

**NANYA TECHNOLOGY CORPORATION AND  
SUBSIDIARIES**

**Consolidated Financial Statements**

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

Address: No.98, Nanlin Rd., Dake Vil., Taishan Dist., New Taipei City, Taiwan (R.O.C.)  
Telephone: (02)2904-5858

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 Nanya Technology Corporation :

### Introduction

We have reviewed the accompanying consolidated balance sheets of Nanya Technology Corporation (the "Company") and its subsidiaries (together referred to as the "Group") as of June 30, 2025 and 2024, the related consolidated statements of comprehensive income for the three months and six months ended June 30, 2025 and 2024, 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. The 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 ("IASs") 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 Nanya Technology 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 Jhang, Jhao-Wun and Lee, Tzu-Hui.

KPMG

Taipei, Taiwan (Republic of China)  
August 7, 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' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' report and consolidated financial statements, the Chinese version shall prevail.

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

## Nanya Technology Corporation and Subsidiaries

## Consolidated Balance Sheets

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

(Expressed in Thousands of New Taiwan Dollars)

Assets		June 30, 2025		December 31, 2024		June 30, 2024		Liabilities and Equity		June 30, 2025		December 31, 2024		June 30, 2024	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
<b>Current assets:</b>								<b>Current liabilities:</b>							
1100	Cash and cash equivalents (Note 6(a))	\$ 52,571,722	26	61,902,779	30	65,491,350	33	2100	Short-term borrowings (Notes 6(i) and (z))	\$ 9,676,000	5	14,536,000	7	12,016,500	6
1170	Accounts receivable, net (Notes 6(c) and (t))	5,938,394	3	4,132,016	2	6,267,518	3	2110	Short-term notes payable (Notes 6(j) and (z))	3,792,203	2	6,734,090	3	2,394,201	1
1180	Accounts receivable due from related parties, net (Notes 6(c), (t) and 7)	11,617	-	-	-	-	-	2170	Accounts payable	4,940,925	2	5,008,693	3	3,507,795	2
1200	Other receivables (Note 6(d))	4,016,218	2	3,908,000	2	3,797,625	2	2180	Accounts payable to related parties (Note 7)	116,824	-	171,043	-	183,563	-
1210	Other receivables due from related parties (Note 7)	205,191	-	-	-	127,360	-	2200	Other payables	3,976,418	2	4,337,915	2	4,053,134	2
1310	Inventories (Note 6(e))	35,528,632	17	35,318,045	17	29,054,303	14	2220	Other payables to related parties (Note 7)	1,149,264	1	1,501,159	1	1,422,915	1
1410	Prepayments	1,232,024	-	1,421,633	1	1,240,058	1	2230	Current tax liabilities	-	-	55,996	-	-	-
1470	Other current assets	1,349,764	1	1,263,364	-	772,190	-	2280	Current lease liabilities (Notes 6(m), (z) and 7)	444,807	-	417,230	-	413,636	-
	<b>Total current assets</b>	<u>100,853,562</u>	<u>49</u>	<u>107,945,837</u>	<u>52</u>	<u>106,750,404</u>	<u>53</u>	2399	Other current liabilities (Note 6(n))	81,943	-	17,855	-	17,453	-
<b>Non-current assets:</b>									<b>Total current liabilities</b>	<u>24,178,384</u>	<u>12</u>	<u>32,779,981</u>	<u>16</u>	<u>24,009,197</u>	<u>12</u>
1517	Non-current financial assets at fair value through other comprehensive income	25,748	-	27,820	-	27,321	-		<b>Non-Current liabilities:</b>						
1535	Non-current financial assets at amortized cost, net (Notes 6(b) and 8)	726,024	-	723,586	-	729,493	-	2530	Bonds payable (Notes 6(k) and (z))	3,995,500	2	3,994,900	2	3,994,300	2
1550	Investments accounted for using equity method (Note 6(f))	5,102,773	3	4,644,768	3	4,926,736	3	2540	Long-term borrowings (Notes 6(l), (z) and 8)	16,000,000	8	-	-	-	-
1600	Property, plant and equipment (Notes 6(g), (z), 7 and 8)	86,399,587	43	84,327,212	41	79,861,867	40	2570	Deferred tax liabilities (Note 6(p))	19,876	-	5,304	-	3,617	-
1755	Right-of-use assets (Notes 6(h) and 7)	4,413,342	2	4,349,468	2	4,530,865	2	2580	Non-current lease liabilities (Notes 6(m), (z) and 7)	4,089,643	2	4,037,118	2	4,206,460	2
1780	Intangible assets	645,294	-	688,288	-	812,100	-	2640	Net defined benefit liability, non-current (Note 6(o))	422,175	-	430,645	-	500,369	-
1840	Deferred tax assets (Note 6(p))	5,377,871	3	3,880,696	2	3,136,918	2	2670	Other non-current liabilities (Notes 6(b) and (z))	373,697	-	405,094	-	429,457	-
1990	Other non-current assets	200,925	-	118,642	-	120,491	-		<b>Total non-current liabilities</b>	<u>24,900,891</u>	<u>12</u>	<u>8,873,061</u>	<u>4</u>	<u>9,134,203</u>	<u>4</u>
	<b>Total non-current assets</b>	<u>102,891,564</u>	<u>51</u>	<u>98,760,480</u>	<u>48</u>	<u>94,145,791</u>	<u>47</u>		<b>Total liabilities</b>	<u>49,079,275</u>	<u>24</u>	<u>41,653,042</u>	<u>20</u>	<u>33,143,400</u>	<u>16</u>
	<b>Total assets</b>	<u>\$ 203,745,126</u>	<u>100</u>	<u>206,706,317</u>	<u>100</u>	<u>200,896,195</u>	<u>100</u>		<b>Equity (Note 6(q)):</b>						
								3110	Ordinary shares	30,986,279	15	30,986,279	15	30,986,089	16
								3140	Advance receipts for share capital	-	-	-	-	505	-
								3200	Capital surplus	32,905,259	16	32,834,294	16	32,833,896	16
								3310	Legal reserve	18,626,223	9	18,626,223	9	18,626,223	9
								3350	Unappropriated retained earnings	72,809,004	36	78,851,756	38	81,866,843	41
								3400	Other equity interest	(660,914)	-	3,754,723	2	3,439,239	2
									<b>Total equity</b>	<u>154,665,851</u>	<u>76</u>	<u>165,053,275</u>	<u>80</u>	<u>167,752,795</u>	<u>84</u>
									<b>Total liabilities and equity</b>	<u>\$ 203,745,126</u>	<u>100</u>	<u>206,706,317</u>	<u>100</u>	<u>200,896,195</u>	<u>100</u>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**Nanya Technology 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 Earnings Per Share)

