

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

Consolidated Financial Statements

**With Independent Auditors' Review Report
For the Nine Months Ended September 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 September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months and nine months ended September 30, 2025 and 2024, as well as the changes in equity and cash flows for the nine months ended September 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 September 30, 2025 and 2024, and of its consolidated financial performance for the three months and nine months ended September 30, 2025 and 2024, as well as its consolidated cash flows for the nine months ended September 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)
November 5, 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
September 30, 2025, December 31 and September 30, 2024
(Expressed in Thousands of New Taiwan Dollars)

	Assets							Liabilities and equity							
	September 30, 2025		December 31, 2024		September 30, 2024			September 30, 2025		December 31, 2024		September 30, 2024			
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%		
Assets															
Current assets:															
1100 Cash and cash equivalents (note 6(a))	\$ 6,217,370	11	8,480,692	14	7,443,873	12	2130	Current contract liabilities (note 6(m))	\$ 2,218,144	4	2,218,144	4	2,218,144	4	
1120 Current financial assets at fair value through other comprehensive income	115,496	-	106,358	-	160,286	-	2170	Accounts payable	1,588,760	3	1,295,788	2	1,549,116	3	
1170 Notes and accounts receivable, net (notes 6(b) and (m))	9,455,879	16	6,941,633	11	7,733,283	12	2180	Accounts payable to related parties (note 7)	217,462	-	221,757	-	254,245	-	
1180 Accounts receivable due from related parties (notes 6(b), (m) and 7)	88,211	-	54,613	-	35,836	-	2219	Other payables	1,753,763	4	2,154,852	4	1,889,111	3	
1200 Other receivables (note 6(c))	178,026	-	120,280	-	168,978	-	2220	Other payables to related parties (note 7)	74,820	-	40,306	-	52,918	-	
1210 Other receivables due from related parties (notes 6(c) and 7)	1,769	-	1,574	-	3,014	-	2230	Current tax liabilities	76,638	-	315,597	1	375,657	1	
1310 Inventories (note 6(d))	4,731,920	8	4,100,848	7	3,971,679	6	2281	Current lease liabilities (notes 6(h) and (s))	744	-	4,693	-	7,147	-	
1470 Prepayments and other current assets (note 6(a))	211,515	-	869,156	1	768,254	1	2282	Current lease liabilities, related parties (notes 6(h), (s) and 7)	266,283	-	258,467	-	257,783	-	
Total current assets	21,000,186	35	20,675,154	33	20,285,203	31	2300	Other current liabilities	214,490	-	154,671	-	227,076	-	
Non-current assets:								Total current liabilities	6,411,104	11	6,664,275	11	6,831,197	11	
1550 Investments accounted for using equity method (note 6(e))	458,158	1	459,726	1	474,093	1	2527	Non-current contract liabilities (note 6(m))	3,851,594	6	5,515,202	9	6,069,738	9	
1600 Property, plant and equipment (note 6(f))	35,935,418	61	39,990,692	64	40,864,691	65	2570	Deferred tax liabilities	2,931,044	5	2,985,727	5	3,013,892	5	
1755 Right-of-use assets (notes 6(g) and 7)	1,306,518	2	1,488,927	2	1,557,084	2	2581	Non-current lease liabilities (notes 6(h) and (s))	-	-	-	-	744	-	
1840 Deferred tax assets	777,039	1	313,941	-	425,876	1	2582	Non-current lease liabilities, related parties (notes 6(h), (s) and 7)	1,034,650	2	1,216,311	2	1,281,185	2	
1900 Other non-current assets	9,205	-	9,971	-	9,518	-	2640	Net defined benefit liability, non-current	677,320	1	926,779	1	1,072,652	2	
Total non-current assets	38,486,338	65	42,263,257	67	43,331,262	69	2645	Guarantee deposits received	172,843	-	179,737	-	282,687	-	
Total assets	\$ 59,486,524	100	62,938,411	100	63,616,465	100	Total non-current liabilities	8,667,451	14	10,823,756	17	11,720,898	18		
							Total liabilities	15,078,555	25	17,488,031	28	18,552,095	29		
Equity (note 6(k)):															
3100 Ordinary shares								3100	Ordinary shares	6,461,655	11	6,461,655	10	6,461,655	10
3200 Capital surplus								3200	Capital surplus	18,125,641	30	18,125,632	29	18,125,634	29
3310 Legal reserve								3310	Legal reserve	8,504,731	14	8,473,910	14	8,473,910	13
3320 Special reserve								3320	Special reserve	324,428	1	1,112,574	2	1,112,574	2
3350 Unappropriated retained earnings								3350	Unappropriated retained earnings	12,457,112	21	11,601,037	18	11,317,894	18
3400 Other equity interest								3400	Other equity interest	(1,465,598)	(2)	(324,428)	(1)	(427,297)	(1)
Total equity	\$ 44,407,969	75	45,450,380	72	45,064,370	71	Total liabilities and equity	\$ 59,486,524	100	62,938,411	100	63,616,465	100		

(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 nine months ended September 30, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)

