with the Group</u>
Sino-American Silicon Product Inc. (“SAS”)	The parent company
Taiwan Specialty Chemical Co., Ltd.	Subsidiary of SAS
Sustainable Energy Solution Corp.	Subsidiary of SAS
Actron Technology Corp. (“Actron”)	Subsidiary of SAS
Taiwan's Mosel Electronics Co., Ltd. (“Mosel”)	Subsidiary of Actron
HONG-WANG Investment Co., Ltd. (“HONGWANG”)	Affiliated Company
Advanced Wireless Semiconductor Company (“AWSC”)	Subsidiary of SAS
Susen Green Energy Co., Ltd. Suxin Branch	Subsidiary of SAS
Sunrise Intelligent Energy CO., LTD	Affiliated Company of SAS

(3) Key management personnel compensation

Key management personnel compensation comprised:

	For the three months ended	
	March 31,	
	<u>2026</u>	<u>2025</u>
Short-term employee benefits	\$ 64,618	54,176
Post-employment benefits	126	154
	<u>\$ 64,744</u>	<u>54,330</u>

The Group provided two cars costing a cars costing \$1,500 thousand, for key management use for the three months ended March 31, 2026 and 2025, respectively.

(4) Significant transactions with related parties

A. Sales

The amounts of significant sales by the Group to related parties were as follows:

	For the three months ended	
	March 31,	
	<u>2026</u>	<u>2025</u>
Parent company	\$ 2,839	3,992
Other related parties	59,845	67,814
	<u>\$ 62,684</u>	<u>71,806</u>

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The sales price for sales to the related parties was determined by market price and adjusted according to the sales area and sales volume.

The credit terms for third parties were 0 to 120 days after month-end both for the three months ended March 31, 2026 and 2025, while those for related parties were 0 to 120 days after month-end both for the three months ended March 31, 2026 and 2025.

B. Purchases and process outsourcing

The amounts of purchases and process outsourcing by the Group from related parties were as follows:

Related parties	For the three months ended March 31,	
	2026	2025
Parent company	\$ 399,380	55,229

The prices of purchases and process outsourcing were determined by market rates.

The payment terms to third parties were 0 to 150 days after month-end both in the period ended March 31, 2026 and 2025, while those of related parties were 0 to 150 days after the following month-end both in the period ended March 31, 2026 and 2025.

C. Receivables from related parties

The receivables from related parties were as follows:

Related parties	March 31, 2026	December 31, 2025	March 31, 2025
Parent company	\$ 2,838	2,412	3,506
Other related parties	55,313	46,929	59,183
	\$ 58,151	49,341	62,689

D. Payables to related parties

The payables to related parties were as follows:

Related parties	March 31, 2026	December 31, 2025	March 31, 2025
Parent company	\$ 412,437	385,689	16,009
Other related parties	3,214	16,554	223
	\$ 415,651	402,243	16,232

GlobalWafers Co., Ltd. and subsidiaries
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E. Payment on behalf of others

The receivables from related parties and payables to related parties generated from material purchases, insurance and utilities payments and manpower support of related parties as of March 31, 2026, December 31, 2025 and March 31, 2025 were as follows:

<u>Related parties</u>	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Receivable from related parties(parent company)	\$ <u>86</u>	<u>77</u>	<u>65</u>
Parent company	\$ <u>(231)</u>	<u>(368)</u>	<u>(630)</u>
Receivable from related parties(other related parties)	\$ <u>4</u>	<u>-</u>	<u>-</u>

F. Transactions of property, plant and equipment

(a) Purchase amounts of property, plant and equipment from related parties were summarized as follows:

<u>Related parties</u>	<u>For the three months ended March 31,</u>	
	<u>2026</u>	<u>2025</u>
Other related parties	\$ <u>6,020</u>	<u>-</u>

As of March 31, 2026, December 31, 2025 and March 31, 2025, the payables were \$1,089 thousand, \$0 thousand and \$67,169 thousand, respectively.

G. Leases

The Group to parent company SAS rented a plant from the parent company. The total value of the contract was \$11,290 thousand. For the three months ended March 31, 2026 and 2025, the Group recognized the amount of \$0 thousand and \$24 thousand as the interest expense, respectively. As of March 31, 2026, December 31, 2025 and March 31, 2025, the balance of lease liabilities amounted to \$0 thousand, \$5,706 thousand and \$2,844 thousand, respectively.

H. Refundable deposits

The Group signed an offshore wind power purchase contract via other related parties in response to its sustainable green energy implementation and solar photovoltaic plan. As of March 31, 2026, December 31, 2025 and March 31, 2025, the deposits of \$25,921 thousand, \$24,848 thousand and \$24,848 thousand, respectively, had been classified under the other financial assets-noncurrent.

I. Borrowings from Related Parties

For the three months ended March 31, 2026, the Group had no borrowings from related parties. All borrowings from related parties had been settled as of December 31, 2025 and March 31, 2025. Interest expenses on such borrowings amounted to \$0 thousand and \$788 thousand for the three months ended March 31, 2026 and 2025, respectively.

GlobalWafers Co., Ltd. and subsidiaries
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J. Dividends income

The cash dividends of \$0 thousand and \$59,336 thousand from related parties to be distributed to the Group had been received as of March 31, 2026 and 2025.

