

**NAN YA PRINTED CIRCUIT BOARD  
CORPORATION AND SUBSIDIARIES**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Six Months Ended June 30, 2025 and 2024**

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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 of  
Nan Ya Printed Circuit Board Corporation:

### Introduction

We have reviewed the accompanying consolidated balance sheets of Nan Ya Printed Circuit Board Corporation and its subsidiaries as of June 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months and six months ended June 30, 2025 and 2024, as well as the changes in equity and cash flows for the six months ended June 30, 2025 and 2024, 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 Nan Ya Printed Circuit Board Corporation and its subsidiaries as of June 30, 2025 and 2024, and of its consolidated financial performance for the three months and six months ended June 30, 2025 and 2024, as well as its consolidated cash flows for the six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Kuo, Hsin-Yi and Jhang, Jhao-Wun.

KPMG

Taipei, Taiwan (Republic of China)  
August 6, 2025

## Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated statement of 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’ review report and consolidated financial statements, the Chinese version shall prevail.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**

**Consolidated Balance Sheets**

**June 30, 2025, December 31 and June 30, 2024**

**(Expressed in Thousands of New Taiwan Dollars)**

		<b>June 30, 2025</b>		<b>December 31, 2024</b>		<b>June 30, 2024</b>				<b>June 30, 2025</b>		<b>December 31, 2024</b>		<b>June 30, 2024</b>	
<b>Assets</b>		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>	<b>Liabilities and equity</b>		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>Current assets:</b>								<b>Current liabilities:</b>							
1100	Cash and cash equivalents (note 6(a))	\$ 7,133,991	12	8,480,692	14	11,844,114	17	2130	Current contract liabilities (note 6(m))	\$ 2,218,144	4	2,218,144	4	2,218,144	3
1120	Current financial assets at fair value through other comprehensive income	104,411	-	106,358	-	172,270	-	2170	Accounts payable	1,494,474	3	1,295,788	2	1,712,689	3
1170	Notes and accounts receivable, net (notes 6(b) and (m))	7,710,768	13	6,941,633	11	6,545,766	10	2180	Accounts payable to related parties (note 7)	249,566	-	221,757	-	282,533	1
1180	Accounts receivable due from related parties (notes 6(b), (m) and 7)	50,850	-	54,613	-	46,944	-	2216	Dividends payable	646,166	1	-	-	3,553,910	5
1200	Other receivables (note 6(c))	127,954	-	120,280	-	619,715	1	2219	Other payables	1,446,886	3	2,154,852	4	1,732,040	3
1210	Other receivables due from related parties (notes 6(c) and 7)	21,095	-	1,574	-	14,552	-	2220	Other payables to related parties (note 7)	44,558	-	40,306	-	64,935	-
1310	Inventories (note 6(d))	4,601,222	8	4,100,848	7	3,919,540	6	2230	Current tax liabilities	34	-	315,597	1	66	-
1470	Prepayments and other current assets (note 6(a))	169,587	-	869,156	1	213,621	-	2281	Current lease liabilities (note 6(h))	1,113	-	4,693	-	4,673	-
	<b>Total current assets</b>	<u>19,919,878</u>	<u>33</u>	<u>20,675,154</u>	<u>33</u>	<u>23,376,522</u>	<u>34</u>	2282	Current lease liabilities, related parties (notes 6(h) and 7)	263,822	-	258,467	-	253,331	-
<b>Non-current assets:</b>								2300	Other current liabilities	179,449	-	154,671	-	207,799	-
1550	Investments accounted for using equity method (note 6(e))	439,071	1	459,726	1	481,130	1		<b>Total current liabilities</b>	<u>6,544,212</u>	<u>11</u>	<u>6,664,275</u>	<u>11</u>	<u>10,030,120</u>	<u>15</u>
1600	Property, plant and equipment (note 6(f))	36,821,468	62	39,990,692	64	42,107,083	62	<b>Non-current liabilities:</b>							
1755	Right-of-use assets (notes 6(g) and 7)	1,361,896	3	1,488,927	2	1,592,488	2	2527	Non-current contract liabilities (note 6(m))	4,406,130	8	5,515,202	9	6,624,274	10
1840	Deferred tax assets	584,441	1	313,941	-	403,326	1	2570	Deferred tax liabilities	2,891,361	5	2,985,727	5	3,411,642	5
1900	Other non-current assets	12,328	-	9,971	-	9,933	-	2581	Non-current lease liabilities (note 6(h))	-	-	-	-	1,113	-
	<b>Total non-current assets</b>	<u>39,219,204</u>	<u>67</u>	<u>42,263,257</u>	<u>67</u>	<u>44,593,960</u>	<u>66</u>	2582	Non-current lease liabilities, related parties (notes 6(h) and 7)	1,091,920	2	1,216,311	2	1,321,328	2
								2640	Net defined benefit liability, non-current	714,034	1	926,779	1	1,089,972	2
								2645	Guarantee deposits received	181,698	-	179,737	-	308,155	-
									<b>Total non-current liabilities</b>	<u>9,285,143</u>	<u>16</u>	<u>10,823,756</u>	<u>17</u>	<u>12,756,484</u>	<u>19</u>
									<b>Total liabilities</b>	<u>15,829,355</u>	<u>27</u>	<u>17,488,031</u>	<u>28</u>	<u>22,786,604</u>	<u>34</u>
								<b>Equity (note 6(k)):</b>							
								3100	Ordinary shares	6,461,655	11	6,461,655	10	6,461,655	9
								3200	Capital surplus	18,125,632	31	18,125,632	29	18,125,615	27
								3310	Legal reserve	8,504,731	14	8,473,910	14	8,473,910	12
								3320	Special reserve	324,428	-	1,112,574	2	1,112,574	2
								3350	Unappropriated retained earnings	11,732,240	20	11,601,037	18	11,259,003	16
								3400	Other equity interest	(1,838,959)	(3)	(324,428)	(1)	(248,879)	-
									<b>Total equity</b>	<u>43,309,727</u>	<u>73</u>	<u>45,450,380</u>	<u>72</u>	<u>45,183,878</u>	<u>66</u>
<b>Total assets</b>		<u>\$ 59,139,082</u>	<u>100</u>	<u>62,938,411</u>	<u>100</u>	<u>67,970,482</u>	<u>100</u>	<b>Total liabilities and equity</b>		<u>\$ 59,139,082</u>	<u>100</u>	<u>62,938,411</u>	<u>100</u>	<u>67,970,482</u>	<u>100</u>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Consolidated Statements of Comprehensive Income**  
**For the three months and six months ended June 30, 2025 and 2024**  
**(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)**