	For the three months ended				For the six months ended				
	June 30,				June 30,				
	2025		2024		2025		2024		
	Amount	%	Amount	%	Amount	%	Amount	%	
4000	Operating revenue (Notes 6(t) and 7)	\$ 10,526,094	100	9,921,043	100	17,714,034	100	19,423,980	100
5000	Operating costs (Notes 6(e), (g), (h), (m), (n), (o), (r), 7 and 10)	(12,689,937)	(121)	(9,634,079)	(97)	(20,952,549)	(118)	(19,413,640)	(100)
	<b>Total gross profit from operations</b>	<u>(2,163,843)</u>	<u>(21)</u>	<u>286,964</u>	<u>3</u>	<u>(3,238,515)</u>	<u>(18)</u>	<u>10,340</u>	<u>-</u>
5910	Less: Unrealized profit from sales	(1,141)	-	-	-	(1,141)	-	-	-
	<b>Gross (loss) profit from operations</b>	<u>(2,164,984)</u>	<u>(21)</u>	<u>286,964</u>	<u>3</u>	<u>(3,239,656)</u>	<u>(18)</u>	<u>10,340</u>	<u>-</u>
	<b>Operating expenses (Notes 6(g), (h), (m), (o), (r) and 7):</b>								
6100	Selling expenses	(182,013)	(2)	(164,561)	(2)	(333,954)	(2)	(317,763)	(2)
6200	Administrative expenses	(443,340)	(4)	(443,089)	(4)	(840,730)	(5)	(872,492)	(4)
6300	Research and development expenses	(1,710,848)	(16)	(1,998,492)	(20)	(3,242,182)	(18)	(4,057,531)	(21)
	<b>Total operating expenses</b>	<u>(2,336,201)</u>	<u>(22)</u>	<u>(2,606,142)</u>	<u>(26)</u>	<u>(4,416,866)</u>	<u>(25)</u>	<u>(5,247,786)</u>	<u>(27)</u>
	<b>Net operating loss</b>	<u>(4,501,185)</u>	<u>(43)</u>	<u>(2,319,178)</u>	<u>(23)</u>	<u>(7,656,522)</u>	<u>(43)</u>	<u>(5,237,446)</u>	<u>(27)</u>
	<b>Non-operating income and expenses (Notes 6(f), (g), (m), (v) and 7):</b>								
7100	Interest income	629,094	6	877,568	9	1,335,951	8	1,713,674	9
7020	Other gains and losses, net	(1,098,463)	(10)	234,727	2	(943,923)	(5)	805,372	4
7050	Finance costs	(154,489)	(1)	(93,809)	(1)	(297,326)	(2)	(170,858)	-
7060	Share of profit of associates accounted for using equity method, net	24,620	-	27,419	-	38,001	-	72,889	-
	<b>Total non-operating income and expenses</b>	<u>(599,238)</u>	<u>(5)</u>	<u>1,045,905</u>	<u>10</u>	<u>132,703</u>	<u>1</u>	<u>2,421,077</u>	<u>13</u>
7900	<b>Loss before tax</b>	<u>(5,100,423)</u>	<u>(48)</u>	<u>(1,273,273)</u>	<u>(13)</u>	<u>(7,523,819)</u>	<u>(42)</u>	<u>(2,816,369)</u>	<u>(14)</u>
7950	<b>Income tax profit (Note 6(p))</b>	<u>998,310</u>	<u>9</u>	<u>458,788</u>	<u>5</u>	<u>1,481,067</u>	<u>8</u>	<u>793,396</u>	<u>4</u>
	<b>Loss</b>	<u>(4,102,113)</u>	<u>(39)</u>	<u>(814,485)</u>	<u>(8)</u>	<u>(6,042,752)</u>	<u>(34)</u>	<u>(2,022,973)</u>	<u>(10)</u>
8300	<b>Other comprehensive income (loss) (Notes 6(o), (p) and (q)):</b>								
8310	<b>Components of other comprehensive income (loss) that will not be reclassified to profit or loss</b>								
8316	Unrealized profit from investments in equity instruments measured at fair value through other comprehensive income	(1,421)	-	696	-	(1,796)	-	1,020	-
8320	Share of other comprehensive income of associates accounted for using equity method	5,350	-	(47,757)	-	15,498	-	(139,039)	(1)
8349	Less: Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	(284)	-	139	-	(359)	-	204	-
	<b>Components of other comprehensive loss that will not be reclassified to profit or loss</b>	<u>4,213</u>	<u>-</u>	<u>(47,200)</u>	<u>-</u>	<u>14,061</u>	<u>-</u>	<u>(138,223)</u>	<u>(1)</u>
8360	<b>Components of other comprehensive loss that may be reclassified to profit or loss</b>								
8361	Exchange differences on translation of foreign financial statements	(5,177,184)	(49)	792,801	7	(4,428,656)	(25)	2,978,383	15
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method	(1,222)	-	-	-	(1,042)	-	-	-
8399	Less: Income tax related to components of other comprehensive income that may be reclassified to profit or loss	-	-	-	-	-	-	-	-
	<b>Components of other comprehensive income that may be reclassified to profit or loss</b>	<u>(5,178,406)</u>	<u>(49)</u>	<u>792,801</u>	<u>7</u>	<u>(4,429,698)</u>	<u>(25)</u>	<u>2,978,383</u>	<u>15</u>
8300	<b>Other comprehensive income, net</b>	<u>(5,174,193)</u>	<u>(49)</u>	<u>745,601</u>	<u>7</u>	<u>(4,415,637)</u>	<u>(25)</u>	<u>2,840,160</u>	<u>14</u>
8500	<b>Comprehensive (loss) income</b>	<u>\$ (9,276,306)</u>	<u>(88)</u>	<u>(68,884)</u>	<u>(1)</u>	<u>(10,458,389)</u>	<u>(59)</u>	<u>817,187</u>	<u>4</u>
	<b>loss per share (Note 6(s))</b>								
9750	Basic loss per share	<u>\$ (1.32)</u>		<u>(0.26)</u>		<u>(1.95)</u>		<u>(0.65)</u>	

See accompanying notes to consolidated financial statements.

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

**Nanya Technology 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)**

	Ordinary shares	Advance receipts for share capital	Capital surplus	Legal reserve	Unappropriated retained earnings	Other equity interest		Total other equity interest	Total equity
						Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income		
<b>Balance at January 1, 2024</b>	\$ 30,981,209	1,505	32,826,323	18,626,223	83,889,816	896,519	(297,440)	599,079	166,924,155
Net loss for the six months ended June 30, 2024	-	-	-	-	(2,022,973)	-	-	-	(2,022,973)
Other comprehensive income (loss) for the six months ended June 30, 2024	-	-	-	-	-	2,978,383	(138,223)	2,840,160	2,840,160
Total comprehensive (loss) income for the six months ended June 30, 2024	-	-	-	-	(2,022,973)	2,978,383	(138,223)	2,840,160	817,187
Other changes in capital surplus:									
Exercise of employee share options	4,880	(1,000)	7,573	-	-	-	-	-	11,453
<b>Balance at June 30, 2024</b>	<b>\$ 30,986,089</b>	<b>505</b>	<b>32,833,896</b>	<b>18,626,223</b>	<b>81,866,843</b>	<b>3,874,902</b>	<b>(435,663)</b>	<b>3,439,239</b>	<b>167,752,795</b>
<b>Balance at January 1, 2025</b>	\$ 30,986,279	-	32,834,294	18,626,223	78,851,756	4,502,042	(747,319)	3,754,723	165,053,275
Net loss for the six months ended June 30, 2025	-	-	-	-	(6,042,752)	-	-	-	(6,042,752)
Other comprehensive (loss) income for the six months ended June 30, 2025	-	-	-	-	-	(4,429,698)	14,061	(4,415,637)	(4,415,637)
Total comprehensive (loss) income for the six months ended June 30, 2025	-	-	-	-	(6,042,752)	(4,429,698)	14,061	(4,415,637)	(10,458,389)
Other changes in capital surplus:									
Share-based payment	-	-	70,716	-	-	-	-	-	70,716
Past due unclaimed dividends	-	-	249	-	-	-	-	-	249
<b>Balance at June 30, 2025</b>	<b>\$ 30,986,279</b>	<b>-</b>	<b>32,905,259</b>	<b>18,626,223</b>	<b>72,809,004</b>	<b>72,344</b>	<b>(733,258)</b>	<b>(660,914)</b>	<b>154,665,851</b>

See accompanying notes to consolidated financial statements.

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

**Nanya Technology 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</b>	
	<b>June 30,</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from (used in) operating activities</b>		
<b>Loss before tax</b>	\$ (7,523,819)	(2,816,369)
<b>Adjustments:</b>		
Adjustments to reconcile profit:		
Depreciation expense	7,589,464	8,001,059
Amortization expense	120,847	126,162
Interest expense	297,326	170,858
Interest income	(1,335,951)	(1,713,674)
Share-based payment	70,716	-
Share of profit of associates accounted for using equity method	(38,001)	(72,889)
(Gain) loss on disposal of property, plant and equipment	(3,609)	1,934
Impairment loss on non-financial assets	14,481	6,442
Unrealized profit from sales	1,141	-
Unrealized foreign exchange (gain) loss	(65,887)	41,224
Gain on lease modification	-	(142)
<b>Total adjustments to reconcile profit</b>	6,650,527	6,560,974
<b>Changes in operating assets and liabilities:</b>		
Accounts receivable (including related parties)	(1,865,183)	(1,027,929)
Other receivables (including related parties)	(243,130)	(311,866)
Inventories	(210,587)	(1,419,904)
Prepayments	189,609	(490,725)
Other current assets	(86,400)	(125,578)
Accounts payable (including related parties)	(173,538)	(145,287)
Other payables (including related parties)	(616,567)	437,640
Other current liabilities	64,088	(8)
Net defined benefit liability	(8,470)	(5,318)
Other non-current liabilities	3,262	1,010
<b>Total net changes used in operating assets and liabilities</b>	(2,946,916)	(3,087,965)
Cash inflow (used in) from operations	(3,820,208)	656,640
Interest received	1,437,394	1,703,762
Interest paid	(289,101)	(162,207)
Income taxes (paid) refunded	(25,980)	11,096
<b>Net cash flows (used in) from operating activities</b>	(2,697,895)	2,209,291
<b>Cash flows used in investing activities:</b>		
Acquisition of financial assets at amortized cost	(2,503)	(10)
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	276	-
Acquisition of financial assets designated at fair value through profit or loss	-	(6,000)
Acquisition of investments accounted for using equity method	(611,880)	-
Acquisition of property, plant and equipment	(9,326,973)	(5,437,695)
Proceeds from disposal of property, plant and equipment	3,609	1,149
Increase in refundable deposits	(50,994)	(3,225)
Acquisition of intangible assets	(185,631)	(112,631)
Increase in other non-current assets	(35,541)	(203)
<b>Net cash flows used in investing activities</b>	(10,209,637)	(5,558,615)
<b>Cash flows from financing activities:</b>		
(Decrease) increase in short-term borrowings	(4,860,000)	835,500
(Decrease) increase in short-term notes payable	(2,950,000)	2,400,000
Proceed from issuing bonds	-	4,000,000
Payment on cost of issuing bonds	-	(6,000)
Proceeds from long-term borrowings	16,000,000	-
(Decrease) increase in guarantee deposits received	(3,049)	2,924
Payment of lease liabilities	(216,525)	(203,707)
Exercise of employee share options	-	11,453
<b>Net cash flows from financing activities</b>	7,970,426	7,040,170
<b>Effect of exchange rate changes on cash and cash equivalents</b>	(4,393,951)	2,988,461
<b>Net (decrease) increase in cash and cash equivalents</b>	(9,331,057)	6,679,307
<b>Cash and cash equivalents at beginning of period</b>	61,902,779	58,812,043
<b>Cash and cash equivalents at end of period</b>	\$ 52,571,722	65,491,350

See accompanying notes to consolidated financial statements.