K. Others

- (a) The Group provides other services for related parties, including service support, machine usage, human resources and plant lease, etc. Details of related other income and receivables from related parties were as follows:

Related parties		For the three months ended March 31,		
		2026	2025	
Parent Company and other related parties		\$ <u>2,432</u>	<u>1,282</u>	
Items	Categories	March 31, 2026	December 31, 2025	March 31, 2025
Receivable from related parties	Parent company	\$ 397	326	504
Receivable from related parties	Other related parties	-	557	18
		\$ 397	883	522

- (b) The related parties charged the Group for their services, including administrative assistance, technical service, legal work engagement, and plant lease. Details of related other expenses and payables to related parties were as follows:

Related parties		For the three months ended March 31,		
		2026	2025	
Parent company and other related parties		\$ <u>24,288</u>	<u>35,350</u>	
Items	Categories	March 31, 2026	December 31, 2025	March 31, 2025
Payable to related parties	Parent company	\$ 21,043	28,133	25,073
Payable to related parties	Other related parties	25,277	43,481	600
		\$ 46,320	71,614	25,673

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8. Pledged assets:

The carrying values of pledged assets were as follows:

<u>Pledged assets</u>	<u>Purpose of pledge</u>	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Property, plant and equipment	Credit lines of borrowings	\$ 1,511,215	1,521,478	1,987,490
Time deposits (recognized in other financial assets – non-current)	Guarantee for gas consumption from CPC Corporation	2,550	2,550	2,000
Time deposits (recognized in other financial assets – non-current)	Guarantee payment for import VAT	18,000	20,000	14,000
Time deposits (recognized in other financial assets – non-current)	Guarantee for the lease contract with the Hsinchu Science Park Bureau	41,173	41,148	40,768
Time deposits (recognized in other financial assets – current)	Guarantee for bank financing projects	8,864,569	17,144,621	11,787,807
Financial assets at fair value through profit or loss – non-current	Provision of Siltronic AG shares to the trustee for security pledge	5,941,204	5,594,416	4,438,918
		<u>\$ 16,378,711</u>	<u>24,324,213</u>	<u>18,270,983</u>

9. Commitments and contingencies:

(1) Significant unrecognized contractual commitments

- A. As of March 31, 2026, December 31, 2025 and March 31, 2025, the purchase amounts for future procurement from suppliers under the existing agreements were \$4,373,827 thousand, \$10,846,028 thousand and \$13,080,524 thousand, respectively.
- B. As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group's unused letters of credit amounted to \$275,796 thousand, \$270,926 thousand and \$309,238 thousand, respectively.
- C. As of March 31, 2026, December 31, 2025 and March 31, 2025, the significant outstanding commitments for construction and purchase of property, plant and equipment amounted to \$3,711,734 thousand, \$7,105,140 thousand and \$13,819,021 thousand, respectively.
- D. As of March 31, 2026, December 31, 2025 and March 31, 2025, a guarantee letter for the Customs Administration and research and development projects issued by the bank amounted to \$13,526 thousand, \$15,427 thousand and \$33,284 thousand, respectively.

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- E. The Group signed a long-term sales contract with certain customers and received advance payments. The customer is required to order minimum quantity according to the contract. As of March 31, 2026, December 31, 2025 and March 31, 2025, a guarantee letter for the customer issued by the bank amounted to \$3,255,153 thousand, \$3,074,787 thousand and \$4,347,051 thousand, respectively.
- F. As of March 31, 2026, December 31, 2025 and March 31, 2025, the total amount of promissory notes deposited in banks by the Group due to bank financing is \$81,747,246 thousand, \$88,026,141 thousand and \$110,265,549 thousand, respectively.

10. Losses due to major disasters: None.

11. Subsequent events: None

12. Other:

A summary of the employee benefits, depreciation, and amortization expenses, by function is as follows:

By function	For the three months ended March 31,					
	2026			2025		
	Cost of goods sold	Operating expenses	Total	Cost of goods sold	Operating expenses	Total
By item						
Employee benefits						
Salary	2,200,683	605,607	2,806,290	2,003,326	565,565	2,568,891
Labor and health insurance	299,799	70,109	369,908	299,864	80,483	380,347
Pension	158,127	27,966	186,093	148,823	29,297	178,120
Others	67,656	24,996	92,652	62,757	30,033	92,790
Depreciation	2,150,812	48,345	2,199,157	2,179,682	70,262	2,249,944
Amortization	4,956	763	5,719	4,620	737	5,357

13. Other disclosures:

(1) Information on significant transactions:

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group:

- A. Loans to other parties: Please refer to Table 1.
- B. Guarantees and endorsements for other parties: Please refer to Table 2.
- C. Material securities held as of March 31, 2026 (excluding investment in subsidiaries, associates and joint ventures): Please refer to Table 3.
- D. Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: Please refer to Table 4.

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- E. Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: Please refer to Table 5.
- F. Business relationships and material intercompany transactions: Please refer to Table 6.
- (2) Information on investees: Please refer to Table 7.
- (3) Information on investment in mainland China:
- A. The names of investees in Mainland China, the main businesses and products and other information: Please refer to Table 8(1).
- B. Limitation on investment in Mainland China: Please refer to Table 8(2).
- C. Significant transactions:

The significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in the “Information on significant transactions”.