		For the three months ended June 30,				For the six months ended June 30,			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	<b>Operating revenue (notes 6(m) and 7)</b>	\$ 9,582,919	100	8,120,606	100	18,040,951	100	15,221,178	100
5000	<b>Operating costs (notes 6(d), (f), (g), (h), (i), (n) and 7)</b>	<u>8,814,108</u>	<u>92</u>	<u>7,937,110</u>	<u>98</u>	<u>16,841,857</u>	<u>93</u>	<u>15,418,149</u>	<u>101</u>
	<b>Gross profit (loss) from operations</b>	<u>768,811</u>	<u>8</u>	<u>183,496</u>	<u>2</u>	<u>1,199,094</u>	<u>7</u>	<u>(196,971)</u>	<u>(1)</u>
	<b>Operating expenses (notes 6(f), (g), (h), (i), (n) and 7):</b>								
6100	Selling expenses	84,286	1	66,915	1	163,930	1	157,097	1
6200	Administrative expenses	<u>318,446</u>	<u>3</u>	<u>323,552</u>	<u>4</u>	<u>635,994</u>	<u>4</u>	<u>646,910</u>	<u>4</u>
6000	<b>Total operating expenses</b>	<u>402,732</u>	<u>4</u>	<u>390,467</u>	<u>5</u>	<u>799,924</u>	<u>5</u>	<u>804,007</u>	<u>5</u>
6900	<b>Net operating income (loss)</b>	<u>366,079</u>	<u>4</u>	<u>(206,971)</u>	<u>(3)</u>	<u>399,170</u>	<u>2</u>	<u>(1,000,978)</u>	<u>(6)</u>
	<b>Non-operating income and expenses (notes 6(e), (f), (h), (o) and 7):</b>								
7100	Interest income	50,572	-	71,040	1	99,012	-	143,700	1
7010	Other income	70,682	1	181,625	2	126,188	1	371,792	2
7020	Other gains and losses	(702,708)	(7)	129,742	2	(584,677)	(3)	413,454	3
7050	Finance costs	(3,512)	-	(4,454)	-	(7,261)	-	(9,006)	-
7060	Share of profit of associates accounted for using equity method	<u>(7,693)</u>	<u>-</u>	<u>8,639</u>	<u>-</u>	<u>(2,871)</u>	<u>-</u>	<u>19,248</u>	<u>-</u>
	<b>Total non-operating income and expenses</b>	<u>(592,659)</u>	<u>(6)</u>	<u>386,592</u>	<u>5</u>	<u>(369,609)</u>	<u>(2)</u>	<u>939,188</u>	<u>6</u>
7900	<b>(Loss) profit before tax</b>	(226,580)	(2)	179,621	2	29,561	-	(61,790)	-
7950	Less: Tax expense (benefit) (note 6(j))	<u>(39,151)</u>	<u>-</u>	<u>61,024</u>	<u>1</u>	<u>9,517</u>	<u>-</u>	<u>(27,967)</u>	<u>-</u>
8200	<b>(Loss) profit</b>	<u>(187,429)</u>	<u>(2)</u>	<u>118,597</u>	<u>1</u>	<u>20,044</u>	<u>-</u>	<u>(33,823)</u>	<u>-</u>
8300	<b>Other comprehensive income (notes 6(e), (j) and (k)):</b>								
8310	<b>Components of other comprehensive income that will not be reclassified to profit or loss</b>								
8316	Unrealized (losses) gains from investments in equity instruments measured at fair value through other comprehensive income	(5,243)	-	(34,154)	-	(1,947)	-	(65,013)	-
8320	Share of other comprehensive income of associates accounted for using equity method	502	-	(4,477)	-	1,453	-	(13,035)	-
8349	Less: income tax related to components of other comprehensive income that will not be reclassified to profit or loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<b>Components of other comprehensive income that will not be reclassified to profit or loss</b>	<u>(4,741)</u>	<u>-</u>	<u>(38,631)</u>	<u>-</u>	<u>(494)</u>	<u>-</u>	<u>(78,048)</u>	<u>-</u>
8360	<b>Components of other comprehensive income that will be reclassified to profit or loss</b>								
8361	Exchange differences on translation	(2,200,945)	(23)	246,058	3	(1,892,546)	(10)	1,177,179	8
8399	Less: income tax related to components of other comprehensive income that will be reclassified to profit or loss	<u>(440,189)</u>	<u>(5)</u>	<u>49,212</u>	<u>1</u>	<u>(378,509)</u>	<u>(2)</u>	<u>235,436</u>	<u>2</u>
	<b>Components of other comprehensive income that will be reclassified to profit or loss</b>	<u>(1,760,756)</u>	<u>(18)</u>	<u>196,846</u>	<u>2</u>	<u>(1,514,037)</u>	<u>(8)</u>	<u>941,743</u>	<u>6</u>
8300	<b>Other comprehensive income, net</b>	<u>(1,765,497)</u>	<u>(18)</u>	<u>158,215</u>	<u>2</u>	<u>(1,514,531)</u>	<u>(8)</u>	<u>863,695</u>	<u>6</u>
8500	<b>Total comprehensive income</b>	<u>\$ (1,952,926)</u>	<u>(20)</u>	<u>276,812</u>	<u>3</u>	<u>(1,494,487)</u>	<u>(8)</u>	<u>829,872</u>	<u>6</u>
	<b>Earnings per share (note 6(l))</b>								
9750	<b>Basic earnings per share</b>	<u>\$ (0.29)</u>		<u>0.18</u>		<u>0.03</u>		<u>(0.05)</u>	
9850	<b>Diluted earnings per share</b>	<u>\$ (0.29)</u>		<u>0.18</u>		<u>0.03</u>		<u>(0.05)</u>	

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Consolidated Statements of Changes in Equity**  
**For the six months ended June 30, 2025 and 2024**  
**(Expressed in Thousands of New Taiwan Dollars)**

						Other equity interest			
	Ordinary share	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Total	Total equity
<b>Balance at January 1, 2024</b>	<u>\$ 6,461,655</u>	<u>18,125,615</u>	<u>7,857,185</u>	<u>761,647</u>	<u>15,814,388</u>	<u>(1,056,659)</u>	<u>(55,915)</u>	<u>(1,112,574)</u>	<u>47,907,916</u>
Loss for the six months ended June 30, 2024	-	-	-	-	(33,823)	-	-	-	(33,823)
Other comprehensive income for the six months ended June 30, 2024	-	-	-	-	-	941,743	(78,048)	863,695	863,695
Total comprehensive income for the six months ended June 30, 2024	-	-	-	-	(33,823)	941,743	(78,048)	863,695	829,872
Appropriation and allocation of earnings:									
Legal reserve appropriated	-	-	616,725	-	(616,725)	-	-	-	-
Special reserve appropriated	-	-	-	350,927	(350,927)	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(3,553,910)	-	-	-	(3,553,910)
<b>Balance at June 30, 2024</b>	<u><b>\$ 6,461,655</b></u>	<u><b>18,125,615</b></u>	<u><b>8,473,910</b></u>	<u><b>1,112,574</b></u>	<u><b>11,259,003</b></u>	<u><b>(114,916)</b></u>	<u><b>(133,963)</b></u>	<u><b>(248,879)</b></u>	<u><b>45,183,878</b></u>
<b>Balance at January 1, 2025</b>	<u>\$ 6,461,655</u>	<u>18,125,632</u>	<u>8,473,910</u>	<u>1,112,574</u>	<u>11,601,037</u>	<u>(95,298)</u>	<u>(229,130)</u>	<u>(324,428)</u>	<u>45,450,380</u>
Profit for the six months ended June 30, 2025	-	-	-	-	20,044	-	-	-	20,044
Other comprehensive income for the six months ended June 30, 2025	-	-	-	-	-	(1,514,037)	(494)	(1,514,531)	(1,514,531)
Total comprehensive income for the six months ended June 30, 2025	-	-	-	-	20,044	(1,514,037)	(494)	(1,514,531)	(1,494,487)
Appropriation and allocation of earnings:									
Legal reserve appropriated	-	-	30,821	-	(30,821)	-	-	-	-
Reversal of special reserve	-	-	-	(788,146)	788,146	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(646,166)	-	-	-	(646,166)
<b>Balance at June 30, 2025</b>	<u><b>\$ 6,461,655</b></u>	<u><b>18,125,632</b></u>	<u><b>8,504,731</b></u>	<u><b>324,428</b></u>	<u><b>11,732,240</b></u>	<u><b>(1,609,335)</b></u>	<u><b>(229,624)</b></u>	<u><b>(1,838,959)</b></u>	<u><b>43,309,727</b></u>

See accompanying notes to consolidated financial statements.

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

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**

**Consolidated Statements of Cash Flows**

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

**(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from operating activities:</b>		
<b>Profit (loss) before tax</b>	\$ 29,561	(61,790)
<b>Adjustments:</b>		
<b>Adjustments to reconcile profit:</b>		
Depreciation expense	3,373,987	3,217,301
Interest expense	7,261	9,006
Interest income	(99,012)	(143,700)
Share of loss (profit) of associates accounted for using equity method	2,871	(19,248)
Loss (gain) on disposal of property, plant and equipment	6,154	(337)
Reversal of impairment loss on non-financial assets	-	(75)
Unrealized foreign exchange loss (gain)	209,066	(43,680)
<b>Total adjustments to reconcile profit</b>	<u>3,500,327</u>	<u>3,019,267</u>
<b>Changes in operating assets and liabilities:</b>		
<b>Changes in operating assets:</b>		
(Increase) decrease in notes and accounts receivable (including related parties)	(972,449)	330,332
(Increase) decrease in other receivables (including related parties)	(10,721)	41,422
Increase in inventories	(495,018)	(26,305)
Decrease in prepayments	101,951	18,332
<b>Total changes in operating assets</b>	<u>(1,376,237)</u>	<u>363,781</u>
<b>Changes in operating liabilities:</b>		
Decrease in contract liabilities	(1,109,072)	(383,007)
Increase (decrease) in accounts payable (including related parties)	226,524	(1,066,796)
Decrease in other payables (including related parties)	(703,714)	(985,369)
Increase in other current liabilities	24,778	48,993
Decrease in net defined benefit liabilities	(212,745)	(22,672)
<b>Total changes in operating liabilities</b>	<u>(1,774,229)</u>	<u>(2,408,851)</u>
<b>Total changes in operating assets and liabilities</b>	<u>(3,150,466)</u>	<u>(2,045,070)</u>
<b>Total adjustments</b>	<u>349,861</u>	<u>974,197</u>
Cash inflow generated from operations	379,422	912,407
Interest received	100,822	136,598
Interest paid	(7,261)	(9,006)
Income taxes paid	(318,062)	(872,256)
<b>Net cash flows from operating activities</b>	<u>154,921</u>	<u>167,743</u>
<b>Cash flows used in investing activities:</b>		
Acquisition of property, plant and equipment	(1,261,839)	(1,326,722)
Proceeds from disposal of property, plant and equipment	6,213	6,666
Decrease in other financial assets	604,246	277,922
(Increase) decrease in other non-current assets	(2,357)	5,503
<b>Net cash flows used in investing activities</b>	<u>(653,737)</u>	<u>(1,036,631)</u>
<b>Cash flows used in financing activities:</b>		
Increase in guarantee deposits received	1,876	104,565
Payment of lease liabilities	(132,464)	(130,902)
<b>Net cash flows used in financing activities</b>	<u>(130,588)</u>	<u>(26,337)</u>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<u>(717,297)</u>	<u>409,541</u>
<b>Net decrease in cash and cash equivalents</b>	(1,346,701)	(485,684)
<b>Cash and cash equivalents at beginning of period</b>	8,480,692	12,329,798
<b>Cash and cash equivalents at end of period</b>	<u>\$ 7,133,991</u>	<u>11,844,114</u>

See accompanying notes to consolidated financial statements.