	For the three months ended September 30,				For the nine months ended September 30,			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
4000 Operating revenue (notes 6(m) and 7)	\$ 10,967,450	100	9,191,871	100	29,008,401	100	24,413,049	100
5000 Operating costs (notes 6(d), (f), (g), (h), (i), (n) and 7)	<u>9,917,665</u>	<u>90</u>	<u>8,654,135</u>	<u>94</u>	<u>26,759,522</u>	<u>92</u>	<u>24,072,284</u>	<u>99</u>
Gross profit from operations	<u>1,049,785</u>	<u>10</u>	<u>537,736</u>	<u>6</u>	<u>2,248,879</u>	<u>8</u>	<u>340,765</u>	<u>1</u>
Operating expenses (notes 6(f), (g), (h), (i), (n) and 7):								
6100 Selling expenses	102,105	1	80,036	1	266,035	1	237,133	1
6200 Administrative expenses	<u>327,389</u>	<u>3</u>	<u>332,741</u>	<u>4</u>	<u>963,383</u>	<u>4</u>	<u>979,651</u>	<u>4</u>
Total operating expenses	<u>429,494</u>	<u>4</u>	<u>412,777</u>	<u>5</u>	<u>1,229,418</u>	<u>5</u>	<u>1,216,784</u>	<u>5</u>
Net operating income (loss)	<u>620,291</u>	<u>6</u>	<u>124,959</u>	<u>1</u>	<u>1,019,461</u>	<u>3</u>	<u>(876,019)</u>	<u>(4)</u>
Non-operating income and expenses (notes 6(e), (f), (h), (o) and 7):								
7100 Interest income	22,476	-	50,817	1	121,488	-	194,517	1
7010 Other income	102,356	1	72,772	1	228,544	1	444,564	2
7020 Other gains and losses	156,162	1	(180,272)	(2)	(428,515)	(1)	233,182	1
7050 Finance costs	(3,364)	-	(4,347)	-	(10,625)	-	(13,353)	-
7060 Share of profit of associates accounted for using equity method	<u>9,151</u>	<u>-</u>	<u>3,396</u>	<u>-</u>	<u>6,280</u>	<u>-</u>	<u>22,644</u>	<u>-</u>
Total non-operating income and expenses	<u>286,781</u>	<u>2</u>	<u>(57,634)</u>	<u>-</u>	<u>(82,828)</u>	<u>-</u>	<u>881,554</u>	<u>4</u>
Profit before tax	<u>907,072</u>	<u>8</u>	<u>67,325</u>	<u>1</u>	<u>936,633</u>	<u>3</u>	<u>5,535</u>	<u>-</u>
7950 Less: Tax expense (benefit) (note 6(j))	<u>182,200</u>	<u>1</u>	<u>8,434</u>	<u>-</u>	<u>191,717</u>	<u>-</u>	<u>(19,533)</u>	<u>-</u>
Profit	<u>724,872</u>	<u>7</u>	<u>58,891</u>	<u>1</u>	<u>744,916</u>	<u>3</u>	<u>25,068</u>	<u>-</u>
Other comprehensive income (notes 6(e), (j) and (k)): Components of other comprehensive income that will not be reclassified to profit or loss								
8316 Unrealized (losses) gains from investments in equity instruments measured at fair value through other comprehensive income	11,085	-	(11,984)	-	9,138	-	(76,997)	-
8320 Share of other comprehensive income of associates accounted for using equity method	9,934	-	(10,434)	-	11,387	-	(23,469)	-
8349 Less: income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-	-	-	-	-
Components of other comprehensive income that will not be reclassified to profit or loss	<u>21,019</u>	<u>-</u>	<u>(22,418)</u>	<u>-</u>	<u>20,525</u>	<u>-</u>	<u>(100,466)</u>	<u>-</u>
Components of other comprehensive income that will be reclassified to profit or loss								
8361 Exchange differences on translation	440,427	4	(195,000)	(2)	(1,452,119)	(5)	982,179	4
8399 Less: income tax related to components of other comprehensive income that will be reclassified to profit or loss	<u>88,085</u>	<u>1</u>	<u>(39,000)</u>	<u>-</u>	<u>(290,424)</u>	<u>(1)</u>	<u>196,436</u>	<u>1</u>
Components of other comprehensive income that will be reclassified to profit or loss	<u>352,342</u>	<u>3</u>	<u>(156,000)</u>	<u>(2)</u>	<u>(1,161,695)</u>	<u>(4)</u>	<u>785,743</u>	<u>3</u>
Other comprehensive income, net	<u>373,361</u>	<u>3</u>	<u>(178,418)</u>	<u>(2)</u>	<u>(1,141,170)</u>	<u>(4)</u>	<u>685,277</u>	<u>3</u>
Total comprehensive income	<u>\$ 1,098,233</u>	<u>10</u>	<u>(119,527)</u>	<u>(1)</u>	<u>(396,254)</u>	<u>(1)</u>	<u>710,345</u>	<u>3</u>
Earnings per share (note 6(l))								
9750 Basic earnings per share	\$ <u>1.12</u>		\$ <u>0.09</u>		\$ <u>1.15</u>		\$ <u>0.04</u>	
9850 Diluted earnings per share	\$ <u>1.12</u>		\$ <u>0.09</u>		\$ <u>1.15</u>		\$ <u>0.04</u>	

(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 nine months ended September 30, 2025 and 2024**

(Expressed in Thousands of New Taiwan Dollars)

								Other equity interest		
								Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income		Total equity
	Ordinary share	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings		Exchange differences on translation of foreign financial statements			
Balance at January 1, 2024	\$ 6,461,655	18,125,615	7,857,185	761,647	15,814,388		(1,056,659)	(55,915)	(1,112,574)	47,907,916
Profit for the nine months ended September 30, 2024	-	-	-	-	25,068		-	-	-	25,068
Other comprehensive income for the nine months ended September 30, 2024	-	-	-	-	-		785,743	(100,466)	685,277	685,277
Total comprehensive income for the nine months ended September 30, 2024	-	-	-	-	25,068		785,743	(100,466)	685,277	710,345
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)
Other changes in capital surplus:										
Other changes in capital surplus	-	19	-	-	-		-	-	-	19
Balance at September 30, 2024	\$ 6,461,655	18,125,634	8,473,910	1,112,574	11,317,894		(270,916)	(156,381)	(427,297)	45,064,370
Balance at January 1, 2025	\$ 6,461,655	18,125,632	8,473,910	1,112,574	11,601,037		(95,298)	(229,130)	(324,428)	45,450,380
Profit for the nine months ended September 30, 2025	-	-	-	-	744,916		-	-	-	744,916
Other comprehensive income for the nine months ended September 30, 2025	-	-	-	-	-		(1,161,695)	20,525	(1,141,170)	(1,141,170)
Total comprehensive income for the nine months ended September 30, 2025	-	-	-	-	744,916		(1,161,695)	20,525	(1,141,170)	(396,254)
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)
Other changes in capital surplus:										
Other changes in capital surplus	-	9	-	-	-		-	-	-	9
Balance at September 30, 2025	\$ 6,461,655	18,125,641	8,504,731	324,428	12,457,112		(1,256,993)	(208,605)	(1,465,598)	44,407,969

(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 nine months ended September 30, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