14. Segment information:

The Group operating segment information and reconciliations were as follows:

	For the three months ended March 31, 2026			
	Semiconductor segment	Power plant segment	Reconciliation and elimination	Total
Revenue:				
External customers	\$ 13,951,946	32,852	-	13,984,798
Intersegment	-	-	-	-
Total revenue	<u>\$ 13,951,946</u>	<u>32,852</u>	<u>-</u>	<u>13,984,798</u>
Reportable segment profit or loss	<u>\$ 1,884,830</u>	<u>3,865</u>	<u>-</u>	1,888,695
Share of profit (loss) of associates accounted for using equity method				7,161
				<u>\$ 1,895,856</u>
	For the three months ended March 31, 2025			
	Semiconductor segment	Power plant segment	Reconciliation and elimination	Total
Revenue:				
External customers	\$ 15,564,684	29,838	-	15,594,522
Intersegment	-	-	-	-
Total revenue	<u>\$ 15,564,684</u>	<u>29,838</u>	<u>-</u>	<u>15,594,522</u>
Reportable segment profit or loss	<u>\$ 1,437,661</u>	<u>(4,637)</u>	<u>-</u>	1,433,024
Share of profit (loss) of associates accounted for using equity method				22,681
				<u>\$ 1,455,705</u>

GlobalWafers Co., Ltd. and subsidiaries
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	<u>Semiconductor segment</u>	<u>Power plant segment</u>	<u>Reconciliation and elimination</u>	<u>Total</u>
Reportable segment assets:				
March 31, 2026	<u>\$ 208,637,657</u>	<u>1,692,011</u>	<u>-</u>	210,329,668
Investments accounted for using equity metho				<u>707,254</u>
				<u>\$ 211,036,922</u>
December 31, 2025	<u>\$ 215,961,612</u>	<u>1,737,071</u>	<u>(48,199)</u>	217,650,484
Investments accounted for using equity method				<u>692,333</u>
				<u>\$ 218,342,817</u>
March 31, 2025	<u>\$ 225,615,103</u>	<u>1,797,373</u>	<u>-</u>	227,412,476
Investments accounted for using equity method				<u>713,561</u>
				<u>\$ 228,126,037</u>
Reportable segment liabilities				
March 31, 2026	<u>\$ 117,132,290</u>	<u>525,174</u>	<u>-</u>	<u>117,657,464</u>
December 31, 2025	<u>\$ 124,522,978</u>	<u>572,980</u>	<u>(48,199)</u>	<u>125,047,759</u>
March 31, 2025	<u>\$ 135,832,702</u>	<u>616,543</u>	<u>-</u>	<u>136,449,245</u>

GlobalWafers Co., Ltd. and Subsidiaries

Loans to other parties

For the period ended March 31, 2026

Table 1

(In Thousands of New Taiwan Dollars)

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Loss allowance	Collateral		Individual funding loan limits (Note 2)	Maximum limit of fund financing (Note 3)
													Item	Value		
0	The Company	SPVE5	Receivable from related parties	Yes	100,000	100,000	45,000	1.80 %	2	-	Operating capital	-	-	-	37,353,205	37,353,205
0	The Company	SPV4	Receivable from related parties	Yes	500,000	500,000	-	-	2	-	Operating capital	-	-	-	37,353,205	37,353,205
1	GWJ	MEMC Japan	Receivable from related parties	Yes	13,592,080	13,313,200	9,323,250	1.41318 %	2	-	Operating capital	-	-	-	19,153,439	19,153,439
2	GWS	GWBV	Receivable from related parties	Yes	3,359,475	3,359,475	3,204,482	3.976%~6.04%	2	-	Operating capital	-	-	-	62,962,086	62,962,086
2	GWS	GW GmbH	Receivable from related parties	Yes	4,697,500	4,588,750	4,588,750	2.271 %	2	-	Operating capital	-	-	-	62,962,086	62,962,086
2	GWS	The Company	Receivable from related parties	Yes	7,390,845	7,390,845	4,690,467	4.621%~5.00%	2	-	Operating capital	-	-	-	62,962,086	62,962,086
2	GWS	MEMC SpA	Receivable from related parties	Yes	959,850	959,850	959,850	4.57 %	2	-	Operating capital	-	-	-	62,962,086	62,962,086
2	GWS	GWA	Receivable from related parties	Yes	31,995,000	31,995,000	27,515,700	3.965 %	2	-	Operating capital	-	-	-	62,962,086	62,962,086
3	GTI	MEMC LLC	Receivable from related parties	Yes	5,191,725	2,079,675	1,386,687	3.964%~3.97672%	2	-	Operating capital	-	-	-	23,280,602	23,280,602
4	GWBV	MEMC SPA	Receivable from related parties	Yes	3,758,000	3,671,000	3,671,000	2.393 %	2	-	Operating capital	-	-	-	59,368,687	59,368,687
4	GWBV	GW GmbH	Receivable from related parties	Yes	293,680	293,680	293,680	2.207 %	2	-	Operating capital	-	-	-	59,368,687	59,368,687
5	SSKT	MHTM	Receivable from related parties	Yes	43,976	43,976	35,643	3.00 %	2	-	Operating capital	-	-	-	116,296	116,296
6	GWCC	GWA	Receivable from related parties	Yes	11,198,250	11,198,250	11,198,250	3.965 %	2	-	Operating capital	-	-	-	12,461,699	12,461,699
6	GWCC	CWT	Receivable from related parties	Yes	735,885	735,885	735,885	3.98%~4.65%	2	-	Operating capital	-	-	-	12,461,699	12,461,699
7	CWT	GWH	Receivable from related parties	Yes	85,000	85,000	-	-	2	-	Operating capital	-	-	-	337,612	337,612

Note 1: The nature of financing purposes:

(1)Code 1 represents entities with business transaction with the Group.