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

**Nanya Technology Corporation and Subsidiaries**

**Notes to the Consolidated Financial Statements**

**June 30, 2025 and 2024**

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

**(1) Company history**

Nanya Technology Corporation (the “Company”) was legally established with the approval of the Ministry of Economic Affairs on March 4, 1995, with registered address at No.98 Nanlin Road Dake Vil., Taishan District, New Taipei City, Taiwan. The main operating activities of the Company and its subsidiary (the “Group”) are researching, developing, manufacturing and selling semiconductor products, and the import and export of its machinery, equipment and raw materials.

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

The consolidated financial statements were authorized for issuance by the Board of Directors on August 7, 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”

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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- (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> <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

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**NANYA TECHNOLOGY 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”

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

**(a) Statement of compliance**

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

The significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2024. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2024.

**(b) Basis of consolidation**

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

Investor	The name of subsidiaries	Business activity	Shareholding		
			June 30, 2025	December 31, 2024	June 30, 2024
The Company	NANYA TECHNOLOGY CORP. U.S.A	Sales of semiconductor products	100.00 %	100.00 %	100.00 %
The Company	NANYA TECHNOLOGY CORP. Delaware	Design of semiconductor products	100.00 %	100.00 %	100.00 %
The Company	NANYA TECHNOLOGY CORP. H.K.	Sales of semiconductor products	100.00 %	100.00 %	100.00 %
The Company	NANYA TECHNOLOGY CORP. Japan	Sales of semiconductor products	100.00 %	100.00 %	100.00 %
The Company	NANYA TECHNOLOGY INTERNATIONAL LTD.	General investment business	100.00 %	100.00 %	100.00 %
NANYA TECHNOLOGY CORP. H.K.	NANYA TECHNOLOGY CORP., Europe GmbH	Sales of semiconductor products	100.00 %	100.00 %	100.00 %
NANYA TECHNOLOGY CORP. H.K.	NANYA TECHNOLOGY CORP. Shenzhen	Sales of semiconductor products	100.00 %	100.00 %	100.00 %

**(ii) Subsidiaries not included in the consolidated financial statements: None.**

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(c) Classification of current and non-current assets and liabilities

The Group classifies the asset as current under one of the following criteria, and all other assets are classified as non-current.

- (i) It is expected to be realized, or intended to be sold or consumed, in the normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is expected to be realized within twelve months after the reporting period; or
- (iv) The asset is cash or a cash equivalent (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Group classifies the liability as current under one of the following criteria, and all other liabilities are classified as non-current.

- (i) It is expected to be settled in the normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is due to be settled within twelve months after the reporting period; or
- (iv) The Group does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.

(d) Provision

The recognition of provisions is due to present obligations arising from past events, which makes it probable that the Group will be required to outflow resources embodying economic benefits to settle the obligations in the future, and the amount of such obligations can be reliably estimated.

(i) Carbon fees

Carbon fees levied in accordance with Taiwan's Climate Change Response Act and Regulations Governing the Collection of Carbon Fees are recognized when the annual greenhouse gas emissions probably 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.

(e) Employee benefit

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, and was adjusted according to material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(f) Income taxes

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

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period 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 of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

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

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 the 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 for the following disclosures, there is no significant difference as compared with those disclosed in the consolidated financial statements for the year ended December 31, 2024. Please refer to Note 6 of the 2024 annual consolidated financial statements.

(a) Cash and cash equivalents

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Petty cash	\$ 60	72	35
Checking accounts and demand deposits	2,657,669	2,426,797	5,281,133
Cash equivalents:			
Time deposits	49,913,993	59,175,910	60,210,182
Commercial paper	-	300,000	-
	<b><u>\$ 52,571,722</u></b>	<b><u>61,902,779</u></b>	<b><u>65,491,350</u></b>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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(b) Non-current financial assets at amortized cost

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Restricted Demand Deposits	\$ 805	822	1,026
Restricted Time Deposits	<u>725,219</u>	<u>722,764</u>	<u>728,467</u>
	<u><b>\$ 726,024</b></u>	<u><b>723,586</b></u>	<u><b>729,493</b></u>

The Group has assessed that these time deposits are held-to-maturity to collect contractual cash flows, which consist solely of payments of principal and interest on the principal amount outstanding. Therefore, these time deposits were classified as financial assets measured at amortized cost.

(i) For credit risk, please refer to note 6(w).

(ii) For the details of financial assets pledged as collateral, please refer to note 8.

(c) Accounts receivable

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Accounts receivable	\$ 5,938,394	4,132,016	6,267,518
Accounts receivable- related parties	<u>11,617</u>	<u>-</u>	<u>-</u>
	<u><b>\$ 5,950,011</b></u>	<u><b>4,132,016</b></u>	<u><b>6,267,518</b></u>

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

The loss allowance provision for notes and accounts receivable was determined as follows:

	<b>June 30, 2025</b>		
<b>Due days</b>	<b>Accounts receivables gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 5,893,933	-	-
1 to 30 days past due	<u>56,078</u>	-	<u>-</u>
	<u><b>\$ 5,950,011</b></u>		<u><b>-</b></u>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

<b>December 31, 2024</b>			
<b>Due days</b>	<b>Accounts receivables gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 4,072,146	-	-
1 to 30 days past due	59,870	-	-
	<b>\$ 4,132,016</b>		<b>-</b>
<b>June 30, 2024</b>			
<b>Due days</b>	<b>Accounts receivables gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 6,241,898	-	-
1 to 30 days past due	25,620	-	-
	<b>\$ 6,267,518</b>		<b>-</b>

The Group did not recognize any allowance for impairment loss as there were no uncollected accounts receivable that were past due as of June 30, 2025, December 31 and June 30, 2024.

Please refer to Note 6(w) for other information of credit risk.

(d) Other receivables

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Tax refund receivable	\$ 3,492,413	3,294,005	2,735,530
Interest receivable	499,228	600,671	982,454
Others	24,577	13,324	79,641
	<b>\$ 4,016,218</b>	<b>3,908,000</b>	<b>3,797,625</b>

Please refer to Note 6(w) for other information of credit risk.

(e) Inventories

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Raw materials	\$ 355,141	479,350	424,623
Work in progress	17,875,517	14,256,079	10,555,104
Finished goods	17,297,974	20,582,616	18,074,576
	<b>\$ 35,528,632</b>	<b>35,318,045</b>	<b>29,054,303</b>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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The details of the cost 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	\$ 12,364,354	8,933,192	20,373,509	18,472,257
Write-down of inventories	119,154	41,761	188,476	153,592
Unallocated production overheads	180,997	642,774	346,708	747,629
Others	25,432	16,352	43,856	40,162
	<u>\$ 12,689,937</u>	<u>9,634,079</u>	<u>20,952,549</u>	<u>19,413,640</u>

(f) Investments accounted for using equity method

A summary of the Group's financial information for investments accounted for using the equity method at the reporting date was as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Associates	<u>\$ 5,102,773</u>	<u>4,644,768</u>	<u>4,926,736</u>

On February 10, 2025, the Group invested in PieceMakers Technology, Inc. by acquiring 20,396 thousand common stocks at a price of \$30 per share, totaling \$611,880. This investment represents an approximate 35.76% ownership in the company.