	For the nine months ended September 30,	
	2025	2024
Cash flows from operating activities:		
Profit before tax	\$ 936,633	5,535
Adjustments:		
Adjustments to reconcile profit:		
Depreciation expense	5,100,417	4,839,761
Interest expense	10,625	13,353
Interest income	(121,488)	(194,517)
Dividend income	(1,498)	(2,996)
Share of profit of associates accounted for using equity method	(6,280)	(22,644)
Loss on disposal of property, plant and equipment	16,493	948
Reversal of impairment loss on non-financial assets	-	(75)
Unrealized foreign exchange (gain) loss	(137,960)	110,860
Total adjustments to reconcile profit	<u>4,860,309</u>	<u>4,744,690</u>
Changes in operating assets and liabilities:		
Changes in operating assets:		
Increase in notes and accounts receivable (including related parties)	(2,410,383)	(960,489)
(Increase) decrease in other receivables (including related parties)	(59,614)	22,070
Increase in inventories	(627,265)	(77,932)
Decrease (increase) in prepayments	<u>53,249</u>	<u>(96,564)</u>
Total changes in operating assets	<u>(3,044,013)</u>	<u>(1,112,915)</u>
Changes in operating liabilities:		
Decrease in contract liabilities	(1,663,608)	(937,543)
Increase (decrease) in accounts payable (including related parties)	289,486	(1,254,825)
Decrease in other payables (including related parties)	(366,568)	(840,297)
Increase in other current liabilities	59,819	68,270
Decrease in net defined benefit liabilities	<u>(249,459)</u>	<u>(39,992)</u>
Total changes in operating liabilities	<u>(1,930,330)</u>	<u>(3,004,387)</u>
Total changes in operating assets and liabilities	<u>(4,974,343)</u>	<u>(4,117,302)</u>
Total adjustments	<u>(114,034)</u>	<u>627,388</u>
Cash inflow generated from operations	822,599	632,923
Interest received	122,488	193,537
Interest paid	(10,625)	(13,353)
Income taxes paid	<u>(657,885)</u>	<u>(417,866)</u>
Net cash flows from operating activities	<u>276,577</u>	<u>395,241</u>
Cash flows used in investing activities:		
Acquisition of property, plant and equipment	(1,723,435)	(1,780,982)
Proceeds from disposal of property, plant and equipment	7,770	26,127
Decrease (increase) in other financial assets	604,246	(173,752)
Decrease in other non-current assets	766	5,918
Dividends received	<u>20,735</u>	<u>14,936</u>
Net cash flows used in investing activities	<u>(1,089,918)</u>	<u>(1,907,753)</u>
Cash flows used in financing activities:		
(Decrease) increase in guarantee deposits received	(7,093)	78,911
Payment of lease liabilities	(198,964)	(197,758)
Cash dividends paid	<u>(646,166)</u>	<u>(3,553,910)</u>
Net cash flows used in financing activities	<u>(852,223)</u>	<u>(3,672,757)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>(597,758)</u>	<u>299,344</u>
Net decrease in cash and cash equivalents	<u>(2,263,322)</u>	<u>(4,885,925)</u>
Cash and cash equivalents at beginning of period	<u>8,480,692</u>	<u>12,329,798</u>
Cash and cash equivalents at end of period	<u>\$ 6,217,370</u>	<u>7,443,873</u>

(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 Nine Months Ended September 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 November 5, 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”

(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:

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

Standards or Interpretations	Content of amendment	Effective date per IASB
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. 	<p>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.</p>

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NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES
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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”

(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.

(b) Basis of consolidation

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

Investor	Name of subsidiary	Business activity	Percentage of ownership (%)		
			September 30, 2025	December 31, 2024	September 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.

NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES
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(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.

(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.

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Notes to Consolidated Financial Statements

(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

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 8	-	3
Cash in banks	1,308,970	1,609,676	979,256
Time deposits	2,444,896	3,681,921	4,014,796
Cash equivalents	<u>2,463,496</u>	<u>3,189,095</u>	<u>2,449,818</u>
	<u>\$ 6,217,370</u>	<u>8,480,692</u>	<u>7,443,873</u>

As of September 30, 2025, December 31 and September 30, 2024, the time deposits more than three months of the Group amounted to \$0, \$604,246 and \$451,674, respectively, have been reclassified to prepayments and other current assets.

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

(b) Notes and accounts receivables

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	\$ 30,136	24,071	2,946
Accounts receivable—non-related parties	9,448,747	6,940,566	7,753,341
Accounts receivable—related parties	88,211	54,613	35,836
Less: Loss allowance	<u>(23,004)</u>	<u>(23,004)</u>	<u>(23,004)</u>
	<u>\$ 9,544,090</u>	<u>6,996,246</u>	<u>7,769,119</u>

As of September 30, 2025, December 31 and September 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.

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

September 30, 2025

	Notes and Accounts receivables gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 9,446,784	0.227%	21,402
Past due within 3 months	117,708	1.329%	1,564
Past due 3 to 6 months	680	0%	-
Past due 6 to 12 months	1,922	1.977%	38
	\$ 9,567,094		23,004

December 31, 2024

	Notes and Accounts receivables gross carrying amount	Weighted average loss rate	Loss allowance provision
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
	\$ 7,019,250		23,004

September 30, 2024

	Notes and Accounts receivables gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 7,548,622	0.283%	21,362
Past due within 3 months	243,498	0.673%	1,639
More than 1 year past due	3	100%	3
	\$ 7,792,123		23,004

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NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES
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The movements in the allowance for notes and accounts receivable were as follows:

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

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

(c) Other receivables

	September 30, 2025	December 31, 2024	September 30, 2024
	2025	2024	2024
Other receivables – related parties	\$ 1,769	1,574	3,014
Tax refund receivable	140,316	93,882	145,105
Others	<u>37,710</u>	<u>26,398</u>	<u>23,873</u>
	<u><u>\$ 179,795</u></u>	<u><u>121,854</u></u>	<u><u>171,992</u></u>

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

(d) Inventories

	September 30, 2025	December 31, 2024	September 30, 2024
	2025	2024	2024
Finished goods	\$ 336,676	320,084	394,685
Work in process	2,718,094	2,338,946	2,197,246
Raw materials	1,242,514	970,028	913,605
Supplies	<u>434,636</u>	<u>471,790</u>	<u>466,143</u>
	<u><u>\$ 4,731,920</u></u>	<u><u>4,100,848</u></u>	<u><u>3,971,679</u></u>

The details of costs of sales were as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Inventory that has been sold	\$ 9,057,731	7,550,265	24,073,896	20,797,389
Write-down of inventories (Reversal of write-downs)	74	143	(623)	2,399
Unapportioned manufacturing expenses	<u>859,860</u>	<u>1,103,727</u>	<u>2,686,249</u>	<u>3,272,496</u>
	<u><u>\$ 9,917,665</u></u>	<u><u>8,654,135</u></u>	<u><u>26,759,522</u></u>	<u><u>24,072,284</u></u>

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

For the nine months ended September 30, 2025, net realizable value of inventories has increased due to the increase in market price, the reversal of write-downs amounted to \$623.