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

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**

**Notes to the Consolidated Financial Statements**

**For the Six Months Ended June 30, 2025 and 2024**

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

**(1) Company history**

Nan Ya Printed Circuit Board Corporation “the Company” was legally established with the approval by the Ministry of Economic Affairs on October 28, 1997, with registered address at 7F., No. 390, Sec. 6, Nanjing E. Rd., Neihu Dist., Taipei City, Taiwan. The Company and its subsidiaries “the Group” main operating activities are primarily in the manufacturing and selling of printed circuit boards.

**(2) Approval date and procedures of the consolidated financial statements**

The accompanying consolidated financial statements were approved and authorized for issuance by the Board of Directors on August 6, 2025.

**(3) New standards, amendments and interpretations adopted:**

- (a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. 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, 2025:

- Amendments to IAS21 “Lack of Exchangeability”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Section 4.1 of IFRS 9 and the related disclosure requirements of IFRS 7

- (b) The impact of IFRS Accounting Standards endorsed by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2026, would not have a significant impact on its consolidated financial statements:

- 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” regarding the application guidance requirements for Sections 3.1 and 3.3 of IFRS 9 and the related disclosure requirements of IFRS 7
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

- (c) 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:

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
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"> <li>• 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.</li> <li>• 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.</li> </ul>	January 1, 2027

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
IFRS 18 “Presentation and Disclosure in Financial Statements”	<ul style="list-style-type: none"> <li>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.</li> </ul>	January 1, 2027

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”

**(4) Summary of material accounting policies**

**(a) Statement of compliance**

The accompanying consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as "the Regulations") and IAS 34 “Interim Financial Reporting” which was endorsed by the FSC. These consolidated interim financial statements do not include all disclosures required for full annual consolidated financial statements under International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations as endorsed by the FSC (hereinafter referred to as IFRS endorsed by the FSC).

Except as described below, the significant accounting policies adopted in the accompanying consolidated financial statements are the same as those in the consolidated financial statements as of and for the year ended December 31, 2024. Please refer to note 4 of the consolidated financial statements as of and for the year ended December 31, 2024 relevant information.

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(b) Basis of consolidation

(i) List of subsidiaries in the consolidated financial statements include:

Investor	Name of subsidiary	Business activity	Percentage of ownership (%)		
			June 30, 2025	December 31, 2024	June 30, 2024
The Company	NPUC	Selling and other services	100 %	100 %	100 %
The Company	NPHK	Selling and investing in electronic products	100 %	100 %	100 %
NPHK	NPKC	Producing and selling PCB	100 %	100 %	100 %

(ii) Subsidiaries excluded from the consolidated financial statements: None.

(c) Provision

A provision is recognized if, as a result of a past event, the Group has a present obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation in the future.

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.

(d) 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, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events.

(e) Income taxes

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

Income tax expenses for the period are best estimated by multiplying the pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management, and allocated to current and deferred taxes based on its proportionate size.

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 the asset or liability is recovered or settled, and should be recognized directly in equity or other comprehensive income as tax expense.

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

**(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty**

The preparation of the consolidated financial statements in conformity with the Regulations and IAS 34 “Interim Financial Reporting” 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, 2024. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2024.

**(6) Explanation of significant accounts**

Except as described below, the description of significant accounts in the accompanying consolidated financial statements is not materially different from those in the consolidated financial statements as of and for the year ended December 31, 2024. Please refer to note 6 of the consolidated financial statements as of and for the year ended December 31, 2024 for relevant information.

**(a) Cash and cash equivalents**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Cash on hand	\$ 11	-	3
Cash in banks	685,083	1,609,676	1,356,140
Time deposits	2,708,256	3,681,921	8,902,302
Cash equivalents	<u>3,740,641</u>	<u>3,189,095</u>	<u>1,585,669</u>
	<b><u>\$ 7,133,991</u></b>	<b><u>8,480,692</u></b>	<b><u>11,844,114</u></b>

As of December 31, 2024, the time deposits over three months of the Group amounted to \$604,246, have been reclassified to prepayments and other current assets. As of June 30, 2025 and 2024, respectively, no such circumstances were present.

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

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**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(b) Notes and accounts receivables

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Notes receivable	\$ 12,472	24,071	4,348
Accounts receivable—non-related parties	7,721,300	6,940,566	6,564,422
Accounts receivable—related parties	50,850	54,613	46,944
Less: Loss allowance	(23,004)	(23,004)	(23,004)
	<b><u>\$ 7,761,618</u></b>	<b><u>6,996,246</u></b>	<b><u>6,592,710</u></b>

As of June 30, 2025, December 31 and June 30, 2024, the Group applies 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 receivable and accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information.

	<b>June 30, 2025</b>		
	<b>Notes and Accounts receivables gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 7,668,154	0.293%	22,449
Past due within 3 months	115,120	0.482%	555
Past due 3 to 6 months	1,348	0%	-
	<b><u>\$ 7,784,622</u></b>		<b><u>23,004</u></b>

  

	<b>December 31, 2024</b>		
	<b>Notes and Accounts receivables gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 6,839,040	0.290%	19,853
Past due within 3 months	179,678	1.747%	3,139
Past due 3 to 6 months	532	2.256%	12
	<b><u>\$ 7,019,250</u></b>		<b><u>23,004</u></b>

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

	<b>June 30, 2024</b>		
	<b>Notes and Accounts receivables gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 6,541,016	0.334%	21,879
Past due within 3 months	65,099	1.383%	900
Past due 3 to 6 months	9,595	2.345%	225
Past due 6 to 12 months	4	0.000%	-
	<b><u>\$ 6,615,714</u></b>		<b><u>23,004</u></b>

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

	<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>
Balance at the end of the period (i.e. balance at the beginning of the period)	<b><u>\$ 23,004</u></b>	<b><u>23,004</u></b>

As of June 30, 2025, December 31 and June 30, 2024, the Group did not provide any notes and accounts receivable as collateral for its loans.

(c) Other receivables

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Other receivables—related parties	\$ 21,095	1,574	14,552
Tax refund receivable	98,438	93,882	579,901
Others	29,516	26,398	39,814
	<b><u>\$ 149,049</u></b>	<b><u>121,854</u></b>	<b><u>634,267</u></b>

For further credit risk information, please refers to note 6(p).

(d) Inventories

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Finished goods	\$ 288,041	320,084	505,112
Work in process	2,794,631	2,338,946	2,131,168
Raw materials	1,073,433	970,028	811,370
Supplies	445,117	471,790	471,890
	<b><u>\$ 4,601,222</u></b>	<b><u>4,100,848</u></b>	<b><u>3,919,540</u></b>

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

The details of costs of sales were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Inventory that has been sold	\$ 7,923,114	6,879,587	15,016,165	13,247,124
Write-down of inventories (Reversal of write-downs)	(304)	2,193	(697)	2,256
Unapportioned manufacturing expenses	891,298	1,055,330	1,826,389	2,168,769
	<u>\$ 8,814,108</u>	<u>7,937,110</u>	<u>16,841,857</u>	<u>15,418,149</u>

For the six months ended June 30, 2025, net realizable value of inventories has increased due to the increase in market price, the reversal of write-downs amounted to \$697.

For the six months ended June 30, 2024, the write-down of inventories amounted to \$2,256.

As of June 30, 2025, December 31 and June 30, 2024, the Group did not provide any inventories as collateral for its loan.

(e) Investments accounted for using the equity method

The components of the investments accounted for using the equity method were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Associates	\$ <u>439,071</u>	<u>459,726</u>	<u>481,130</u>

The Group's financial information on investments accounted for using the equity method that are individually insignificant was as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Attributable to the Group:				
Net (loss) income	\$ (7,693)	8,639	(2,871)	19,248
Other comprehensive income	502	(4,477)	1,453	(13,035)
Total comprehensive income	<u>\$ (7,191)</u>	<u>4,162</u>	<u>(1,418)</u>	<u>6,213</u>

As of June 30, 2025, December 31 and June 30, 2024, the Group did not provide any investments accounted for using the equity method as collateral for its loans.