The related information of the major associate to the Group was as follows:

Name of Associates	Nature of Relationship to the Group	Registration Country	Percentage of ownership		
			June 30, 2025	December 31, 2024	June 30, 2024
Formosa Advanced Technologies Co., Ltd. (FATC)	It mainly engages in assembling and testing of module products, as well as in the research and development of integrated circuits.	Taiwan	32.00 %	32.00 %	32.00 %

The fair value of major associates listed on the Stock Exchange was as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Formosa Advanced Technologies Co., Ltd.	<u>\$ 12,338,000</u>	<u>12,470,667</u>	<u>17,158,222</u>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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The aggregated financial information of the major associate was as follows:

The financial information of FATC was as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Current assets	\$ 8,938,162	9,369,700	10,020,192
Non-current assets	3,247,604	3,154,024	3,455,637
Current liabilities	(1,441,999)	(1,071,051)	(1,289,057)
Non-current liabilities	<u>(499,504)</u>	<u>(545,746)</u>	<u>(580,720)</u>
Net asset	<u>\$ 10,244,263</u>	<u>10,906,927</u>	<u>11,606,052</u>
Net asset contributed to non-controlling interest of Formosa Petrochemical Corporation	<u>\$ 6,966,099</u>	<u>7,416,711</u>	<u>7,892,116</u>
Net asset contributed to FATC	<u>\$ 3,278,164</u>	<u>3,490,216</u>	<u>3,713,936</u>
	<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>	<b>2025</b>	<b>2024</b>
Operating revenue	<u>\$ 2,101,645</u>	<u>2,337,549</u>	<u>4,331,848</u>
(Loss) profit	\$ (222,143)	283,473	(69,874)
Other comprehensive loss	<u>16,717</u>	<u>(149,242)</u>	<u>48,432</u>
Total comprehensive income	<u>\$ (205,426)</u>	<u>134,231</u>	<u>(21,442)</u>
Comprehensive income allocated to non- controlling interest of Formosa Petrochemical Corporation	<u>\$ (139,690)</u>	<u>91,277</u>	<u>(14,581)</u>
Total comprehensive income contributed to FATC	<u>\$ (65,736)</u>	<u>42,954</u>	<u>(6,861)</u>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Share of net assets of the major associate at January 1	\$ 3,490,216	3,778,315	3,778,315
Total comprehensive income contributed to the Group	(6,861)	(160,764)	62,981
Uncollected dividends beyond the collection period which are reclassified to capital surplus	-	25	-
Cash dividends contributed to the Group	<u>(205,191)</u>	<u>(127,360)</u>	<u>(127,360)</u>
Share of net assets of major associate	3,278,164	3,490,216	3,713,936
Add: good will	1,463,162	1,463,162	1,463,162
Less: unrealized profits on upstream sales net assets of the associates	<u>(244,075)</u>	<u>(308,610)</u>	<u>(250,362)</u>
Total carrying amount of the major associate	<u>\$ 4,497,251</u>	<u>4,644,768</u>	<u>4,926,736</u>

The Group's financial information for investment accounted for using the equity method that are individually insignificant is as follows, and such financial information is included in the Group's consolidated financial statements:

	<u>June 30, 2025</u>
Carrying amount of the individually insignificant associate's equity - PieceMakers Technology, Inc.	<u>\$ 605,522</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>
Attributable to the Group:				
Net loss	\$ (906)	-	(4,174)	-
Other comprehensive income	<u>(1,222)</u>	<u>-</u>	<u>(1,042)</u>	<u>-</u>
Total comprehensive loss	<u>\$ (2,128)</u>	<u>-</u>	<u>(5,216)</u>	<u>-</u>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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(g) Property, plant and equipment

	<u>Land</u>	<u>Building</u>	<u>Machinery and equipment</u>	<u>Other equipment</u>	<u>Under construction</u>	<u>Total</u>
<b>Cost:</b>						
<b>Balance as of January 1, 2025</b>	\$ 1,013,924	10,555,487	234,114,157	922,414	28,142,136	274,748,118
Additions	-	6,493	1,684,425	34,026	7,718,988	9,443,932
Disposals	-	-	(680,386)	(7,738)	-	(688,124)
Reclassification	-	244,613	3,659,140	(1,441)	(3,902,312)	-
Effect of exchange rate change	-	(48)	(6,727)	(3,248)	-	(10,023)
<b>Balance as of June 30, 2025</b>	<u>\$ 1,013,924</u>	<u>10,806,545</u>	<u>238,770,609</u>	<u>944,013</u>	<u>31,958,812</u>	<u>283,493,903</u>
<b>Balance as of January 1, 2024</b>	\$ 1,013,924	10,039,640	220,049,397	927,971	26,381,949	258,412,881
Additions	-	-	239,164	12,661	5,556,424	5,808,249
Disposals	-	(19,776)	(408,405)	(32,186)	-	(460,367)
Reclassification	-	374,246	13,546,253	6,758	(13,927,257)	-
Effect of exchange rate change	-	(98)	3,426	1,239	-	4,567
<b>Balance as of June 30, 2024</b>	<u>\$ 1,013,924</u>	<u>10,394,012</u>	<u>233,429,835</u>	<u>916,443</u>	<u>18,011,116</u>	<u>263,765,330</u>
<b>Accumulated depreciation / impairment loss:</b>						
<b>Balance as of January 1, 2025</b>	\$ -	4,051,598	185,567,988	801,320	-	190,420,906
Depreciation for the period	-	209,746	7,118,825	25,648	-	7,354,219
Impairment loss	-	-	14,481	-	-	14,481
Disposals	-	-	(680,386)	(7,738)	-	(688,124)
Reclassification	-	-	2,999	(2,999)	-	-
Effect of exchange rate change	-	(48)	(5,316)	(1,802)	-	(7,166)
<b>Balance as of June 30, 2025</b>	<u>\$ -</u>	<u>4,261,296</u>	<u>192,018,591</u>	<u>814,429</u>	<u>-</u>	<u>197,094,316</u>
<b>Balance as of January 1, 2024</b>	\$ -	3,676,050	172,118,133	781,080	-	176,575,263
Depreciation for the period	-	210,778	7,532,772	32,085	-	7,775,635
Impairment loss	-	-	6,442	-	-	6,442
Disposals	-	(16,755)	(408,345)	(32,184)	-	(457,284)
Reclassification	-	-	169	(169)	-	-
Effect of exchange rate change	-	(96)	2,655	848	-	3,407
<b>Balance as of June 30, 2024</b>	<u>\$ -</u>	<u>3,869,977</u>	<u>179,251,826</u>	<u>781,660</u>	<u>-</u>	<u>183,903,463</u>
<b>Carrying amounts:</b>						
<b>Balance as of June 30, 2025</b>	<u>\$ 1,013,924</u>	<u>6,545,249</u>	<u>46,752,018</u>	<u>129,584</u>	<u>31,958,812</u>	<u>86,399,587</u>
<b>Balance as of December 31, 2024</b>	<u>\$ 1,013,924</u>	<u>6,503,889</u>	<u>48,546,169</u>	<u>121,094</u>	<u>28,142,136</u>	<u>84,327,212</u>
<b>Balance as of June 30, 2024</b>	<u>\$ 1,013,924</u>	<u>6,524,035</u>	<u>54,178,009</u>	<u>134,783</u>	<u>18,011,116</u>	<u>79,861,867</u>

(i) Assessment on impairment

The estimated future recoverable amount of equipment, which had been identified to be no longer useful for its operation, is lower than the book value. In June 30, 2025 and 2024, the Group reassessed its estimates, wherein the amount of \$14,481 and \$6,442 of the impairment loss has been recognized, respectively.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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(ii) Plants, and equipment under construction

For the six months ended June 30, 2025, the capitalized interest on borrowings for the purchase of properties, plants, and equipment of the Group amounted to \$50,239, with the interest rate of 1.75%~1.9474%.