(2)Code 2 represents where an inter-company or inter-firm short-term financing facility is necessary.

Note 2: For entities who have business transactions with the Company, the amount of financing shall not exceed the amount of business transaction for the current year. For the purpose of lending operating capital, the amount of financing offered to a single company and to an investee whose voting shares, directly or indirectly, owned by the Company shall not exceed 40 percent of the lender's net worth.

Note 3: The total amount available for financing purposes shall not exceed 40 percent of the lender's net worth. The total amount available for financing to investees whose voting shares, directly or indirectly, owned by the Company shall not exceed 40 percent of the Company's net worth.

Note 4: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

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Guarantees and endorsements for other parties
For the period ended March 31, 2026

Table 2

(In Thousands of New Taiwan Dollars)

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise (Note 3, 4)	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company (Note 2)										
0	The Company	GmbH	2	280,149,039	16,911,000	16,519,500	12,305,192	-	17.69 %	280,149,039	Y	N	N
0	The Company	GWH	2	280,149,039	800,000	800,000	-	-	0.86 %	280,149,039	Y	N	N
0	The Company	SPV4	2	280,149,039	540,459	540,459	339,059	-	0.58 %	280,149,039	Y	N	N
0	The Company	SPVE5	2	280,149,039	35,000	35,000	27,857	-	0.04 %	280,149,039	Y	N	N
0	The Company	GWS	2	280,149,039	5,534,965	5,534,965	4,225,911	-	5.93 %	280,149,039	Y	N	N
0	The Company	MEMC SpA	2	280,149,039	4,810,240	4,698,880	2,532,990	-	5.03 %	280,149,039	Y	N	N
0	The Company	GWA	2	280,149,039	15,549,570	15,549,570	12,350,070	-	16.65 %	280,149,039	Y	N	N
0	The Company	MEMC LLC	2	280,149,039	639,900	639,900	639,900	-	0.69 %	280,149,039	Y	N	N
1	GTI	GWA	4	116,403,010	7,678,800	7,678,800	3,199,500	-	32.98 %	116,403,010	N	N	N
2	SST	SSKT	4	17,123,425	905,713	905,713	905,713	-	26.45 %	17,123,425	N	N	Y
3	GWS	GWA	4	209,873,620	31,995,000	31,995,000	24,988	201,733	76.22 %	209,873,620	N	N	N
4	GWCC	GWA	4	155,771,240	31,995,000	31,995,000	2,174,111	8,662,826	102.70 %	155,771,240	N	N	N
4	GWCC	MEMC LLC	4	155,771,240	9,598,500	9,598,500	6,305,395	8,662,826	30.81 %	155,771,240	N	N	N
4	GWCC	GmbH	4	155,771,240	5,637,000	5,506,500	-	8,662,826	17.67 %	155,771,240	N	N	N
4	GWCC	Topsil GlobalWafers A/S	4	155,771,240	1,969,120	1,969,120	182,220	8,662,826	6.32 %	155,771,240	N	N	N

Note 1: The characters of guarantees and endorsements are coded as follows:

(1) The issuer is coded "0".

(2) The investee is coded consecutively beginning from "1" in the order presented in the table above.

Note 2: The relation between guarantor and guarantee and their endorsement should be disclosed as one of the following:

- (1) Ordinary business relationship.
- (2) Subsidiary which owned more than 50 percent by the guarantor.
- (3) An investee owned more than 50 percent in total by both the guarantor and its subsidiary.
- (4) An investee owned more than 90 percent by the guarantor or its subsidiary.
- (5) Fulfillment of contractual obligations by providing mutual endorsements and guarantor for peer or joint builders in order to undertake a construction project.
- (6) An entity that is guaranteed and endorsed by all capital contributing shareholders in proportion to their shareholding percentages.
- (7) The companies in the same industry provide among themselves joint and several securities for a performance guarantee of a sales contract for per-construction homes pursuant to the Consumer Protection Act for each other.

Note 3: The total amount of external endorsements and/or guarantees shall worth no more than triple of the Company's net worth.

Note 4: The total amount of external endorsements and/or guarantees for any single company shall not exceed 10 percent of the Company's net worth. However, for subsidiaries shall not exceed 3 times of the Company's net worth.

GlobalWafers Co., Ltd. and Subsidiaries

Major securities held as of December 31, 2025 (excluding investment in subsidiaries, associates and joint ventures)

March 31, 2026

Table 3

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with the Company	Account title	Ending balance				Note
				Shares/Units (thousands)	Carrying value	Percentage of ownership (%)	Fair value	
The Company	CDIB Capital Growth Partners L.P.	None	Financial assets at fair value through profit or loss— non-current	-	109,065	3.85 %	109,065	
The Company	Siltronic AG	None	Financial assets at fair value through profit or loss— non-current	650	1,245,570	2.17 %	1,245,570	
GW GmbH	Siltronic AG	None	Financial assets at fair value through profit or loss— non-current	3,101	5,941,669	10.34 %	5,941,669	
GWBV	Siltronic AG	None	Financial assets at fair value through profit or loss— non-current	350	672,295	1.17 %	672,295	
The Company	WT Microelectronics Co., Ltd.	None	Financial assets at fair value through other comprehensive income— non-current	621	134,733	0.05 %	134,733	
GWH	Foreign Privately Securities	None	Financial assets at fair value through profit of loss— non-current	-	259,404	1.93 %	259,404	
GWH	Youngquan wafer Co., Ltd.	None	Financial assets at fair value through other comprehensive income— non-current	1,012	57,993	4.55 %	57,993	
GWS	Citigroup Global Markets Holdings Inc. USD Fixed rate Bond	None	Financial assets measured at amortized cost—non-current	-	6,367,005	- %	-	