(Continued)



**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(f) Property, plant and equipment

The cost and accumulated depreciation and impairment of the property, plant and equipment of the Group were as follows:

	<u>Building</u>	<u>Machinery and equipment</u>	<u>Vehicles</u>	<u>Miscellaneous equipment</u>	<u>Unfinished construction and equipment pending acceptance</u>	<u>Total</u>
<b>Cost:</b>						
Balance as of January 1, 2025	\$ 4,686,068	69,236,324	22,943	6,246,365	7,525,360	87,717,060
Additions	-	142,790	882	15,650	1,102,517	1,261,839
Disposals	-	(657,437)	(621)	(20,003)	-	(678,061)
Reclassification	-	3,472,111	(524)	454,904	(3,926,491)	-
Effect of exchange rate changes	(203,930)	(2,660,747)	(288)	(19,748)	(4,381)	(2,889,094)
Balance as of June 30, 2025	<u>\$ 4,482,138</u>	<u>69,533,041</u>	<u>22,392</u>	<u>6,677,168</u>	<u>4,697,005</u>	<u>85,411,744</u>
Balance as of January 1, 2024	\$ 4,509,673	66,306,779	23,337	6,121,650	8,312,379	85,273,818
Additions	-	121,895	297	33,368	1,171,162	1,326,722
Disposals	-	(572,881)	(849)	(12,431)	-	(586,161)
Reclassification	58,916	1,180,487	-	51,600	(1,291,003)	-
Effect of exchange rate changes	113,807	1,469,260	153	10,839	7,474	1,601,533
Balance as of June 30, 2024	<u>\$ 4,682,396</u>	<u>68,505,540</u>	<u>22,938</u>	<u>6,205,026</u>	<u>8,200,012</u>	<u>87,615,912</u>
<b>Accumulated depreciation and impairment:</b>						
Balance as of January 1, 2025	\$ 3,263,791	40,403,704	13,942	4,044,931	-	47,726,368
Depreciation for the period	68,608	3,021,925	992	148,045	-	3,239,570
Disposals	-	(645,358)	(621)	(19,715)	-	(665,694)
Reclassification	-	(43)	(524)	567	-	-
Effect of exchange rate changes	(150,131)	(1,542,585)	(210)	(17,042)	-	(1,709,968)
Balance as of June 30, 2025	<u>\$ 3,182,268</u>	<u>41,237,643</u>	<u>13,579</u>	<u>4,156,786</u>	<u>-</u>	<u>48,590,276</u>
Balance as of January 1, 2024	\$ 3,012,110	35,363,801	12,622	3,778,651	-	42,167,184
Depreciation for the period	84,786	2,859,504	1,009	137,894	-	3,083,193
Reversal of impairment loss	-	(75)	-	-	-	(75)
Disposals	-	(566,896)	(849)	(12,087)	-	(579,832)
Reclassification	-	220	-	(220)	-	-
Effect of exchange rate changes	77,882	751,670	120	8,687	-	838,359
Balance as of June 30, 2024	<u>\$ 3,174,778</u>	<u>38,408,224</u>	<u>12,902</u>	<u>3,912,925</u>	<u>-</u>	<u>45,508,829</u>
<b>Carrying amounts:</b>						
Balance as of June 30, 2025	<u>\$ 1,299,870</u>	<u>28,295,398</u>	<u>8,813</u>	<u>2,520,382</u>	<u>4,697,005</u>	<u>36,821,468</u>
Balance as of December 31, 2024	<u>\$ 1,422,277</u>	<u>28,832,620</u>	<u>9,001</u>	<u>2,201,434</u>	<u>7,525,360</u>	<u>39,990,692</u>
Balance as of June 30, 2024	<u>\$ 1,507,618</u>	<u>30,097,316</u>	<u>10,036</u>	<u>2,292,101</u>	<u>8,200,012</u>	<u>42,107,083</u>

For gains and losses on disposals, please refer to note 6(o).

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(g) Right-of-use assets

The Group leases assets including land and buildings, as recognized right-of-use assets. Information about leases for which the Group as a lessee was presented below:

	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
<b>Cost:</b>			
Balance as of January 1, 2025	\$ 429,889	2,178,168	2,608,057
Write off	-	(24,582)	(24,582)
Change in an index of lease payment	11,499	-	11,499
Effect of exchange rate changes	(3,075)	-	(3,075)
Balance as of June 30, 2025	<u>\$ 438,313</u>	<u>2,153,586</u>	<u>2,591,899</u>
Balance as of January 1, 2024	\$ 419,435	2,135,615	2,555,050
Additions	-	9,284	9,284
Change in an index of lease payment	8,682	-	8,682
Effect of exchange rate changes	1,717	-	1,717
Balance as of June 30, 2024	<u>\$ 429,834</u>	<u>2,144,899</u>	<u>2,574,733</u>
<b>Accumulated depreciation:</b>			
Balance as of January 1, 2025	\$ 236,648	882,482	1,119,130
Depreciation for the period	38,277	96,140	134,417
Write off	-	(22,931)	(22,931)
Effect of exchange rate changes	(613)	-	(613)
Balance as of June 30, 2025	<u>\$ 274,312</u>	<u>955,691</u>	<u>1,230,003</u>
Balance as of January 1, 2024	\$ 163,316	684,542	847,858
Depreciation for the period	36,418	97,690	134,108
Effect of exchange rate changes	279	-	279
Balance as of June 30, 2024	<u>\$ 200,013</u>	<u>782,232</u>	<u>982,245</u>
<b>Carrying amount:</b>			
Balance as of June 30, 2025	<u>\$ 164,001</u>	<u>1,197,895</u>	<u>1,361,896</u>
Balance as of December 31, 2024	<u>\$ 193,241</u>	<u>1,295,686</u>	<u>1,488,927</u>
Balance as of June 30, 2024	<u>\$ 229,821</u>	<u>1,362,667</u>	<u>1,592,488</u>

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(h) Lease liabilities

The carrying amount of the lease liabilities was as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Current	\$ <u>264,935</u>	<u>263,160</u>	<u>258,004</u>
Non-current	\$ <u>1,091,920</u>	<u>1,216,311</u>	<u>1,322,441</u>

For the maturity analysis, please refer to note 6(p).

The amounts recognized in profit or loss were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest on lease liabilities	\$ <u>3,512</u>	<u>4,108</u>	<u>7,190</u>	<u>8,351</u>
Variable lease payment not included in the measurement of lease liabilities; expenses relating to short-term leases; expenses relating to leases of low-value assets	\$ <u>10,019</u>	<u>8,004</u>	<u>19,702</u>	<u>16,354</u>

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

	For the six months ended June 30,	
	2025	2024
Total cash outflow for leases	\$ <u>159,356</u>	<u>155,607</u>

(i) Real estate leases

The Group leases land and buildings to be used for its office space and plants, which typically runs for a period of 2 to 10 years.

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(ii) Other leases

The Group leases machinery and equipment with contract periods within a year. These leases are short-term leases or leases of low-value items. The Group has elected not to recognize its right-of-use assets and lease liabilities for these leases.

(i) Employee benefits

(i) Defined benefit plan

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim consolidated financial statements was measured and disclosed according to the actuarial report as of December 31, 2024 and 2023.

The pension expenses recorded were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Operating costs	\$ 4,368	5,061	8,735	10,124
Selling expenses	154	208	309	410
Administrative expenses	698	828	1,396	1,659
	<u>\$ 5,220</u>	<u>6,097</u>	<u>10,440</u>	<u>12,193</u>

(ii) Defined contribution plan

The pension costs contributed to the related authority were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Operating costs	\$ 116,121	111,565	236,558	217,465
Selling expenses	1,938	1,977	4,004	3,987
Administrative expenses	7,357	15,066	15,072	29,301
	<u>\$ 125,416</u>	<u>128,608</u>	<u>255,634</u>	<u>250,753</u>

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(j) Income tax

(i) The details of income tax (benefit) expense were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Current income tax expense (benefit)	\$ 3,229	23,229	30,594	(26,612)
Deferred income tax (benefit) expense	(42,380)	37,795	(21,077)	(1,355)
Total income tax (benefit) expense	<u>\$ (39,151)</u>	<u>61,024</u>	<u>9,517</u>	<u>(27,967)</u>

The details of income tax (benefit) expense under other comprehensive income were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Components of other comprehensive income that will be reclassified to profit or loss:				
Exchange differences on translation of foreign financial statements	<u>\$ (440,189)</u>	<u>49,212</u>	<u>(378,509)</u>	<u>235,436</u>

(ii) The Company's tax returns for the year through 2022 were assessed by the ROC tax authorities.

(iii) As of June 30, 2025, the Group is subject to the global minimum top-up tax under Pillar Two tax legislation. During the year 2025, the Group's subsidiary operating in Hong Kong enacted and implemented income inclusion rules in accordance with Pillar Two requirements, with the domestic minimum top-up tax becoming effective on January 1 of the same year. Based on an analysis of Hong Kong's tax regime and the applicable effective tax rates, the Group does not expect the top-up tax to have a material impact. The Group will continue to closely monitor and assess legislative developments in the jurisdictions where its subsidiaries operate. Any impact arising from the top-up tax will be recognized as current income tax expense, as appropriate.

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(k) Capital and other equity interest

Except for those described below, there were no material changes in equity for the six months ended June 30, 2025 and 2024. Please refer to note 6(k) of the consolidated financial statements for the year ended December 31, 2024 for other relevant disclosures.