(h) Right-of-use assets

	<u>Land</u>	<u>Building</u>	<u>Machinery and equipment</u>	<u>Total</u>
Cost :				
Balance at January 1, 2025	\$ 5,439,403	11,165	288,962	5,739,530
Additions	<u>299,119</u>	<u>-</u>	<u>-</u>	<u>299,119</u>
Balance at June 30, 2025	<u>\$ 5,738,522</u>	<u>11,165</u>	<u>288,962</u>	<u>6,038,649</u>
Balance at January 1, 2024	\$ 5,249,463	1,429	194,253	5,445,145
Additions	281,571	9,735	48,389	339,695
Decrease	<u>(44,902)</u>	<u>-</u>	<u>-</u>	<u>(44,902)</u>
Balance at June 30, 2024	<u>\$ 5,486,132</u>	<u>11,164</u>	<u>242,642</u>	<u>5,739,938</u>
Accumulated depreciation:				
Balance at January 1, 2025	\$ 1,325,365	3,650	61,047	1,390,062
Depreciation for the period	<u>209,232</u>	<u>1,765</u>	<u>24,248</u>	<u>235,245</u>
Balance at June 30, 2025	<u>\$ 1,534,597</u>	<u>5,415</u>	<u>85,295</u>	<u>1,625,307</u>
Balance at January 1, 2024	\$ 1,000,873	119	18,593	1,019,585
Depreciation for the period	204,446	1,765	19,213	225,424
Decrease	<u>(35,936)</u>	<u>-</u>	<u>-</u>	<u>(35,936)</u>
Balance at June 30, 2024	<u>\$ 1,169,383</u>	<u>1,884</u>	<u>37,806</u>	<u>1,209,073</u>
Carrying Amount:				
Balance at June 30, 2025	<u>\$ 4,203,925</u>	<u>5,750</u>	<u>203,667</u>	<u>4,413,342</u>
Balance at December 31, 2024	<u>\$ 4,114,038</u>	<u>7,515</u>	<u>227,915</u>	<u>4,349,468</u>
Balance at June 30, 2024	<u>\$ 4,316,749</u>	<u>9,280</u>	<u>204,836</u>	<u>4,530,865</u>

(i) Short-term borrowings

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024,</u>
Unsecured bank loans	<u>\$ 9,676,000</u>	<u>14,536,000</u>	<u>12,016,500</u>
Interest rate	<u>1.78%~1.86%</u>	<u>1.775%~1.90%</u>	<u>1.72%~1.79%</u>
Maturity date	<u>2025.07.04~2026.02.05</u>	<u>2025.01.02~2025.03.13</u>	<u>2024.07.03~2024.10.15</u>

(Continued)

**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

## (j) Short-term notes payable

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Short-term notes payable	\$ 3,800,000	6,750,000	2,400,000
Discount on short-term notes payable	(7,797)	(15,910)	(5,799)
Total	<b>\$ 3,792,203</b>	<b>6,734,090</b>	<b>2,394,201</b>
Range of interest rates	<u>1.60%~1.69%</u>	<u>1.76%~1.92%</u>	<u>1.80%</u>

## (k) Bonds Payable

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Domestic unsecured nonconvertible corporate bonds	\$ 4,000,000	4,000,000	4,000,000
Cost of issuing bonds	(4,500)	(5,100)	(5,700)
Current portion	-	-	-
Total	<b>\$ 3,995,500</b>	<b>3,994,900</b>	<b>3,994,300</b>

The terms of domestic corporate bonds as of above were as follows:

	<b>The first domestic unsecured nonconvertible corporate bond in 2024</b>
Issued amount	\$4,000,000
Balance, end of year	3,995,500
Current portion	-
Issuance date	April 11, 2024
Issuance period	5 years
Coupon rate	1.75%
Interest payment date	April 11
Repayment method	50% of the par value will be repaid in each FY 2028 and 2029.

(Continued)

**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(l) Long-term borrowings

	<b>June 30, 2025,</b>			
	<b>Currency</b>	<b>Interest rate</b>	<b>Expiration</b>	<b>Amount</b>
Secured long-term loans	NTD	1.9474%	119	<b>\$ 16,000,000</b>
Unused long-term credit lines				<b>\$ 9,000,000</b>

(i) Please refer to note 6(w) for information on the Group's exposure to interest rate, foreign currency and liquidity risks.

(ii) On January 9, 2025, the Group entered into a syndicated loan agreement with Bank of Taiwan and nine other financial institutions (collectively referred to as the "Syndicated Banks") for a credit facility of \$25,000,000. As of June 30, 2025, the Group has drawn down \$16,000,000 under the facility. For details of interest expenses, please refer to note 6(v).

(iii) Pledged assets for bank loans

For details of the pledged assets for bank loans by the Group, please refer to note 8.

(iv) Financial covenants of significant loans and borrowings

The Group entered into a syndicated credit agreement with different financial institutions, with Bank of Taiwan being the lead bank, wherein the Group shall maintain certain financial ratios on the balance sheet date within the term of the loan. (i.e. current ratio, debt ratio, and tangible net worth, etc.) If, however, the Group breaches the contract, it should enhance its performance by increasing its cash capital or by other means during the improvement period. Otherwise, the loans will be considered due, and the Group will be required to pay off the remaining amount of the loan immediately. As of June 30, 2025, the Group has not breached the financial covenants.

(m) Lease liabilities

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Current	<b>\$ 444,807</b>	<b>417,230</b>	<b>413,636</b>
Non-current	<b>\$ 4,089,643</b>	<b>4,037,118</b>	<b>4,206,460</b>

For the maturity analysis, please refer to Note 6(w).

The amounts recognized in profit or loss 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>
Interest on lease liabilities	<b>\$ 23,456</b>	<b>23,552</b>	<b>46,884</b>	<b>46,947</b>
Expenses relating to short-term leases	<b>\$ 14,575</b>	<b>14,351</b>	<b>29,199</b>	<b>28,244</b>

(Continued)

**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The amount recognized in the statement of cash flows of the Group was as follows:

	<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>
Total cash outflow for leases	<b>\$ 292,608</b>	<b>278,898</b>

(i) Land lease

The Group leases its land and building with a period of 2 to 20 years.

(ii) Other leases

The Group leases staff dorm, factory, parking lots and office spaces which are short-term leases or low-value item leases. The Group applied the recognition exemptions and elected not to recognize its right-of-use assets and lease liabilities for these leases.

(n) Provision

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Carbon fees	<b>\$ 66,107</b>	<b>-</b>	<b>-</b>

For the six months ended June 30, 2025, the Group recognized a provision of \$66,107 for carbon fees levied on greenhouse gas emissions in accordance with the Taiwan's Climate Change Response Act. This provision is expected to be settled in 2026 by paying cash to the government and is classified under other current liabilities.

(o) 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 period was measured and disclosed according to the actuarial report as of December 31, 2024 and 2023.

The expenses recognized in profit or loss for the Group 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>
Operating cost	\$ 1,166	1,238	2,335	2,474
Operating expenses	901	934	1,799	1,870
Total	<b>\$ 2,067</b>	<b>2,172</b>	<b>4,134</b>	<b>4,344</b>

(Continued)

**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Defined contribution plans

The Group's expenses under the pension plan cost to the Bureau of local government 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>
Operating cost	\$ 27,061	26,598	53,769	52,493
Operating expenses	26,592	25,656	55,037	52,346
Total	<b>\$ 53,653</b>	<b>52,254</b>	<b>108,806</b>	<b>104,839</b>

(p) Income tax

(i) The Group's income tax (profit) expense recognized 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>
Current tax (profit) expense				
Current period	\$ (1,164,763)	(340,103)	(1,601,836)	(729,676)
Adjustment for prior periods	(755)	(155,396)	(755)	(155,396)
Deferred tax (profit) expense	167,208	36,711	121,524	91,676
Income tax (profit) expense	<b>\$ (998,310)</b>	<b>(458,788)</b>	<b>(1,481,067)</b>	<b>(793,396)</b>

(ii) The Group's income tax (profit) expense recognized directly in other comprehensive income 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>2025</b>	<b>2025</b>	<b>2024</b>
Items that could not be reclassified subsequently to profit or loss:				
Unrealized gains on equity investments at fair value through other comprehensive income	<b>\$ (284)</b>	<b>139</b>	<b>(359)</b>	<b>204</b>

(Continued)

**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) The Company's tax returns have been examined by the ROC tax authority through 2023.

(iv) Global Minimum Tax

The Group recognizes any top-up tax incurred as current income tax. Deferred income tax relating to the top-up tax is subject to the mandatory temporary exemption. The Group is within the scope of the Global Minimum Tax regime under Pillar Two as certain subsidiaries are located in Germany, Japan and Hong Kong, where the Income Inclusion Rule has been effective from December 30, 2023, April 1, 2024, and January 1, 2025, respectively, and the related tax regimes are applicable to fiscal years beginning on the respective implementation dates. Based on an assessment of the tax regimes and local effective tax rates in these jurisdictions, the Group does not expect to incur any material top-up tax liabilities.

(q) Capital and other equity

Except as described below, there was no material change in equity for the six months ended June 30, 2025 and 2024. Please refer to Note 6(p) of the consolidated financial statements as of and for the year ended December 31, 2024 for the related detail disclosures on equity.

(i) Capital surplus

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Premium from the issuance of stock	\$ 32,290,079	32,290,079	32,289,764
Treasury share transactions	274,385	274,385	274,385
Employee share option plans	70,716	-	-
Expired employee share option plans	269,247	269,247	269,247
Past due unclaimed dividends	706	457	399
Change in net equity of associates accounted for using equity method	<u>126</u>	<u>126</u>	<u>101</u>
	<b><u>\$ 32,905,259</u></b>	<b><u>32,834,294</u></b>	<b><u>32,833,896</u></b>

(ii) Retain earning

According to the Company's Articles of Incorporation, the Company's annual net profit, 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 until the accumulated balance of legal reserve equals the total issued capital and any special reserves pursuant to relevant laws and regulations. The remainder, plus the undistributed earnings of the previous years, are distributed or left undistributed for business purposes according to the resolution of the stockholders' dividend distribution plan, which are initially proposed by the Board of Director, wherein the Board of Directors is authorized to distribute cash dividends after a resolution has been adopted by a majority vote at a board meeting attended by two-thirds of the directors, thereafter, to be reported during the shareholders' meeting; while the distribution of stock dividends shall be submitted to the shareholders' meeting for approval.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

As it belongs to a highly capital-intensive industry with strong growth potential, the Company adopts a dividend distribution policy which is in line with its plans for product line expansion and the demand of fund. This policy requires that the distribution of cash dividends shall not exceed 50% of the Company's total dividend distribution every year.