GlobalWafers Co., Ltd. and Subsidiaries

Related-party transactions for purchases and sales with amounts exceeding the lower than NT\$100 million or 20% of the capital stock

For the period ended March 31, 2026

Table 4

(In Thousands of New Taiwan Dollars)

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase /Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
The Company	SAS	Parent company	Purchase	167,580	5 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(176,372)	(5)%	
The Company	GTI	Indirectly held subsidiaries	Purchase	238,568	2 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(167,726)	(2)%	
The Company	SST	Indirectly held subsidiaries	Purchase	362,287	3 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(259,976)	(3)%	
The Company	GWJ	Directly held subsidiaries	Purchase	1,655,753	12 %	Net 60 to 90 days from the end of the month upon issuance of invoice	-	-	(1,288,321)	(12)%	
The Company	Topsil A/S	Indirectly held subsidiaries	Purchase	431,687	3 %	Net 30 to 60 days from the end of the month upon issuance of invoice	-	-	(290,906)	(3)%	
The Company	GWS	Directly held subsidiaries	Purchase	205,116	1 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(129,450)	(1)%	
GWS	The Company	Directly held subsidiaries	Purchase	1,636,089	12 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(1,054,808)	(10)%	
GTI	The Company	Indirectly held subsidiaries	Purchase	628,161	4 %	Net 90 days from the end of the next month upon issuance of invoice	-	-	(383,664)	(4)%	
KST	The Company	Directly held subsidiaries	Purchase	171,983	1 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(422,481)	(4)%	
SST	The Company	Indirectly held subsidiaries	Purchase	188,044	1 %	Net 30 days from the end of the month upon issuance of invoice	-	-	(87,155)	-%	
GWJ	The Company	Indirectly held subsidiaries	Purchase	420,915	3 %	Net 60 to 90 days from the end of the month upon issuance of invoice	-	-	(233,982)	(2)%	
GWJ	CWT	Directly held subsidiaries	Purchase	587,441	4 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(641,765)	(6)%	

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase /Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
MEMC Korea	CWT	Indirectly held subsidiaries	Purchase	906,369	6 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(800,297)	(8)%	
SPA	CWT	Indirectly held subsidiaries	Purchase	204,425	1 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(158,468)	(2)%	
CWT	SAS	Parent company	Purchase	231,800	7 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(235,499)	-%	
GWS	MEMC LLC	Indirectly held subsidiaries	Purchase	710,032	5 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(524,806)	(5)%	
GWS	MEMC LLC	Indirectly held subsidiaries	Sale	(209,803)	(2) %	Net 60 days from the end of the month upon issuance of invoice	-	-	134,733	1%	
GWS	MEMC Sdn Bhd	Indirectly held subsidiaries	Purchase	280,266	2 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(192,992)	(2)%	
GWS	MEMC Sdn Bhd	Indirectly held subsidiaries	Sale	(137,635)	(1) %	Net 60 days from the end of the month upon issuance of invoice	-	-	93,586	-%	
GWS	MEMC SpA	Indirectly held subsidiaries	Purchase	1,100,338	8 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(767,038)	(8)%	
GWS	MEMC SpA	Indirectly held subsidiaries	Sale	(2,049,575)	(15)%	Net 60 days from the end of the month upon issuance of invoice	-	-	1,459,928	14%	
GWS	MEMC Korea	Indirectly held subsidiaries	Purchase	556,280	4 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(376,222)	(4)%	
GWS	MEMC Japan	Indirectly held subsidiaries	Purchase	1,741,274	12 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(1,218,457)	(12)%	
GWS	MEMC Japan	Indirectly held subsidiaries	Sale	(685,947)	(5) %	Net 60 days from the end of the month upon issuance of invoice	-	-	394,466	4%	

Note: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

GlobalWafers Co., Ltd. and Subsidiaries

Receivables from related parties with amounts exceeding the lower than NT\$100 million or 20% of the capital stock

March 31, 2026

Table 5

(In Thousands of New Taiwan Dollars)