(i) Capital surplus

The components of capital surplus were as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Paid-in capital in excess of par value	\$ 17,874,841	17,874,841	17,874,841
Employee stock options	250,434	250,434	250,434
Others	<u>357</u>	<u>357</u>	<u>340</u>
	<b><u>\$ 18,125,632</u></b>	<b><u>18,125,632</u></b>	<b><u>18,125,615</u></b>

(ii) Retained earnings

According to the rules of the Company' s articles, the Company' s annual net earnings, after providing for income tax and covering the losses of previous years, is first set aside for legal reserve at the rate of 10% thereof. In addition, a special reserve in accordance with applicable laws and regulations shall also be set aside. The remainder plus the undistributed earnings of the previous years are distributed or left undistributed the board of directors prepares a shareholder dividend distribution plan, in which the cash dividend distribution plan authorizes the board of directors to distribute with more than two-thirds of the directors present and a resolution of more than half of the directors present, and report to the shareholders' meeting; the stock dividend distribution plan is submitted to the shareholders' meeting for resolution on distribution.

The Company adopts three kinds of dividend distribution policies, which are cash dividends, capitalization of earnings, and capital surplus. The net earnings after deducting the legal reserve and special reserve may first be distributed by way of cash dividends which shall be equal to at least fifty percent of the Company' s total dividend distribution every year. The capitalization of earnings and capital surplus shall not exceed fifty percent of the total dividends.

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

Earnings distribution

The 2024 and 2023 earnings distribution had been approved during the board meetings held on February 27, 2025 and February 29, 2024, respectively, as follows:

	2024		2023	
	<u>Dividends per share (NTD)</u>	<u>Amount</u>	<u>Dividends per share (NTD)</u>	<u>Amount</u>
Dividends distributed to common shareholders:				
Cash	\$ 1.00	<u><u>646,166</u></u>	5.50	<u><u>3,553,910</u></u>

(iii) Other equity interest (net of tax)

	<u>Exchange differences on translation of foreign financial statements</u>	<u>Unrealized gains (losses) on financial assets at fair value through other comprehensive income</u>	<u>Total</u>
Balances as of January 1, 2025	\$ (95,298)	(229,130)	(324,428)
Exchange differences on translation of foreign operations	(1,514,037)	-	(1,514,037)
Unrealized gains (losses) on financial assets at fair value through other comprehensive income	-	(1,947)	(1,947)
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income, associates accounted for using equity method	-	1,453	1,453
Balances as of June 30, 2025	<u><u>\$ (1,609,335)</u></u>	<u><u>(229,624)</u></u>	<u><u>(1,838,959)</u></u>
Balances as of January 1, 2024	\$ (1,056,659)	(55,915)	(1,112,574)
Exchange differences on translation of foreign operations	941,743	-	941,743
Unrealized gains (losses) on financial assets at fair value through other comprehensive income	-	(65,013)	(65,013)
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income, associates accounted for using equity method	-	(13,035)	(13,035)
Balances as of June 30, 2024	<u><u>\$ (114,916)</u></u>	<u><u>(133,963)</u></u>	<u><u>(248,879)</u></u>

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**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(l) Earnings per share

Calculation of earnings per share for the six months ended June 30, 2025 and 2024 was as follows:

(i) Basic earnings per share

1) Net (loss) profit attributable to equity shareholders of the Company

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2025	2024	2025	2024
Net (loss) profit attributable to equity shareholders of the Company	\$ <u>(187,429)</u>	<u>118,597</u>	<u>20,044</u>	<u>(33,823)</u>

2) Weighted average number of ordinary shares outstanding

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2025	2024	2025	2024
Weighted average number of ordinary shares outstanding (in thousands of shares)	<u>646,166</u>	<u>646,166</u>	<u>646,166</u>	<u>646,166</u>

(ii) Diluted earnings per share

1) Net (loss) profit attributable to equity shareholders of the Company (diluted)

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2025	2024	2025	2024
Net (loss) profit attributable to equity shareholders of the Company (diluted)	\$ <u>(187,429)</u>	<u>118,597</u>	<u>20,044</u>	<u>(33,823)</u>

(Continued)



**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

2) Weighted average number of ordinary shares outstanding (diluted)

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Weighted average number of ordinary shares outstanding (basic) (in thousands of shares)	646,166	646,166	646,166	646,166
Effects of dilutive potential ordinary shares				
Effects of employee stock compensation (in thousands of shares)	-	-	1	-
Weighted average number of ordinary shares outstanding (diluted) (in thousands of shares)	<u>646,166</u>	<u>646,166</u>	<u>646,167</u>	<u>646,166</u>

(m) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Primary geographical markets:				
Taiwan	\$ 3,396,059	2,689,402	6,516,065	4,970,888
USA	535,271	564,425	1,052,895	1,372,493
Mainland China	3,458,880	3,758,553	6,911,194	6,560,308
Korea	531,700	283,913	1,021,681	595,075
Other countries	1,661,009	824,313	2,539,116	1,722,414
	<u>\$ 9,582,919</u>	<u>8,120,606</u>	<u>18,040,951</u>	<u>15,221,178</u>

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Major products:				
Printed circuit board	\$ 9,335,875	7,867,043	17,579,737	14,807,612
Others	247,044	253,563	461,214	413,566
	<u>\$ 9,582,919</u>	<u>8,120,606</u>	<u>18,040,951</u>	<u>15,221,178</u>
(ii) Contract balances				
	June 30, 2025	December 31, 2024	June 30, 2024	
Notes receivable	\$ 12,472	24,071	4,348	
Accounts receivable — non-related parties	7,721,300	6,940,566	6,564,422	
Accounts receivable — related parties	50,850	54,613	46,944	
Less: Loss allowance	(23,004)	(23,004)	(23,004)	
	<u>\$ 7,761,618</u>	<u>6,996,246</u>	<u>6,592,710</u>	
	June 30, 2025	December 31, 2024	June 30, 2024	
Contract liabilities — unearned sales	<u>\$ 6,624,274</u>	<u>7,733,346</u>	<u>8,842,418</u>	
	June 30, 2025	December 31, 2024	June 30, 2024	
Current	\$ 2,218,144	2,218,144	2,218,144	
Non-current	4,406,130	5,515,202	6,624,274	
	<u>\$ 6,624,274</u>	<u>7,733,346</u>	<u>8,842,418</u>	

For details on notes and accounts receivable and allowance for impairment, please refer to note 6(b).

The contract liabilities primarily relate to the advance consideration received from customers, for which revenue will be recognized when products are delivered to customers.

The amount of revenue recognized for the six months ended June 30, 2025 and 2024 that were included in the contract liability balance at the beginning of the period were \$1,109,072 and \$939,243, respectively.

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**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(n) Employee compensation

On May 27, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Articles of Incorporation, if there is profit for the year, 0.05% to 0.5% of the profit before deducting employee compensation for the year should be set aside as employee compensation; among which, 0.03% to 0.3% of the profit before deducting employee compensation for the year should be set aside for salary adjustments or employee compensation for entry-level employees. When the Company incurs an accumulated deficit, the Company should reserve in advance to cover the accumulated deficit. Prior to the amendment, the Articles of Incorporation stipulated that if there is a profit for the year, the Company should set aside 0.05% to 0.5% of the pre-tax earnings before deducting the employees' remuneration for the year as employee compensation. However, if there are accumulated deficits, the Company should reserve an amount to cover such deficits.

The (reserved) estimated remunerations to employees amounted to \$(455), \$0, \$58 and \$0 for the three months and six months ended June 30, 2025 and 2024, respectively. These amounts were estimated using the Company's net income before tax before the remunerations to employees for each period, deducting the accumulated losses and then multiplying the remaining amount by the proposed percentage which is stated under the Company's Article of Incorporation. These remunerations were expensed under operating costs or expenses for the period. Related information would be available on the Market Observation Post System website.

For the years ended December 31, 2024 and 2023, the remunerations to employees amount to \$323 and \$14,385, respectively, which were paid in cash. There was no difference from the actual distribution. Related information can be accessed from the Market Observation Post System website.

(o) Non-operating income and expenses

(i) Interest income

The details of interest income were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest income from bank deposits	\$ 37,301	62,952	72,963	124,962
Other interest income	13,271	8,088	26,049	18,738
	<u>\$ 50,572</u>	<u>71,040</u>	<u>99,012</u>	<u>143,700</u>

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(ii) Other income

The details of other income were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Rental income	\$ 10,429	9,257	19,756	21,688
Government grants	271	94,569	660	208,203
Others	59,982	77,799	105,772	141,901
	<u>\$ 70,682</u>	<u>181,625</u>	<u>126,188</u>	<u>371,792</u>

(iii) Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
(Losses) gains on disposal of property, plant and equipment	\$ (2,785)	815	(6,154)	337
Net foreign exchange (losses) gains	(698,538)	129,966	(574,366)	414,529
Reversal of impairment loss on property, plant and equipment	-	-	-	75
Others	(1,385)	(1,039)	(4,157)	(1,487)
	<u>\$ (702,708)</u>	<u>129,742</u>	<u>(584,677)</u>	<u>413,454</u>

(iv) Finance costs

The details of finance costs were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest expense	\$ <u>3,512</u>	<u>4,454</u>	<u>7,261</u>	<u>9,006</u>

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(p) Financial instruments

Except for the contention mentioned below, there was no significant change with regard to the fair value and exposure risks of credit risk, liquidity risk and market risk on financial instruments. Please refer to note 6(p) of the consolidated financial statements for the year ended December 31, 2024 for the related information.