1) Legal reserve

When the Group incurs no loss, it may, in pursuant to a resolution to be adopted by a shareholders' meeting, distribute its legal reserve by issuing new shares or by cash. Only the portion of legal reserve which exceeds 25 percent of the paid in capital may be distributed.

2) Special Reserve

In accordance with Ruling issued by the FSC, a portion of current period earnings and undistributed prior period earnings shall be reclassified as special earnings reserve during earnings distribution. The amount to be reclassified should equal the current period total net reduction of other shareholders' equity. Similarly, a portion of undistributed prior period earnings shall be reclassified as special earnings reserve (and does not qualify for earnings distribution) to account for cumulative changes to other shareholders' equity pertaining to prior periods. Amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions.

3) Earnings distribution

There was no 2023 and 2024 earnings distribution accrued by the Company due to the deficit incurred during 2023 and 2024, based on a resolution decided by the Board of Directors on February 26, 2025, and February 23, 2024.

(iii) Other equity (net of tax)

	<b>Exchange differences on translation of foreign financial statements</b>	<b>Unrealized (losses) gains on financial assets measured at fair value through other comprehensive income</b>	<b>Total</b>
Balance as of January 1, 2025	\$ 4,502,042	(747,319)	3,754,723
Exchange differences on translation of foreign financial statements	(4,428,656)	-	(4,428,656)
Unrealized gains from financial of assets measured at fair value through other comprehensive income, associates accounted for using equity method	-	15,498	15,498
Unrealized losses from financial assets measured at fair value through other comprehensive income	-	(1,437)	(1,437)
Exchange differences on associates accounts for using equity method	(1,042)	-	(1,042)
Balance as of June 30, 2025	<u>\$ 72,344</u>	<u>(733,258)</u>	<u>(660,914)</u>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>Exchange differences on translation of foreign financial statements</b>	<b>Unrealized (losses) gains on financial assets measured at fair value through other comprehensive income</b>	<b>Total</b>
Balance as of January 1, 2024	\$ 896,519	(297,440)	599,079
Exchange differences on translation of foreign financial statements	2,978,383	-	2,978,383
Unrealized losses from financial of assets measured at fair value through other comprehensive income, associates accounted for using equity method	-	(139,039)	(139,039)
Unrealized gains from financial of assets measured at fair value through other comprehensive income	-	816	816
Balance as of June 30, 2024	<u>\$ 3,874,902</u>	<u>(435,663)</u>	<u>3,439,239</u>

(r) Share-based payment transactions

Except as described below, there was no material change on the share-based payment transactions for the six months ended June 30, 2025 and 2024. Please refer to Note 6(q) of consolidated financial statements as of and for the year ended December 31, 2024 for related disclosures on share-based payment transactions.

(i) As of June 30, 2025, the Company has share-based payment arrangements as follows:

	<b>The 10<sup>th</sup> batch of Employee Stock Option Plan</b>
Grant date	2025.4.16
Grant unit	135,600
Exercise price (dollar)	32.75
Deal period	6 years
Vested Conditions	Duration of two years duration and at certain proportion

The Group adopted the Black-Scholes Model to estimate the fair value of the stock option at grant date.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Relevant information of employee stock option plans

The Company:

	For the six months ended June 30,			
	2025		2024	
	Weighted- average exercise (price TWD)	Number of options (Units)	Weighted- average exercise (price TWD)	Number of options (Units)
Outstanding as of January 1	\$ -	-	25.56	487
Options granted	32.75	135,600	-	-
Options exercised	-	-	25.57	(448)
Options forfeited	32.75	(1,276)	-	-
Options expired	-	-	25.50	(39)
Outstanding as of June 30	-	<u>134,324</u>	-	<u>-</u>
Options exercisable as of June 30	-	<u>-</u>	-	<u>-</u>

(iii) Compensation cost

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Compensation cost arising from share options granted to employees	\$ <u>70,716</u>	<u>-</u>	<u>70,716</u>	<u>-</u>

(s) Loss per share

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
<b>Basic loss per share:</b>				
Net loss attributable to the Company's ordinary shareholders	\$ <u>(4,102,113)</u>	<u>(814,485)</u>	<u>(6,042,752)</u>	<u>(2,022,973)</u>
Weighted-average number of ordinary shares outstanding	<u>3,098,628</u>	<u>3,098,610</u>	<u>3,098,628</u>	<u>3,098,474</u>
Basic loss per share (dollar)	\$ <u>(1.32)</u>	<u>(0.26)</u>	<u>(1.95)</u>	<u>(0.65)</u>

The Company did not calculate the diluted loss per share for the three months and six months ended June 30, 2025 and 2024 due to the net loss resulted in anti diluted effects to the employee share option and employee stock remuneration issued by the Company.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(t) Revenue from contracts with customers

(i) Disaggregation of revenue

	<b>For the three months ended June 30, 2025</b>		
	<b>Manufacturing department</b>	<b>Overseas sales department</b>	<b>Total</b>
Geographic markets of primary destination:			
Taiwan	\$ 1,720,630	307,075	2,027,705
Japan	-	451,242	451,242
Malaysia	109,066	567,412	676,478
China	910,525	560,466	1,470,991
Hong Kong	4,216,090	389,968	4,606,058
USA	22,273	147,168	169,441
Thailand	16,289	145,412	161,701
Germany	-	214,945	214,945
Other countries	260,559	486,974	747,533
	<b>\$ 7,255,432</b>	<b>3,270,662</b>	<b>10,526,094</b>
Major products line:			
Dynamic Random Access Memory (DRAM)	\$ 7,226,821	3,270,386	10,497,207
Other	28,611	276	28,887
	<b>\$ 7,255,432</b>	<b>3,270,662</b>	<b>10,526,094</b>
<b>For the three months ended June 30, 2024</b>			
	<b>Manufacturing department</b>	<b>Overseas sales department</b>	<b>Total</b>
Geographic markets of primary destination:			
Taiwan	\$ 2,831,709	154,645	2,986,354
Japan	-	539,735	539,735
Malaysia	147,305	174,541	321,846
China	919,670	505,249	1,424,919
Hong Kong	3,049,597	286,883	3,336,480
USA	472	145,906	146,378
Thailand	10,311	213,530	223,841
Germany	-	135,255	135,255
Vietnam	16,841	110,084	126,925
Other countries	285,129	394,181	679,310
	<b>\$ 7,261,034</b>	<b>2,660,009</b>	<b>9,921,043</b>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

		<b>For the three months ended June 30, 2024</b>		
		<b>Manufacturing department</b>	<b>Overseas sales department</b>	<b>Total</b>
Major products line:				
	Dynamic Random Access Memory (DRAM)	\$ 7,237,302	2,659,717	9,897,019
	Other	23,732	292	24,024
		<b><u>\$ 7,261,034</u></b>	<b><u>2,660,009</u></b>	<b><u>9,921,043</u></b>
		<b>For the six months ended June 30, 2025</b>		
		<b>Manufacturing department</b>	<b>Overseas sales department</b>	<b>Total</b>
Geographic markets of primary destination:				
	Taiwan	\$ 2,880,622	423,282	3,303,904
	Japan	-	1,027,785	1,027,785
	Malaysia	238,941	914,630	1,153,571
	China	1,471,824	1,114,675	2,586,499
	Hong Kong	6,396,037	753,392	7,149,429
	USA	27,801	477,963	505,764
	Thailand	22,136	336,909	359,045
	Germany	-	417,942	417,942
	Other countries	440,000	770,095	1,210,095
		<b><u>\$ 11,477,361</u></b>	<b><u>6,236,673</u></b>	<b><u>17,714,034</u></b>
Major products line:				
	Dynamic Random Access Memory (DRAM)	\$ 11,431,623	6,236,101	17,667,724
	Others	45,738	572	46,310
		<b><u>\$ 11,477,361</u></b>	<b><u>6,236,673</u></b>	<b><u>17,714,034</u></b>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>For the six months ended June 30, 2024</b>		
	<b>Manufacturing department</b>	<b>Overseas sales department</b>	<b>Total</b>
Geographic markets of primary destination:			
Taiwan	\$ 5,354,421	428,542	5,782,963
Japan	-	924,565	924,565
Malaysia	286,882	306,917	593,799
China	1,613,349	1,289,394	2,902,743
Hong Kong	6,140,636	592,157	6,732,793
USA	1,177	285,540	286,717
Thailand	19,851	340,035	359,886
Germany	-	316,341	316,341
Vietnam	19,681	239,375	259,056
Other countries	436,820	828,297	1,265,117
	<b><u>\$ 13,872,817</u></b>	<b><u>5,551,163</u></b>	<b><u>19,423,980</u></b>
Major products line:			
Dynamic Random Access Memory (DRAM)	\$ 13,825,021	5,550,588	19,375,609
Others	47,796	575	48,371
	<b><u>\$ 13,872,817</u></b>	<b><u>5,551,163</u></b>	<b><u>19,423,980</u></b>
(ii) Contract balances			
	<b>June 30,</b>	<b>December 31,</b>	<b>June 30,</b>
	<b>2025</b>	<b>2024</b>	<b>2024</b>
Accounts receivable	\$ 5,938,394	4,132,016	6,267,518
Accounts receivable- related parties	11,617	-	-
	<b><u>\$ 5,950,011</u></b>	<b><u>4,132,016</u></b>	<b><u>6,267,518</u></b>