For the three months ended September 30, 2025 and 2024, as well as for the nine months ended September 30, 2024, the write-downs of inventories amounted to \$74, \$143, and \$2,399, respectively.

As of September 30, 2025, December 31 and September 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:

	September 30, 2025	December 31, 2024	September 30, 2024
Associates	<u><u>\$ 458,158</u></u>	<u><u>459,726</u></u>	<u><u>474,093</u></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 September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Attributable to the Group:				
Net income	\$ 9,151	3,396	6,280	22,644
Other comprehensive income	9,934	(10,434)	11,387	(23,469)
Total comprehensive income	<u><u>\$ 19,085</u></u>	<u><u>(7,038)</u></u>	<u><u>17,667</u></u>	<u><u>(825)</u></u>

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

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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>
Cost:						
Balance as of January 1, 2025	\$ 4,686,068	69,236,324	22,943	6,246,365	7,525,360	87,717,060
Additions	-	183,317	866	18,762	1,520,490	1,723,435
Disposals	-	(968,897)	(610)	(25,583)	-	(995,090)
Reclassification	-	5,087,561	(524)	921,450	(6,008,487)	-
Effect of exchange rate changes	(144,945)	(1,875,948)	(197)	(14,064)	(4,101)	(2,039,255)
Balance as of September 30, 2025	<u>\$ 4,541,123</u>	<u>71,662,357</u>	<u>22,478</u>	<u>7,146,930</u>	<u>3,033,262</u>	<u>86,406,150</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	-	170,418	297	40,837	1,569,430	1,780,982
Disposals	-	(1,218,262)	(849)	(20,265)	-	(1,239,376)
Reclassification	58,916	1,456,712	-	65,427	(1,581,055)	-
Effect of exchange rate changes	94,273	1,243,726	127	8,941	7,175	1,354,242
Balance as of September 30, 2024	<u>\$ 4,662,862</u>	<u>67,959,373</u>	<u>22,912</u>	<u>6,216,590</u>	<u>8,307,929</u>	<u>87,169,666</u>
Accumulated depreciation and impairment:						
Balance as of January 1, 2025	\$ 3,263,791	40,403,704	13,942	4,044,931	-	47,726,368
Depreciation for the period	98,493	4,567,132	1,473	231,501	-	4,898,599
Disposals	-	(944,969)	(610)	(25,248)	-	(970,827)
Reclassification	-	977	(524)	(453)	-	-
Effect of exchange rate changes	(105,863)	(1,065,402)	(163)	(11,980)	-	(1,183,408)
Balance as of September 30, 2025	<u>\$ 3,256,421</u>	<u>42,961,442</u>	<u>14,118</u>	<u>4,238,751</u>	<u>-</u>	<u>50,470,732</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	128,514	4,299,241	1,539	207,927	-	4,637,221
Reversal of impairment loss	-	(75)	-	-	-	(75)
Disposals	-	(1,191,591)	(849)	(19,861)	-	(1,212,301)
Reclassification	-	220	-	(220)	-	-
Effect of exchange rate changes	64,034	641,685	98	7,129	-	712,946
Balance as of September 30, 2024	<u>\$ 3,204,658</u>	<u>39,113,281</u>	<u>13,410</u>	<u>3,973,626</u>	<u>-</u>	<u>46,304,975</u>
Carrying amounts:						
Balance as of September 30, 2025	<u>\$ 1,284,702</u>	<u>28,700,915</u>	<u>8,360</u>	<u>2,908,179</u>	<u>3,033,262</u>	<u>35,935,418</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 September 30, 2024	<u>\$ 1,458,204</u>	<u>28,846,092</u>	<u>9,502</u>	<u>2,242,964</u>	<u>8,307,929</u>	<u>40,864,691</u>

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

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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:

	Land	Buildings	Total
Cost:			
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	11,322	22,821
Effect of exchange rate changes	<u>(2,186)</u>	<u>-</u>	<u>(2,186)</u>
Balance as of September 30, 2025	<u>\$ 439,202</u>	<u>2,164,908</u>	<u>2,604,110</u>
Balance as of January 1, 2024	\$ 419,435	2,135,615	2,555,050
Additions	-	14,224	14,224
Change in an index of lease payment	8,683	28,329	37,012
Effect of exchange rate changes	<u>1,422</u>	<u>-</u>	<u>1,422</u>
Balance as of September 30, 2024	<u>\$ 429,540</u>	<u>2,178,168</u>	<u>2,607,708</u>
Accumulated depreciation:			
Balance as of January 1, 2025	\$ 236,648	882,482	1,119,130
Depreciation for the period	57,566	144,252	201,818
Write off	-	(22,931)	(22,931)
Effect of exchange rate changes	<u>(425)</u>	<u>-</u>	<u>(425)</u>
Balance as of September 30, 2025	<u>\$ 293,789</u>	<u>1,003,803</u>	<u>1,297,592</u>
Balance as of January 1, 2024	\$ 163,316	684,542	847,858
Depreciation for the period	54,730	147,810	202,540
Effect of exchange rate changes	<u>226</u>	<u>-</u>	<u>226</u>
Balance as of September 30, 2024	<u>\$ 218,272</u>	<u>832,352</u>	<u>1,050,624</u>
Carrying amount:			
Balance as of September 30, 2025	<u>\$ 145,413</u>	<u>1,161,105</u>	<u>1,306,518</u>
Balance as of December 31, 2024	<u>\$ 193,241</u>	<u>1,295,686</u>	<u>1,488,927</u>
Balance as of September 30, 2024	<u>\$ 211,268</u>	<u>1,345,816</u>	<u>1,557,084</u>

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Notes to Consolidated Financial Statements