(i) Liquidity risk

The following table shows the remaining contractual maturities of financial liabilities, including estimated interest payments :

	Carrying amount	Contractual cash flow	Within 6 months	6-12 months	1-2 years	2-5 years	Over 5 years
<b>June 30, 2025</b>							
Non-derivative financial liabilities							
Accounts payable (including related parties)	\$ 1,744,040	1,744,040	1,744,040	-	-	-	-
Dividends payable	646,166	646,166	646,166	-	-	-	-
Other payables (including related parties)	1,491,444	1,491,444	1,491,444	-	-	-	-
Lease liabilities (including current portion)	<u>1,356,855</u>	<u>1,398,808</u>	<u>139,169</u>	<u>138,051</u>	<u>219,391</u>	<u>601,465</u>	<u>300,732</u>
	<b><u>\$ 5,238,505</u></b>	<b><u>5,280,458</u></b>	<b><u>4,020,819</u></b>	<b><u>138,051</u></b>	<b><u>219,391</u></b>	<b><u>601,465</u></b>	<b><u>300,732</u></b>
<b>December 31, 2024</b>							
Non-derivative financial liabilities							
Accounts payable (including related parties)	\$ 1,517,545	1,517,545	1,517,545	-	-	-	-
Other payables (including related parties)	2,195,158	2,195,158	2,195,158	-	-	-	-
Lease liabilities (including current portion)	<u>1,479,471</u>	<u>1,528,339</u>	<u>139,612</u>	<u>137,136</u>	<u>253,910</u>	<u>598,609</u>	<u>399,072</u>
	<b><u>\$ 5,192,174</u></b>	<b><u>5,241,042</u></b>	<b><u>3,852,315</u></b>	<b><u>137,136</u></b>	<b><u>253,910</u></b>	<b><u>598,609</u></b>	<b><u>399,072</u></b>
<b>June 30, 2024</b>							
Non-derivative financial liabilities							
Accounts payable (including related parties)	\$ 1,995,222	1,995,222	1,995,222	-	-	-	-
Dividends payable	3,553,910	3,553,910	3,553,910	-	-	-	-
Other payables (including related parties)	1,796,975	1,796,975	1,796,975	-	-	-	-
Lease liabilities (including current portion)	<u>1,580,445</u>	<u>1,636,086</u>	<u>137,596</u>	<u>135,119</u>	<u>269,120</u>	<u>605,084</u>	<u>489,167</u>
	<b><u>\$ 8,926,552</u></b>	<b><u>8,982,193</u></b>	<b><u>7,483,703</u></b>	<b><u>135,119</u></b>	<b><u>269,120</u></b>	<b><u>605,084</u></b>	<b><u>489,167</u></b>

It is not expected that the cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts.

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(ii) Currency risk

1) Exposure to foreign currency risk

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

<b>June 30, 2025</b>			
	<b>Foreign currency</b>	<b>Exchange rate</b>	<b>New Taiwan Dollars</b>
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	\$ 248,514	29.9020	7,431,052
EUR	499	34.0964	17,025
JPY	35,463	0.2011	7,132
CNY	3	4.1770	12
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	6,148	29.9020	183,847
JPY	660,612	0.2011	132,849
<b>December 31, 2024</b>			
	<b>Foreign currency</b>	<b>Exchange rate</b>	<b>New Taiwan Dollars</b>
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	\$ 305,817	32.7810	10,024,975
EUR	629	34.0652	21,426
JPY	40,051	0.2087	8,359
CNY	550	4.5602	2,508
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	7,073	32.7810	231,847
EUR	18	34.0652	613
JPY	733,361	0.2087	153,052

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

		<b>June 30, 2024</b>		
		<b>Foreign currency</b>	<b>Exchange rate</b>	<b>New Taiwan Dollars</b>
<u>Financial assets</u>				
<u>Monetary items</u>				
USD	\$	252,376	32.4500	8,189,585
EUR		682	34.8339	23,773
JPY		7,071	0.2025	1,432
CNY		165	4.5532	749
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD		11,096	32.4500	360,054
EUR		25	34.8339	885
JPY		331,304	0.2025	67,089
CNY		50	4.5532	228

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the foreign currency exchange fluctuations on cash and cash equivalents, accounts receivable and other receivables, loans, accounts payable and other payables which are denominated in foreign currencies. A 1% depreciation or appreciation of the NTD against the USD, EUR, JPY and CNY as of June 30, 2025 and 2024 would have increased or decreased the net income before tax by \$71,385 and \$77,873 for the six months ended June 30, 2025 and 2024, respectively. The analysis is performed on the same basis for both periods.

3) Foreign exchange gain and loss on monetary items

Due to the variety of functional currencies, the Group disclosed its aggregated foreign exchange gains (losses); the Group's foreign exchange gains, including realized and unrealized, for the six months ended June 30, 2025 and 2024 were the net exchange (losses) gains of \$(574,366) and \$414,529, respectively.

(iii) Interest rate analysis

The Group's exposure to interest rate risk arising from financial assets and liabilities is described in the liquidity risk section of this note.

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

The sensitivity analysis is based on the risk exposure to interest rates of the derivative and non-derivative financial instruments on the reporting date. For floating rate instruments, the sensitivity analysis assumes the liabilities bearing variable interest rates are outstanding for the whole year. A 1% increase or decrease in interest rate, as assessed by the management, with all the other factors remaining constant, for the six months ended June 30, 2025 and 2024, will have no significant impact on the Group's profit.

(iv) Fair value of information

1) Fair value of financial instruments

The carrying amount of the Group's financial assets and liabilities is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

	Carrying Amount	June 30, 2025			
		Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	\$ 104,411	104,411	-	-	104,411
Financial assets measured by amortized cost					
Cash and cash equivalents	7,133,991	-	-	-	-
Notes and accounts receivable, net (including related parties)	7,761,618	-	-	-	-
Other receivables (including related parties)	50,611	-	-	-	-
Total	<u>\$ 15,050,631</u>	<u>104,411</u>	<u>-</u>	<u>-</u>	<u>104,411</u>
Financial liabilities measured by amortized cost					
Accounts payable (including related parties)	\$ 1,744,040	-	-	-	-
Dividends payable	646,166	-	-	-	-
Other payables (including related parties)	1,491,444	-	-	-	-
Lease liabilities (including current portion)	1,356,855	-	-	-	-
Total	<u>\$ 5,238,505</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

<b>December 31, 2024</b>					
	<b>Carrying Amount</b>	<b>Fair Value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	\$ 106,358	106,358	-	-	106,358
Financial assets measured by amortized cost					
Cash and cash equivalents	8,480,692	-	-	-	-
Notes and accounts receivable, net (including related parties)	6,996,246	-	-	-	-
Other receivables (including related parties)	27,972	-	-	-	-
Other financial assets (recognized as other current assets)	604,246	-	-	-	-
<b>Total</b>	<b>\$ 16,215,514</b>	<b>106,358</b>	<b>-</b>	<b>-</b>	<b>106,358</b>
Financial liabilities measured by amortized cost					
Accounts payable (including related parties)	\$ 1,517,545	-	-	-	-
Other payables (including related parties)	2,195,158	-	-	-	-
Lease liabilities (including current portion)	1,479,471	-	-	-	-
<b>Total</b>	<b>\$ 5,192,174</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>June 30, 2024</b>					
	<b>Carrying Amount</b>	<b>Fair Value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	\$ 172,270	172,270	-	-	172,270
Financial assets measured by amortized cost					
Cash and cash equivalents	11,844,114	-	-	-	-
Notes and accounts receivable, net (including related parties)	6,592,710	-	-	-	-
Other receivables (including related parties)	54,366	-	-	-	-
<b>Total</b>	<b>\$ 18,663,460</b>	<b>172,270</b>	<b>-</b>	<b>-</b>	<b>172,270</b>
Financial liabilities measured by amortized cost					
Accounts payable (including related parties)	\$ 1,995,222	-	-	-	-
Other payables (including related parties)	1,796,975	-	-	-	-
Dividends payable	3,553,910	-	-	-	-
Lease liabilities (including current portion)	1,580,445	-	-	-	-
<b>Total</b>	<b>\$ 8,926,552</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(q) Financial risk management

There were no significant changes in the Group's financial risk management objective and policy since December 31, 2024. Please refer to the detailed disclosure on financial risk management in note 6(q) of the consolidated financial statements for the year ended December 31, 2024.

(r) Capital management

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, 2024. Please refer to note 6(r) of the consolidated financial statements as of and for the year ended December 31, 2024, for the detailed disclosure on capital management.

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

The Group's investing and financing activities which did not affect the current cash flow for the six months ended June 30, 2025 and 2024 were as follows:

(i) For right-of-use assets under leases, please refer to note 6(g).