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

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(u) Remuneration to employees

On May 28, 2025, the Company's shareholders approved the amendment to the Company's Articles of Incorporation. Pursuant to the amended Articles of Incorporation, if the Company makes a profit, it should appropriate 1% to 12% of the Company's profit before tax before the deduction of the employee remuneration as the employee remuneration; among which, 0.3% to 3.6% should be appropriate to entry-level employees. If the Company has accumulated deficits, the amount required to offset such deficits should be reserved in advance. Employees who are entitled to receive the above-mentioned employee remuneration, in shares or in cash, include the employees of the subsidiaries of the Company who meet certain specific requirements. Before the amendment, the Articles of Incorporation stipulated that if the Company made a profit, it should appropriate 1% to 12% of the Company's net income before tax before the deduction of the employee remuneration as the employee remuneration; the other condition was the same as the amended Articles of Incorporation.

For the six months ended June 30, 2025 and 2024, the Company did not estimate the remuneration to employees (including entry-level employee remuneration) due to the Company had a net loss before tax.

For the years ended December 31, 2024 and 2023, the Company had a net loss before tax, and therefore did not estimate the remuneration to employees. Related information is available on the Market Observation Post System ("MOPS") website.

(v) Non-operating income and expenses

(i) Interest income

	<b>For the three months ended</b>		<b>For the six months ended</b>	
	<b>June 30,</b>		<b>June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interest income from bank deposits and short-term notes	<u>\$ 629,094</u>	<u>877,568</u>	<u>1,335,951</u>	<u>1,713,674</u>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

## (ii) Other gains and losses

	<b>For the three months ended</b>		<b>For the six months ended</b>	
	<b>June 30,</b>		<b>June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
(Loss) gain on disposal of property, plant and equipment	\$ -	(59)	3,609	(1,934)
Foreign exchange (losses) gains	(1,124,471)	196,608	(1,124,762)	600,421
Impairment losses on non-financial assets	(670)	-	(14,481)	(6,442)
Government grants	-	3,139	-	139,762
Insurance compensation gains	-	-	131,931	-
Others	26,678	35,039	59,780	73,565
	<b>\$ (1,098,463)</b>	<b>234,727</b>	<b>(943,923)</b>	<b>805,372</b>

## (iii) Finance costs

	<b>For the three months ended</b>		<b>For the six months ended</b>	
	<b>June 30,</b>		<b>June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interest expense	\$ 163,617	70,257	300,681	123,911
Less: Capitalization of interest	(32,584)	-	(50,239)	-
Amortization interest of lease liability	23,456	23,552	46,884	46,947
	<b>\$ 154,489</b>	<b>93,809</b>	<b>297,326</b>	<b>170,858</b>

## (w) Financial instruments

Except for the content mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For the related information, please refer to note6(v) of the consolidated financial statements for the year ended December 31, 2024.

## (i) Credit risk of receivables

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

Other financial assets at amortized cost includes other receivables, time deposits and refundable deposits.

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Considering that the Group deals only with other external parties with good credit standing and with the above investment grade financial institutions, all of the above financial assets are considered to have low credit risk.

As of June 30, 2025, December 31 and June 30, 2024, no allowance for impairment loss was provided because there was no indication of credit-impaired for the 12-month ECL or lifetime ECL allowance for other financial assets measured at amortized cost.

(ii) Liquidity risk

The following are the remaining contractual maturities at the end of the reporting period of financial liabilities, including estimated interest payments:

	<u>Carrying amount</u>	<u>Contractual cash flow</u>	<u>Within 6 months</u>	<u>6-12months</u>	<u>1-2years</u>	<u>2-5years</u>	<u>Over 5 years</u>
<b>June 30, 2025</b>							
Non-derivative financial liabilities							
Short-term borrowings	\$ 9,676,000	9,707,471	8,696,791	1,010,680	-	-	-
Short-term notes payable	3,792,203	3,800,000	3,800,000	-	-	-	-
Accounts payable (including related parties)	5,057,749	5,057,749	5,057,749	-	-	-	-
Other payables (including related parties)	5,125,682	5,125,682	5,125,682	-	-	-	-
Bonds payable	3,995,500	4,245,000	-	70,000	70,000	4,105,000	-
Lease liabilities (including current portion)	4,534,450	5,234,906	267,445	266,335	530,996	1,546,340	2,623,790
Long-term borrowings	16,000,000	17,425,443	157,072	154,512	311,584	16,802,275	-
Total	<u>\$ 48,181,584</u>	<u>50,596,251</u>	<u>23,104,739</u>	<u>1,501,527</u>	<u>912,580</u>	<u>22,453,615</u>	<u>2,623,790</u>
<b>December 31, 2024</b>							
Non-derivative financial liabilities							
Short-term borrowings	\$ 14,536,000	14,556,100	14,556,100	-	-	-	-
Short-term notes payable	6,734,090	6,750,000	6,750,000	-	-	-	-
Accounts payable (including related parties)	5,179,736	5,179,736	5,179,736	-	-	-	-
Other payables (including related parties)	5,839,074	5,839,074	5,839,074	-	-	-	-
Bonds payable	3,994,900	4,315,000	70,000	-	70,000	4,175,000	-
Lease liabilities (including current portion)	4,454,348	5,152,993	252,637	251,527	500,833	1,472,402	2,675,594
Total	<u>\$ 40,738,148</u>	<u>41,792,903</u>	<u>32,647,547</u>	<u>251,527</u>	<u>570,833</u>	<u>5,647,402</u>	<u>2,675,594</u>
<b>June 30, 2024</b>							
Non-derivative financial liabilities							
Short-term borrowings	\$ 12,016,500	12,026,495	12,026,495	-	-	-	-
Short-term notes payable	2,394,201	2,400,000	2,400,000	-	-	-	-
Accounts payable (including related parties)	3,691,358	3,691,358	3,691,358	-	-	-	-
Other payables (including related parties)	5,476,049	5,476,049	5,476,049	-	-	-	-
Bonds payable	3,994,300	4,315,000	-	70,000	70,000	4,175,000	-
Lease liabilities (including current portion)	4,620,096	5,361,904	254,965	248,352	493,375	1,460,302	2,904,910
Total	<u>\$ 32,192,504</u>	<u>33,270,806</u>	<u>23,848,867</u>	<u>318,352</u>	<u>563,375</u>	<u>5,635,302</u>	<u>2,904,910</u>

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

(Continued)

**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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(iii) Market risk

1) Exposure to currency risk

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

	June 30, 2025			December 31, 2024			June 30, 2024		
	Foreign currency (in thousands)	Exchange rate (dollars)	New Taiwan Dollars	Foreign currency (in thousands)	Exchange rate (dollars)	New Taiwan Dollars	Foreign currency (in thousands)	Exchange rate (dollars)	New Taiwan Dollars
Financial assets:									
Monetary items									
USD	\$ 297,121	29.902	8,884,512	110,739	32.781	3,630,135	279,266	32.450	9,062,182
JPY	1,648,539	0.2011	331,521	1,204,903	0.2087	251,463	1,204,192	0.2025	243,849
EUR	38	34.0964	1,296	13	34.0652	443	55	34.8339	1,916
Financial liabilities:									
Monetary items									
USD	\$ 86,945	29.902	2,599,829	104,682	32.781	3,431,581	116,097	32.450	3,767,348
JPY	1,371,486	0.2011	275,806	2,832,443	0.2087	591,131	780,189	0.2025	157,988
EUR	1,692	34.0964	57,691	6,613	34.0652	225,273	8,560	34.8339	298,178

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange fluctuations on cash and cash equivalents, accounts receivable, accounts payable and other payable (including related parties) which are denominated in different foreign currencies. A 1% appreciation and depreciation of the TWD against the USD, JPY and EUR as of June 30, 2025 and 2024 would have decreased and increased the net income before tax by \$62,840 and \$50,844 for the six months ended June 30, 2025 and 2024, respectively. This analysis assumes that all other variables remain constant and ignores any impact of forecasted sales and purchases. The analysis is performed on the same basis as prior year.