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
The Company	GTI	Indirectly held subsidiaries	383,664	1.45	-	-	-	-
The Company	GWJ	Indirectly held subsidiaries	233,982	1.81	-	-	113,446	-
The Company	GWS	Indirectly held subsidiaries	1,054,808	1.55	-	-	39,797	-
The Company	KST	Indirectly held subsidiaries	422,481	0.52	-	-	33,284	-
SAS	The Company	Parent company	176,372	1.90	-	-	-	-
GWS	The Company	Indirectly held subsidiaries	129,450	1.80	-	-	9,874	-
SST	The Company	Indirectly held subsidiaries	259,976	1.52	-	-	259,062	-
GWJ	The Company	Indirectly held subsidiaries	1,228,321	1.29	-	-	1,128	-
Topsil A/S	The Company	Indirectly held subsidiaries	290,906	1.79	-	-	-	-
GTI	The Company	Indirectly held subsidiaries	167,726	1.53	-	-	-	-
CWT	MEMC SpA	Indirectly held subsidiaries	158,468	1.49	-	-	63,647	-
CWT	GWJ	Indirectly held subsidiaries	641,765	1.14	-	-	-	-
SAS	CWT	Indirectly held subsidiaries	235,499	1.28	-	-	159	-
CWT	MEMC Korea	Indirectly held subsidiaries	800,297	1.18	-	-	330,302	-
GWS	MEMC Japan	Indirectly held subsidiaries	394,466	1.71	-	-	207,771	-
GWS	MEMC SpA	Indirectly held subsidiaries	1,459,928	1.45	-	-	595,747	-
GWS	MEMC LLC	Indirectly held subsidiaries	134,733	1.43	-	-	-	-
MEMC Sdn Bhd	GWS	Indirectly held subsidiaries	192,992	1.60	-	-	56,336	-
MEMC SpA	GWS	Indirectly held subsidiaries	767,038	1.52	-	-	366,628	-
MEMC Korea	The Company	Indirectly held subsidiaries	376,222	1.46	-	-	183,821	-
MEMC Japan	The Company	Indirectly held subsidiaries	1,218,457	1.42	-	-	448,835	-

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
MEMC LLC	GWS	Indirectly held subsidiaries	524,806	1.41	-	-	-	-
GWS	The Company	Indirectly held subsidiaries	4,746,486	- (Note 3)	-	-	9,880	-
GWJ	MEMC Japan	Indirectly held subsidiaries	9,323,250	- (Note 3)	-	-	100,250	-
GWS	GWBV	Indirectly held subsidiaries	3,247,069	- (Note 3)	-	-	-	-
GWS	GW GmbH	Indirectly held subsidiaries	4,615,458	- (Note 3)	-	-	-	-
GWS	GWA	Indirectly held subsidiaries	27,518,731	- (Note 3)	-	-	27,518,731	-
GTI	MEMC LLC	Indirectly held subsidiaries	1,392,925	- (Note 3)	-	-	-	-
GWS	MEMC SpA	Indirectly held subsidiaries	978,493	- (Note 3)	-	-	-	-
GWBV	MEMC SpA	Indirectly held subsidiaries	3,688,112	- (Note 3)	-	-	-	-
GWBV	GW GmbH	Indirectly held subsidiaries	302,209	- (Note 3)	-	-	-	-
GWCC	GWA	Indirectly held subsidiaries	11,199,483	- (Note 3)	-	-	11,199,483	-
GWCC	GWT	Indirectly held subsidiaries	754,662	- (Note 3)	-	-	-	-

Note 1: The amount received in subsequent period as of April 24, 2026.

Note 2: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

Note 3: Receivables from related-party for financing purpose.

GlobalWafers Co., Ltd. and Subsidiaries
Business relationships and material intercompany transactions
For the period ended March 31, 2026

Table 6

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets (Note 3,4)
0	The Company	GTI	1	Purchase	238,568	Net 60 days from the end of the month upon issuance of invoice	1.71%
0	The Company	SST	1	Purchase	362,287	Net 60 days from the end of the month upon issuance of invoice	2.59%
0	The Company	GWJ	1	Purchase	1,655,753	Net 60 to 90 days from the end of the month upon issuance of invoice	11.84%
0	The Company	Topsil A/S	1	Purchase	431,687	Net 30 to 60 days from the end of the month upon issuance of invoice	3.09%
0	The Company	GWS	1	Purchase	205,116	Net 60 days from the end of the month upon issuance of invoice	1.47%
0	The Company	GTI	1	Sale	628,161	Net 90 days from the end of the next month upon issuance of invoice	4.49%
0	The Company	SST	1	Sale	188,044	Net 30 days from the end of the month upon issuance of invoice	1.34%
0	The Company	GWJ	1	Sale	420,915	Net 60 to 90 days from the end of the month upon issuance of invoice	3.01%
0	The Company	GWS	1	Sale	1,636,089	Net 60 days from the end of the month upon issuance of invoice	11.70%
0	The Company	KST	1	Sale	171,983	Net 60 days from the end of the month upon issuance of invoice	1.23%
1	CWT	MEMC Korea	3	Sale	906,369	Net 60 days from the end of the month upon issuance of invoice	6.48%
1	CWT	MEMC SpA	3	Sale	204,425	Net 60 days from the end of the month upon issuance of invoice	1.46%
1	CWT	GWJ	3	Sale	587,441	Net 60 days from the end of the month upon issuance of invoice	4.20%
2	GWS	MEMC LLC	3	Purchase	710,032	Net 60 days from the end of the month upon issuance of invoice	5.08%
2	GWS	MEMC LLC	3	Sale	209,803	Net 60 days from the end of the month upon issuance of invoice	1.50%
3	GWS	MEMC SpA	3	Purchase	1,100,338	Net 60 days from the end of the month upon issuance of invoice	7.87%
2	GWS	MEMC SpA	3	Sale	2,049,575	Net 60 days from the end of the month upon issuance of invoice	14.66%
2	GWS	MEMC Korea	3	Purchase	556,280	Net 60 days from the end of the month upon issuance of invoice	3.98%