(h) Lease liabilities

The carrying amount of the lease liabilities was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Current	<u><u>\$ 267,027</u></u>	<u><u>263,160</u></u>	<u><u>264,930</u></u>
Non-current	<u><u>\$ 1,034,650</u></u>	<u><u>1,216,311</u></u>	<u><u>1,281,929</u></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 September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	<u><u>\$ 3,364</u></u>	<u><u>4,002</u></u>	<u><u>10,554</u></u>	<u><u>12,353</u></u>
Interest on lease liabilities	<u><u>\$ 3,364</u></u>	<u><u>4,002</u></u>	<u><u>10,554</u></u>	<u><u>12,353</u></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><u>\$ 9,465</u></u>	<u><u>8,078</u></u>	<u><u>29,167</u></u>	<u><u>24,432</u></u>

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

	For the nine months ended September 30,	
	2025	2024
	<u><u>\$ 238,685</u></u>	<u><u>234,543</u></u>
Total cash outflow for leases	<u><u>\$ 238,685</u></u>	<u><u>234,543</u></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.

(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.

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

(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 September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	\$	\$	\$	\$
Operating costs	4,375	5,082	13,110	15,206
Selling expenses	143	211	452	621
Administrative expenses	703	803	2,099	2,462
	\$ 5,221	6,096	15,661	18,289

(ii) Defined contribution plan

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

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	\$	\$	\$	\$
Operating costs	118,323	109,158	354,881	326,623
Selling expenses	1,899	1,943	5,903	5,930
Administrative expenses	7,204	14,994	22,276	44,295
	\$ 127,426	126,095	383,060	376,848

(j) Income tax

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

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	\$	\$	\$	\$
Current income tax expense	363,206	81,194	393,800	54,582
Deferred income tax benefit	(181,006)	(72,760)	(202,083)	(74,115)
Total income tax expense (benefit)	\$ 182,200	8,434	191,717	(19,533)

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

	For the three months ended		For the nine months ended	
	September 30, 2025	2024	September 30, 2025	2024
Components of other comprehensive income that will be reclassified to profit or loss:				
Exchange differences on translation of foreign financial statements	\$ <u>88,085</u>	<u>(39,000)</u>	<u>(290,424)</u>	<u>196,436</u>

- (ii) The Company's tax returns for the year through 2022 were assessed by the ROC tax authorities.
- (iii) As of September 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.
- (k) Capital and other equity interest

Except for those described below, there were no material changes in equity for the nine months ended September 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.

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

(i) Capital surplus

The components of capital surplus were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
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	366	357	359
	\$ 18,125,641	18,125,632	18,125,634

(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.

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	
	Dividends per share (NTD)	Amount	Dividends per share (NTD)	Amount
Dividends distributed to common shareholders:				
Cash	\$ 1.00	646,166	5.50	3,553,910

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

(iii) Other equity interest (net of tax)

	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets at fair value through other comprehensive income	Total
Balances as of January 1, 2025	\$ (95,298)	(229,130)	(324,428)
Exchange differences on translation of foreign operations	(1,161,695)	-	(1,161,695)
Unrealized gains (losses) on financial assets at fair value through other comprehensive income	-	9,138	9,138
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income, associates accounted for using equity method	-	11,387	11,387
Balances as of September 30, 2025	<u><u>\$ (1,256,993)</u></u>	<u><u>(208,605)</u></u>	<u><u>(1,465,598)</u></u>
Balances as of January 1, 2024	\$ (1,056,659)	(55,915)	(1,112,574)
Exchange differences on translation of foreign operations	785,743	-	785,743
Unrealized gains (losses) on financial assets at fair value through other comprehensive income	-	(76,997)	(76,997)
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income, associates accounted for using equity method	-	(23,469)	(23,469)
Balances as of September 30, 2024	<u><u>\$ (270,916)</u></u>	<u><u>(156,381)</u></u>	<u><u>(427,297)</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 nine months ended September 30, 2025 and 2024 was as follows:

(i) Basic earnings per share

1) Net profit attributable to equity shareholders of the Company

	For the three months ended		For the nine months ended	
	September 30,		September 30,	
	2025	2024	2025	2024
Net profit attributable to equity shareholders of the Company	\$ <u>724,872</u>	<u>58,891</u>	<u>744,916</u>	<u>25,068</u>

2) Weighted average number of ordinary shares outstanding

	For the three months ended		For the nine months ended	
	September 30,		September 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 profit attributable to equity shareholders of the Company (diluted)

	For the three months ended		For the nine months ended	
	September 30,		September 30,	
	2025	2024	2025	2024
Net profit attributable to equity shareholders of the Company (diluted)	\$ <u>724,872</u>	<u>58,891</u>	<u>744,916</u>	<u>25,068</u>

(Continued)

NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES
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2) Weighted average number of ordinary shares outstanding (diluted)

	For the three months ended September 30,		For the nine months ended September 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)	8	-	9	15
Weighted average number of ordinary shares outstanding (diluted) (in thousands of shares)	<u>646,174</u>	<u>646,166</u>	<u>646,175</u>	<u>646,181</u>

(m) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Primary geographical markets:				
Taiwan	\$ 3,999,842	2,955,684	10,515,907	7,926,572
USA	527,949	535,448	1,580,844	1,907,941
Mainland China	4,089,470	4,428,199	11,000,664	10,988,507
Korea	519,205	367,959	1,540,886	963,034
Other countries	1,830,984	904,581	4,370,100	2,626,995
	<u>\$ 10,967,450</u>	<u>9,191,871</u>	<u>29,008,401</u>	<u>24,413,049</u>

(Continued)

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

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	2025	2024	2025	2024
Major products:				
Printed circuit board	\$ 10,630,397	8,939,562	28,210,134	23,747,174
Others	<u>337,053</u>	<u>252,309</u>	<u>798,267</u>	<u>665,875</u>
	<u>\$ 10,967,450</u>	<u>9,191,871</u>	<u>29,008,401</u>	<u>24,413,049</u>
(ii) Contract balances				
		September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	\$ 30,136	24,071	2,946	
Accounts receivable—non-related parties	9,448,747	6,940,566	7,753,341	
Accounts receivable—related parties	88,211	54,613	35,836	
Less: Loss allowance	<u>(23,004)</u>	<u>(23,004)</u>	<u>(23,004)</u>	
	<u>\$ 9,544,090</u>	<u>6,996,246</u>	<u>7,769,119</u>	
		September 30, 2025	December 31, 2024	September 30, 2024
Contract liabilities—unearned sales	<u>\$ 6,069,738</u>	<u>7,733,346</u>	<u>8,287,882</u>	
		September 30, 2025	December 31, 2024	September 30, 2024
Current	\$ 2,218,144	2,218,144	2,218,144	
Non-current	<u>3,851,594</u>	<u>5,515,202</u>	<u>6,069,738</u>	
	<u>\$ 6,069,738</u>	<u>7,733,346</u>	<u>8,287,882</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 nine months ended September 30, 2025 and 2024 that were included in the contract liability balance at the beginning of the period were \$1,663,608 and \$1,465,496, respectively.