(ii) Reconciliation of liabilities arising from financing activities were as follows:

	January 1, 2025	Cash flows	Non-cash changes			June 30, 2025
			Foreign exchange movement	Acquisition	Changes in lease payments	
Lease liabilities (including current portion)	\$ 1,479,471	(132,464)	-	11,499	(1,651)	1,356,855

  

	January 1, 2024	Cash flows	Non-cash changes			June 30, 2024
			Foreign exchange movement	Acquisition	Changes in lease payments	
Lease liabilities (including current portion)	\$ 1,693,381	(130,902)	-	17,966	-	1,580,445

**(7) Related-party transactions**

(a) Parent company and ultimate controlling party

Nan Ya Plastics Corporation is both the parent company and the ultimate controlling party of the Group. It owns 66.97% of all shares outstanding of the Company, and has issued the consolidated financial statements available for public use.

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**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(b) 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>
Nan Ya Plastics Corporation (NYPC)	The parent company
Formosa Advanced Technologies Co., Ltd. (FATC)	The Group's associates
Nan Ya Electronic Materials (Kunshan) Co., Ltd. (NEMK)	The Group's parent company is the ultimate controlling parent of the company
Nan Ya Electric (Nantong) Co., Ltd. (NENC)	The Group's parent company is the ultimate controlling parent of the company
Formosa Plastics Corporation (FPC)	The Group's parent company is the company's board of director
Formosa Biomedical Technology Corporation	The Group's parent company is a board of director of the company
Wellink Technology Co., Ltd. (WTC)	The Group's parent company is the ultimate controlling parent of the company

(c) Significant related-party transactions

(i) Operating revenues

Significant sales to related parties were as follows:

	<u>For the three months ended June 30,</u>		<u>For the six months ended June 30,</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Associates	\$ 117,072	151,375	282,285	355,149
Other related parties	<u>288</u>	<u>111</u>	<u>499</u>	<u>237</u>
	<u><u>\$ 117,360</u></u>	<u><u>151,486</u></u>	<u><u>282,784</u></u>	<u><u>355,386</u></u>

The sales price from related parties is not significantly different from non-related general parties. The normal credit term with the companies above is collection on open account 70 days. There is no collateral received among related parties accounts receivable and there is no need to estimate loss allowance.

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(ii) Receivables from related parties

The balances of accounts receivable from related parties were as follows:

<b>Account</b>	<b>Relationship</b>	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Accounts receivable due from related parties	Associates	\$ 50,737	54,568	46,875
Accounts receivable due from related parties	Other related parties	113	45	69
		<u>\$ 50,850</u>	<u>54,613</u>	<u>46,944</u>

(iii) Purchases from related parties

Significant purchases from related parties were as follows:

	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
The parent company	\$ 433,105	422,923	852,027	773,453
Other related parties				
NEMK	222,347	199,647	364,157	351,066
WTC	33,472	52,395	67,164	86,009
Others	35,571	24,249	74,600	47,016
	<u>\$ 724,495</u>	<u>699,214</u>	<u>1,357,948</u>	<u>1,257,544</u>

The purchase price from related parties is not significantly different from non-related general parties. The normal credit term with the related parties above is collected on open account 30 days, on open account 60 days, on open account 90 days and on the day following the day of approving payment, respectively.

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

(iv) Payables to related parties

The details of accounts payable to related parties were as follows:

<u>Account</u>	<u>Relationship</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Accounts payable to related parties	The parent company	\$ 141,456	145,372	158,163
Accounts payable to related parties	Other related parties NEMK	82,257	47,428	82,398
Accounts payable to related parties	WTC	15,120	20,289	34,259
Accounts payable to related parties	Others	10,733	8,668	7,713
		<u>\$ 249,566</u>	<u>221,757</u>	<u>282,533</u>

(v) Property transaction

The Group purchased fixed assets from the parent company with the acquisition price of \$111,160 for the six months ended June 30, 2025. As of June 30, 2025, the Group still had unpaid payables accounted for as other payables to related parties amounting to \$22,232.

(vi) Dividends

	<u>Other receivables due from related parties</u>		
	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Associates – FATC	<u>\$ 19,237</u>	<u>-</u>	<u>11,940</u>

(vii) Lease of property, plant and equipment

- 1) The lease revenue of the Group from leasing its property, plant and equipment to its related parties, accounted for as other income, were as follows:

	<u>Lease revenue</u>			
	<u>For the three months ended June 30,</u>		<u>For the six months ended June 30,</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
The parent company	<u>\$ 3,173</u>	<u>3,109</u>	<u>6,346</u>	<u>6,218</u>

(Continued)

# NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES

## Notes to Consolidated Financial Statements

The rentals charged to related parties are determined based on the local market prices and monthly rentals, depending on the contract. As of June 30, 2025, December 31 and June 30, 2024, all rentals have been collected by the Group.

- 2) The rental expenses of the Group's property, plant and equipment leased from its related parties were as follows:

The Group entered into different lease agreements with its parent company for its Taipei office, as well as its factories and employee dormitories, both located at Luchu Dist., Taoyuan City and Shulin Dist., New Taipei City, with monthly rental fees based on the local market prices within their respective vicinities. For the three months and six months ended June 30, 2025 and 2024, the above rentals amounting to \$8,998, \$7,769, \$17,622 and \$15,863, respectively, were recognized as expenses. For the three months and six months ended June 30, 2025 and 2024, the amount of \$3,506, \$4,086, \$7,175 and \$8,298 was recognized as interest expense. As of June 30, 2025, December 31 and June 30, 2024 the balance of lease liabilities amounting to \$1,355,742, \$1,474,778 and \$1,574,659 respectively.

The Group added a right-of-use asset amounting to \$0 and \$9,284, for the six months ended June 30, 2025 and 2024, respectively.

### (viii) Others

The Group bought utilities such as steam, water and electricity from other related parties-Nan Ya Electronic Materials (Kunshan) Co., Ltd. amounting to \$65,182, \$79,199, \$172,226 and \$182,492, for the three months and six months ended June 30, 2025 and 2024, respectively. As of June 30, 2025, December 31 and June 30, 2024, the Group still had unpaid payables accounted for as other payables to related parties amounting to \$22,326, \$40,306 and \$64,935, respectively.

For the three months and six months ended June 30, 2025 and 2024, the Group provides sewage treatment service to Nan Ya Electronic Materials (Kunshan) Co., Ltd. and receives \$5,576, \$5,830, \$10,181 and \$11,473, respectively. As of June 30, 2025, December 31 and June 30, 2024, the Group still had uncollected receivables accounted for as other receivables due from related parties amounting to \$1,858, \$1,574 and \$2,612, respectively.

### (d) Key management personnel compensation

Key management personnel compensation comprised

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2025	2024	2025	2024
Short-term employee benefits \$	<u>6,573</u>	<u>7,180</u>	<u>12,979</u>	<u>14,625</u>

(Continued)

**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

**(8) Pledged assets: None**

**(9) Commitments and contingencies**

(a) The outstanding letters of credit for the importation of raw materials by the Group were as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Outstanding letters of credit for the importation of raw materials	\$ <u>-</u>	<u>92,037</u>	<u>3,390</u>

(b) The endorsements by the bank were as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
The guarantee for customs	\$ <u>26,000</u>	<u>26,000</u>	<u>22,000</u>
The guarantee for letters of credit	\$ <u>39,500</u>	<u>39,500</u>	<u>48,000</u>

**(10) Losses Due to Major Disasters: None**

**(11) Subsequent Events: None**

**(12) Other**

(a) A summary of current-period employee benefits, and depreciation by function, was as follows:

	<b>For the three months ended June 30, 2025</b>			<b>For the three months ended June 30, 2024</b>		
	<b>Operating costs</b>	<b>Operating expenses</b>	<b>Total</b>	<b>Operating costs</b>	<b>Operating expenses</b>	<b>Total</b>
Employee benefits						
Salaries	1,735,618	176,498	1,912,116	1,613,208	162,441	1,775,649
Labor and health insurance	147,820	14,367	162,187	145,913	18,865	164,778
Pension expenses	120,489	10,147	130,636	116,626	18,079	134,705
Remuneration of directors	-	1,600	1,600	-	1,610	1,610
Other personnel expenses	54,623	4,416	59,039	55,646	6,807	62,453
Depreciation expenses	1,685,249	6,492	1,691,741	1,613,411	6,963	1,620,374

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**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

	For the six months ended June 30, 2025			For the six months ended June 30, 2024		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salaries	3,333,552	356,903	3,690,455	3,164,700	335,782	3,500,482
Labor and health insurance	298,200	29,225	327,425	291,229	37,457	328,686
Pension expenses	245,293	20,781	266,074	227,589	35,357	262,946
Remuneration of directors	-	3,100	3,100	-	3,110	3,110
Other personnel expenses	110,131	9,018	119,149	109,717	13,463	123,180
Depreciation expenses	3,360,840	13,147	3,373,987	3,204,200	13,101	3,217,301

(b) The seasonality of operation

The operation of the Group is not influenced by seasonality and periodicity.