No. (Note 1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets (Note 3,4)
2	GWS	MEMC Japan	3	Sale	685,947	Net 60 days from the end of the month upon issuance of invoice	4.90%
2	GWS	MEMC Japan	3	Purchase	1,741,274	Net 60 days from the end of the month upon issuance of invoice	12.45%
2	GWS	MEMC Sdn Bhd	3	Purchase	280,266	Net 60 days from the end of the month upon issuance of invoice	2.00%
2	GWS	The Company	2	Intercompany Loan	4,746,486	-	2.25%
2	GWS	GWBV	3	Intercompany Loan	3,247,069	-	1.54%
2	GWS	GWA	3	Intercompany Loan	27,518,731	-	13.04%
2	GWS	GmbH	3	Intercompany Loan	4,615,458	-	2.19%
3	GWJ	MEMC Japan	3	Intercompany Loan	9,323,250	-	4.42%
4	GWBV	MEMC SpA	3	Intercompany Loan	3,688,112	-	1.75%
5	GWCC	GWA	3	Prepayment for purchases	11,199,483		5.31%

Note 1: The characters of business transactions between parent company and its subsidiaries are coded as follows:

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

Note 2: The relationships with transactions are as follows:

- (1) Parent company to its subsidiaries.
- (2) Subsidiaries to the parent company.
- (3) Transactions between subsidiaries.

Note 3: The ratio of the transaction amount of the consolidated total sales revenue and consolidated total assets are calculated as follows:

- (1) For transaction amount accounted for as asset or liability, the ratio is calculated based on the closing balance amount of the consolidated total assets.
- (2) For transaction amount accounted for as profit or loss, the ratio is calculated based on the accumulated amount at the end of the financial period of the consolidated total sales revenue.

Note 4: The table represented the amount of significant transaction exceeding 1 percent of the consolidated operating revenue or total assets.

GlobalWafers Co., Ltd. and Subsidiaries
Information on investees (excluding investee companies in Mainland China)
For the period ended March 31, 2026

Table 7

(In Thousands of New Taiwan Dollars/other currencies)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2026			Net income (losses) of investee	Share of profits/ losses of investee	Note
				March 31, 2026	December 31, 2025	Shares (thousands)	Percentage of Ownership	Carrying value			
The Company	GSI	Cayman	Investment in various business and triangular trade centers with subsidiaries in Mainland China	698,419 (USD24,555)	698,419 (USD24,555)	23,000	100.00 %	3,454,109	24,628	16,252	Subsidiary
The Company	GWJ	Japan	Manufacturing and trading of silicon wafers	5,448,015	5,448,015	128	100.00 %	19,076,705	186,363	135,598	Subsidiary
The Company	GWS	Singapore	Investment activities	2,207,377	2,207,377	41,674	100.00 %	40,400,633	708,351	696,154	Subsidiary
The Company	GW GmbH	Germany	Trading	1,952,235 (EUR62,525)	1,952,235 (EUR62,525)	48,025	100.00 %	(9,856,302)	92,008	92,008	Subsidiary
The Company	GWBV	Netherlands	Investment activities	52,221,999 (USD1,721,076)	52,221,999 (USD1,721,076)	0.1	100.00 %	59,368,687	(942,186)	(942,186)	Subsidiary
The Company	HONG-WANG Investment Co., Ltd.	Taiwan	Investment activities	309,760	309,760	30,976	30.98 %	707,254	23,120	7,162	Associate
The Company	SPV4	Taiwan	Electricity activities	1,045,000	1,045,000	104,500	100.00 %	1,072,178	3,923	3,247	Subsidiary
The Company	SPVE5	Taiwan	Electricity activities	141,340	141,340	14,134	100.00 %	128,209	(57)	(57)	Subsidiary
The Company	GWH	Taiwan	Investment activities	250,000	250,000	25,000	100.00 %	296,736	38,322	59,631	Subsidiary
The Company	CWT	Taiwan	Manufacturing and trading of optoelectronic wafers and substrate material	437,924	437,924	43,836	100.00 %	477,759	526,416	377,162	Subsidiary
The Company	GWCC	Taiwan	Investment activities	23,315,300 (USD750,000)	23,315,300 (USD750,000)	93,261	79.41 %	24,739,589	221,996	176,287	Subsidiary