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(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 estimated remunerations to employees amounted to \$1,818, \$49, \$1,876 and \$49 for the three months and nine months ended September 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 September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	\$	\$	\$	\$
Interest income from bank deposits	\$ 13,325	45,854	86,288	170,816
Other interest income	<u>9,151</u>	<u>4,963</u>	<u>35,200</u>	<u>23,701</u>
	<u>\$ 22,476</u>	<u>50,817</u>	<u>121,488</u>	<u>194,517</u>

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(ii) Other income

The details of other income were as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Rental income	\$ 11,302	10,004	31,058	31,692
Dividend revenue	1,498	2,996	1,498	2,996
Government grants	5,377	1,077	6,037	209,280
Others	<u>84,179</u>	<u>58,695</u>	<u>189,951</u>	<u>200,596</u>
	<u>\$ 102,356</u>	<u>72,772</u>	<u>228,544</u>	<u>444,564</u>

(iii) Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Losses on disposal of property, plant and equipment	\$ (10,339)	(1,285)	(16,493)	(948)
Net foreign exchange gains (losses)	167,446	(178,045)	(406,920)	236,484
Reversal of impairment loss on property, plant and equipment	-	-	-	75
Others	<u>(945)</u>	<u>(942)</u>	<u>(5,102)</u>	<u>(2,429)</u>
	<u>\$ 156,162</u>	<u>(180,272)</u>	<u>(428,515)</u>	<u>233,182</u>

(iv) Finance costs

The details of finance costs were as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
Interest expense	\$ <u>3,364</u>	<u>4,347</u>	<u>10,625</u>	<u>13,353</u>

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NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES
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(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
September 30, 2025							
Non-derivative financial liabilities							
Accounts payable (including related parties)	\$ 1,806,222	1,806,222	1,806,222	-	-	-	-
Other payables (including related parties)	1,828,583	1,828,583	1,828,583	-	-	-	-
Lease liabilities (including current portion)	<u>1,301,677</u>	<u>1,340,634</u>	<u>139,726</u>	<u>138,980</u>	<u>202,272</u>	<u>606,816</u>	<u>252,840</u>
	\$ 4,936,482	4,975,439	3,774,531	138,980	202,272	606,816	252,840
December 31, 2024							
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>
	\$ 5,192,174	5,241,042	3,852,315	137,136	253,910	598,609	399,072
September 30, 2024							
Non-derivative financial liabilities							
Accounts payable (including related parties)	\$ 1,803,361	1,803,361	1,803,361	-	-	-	-
Other payables (including related parties)	1,942,029	1,942,029	1,942,029	-	-	-	-
Lease liabilities (including current portion)	<u>1,546,859</u>	<u>1,599,569</u>	<u>142,088</u>	<u>137,136</u>	<u>272,780</u>	<u>598,609</u>	<u>448,956</u>
	\$ 5,292,249	5,344,959	3,887,478	137,136	272,780	598,609	448,956

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
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(ii) Currency risk

1) Exposure to foreign currency risk

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

	September 30, 2025		
	Foreign currency	Exchange rate	New Taiwan Dollars
Financial assets			
Monetary items			
USD	\$ 308,348	30.4690	9,395,056
EUR	690	35.7268	24,645
JPY	65,117	0.2050	13,349
CNY	425	4.2880	1,821
Financial liabilities			
Monetary items			
USD	6,279	30.4690	191,330
JPY	574,817	0.2050	117,837
	December 31, 2024		
	Foreign currency	Exchange rate	New Taiwan Dollars
Financial assets			
Monetary items			
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
Financial liabilities			
Monetary items			
USD	7,073	32.7810	231,847
EUR	18	34.0652	613
JPY	733,361	0.2087	153,052

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NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES
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	<u>September 30, 2024</u>		
	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>New Taiwan Dollars</u>
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	\$ 289,721	31.6510	9,169,968
EUR	1,205	35.2472	42,480
JPY	9,668	0.2220	2,146
CNY	40	4.5167	179
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	16,815	31.6510	532,198
EUR	18	35.2472	634
JPY	338,791	0.2220	75,212

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 September 30, 2025 and 2024 would have increased or decreased the net income before tax by \$91,257 and \$86,067 for the nine months ended September 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 nine months ended September 30, 2025 and 2024 were the net exchange (losses) gains of \$(406,920) and \$236,484, 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.

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 nine months ended September 30, 2025 and 2024, will have no significant impact on the Group's profit.

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(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	September 30, 2025			
		Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	\$ 115,496	115,496	-	-	115,496
Financial assets measured by amortized cost					
Cash and cash equivalents	6,217,370	-	-	-	-
Notes and accounts receivable, net (including related parties)	9,544,090	-	-	-	-
Other receivables (including related parties)	39,479	-	-	-	-
Total	\$ 15,916,435	115,496	-	-	115,496
Financial liabilities measured by amortized cost					
Accounts payable (including related parties)	\$ 1,806,222	-	-	-	-
Other payables (including related parties)	1,828,583	-	-	-	-
Lease liabilities (including current portion)	1,301,677	-	-	-	-
Total	\$ 4,936,482	-	-	-	-
December 31, 2024					
	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
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	-	-	-	-
Total	\$ 16,215,514	106,358	-	-	106,358

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	Carrying Amount	December 31, 2024			
		Level 1	Level 2	Level 3	Total
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	-	-	-	-
Total	\$ 5,192,174	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
September 30, 2024					
	Carrying Amount	Fair Value			
	Level 1	Level 2	Level 3	Total	
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	\$ 160,286	<u><u>160,286</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>160,286</u></u>
Financial assets measured by amortized cost					
Cash and cash equivalents	7,443,873	-	-	-	-
Notes and accounts receivable, net (including related parties)	7,769,119	-	-	-	-
Other receivables (including related parties)	26,887	-	-	-	-
Other financial assets (recognized as other current assets)	451,674	-	-	-	-
Total	\$ 15,851,839	<u><u>160,286</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>160,286</u></u>
Financial liabilities measured by amortized cost					
Accounts payable (including related parties)	\$ 1,803,361	-	-	-	-
Other payables (including related parties)	1,942,029	-	-	-	-
Lease liabilities (including current portion)	1,546,859	-	-	-	-
Total	\$ 5,292,249	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

(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.