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## NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES

### Notes to Consolidated Financial Statements

#### (13) Other disclosures

##### (a) 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:

- (i) Loans to other parties: None
- (ii) Guarantees and endorsements for other parties: None
- (iii) Information regarding securities held at the reporting date (subsidiaries, associates and joint ventures not included): None
- (iv) Related-party transactions for purchases and sales with amounts exceeding the lower of \$100 million or 20% of the capital stock:

(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	NYPK	Parent company	Purchase	838,757	14.47 %	O/A 30 days	-	-	(136,053)	(10.57)%	-
The Company	NPKC	Subsidiary of the Company	Purchase	2,076,277	35.82 %	O/A 30 days	-	-	(322,174)	(25.03)%	Note
The Company	FATC	Associates	(sale)	(146,664)	(1.09)%	O/A 70 days	-	-	18,116	0.33%	-
NPKC	The Company	Parent company	(sale)	(2,076,277)	(30.94)%	O/A 30 days	-	-	322,174	12.73%	Note
NPKC	FATC	Associates	(sale)	(135,621)	(2.02)%	O/A 70 days	-	-	32,621	1.29%	-
NPKC	NEMK	Same chairman	Purchase	364,157	9.14 %	O/A 60 days	-	-	(82,257)	(10.55)%	-

Note: The transactions listed in the left have been written off during the preparation of the consolidated financial statements.

##### (v) Receivables from related parties with amounts exceeding the lower of \$100 million or 20% of the capital stock:

(in thousands of New Taiwan Dollars)

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Loss Allowance
					Amount	Action taken		
NPKC	The Company (Note)	Parent company	322,174	12.14	-		322,174	-

Note : The above transactions listed have been written off during the preparation of the consolidated financial statements.

##### (vi) Business relationships and significant intercompany transactions:

(in thousands of New Taiwan Dollars)

No.	Name of company	Name of counter-party	Nature of relationship	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
1	NPKC	The Company	2	Sales	2,076,277	O/A 30 days	11.51%
1	NPKC	The Company	2	Accounts receivable due from related parties	322,174	O/A 30 days	0.54%

Note 1: Numbers are filled in as follows

- 1. 0 represents the parent company
- 2. Subsidiaries are numbered from 1

Note 2: Classifications of relation with counterparty are listed as follows:

- 1. Parent to subsidiary
- 2. Subsidiary to parent
- 3. Between subsidiaries

Note 3: Only data related to sales and accounts receivable of all the intercompany transactions and business contact are disclosed. The related purchase and accounts payable are not stated.

Note 4: The transactions listed above have been written off during the preparation of the consolidated financial statements.

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## NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES

### Notes to Consolidated Financial Statements

(b) Information on investees

The following is the information on investees for the six months ended June 30, 2025 (excluding information on investees in Mainland China):

(in thousands of shares and New Taiwan Dollars)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of June 30, 2025			Net income (losses) of investee	Share of profits/(losses) of investee	Note
				June 30, 2025	December 31, 2024	Shares (in thousands)	Percentage of ownership	Carrying amount			
The Company	NPHK	HK	Business of electronic products	8,595,674	8,595,674	2,152,020	100.00 %	20,379,444	(515,245)	(515,245)	Note1
The Company	NPUC	USA	Customer sales promotion	3,479	3,479	1,000	100.00 %	21,318	993	993	Note1
The Company	FATC	TW	Assembling testing and producing modules for IC	472,968	472,968	13,267	3.00 %	439,071	(69,874)	(2,871)	Note2

Note1: The transactions listed in the left have been written off during the preparation of the consolidated financial statements.

Note2: Investee company accounted for using equity method.

(c) Information on investment in mainland China

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

(in thousands of New Taiwan Dollars)

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, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2025	Net income (losses) of the investee	Percentage of ownership	Investment income (losses)	Carrying amount	Accumulated remittance of earnings in current period
					Outflow	Inflow						
NPKC	Production and marketing of PCBs	8,592,495	(Note 1)	8,592,495	-	-	8,592,495	(515,637)	100.00%	(515,637)	20,364,527	1,948,560
										(Note 2)		

Note 1: NPKC in Mainland China is invested through a company established in a third region.

Note 2: Investment income or loss is recognized according to the financial statements reviewed by the CPA of the Taiwanese parent company.

Note3: The transaction listed above has been written off during the preparation of the consolidated financial statements.

(ii) Limitation on investment in Mainland China:

(in thousands of New Taiwan Dollars)

Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment (Note)
8,592,495	8,592,495	-

Note: The Industrial Development Bureau of the MOEA issued a letter to the Company stating that it qualifies under Section 12 of the Statute for Upgrading Industries.

(iii) Significant transactions:

Please refer to “Information on significant transactions” for direct or indirect significant transactions (written off during the preparation of the consolidated financial statements), between the Company and its investees in Mainland China for the six months ended June 30, 2025.

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**NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES**  
**Notes to Consolidated Financial Statements**

**(14) Segment information:**

The information and reconciliation of operating segments of the Group are as follows:

<b>For the three months ended June 30, 2025</b>					
	<b>Domestic</b>	<b>American</b>	<b>Asian</b>	<b>Adjustments and elimination</b>	<b>Total</b>
Revenue:					
From external clients	\$ 6,991,632	-	2,591,287	-	9,582,919
Intersegments	2,768	8,329	1,029,952	(1,041,049)	-
Total revenue	<u>\$ 6,994,400</u>	<u>8,329</u>	<u>3,621,239</u>	<u>(1,041,049)</u>	<u>9,582,919</u>
Income/Loss of reportable segments	<u>\$ (226,915)</u>	<u>1,143</u>	<u>(130,877)</u>	<u>130,069</u>	<u>(226,580)</u>
<b>For the three months ended June 30, 2024</b>					
	<b>Domestic</b>	<b>American</b>	<b>Asian</b>	<b>Adjustments and elimination</b>	<b>Total</b>
Revenue:					
From external clients	\$ 5,206,102	-	2,914,504	-	8,120,606
Intersegments	978	9,209	1,082,322	(1,092,509)	-
Total revenue	<u>\$ 5,207,080</u>	<u>9,209</u>	<u>3,996,826</u>	<u>(1,092,509)</u>	<u>8,120,606</u>
Income/Loss of reportable segments	<u>\$ 147,467</u>	<u>889</u>	<u>51,461</u>	<u>(20,196)</u>	<u>179,621</u>
<b>For the six months ended June 30, 2025</b>					
	<b>Domestic</b>	<b>American</b>	<b>Asian</b>	<b>Adjustments and elimination</b>	<b>Total</b>
Revenue:					
From external clients	\$ 13,407,490	-	4,633,461	-	18,040,951
Intersegments	3,892	16,064	2,076,277	(2,096,233)	-
Total revenue	<u>\$ 13,411,382</u>	<u>16,064</u>	<u>6,709,738</u>	<u>(2,096,233)</u>	<u>18,040,951</u>
Income/Loss of reportable segments	<u>\$ 29,129</u>	<u>1,425</u>	<u>(515,245)</u>	<u>514,252</u>	<u>29,561</u>
<b>For the six months ended June 30, 2024</b>					
	<b>Domestic</b>	<b>American</b>	<b>Asian</b>	<b>Adjustments and elimination</b>	<b>Total</b>
Revenue:					
From external clients	\$ 10,224,000	-	4,997,178	-	15,221,178
Intersegments	1,229	15,886	1,981,913	(1,999,028)	-
Total revenue	<u>\$ 10,225,229</u>	<u>15,886</u>	<u>6,979,091</u>	<u>(1,999,028)</u>	<u>15,221,178</u>
Income/Loss of reportable segments	<u>\$ (43,058)</u>	<u>1,414</u>	<u>(124,343)</u>	<u>104,197</u>	<u>(61,790)</u>
<b>Assets of reportable segments</b>					
	<b>Domestic</b>	<b>American</b>	<b>Asian</b>	<b>Adjustments and elimination</b>	<b>Total</b>
June 30, 2025	<u>\$ 58,128,883</u>	<u>21,353</u>	<u>21,792,613</u>	<u>(20,803,767)</u>	<u>59,139,082</u>
December 31, 2024	<u>\$ 61,871,968</u>	<u>22,349</u>	<u>24,295,119</u>	<u>(23,251,025)</u>	<u>62,938,411</u>
June 30, 2024	<u>\$ 66,228,591</u>	<u>21,670</u>	<u>27,052,358</u>	<u>(25,332,137)</u>	<u>67,970,482</u>
<b>Liabilities of reportable segments</b>					
	<b>Domestic</b>	<b>American</b>	<b>Asian</b>	<b>Adjustments and elimination</b>	<b>Total</b>
June 30, 2025	<u>\$ 14,819,156</u>	<u>35</u>	<u>1,351,955</u>	<u>(341,791)</u>	<u>15,829,355</u>
December 31, 2024	<u>\$ 16,421,588</u>	<u>-</u>	<u>1,448,692</u>	<u>(382,249)</u>	<u>17,488,031</u>
June 30, 2024	<u>\$ 21,044,713</u>	<u>66</u>	<u>2,092,059</u>	<u>(350,234)</u>	<u>22,786,604</u>