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2026			Net income (losses) of investee	Share of profits/ losses of investee	Note
				March 31, 2026	December 31, 2025	Shares (thousands)	Percentage of Ownership	Carrying value			
GWJ	MEMC Japan	Japan	Manufacturing and trading of silicon wafers	373,413 (JPY100,000)	373,413 (JPY100,000)	750	100.00 %	2,439,236	21,641	-	Notes 2 and 3
GWBV	MEMC SpA	Italy	Manufacturing and trading of silicon wafers	6,732,641 (USD204,788)	6,732,641 (USD204,788)	65,000	100.00 %	11,163,277	(350,000)	-	Notes 2 and 3
MEMC SpA	MEMC SarL	France	Trading	1,316 (USD40)	1,316 (USD40)	0.5	100.00 %	5,697	179	-	Notes 2 and 3
GWBV	MEMC Korea	Korea	Manufacturing and trading of silicon wafers	11,851,262 (USD384,605)	11,851,262 (USD384,605)	25,200	100.00 %	22,053,034	(22,409)	-	Notes 2 and 3
GWBV	GTI	United States	Manufacturing and trading of epitaxial wafers	14,634,384 (USD491,262)	14,634,384 (USD491,262)	1	100.00 %	24,597,578	(359,685)	-	Notes 2 and 3
GWBV	MEMC Ipoh	Malaysia	Manufacturing and trading of silicon wafers	93,907 (USD1,323)	93,907 (USD1,323)	612,300	100.00 %	5,914	123	-	Notes 2 and 3
GWBV	Topsil A/S	Denmark	Manufacturing and trading of silicon wafers	1,843,604 (USD60,996)	1,843,604 (USD60,996)	1,000	100.00 %	2,914,153	(5,908)	-	Notes 2 and 3
CWT	Crystalwise HK	Hong Kong	Investment companies	- (USD47,650)	- (USD47,650)	47,650	100.00 %	44,104	8,846	-	Notes 2 and 3
GTI	MEMC LLC	United States	Research and development, manufacturing and trading of silicon wafers	543,384 (USD17,839)	543,384 (USD17,839)	-	100.00 %	3,946,423	(107,154)	-	Notes 2 and 3
SST	MEMC Sdn Bhd	Malaysia	Research and development, manufacturing and trading of silicon wafers	1,553,716 (USD47,315)	1,553,716 (USD47,315)	89,586	100.00 %	2,081,484	10,354	-	Notes 2 and 3
GTI	GWA	United States	Manufacturing and trading of silicon wafers	15,171,535 (USD507,000)	15,171,535 (USD507,000)	1	100.00 %	14,370,018	(250,072)	-	Notes 2 and 3
MEMC Korea	MKCC	Taiwan	Investment Activities	6,241,055 (USD200,000)	6,241,055 (USD200,000)	624,000	100.00 %	6,366,354	46,291	-	Notes 2 and 3

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2026			Net income (losses) of investee	Share of profits/ losses of investee	Note
				March 31, 2026	December 31, 2025	Shares (thousands)	Percentage of Ownership	Carrying value			
MKCC	GWCC	Taiwan	Investment Activities	6,044,600 (USD200,000)	6,044,600 (USD200,000)	24,178	20.59 %	6,414,660	45,709	-	Notes 2 and 3

Note 1: A limited company.

Note 2: The investees are indirectly held subsidiaries of the Company.

Note 3: The investor's profits and losses included the profits and losses of the investees; therefore, the investee's profits and losses need not be disclosed.

Note 4: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

GlobalWafers Co., Ltd. and Subsidiaries

The names of investees in Mainland China, the main businesses and products and other information

For the period ended March 31, 2026

Table 8

(In Thousands of New Taiwan Dollars/other currencies)

(1) The names of investees in Mainland China, the main businesses and products, and other information

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2026	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2026	Net income (losses) of the investee	Percentage of ownership	Investment income (losses) (Note 2)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
SST	Processing and trading of ingots and wafers	1,429,778 (Note 5)	Note 1	713,300 (USD21,729)	-	-	713,300 (USD21,729)	24,628	100.00%	24,628	3,424,685	-
KST	Trading and marketing business	26,587	Note 6	-	-	-	-	(2,655)	100.00%	(2,655)	104,633	-
SSKT	Manufacturing and distributing lithium tantalate and lithium niobate wafers	102,776	Note 7	-	-	-	-	113	100.00%	113	290,740	-
MHTM	Manufacturing and distributing lithium tantalate and lithium niobate wafers	159,588	Note 8	-	-	-	-	351	90.00%	316	(31,994)	-
YHTM	Manufacturing and sales of optoelectronic and communication materials	1,787,164	Note 9 and Note 10	1,786,779 (USD57,450)	-	-	1,786,779 (USD57,450)	11,010	100.00%	11,010	54,087	-

(2) Limitation on investment in Mainland China

Company Name	Accumulated Investment in Mainland China as of March 31, 2026	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
The Company	2,479,138 (USD79,337) (Note 11)	3,476,061 (USD114,002) (Note 3 and 11)	56,029,808 (Note 4)

Note 1: Investments through GSI.

Note 2: The basis for investment income (loss) recognition is from the audited financial statements.

Note 3: Initial investment amounts denominated in foreign currencies are translated into New Taiwan Dollars using the Historical Foreign Exchange Rate.

Note 4: Pursuant to the 'Guidelines Governing the Review of Investment or Technical Cooperation in the Mainland Area' dated on August 29, 2008, the total amount of investment shall not exceed 60% of the Group's net worth on March 31, 2026.

Note 5: Retained earnings transferred to capital was included.

Note 6: KST was funded by using the capital of SST, which cannot be considered as investment limit because there was no remittance from Taiwan.

Note 7: SSKT was funded by using the capital of SST, which cannot be considered as investment limit because there was no remittance from Taiwan.

Note 8: MHTM is China-based company invested by SSKT.

Note 9: YHTM is China-based company invested by Crystalwise HK. Capital reduction of \$59,438 thousand (USD\$1,900 thousand) remitted back to crystal wise HK in March 2024. And Capital reduction of \$59,823 thousand (USD\$1,850 thousand) remitted back to CWT in June 2024.

Note 10: Investment made directly by Taiwan-based investment company.

Note 11: Includes the investment amount on November 1, 2023 for the merger of YHTM etc, a subsidiary of CWT. The cumulative investment amount is US\$57,608 thousand in the Mainland China and an amount approved by the Department of Investment Review is US\$57,838 thousand.