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(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 nine months ended September 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:

	<u>January 1, 2025</u>	<u>Cash flows</u>	<u>Non-cash changes</u>			<u>September 30, 2025</u>
			<u>Foreign exchange movement</u>	<u>Acquisition</u>	<u>Changes in lease payments</u>	
Lease liabilities (including current portion)	\$ <u>1,479,471</u>	<u>(198,964)</u>	<u>-</u>	<u>22,821</u>	<u>(1,651)</u>	<u>1,301,677</u>

	<u>January 1, 2024</u>	<u>Cash flows</u>	<u>Non-cash changes</u>			<u>September 30, 2024</u>
			<u>Foreign exchange movement</u>	<u>Acquisition</u>	<u>Changes in lease payments</u>	
Lease liabilities (including current portion)	\$ <u>1,693,381</u>	<u>(197,758)</u>	<u>-</u>	<u>51,236</u>	<u>-</u>	<u>1,546,859</u>

(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.

NAN YA PRINTED CIRCUIT BOARD CORPORATION AND SUBSIDIARIES
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(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.

Name of related party	Relationship with the Group
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:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025		2024	
	Associates	Other related parties	Associates	Other related parties
	\$ 288,202	317	125,832	194
	\$ 288,519	126,026	570,487	816
			571,303	431
			480,981	481,412

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.

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(ii) Receivables from related parties

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

Account	Relationship	September 30, 2025	December 31, 2024	September 30, 2024
Accounts receivable due from related parties	Associates	\$ 88,030	54,568	35,745
Accounts receivable due from related parties	Other related parties	181	45	91
		<u>\$ 88,211</u>	<u>54,613</u>	<u>35,836</u>

(iii) Purchases from related parties

Significant purchases from related parties were as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
The parent company	\$ 518,810	465,465	1,370,837	1,238,918
Other related parties				
NEMK	196,212	243,070	560,369	594,136
WTC	34,727	30,098	101,891	116,107
Others	<u>35,176</u>	<u>30,330</u>	<u>109,776</u>	<u>77,346</u>
	<u>\$ 784,925</u>	<u>768,963</u>	<u>2,142,873</u>	<u>2,026,507</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.

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(iv) Payables to related parties

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

Account	Relationship	September 30, 2025	December 31, 2024	September 30, 2024
Accounts payable to related parties	The parent company	\$ 126,530	145,372	152,561
Accounts payable to related parties	Other related parties NEMK	60,524	47,428	81,265
Accounts payable to related parties	WTC	18,837	20,289	13,723
Accounts payable to related parties	Others	11,571	8,668	6,696
		\$ 217,462	221,757	254,245

(v) Property transaction

The Group purchased fixed assets from the parent company with the acquisition price of \$237,848 for the nine months ended September 30, 2025. As of September 30, 2025, the Group still had unpaid payables accounted for as other payables to related parties amounting to \$53,569.

The Group purchased fixed assets from other related parties—Nan Ya Electronic Materials (Kunshan) Co., Ltd. with the acquisition price of \$118 for the nine months ended September 30, 2024. There was no unpaid balance as of September 30, 2024.

(vi) 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:

	Lease revenue			
	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	\$ 3,203	3,173	9,549	9,391
The parent company	\$ 3,203	3,173	9,549	9,391

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

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

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 nine months ended September 30, 2025 and 2024, the above rentals amounting to \$8,926, \$6,985, \$26,548 and \$22,848, respectively, were recognized as expenses. For the three months and nine months ended September 30, 2025 and 2024, the amount of \$3,360, \$3,989, \$10,535 and \$12,287 was recognized as interest expense. As of September 30, 2025, December 31 and September 30, 2024 the balance of lease liabilities amounting to \$1,300,933, \$1,474,778 and \$1,538,968 respectively.

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

(vii) Others

The Group bought utilities such as steam, water and electricity from other related parties-Nan Ya Electronic Materials (Kunshan) Co., Ltd. amounting to \$58,412, \$73,798, \$230,638 and \$256,290, for the three months and nine months ended September 30, 2025 and 2024, respectively. As of September 30, 2025, December 31 and September 30, 2024, the Group still had unpaid payables accounted for as other payables to related parties amounting to \$21,251, \$40,306 and \$52,918, respectively.

For the three months and nine months ended September 30, 2025 and 2024, the Group provides sewage treatment service to Nan Ya Electronic Materials (Kunshan) Co., Ltd. and receives \$5,436, \$7,896, \$15,617 and \$19,369, respectively. As of September 30, 2025, December 31 and September 30, 2024, the Group still had uncollected receivables accounted for as other receivables due from related parties amounting to \$1,769, \$1,574 and \$3,014, respectively.

(d) Key management personnel compensation

Key management personnel compensation comprised

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	\$	\$	\$	\$
Short-term employee benefits	\$ <u>3,340</u>	\$ <u>7,313</u>	\$ <u>16,319</u>	\$ <u>21,938</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:

	September 30, 2025	December 31, 2024	September 30, 2024
Outstanding letters of credit for the importation of raw materials	\$ <u> -</u>	\$ <u>92,037</u>	\$ <u>3,716</u>

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

	September 30, 2025	December 31, 2024	September 30, 2024
The guarantee for customs	\$ <u>30,000</u>	\$ <u>26,000</u>	\$ <u>26,000</u>
The guarantee for letters of credit	\$ <u>20,520</u>	\$ <u>39,500</u>	\$ <u>39,500</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:

	For the three months ended September 30, 2025			For the three months ended September 30, 2024		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salaries	1,906,380	193,550	2,099,930	1,700,441	179,456	1,879,897
Labor and health insurance	151,499	14,079	165,578	142,073	18,619	160,692
Pension expenses	122,698	9,949	132,647	114,240	17,951	132,191
Remuneration of directors	-	1,490	1,490	-	1,500	1,500
Other personnel expenses	54,683	4,301	58,984	54,715	6,862	61,577
Depreciation expenses	1,720,259	6,171	1,726,430	1,615,579	6,881	1,622,460

(Continued)

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

	For the nine months ended September 30, 2025			For the nine months ended September 30, 2024		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salaries	5,239,932	550,453	5,790,385	4,865,141	515,238	5,380,379
Labor and health insurance	449,699	43,304	493,003	433,302	56,076	489,378
Pension expenses	367,991	30,730	398,721	341,829	53,308	395,137
Remuneration of directors	-	4,590	4,590	-	4,610	4,610
Other personnel expenses	164,814	13,319	178,133	164,432	20,325	184,757
Depreciation expenses	5,081,099	19,318	5,100,417	4,819,779	19,982	4,839,761

(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	NYPC	Parent company	Purchase	1,350,050	14.91 %	O/A 30 days	-	-	(120,029)	(9.67)%	-
The Company	NPKC	Subsidiary of the Company	Purchase	3,190,263	35.24 %	O/A 30 days	-	-	(415,177)	(33.44)%	Note
The Company	FATC	Associates	(sale)	(302,734)	(1.43)%	O/A 70 days	-	-	11,031	0.17%	-
NPKC	The Company	Parent company	(sale)	(3,190,263)	(28.90)%	O/A 30 days	-	-	415,177	12.27%	Note
NPKC	FATC	Associates	(sale)	(267,753)	(2.43)%	O/A 70 days	-	-	76,999	2.28%	-
NPKC	NEMK	Other related parties	Purchase	560,369	8.67 %	O/A 60 days	-	-	(60,524)	(6.18)%	-

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	415,177	10.95	-		415,177	-

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	3,190,263	O/A 30 days	11.00%
1	NPKC	The Company	2	Accounts receivable due from related parties	415,177	O/A 30 days	0.70%

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 nine months ended September 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 September 30, 2025			Net income (losses) of investee	Share of profits/(losses) of investee	Note
				September 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 %	18,910,925	(317,136)	(317,136)	Note1
The Company	NPUC	USA	Customer sales promotion	3,479	3,479	1,000	100.00 %	22,041	1,298	1,298	Note1
The Company	FATC	TW	Assembling testing and producing modules for IC	472,968	472,968	13,267	3.00 %	458,158	201,297	6,280	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 September 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	(317,808)	100.00%	(317,808)	18,895,443	4,063,822

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 September 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 nine months ended September 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:

	For the three months ended September 30, 2025			
	Domestic	American	Asian	Adjustments and elimination
Revenue:				
From external clients	\$ 7,750,655	-	3,216,795	-
Intersegments	2,634	6,772	1,113,986	(1,123,392)
Total revenue	<u><u>\$ 7,753,289</u></u>	<u><u>6,772</u></u>	<u><u>4,330,781</u></u>	<u><u>(1,123,392)</u></u>
Income/Loss of reportable segments	<u><u>\$ 906,924</u></u>	<u><u>453</u></u>	<u><u>198,109</u></u>	<u><u>(198,414)</u></u>
				Total
				10,967,450
				-
				-
	For the three months ended September 30, 2024			
	Domestic	American	Asian	Adjustments and elimination
Revenue:				
From external clients	\$ 6,131,329	-	3,060,542	-
Intersegments	1,439	7,158	1,113,625	(1,122,222)
Total revenue	<u><u>\$ 6,132,768</u></u>	<u><u>7,158</u></u>	<u><u>4,174,167</u></u>	<u><u>(1,122,222)</u></u>
Income/Loss of reportable segments	<u><u>\$ 67,303</u></u>	<u><u>346</u></u>	<u><u>(21,265)</u></u>	<u><u>20,941</u></u>
				Total
				9,191,871
				-
				-
	For the nine months ended September 30, 2025			
	Domestic	American	Asian	Adjustments and elimination
Revenue:				
From external clients	\$ 21,158,145	-	7,850,256	-
Intersegments	6,526	22,836	3,190,263	(3,219,625)
Total revenue	<u><u>\$ 21,164,671</u></u>	<u><u>22,836</u></u>	<u><u>11,040,519</u></u>	<u><u>(3,219,625)</u></u>
Income/Loss of reportable segments	<u><u>\$ 936,053</u></u>	<u><u>1,878</u></u>	<u><u>(317,136)</u></u>	<u><u>315,838</u></u>
				Total
				29,008,401
				-
				-
	For the nine months ended September 30, 2024			
	Domestic	American	Asian	Adjustments and elimination
Revenue:				
From external clients	\$ 16,355,329	-	8,057,720	-
Intersegments	2,668	23,044	3,095,538	(3,121,250)
Total revenue	<u><u>\$ 16,357,997</u></u>	<u><u>23,044</u></u>	<u><u>11,153,258</u></u>	<u><u>(3,121,250)</u></u>
Income/Loss of reportable segments	<u><u>\$ 24,245</u></u>	<u><u>1,760</u></u>	<u><u>(145,608)</u></u>	<u><u>125,138</u></u>
				Total
				24,413,049
				-
				-
	Assets of reportable segments			
	Domestic	American	Asian	Adjustments and elimination
September 30, 2025	\$ 58,455,873	22,105	20,420,252	(19,411,706)
December 31, 2024	\$ 61,871,968	22,349	24,295,119	(23,251,025)
September 30, 2024	<u><u>\$ 62,084,732</u></u>	<u><u>21,340</u></u>	<u><u>24,744,424</u></u>	<u><u>(23,234,031)</u></u>
				Total
				59,486,524
				62,938,411
				63,616,465
	Liabilities of reportable segments			
	Domestic	American	Asian	Adjustments and elimination
September 30, 2025	\$ 14,047,904	64	1,456,737	(426,150)
December 31, 2024	\$ 16,421,588	-	1,448,692	(382,249)
September 30, 2024	<u><u>\$ 17,020,362</u></u>	<u><u>47</u></u>	<u><u>1,948,316</u></u>	<u><u>(416,630)</u></u>
				Total
				15,078,555
				17,488,031
				18,552,095