Since the Group has many kinds of functional currency, the information on foreign exchange loss on monetary items is disclosed by total amount. For the six months ended June 30, 2025 and 2024, foreign exchange (losses) and gains (including realized and unrealized portions) amounted to \$(1,124,762) and \$600,421, respectively.

(iv) Other market price risk

For the years ended June 30, 2025 and 2024, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the profit and loss as illustrated below:

Prices of securities at the reporting date	For the six months ended June 30,	
	2025	2024
	Other comprehensive income after tax	Other comprehensive income after tax
Increase 1%	\$ 206	219
Decrease 1%	(206)	(219)

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		December 31, 2024			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Financial liabilities measured at amortized cost					
Short-term borrowings	\$ 14,536,000	-	-	-	-
Short-term notes payable	6,734,090	-	-	-	-
Accounts payable (including related parties)	5,179,736	-	-	-	-
Other payables (including related parties)	5,839,074	-	-	-	-
Bonds payable	3,994,900	-	-	-	-
Lease liabilities (including current portion)	4,454,348	-	-	-	-
Total	<u>\$ 40,738,148</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		June 30, 2024			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income					
Equity instruments without a market price measured at fair value	\$ 27,321	-	-	27,321	27,321
Financial assets measured at amortized cost					
Cash and cash equivalents	65,491,350	-	-	-	-
Financial assets measured at cost	729,493	-	-	-	-
Accounts receivable	6,267,518	-	-	-	-
Other receivables (including related parties)	3,924,985	-	-	-	-
Subtotal	<u>76,413,346</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 76,440,667</u>	<u>-</u>	<u>-</u>	<u>27,321</u>	<u>27,321</u>
Financial liabilities measured at amortized cost					
Short-term borrowings	\$ 12,016,500	-	-	-	-
Short-term notes payable	2,394,201	-	-	-	-
Accounts receivable (including related parties)	3,691,358	-	-	-	-
Other payables (including related parties)	5,476,049	-	-	-	-
Bonds payable	3,994,300	-	-	-	-
Lease liabilities (including current portion)	4,620,096	-	-	-	-
Total	<u>\$ 32,192,504</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

2) Valuation techniques for financial instruments measured at fair value

The category and attribute of the Group's financial instruments without an active market were as follows:

- Equity instruments without an active market price: Measurements of fair value of financial instruments without an active market price are calculated using the net asset value method, which is measured according to the main assumption based on the equity value of the investee's net asset. The estimation has already been adjusted in accordance with the discount on the lack of marketability of the equity stock.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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3) Transfer between levels

For the six months ended June 30, 2025 and 2024, there was no transfer from financial assets.

4) Reconciliation of Level 3 fair values

	<b>Fair value through other comprehensive income</b>
	<b>Unquoted equity instruments</b>
Balance as of January 1, 2025	\$ 27,820
Total losses recognized in other comprehensive income	(1,796)
Capital returned due to capital	(276)
Balance as of June 30, 2025	<b>\$ 25,748</b>
Balance as of January 1, 2024	\$ 20,301
Purchased	6,000
Total gains recognized in other comprehensive income	1,020
Balance as of June 30, 2024	<b>\$ 27,321</b>

For the six months ended June 30, 2025 and 2024, total (losses) gains that were included in “unrealized gains or losses from existing financial assets at fair value through other comprehensive income” were as follows:

	<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>
Total (losses) gains recognized in other comprehensive income, and presented in “unrealized gains or losses from financial assets at fair value through other comprehensive income”	<b>\$ (1,437)</b>	<b>816</b>

5) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

The Group’s financial instruments that use Level 3 inputs to measure fair value “fair value through other comprehensive income – equity investments”.

The Group’s investment in equity instruments without an active market have only one significant unobservable input.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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Quantified information of significant unobservable inputs was as follows:

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter-relationship between significant unobservable inputs and fair value measurement</u>
Financial assets at fair value through other comprehensive income equity investments without an active market	Asset method	Net asset value The discount rate due to lack of marketability as of June 30, 2025, December 31 and June 30, 2024, the significant unobservable inputs were 10%.	The higher the discount for lack of marketability, the lower the fair value.

- 6) Fair value measurement in Level 3 - sensitivity analysis of the possible alternative assumptions

The valuation models and assumptions used to measure the fair value of the financial instruments is reasonable. However, the use of different valuation models or assumptions may result in different measurements. The effects of changes in assumptions for financial instruments, whose fair value measurements were categorized as Level 3, were as follows:

	<u>Inputs</u>	<u>Increase or decrease</u>	<u>Effects of changes in fair value on other comprehensive income</u>	
			<u>Favorable change</u>	<u>Unfavorable change</u>
<b>June 30, 2025</b>				
<b>Financial assets at fair value through other comprehensive income</b>				
Equity investments without an active market	Discount for lack of marketability	1%	\$ 286	(286)
<b>December 31, 2024</b>				
<b>Financial assets at fair value through other comprehensive income</b>				
Equity investments without an active market	Discount for lack of marketability	1%	309	(309)
<b>June 30, 2024</b>				
<b>Financial assets at fair value through other comprehensive income</b>				
Equity investments without an active market	Discount for lack of marketability	1%	304	(304)

The favorable and unfavorable effects represent the changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

- (x) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in Note 6(w) of the consolidated financial statements for the year ended December 31, 2024.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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(y) Capital management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2024. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2024. Please refer to Note 6(x) of the consolidated financial statements for the year ended December 31, 2024 for further details.

(z) The investing and financing activities on non-cash transactions

The Group's investing and financing activities on non-cash transactions for the six months ended June 30, 2025 and 2024 were as follows:

(i) Acquisition of right-of-use assets by lease, please refer to Note6(h).

(ii)

	<b>For the six months ended</b>	
	<b>June 30,</b>	
	<b>2025</b>	<b>2024</b>
Acquisition of property, plant and equipment	\$ 9,443,932	5,808,249
Add: Payables on equipment at beginning of period	3,680,531	1,807,098
Less: Payables on equipment at end of period	(3,797,490)	(2,177,652)
Cash Paid	<b>\$ 9,326,973</b>	<b>5,437,695</b>

(iii) Reconciliation of liabilities arising from financing activities was as follow:

	<b>January 1,</b>	<b>Cash flow</b>	<b>Non-Cash changes</b>				<b>June 30,</b>
			<b>2025</b>	<b>Others</b>	<b>Change in</b>	<b>Increased</b>	
			<b>an index of</b>			<b>(Note)</b>	
			<b>lease</b>				
			<b>payment</b>				
Short-term borrowings	\$ 14,536,000	(4,860,000)	-	-	-	-	9,676,000
Short-term notes payable	6,734,090	(2,950,000)	-	-	-	8,113	3,792,203
Lease liabilities	4,454,348	(216,525)	299,119	-	-	(2,492)	4,534,450
Bonds payable	3,994,900	-	-	-	-	600	3,995,500
Long-term borrowings	-	16,000,000	-	-	-	-	16,000,000
Guarantee deposits	25,704	(3,049)	-	-	-	(379)	22,276
	<b>\$ 29,745,042</b>	<b>7,970,426</b>	<b>299,119</b>	<b>-</b>	<b>-</b>	<b>5,842</b>	<b>38,020,429</b>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	January 1, 2024	Cash flow	Non-Cash changes				June 30, 2024
			Change in an index of lease payment	Increased	Decreased	Others (Note)	
Short-term borrowings	\$ 11,181,000	835,500	-	-	-	-	12,016,500
Short-term notes payable	-	2,400,000	-	-	-	(5,799)	2,394,201
Lease liabilities	4,497,208	(203,707)	275,006	64,689	(9,108)	(3,992)	4,620,096
Bonds payable	-	4,000,000	-	-	-	(5,700)	3,994,300
Guarantee deposits	14,567	2,924	-	-	-	-	17,491
	<u>\$ 15,692,775</u>	<u>7,034,717</u>	<u>275,006</u>	<u>64,689</u>	<u>(9,108)</u>	<u>(15,491)</u>	<u>23,042,588</u>

Note: Others include changes in other payables, discounts on short-term notes payable, guarantee deposits foreign exchange losses and gains, and cost of issuing bonds.

**(7) Related-party transactions:**

(a) Names and relationship with related parties

The following are entities that have had transactions with related party during the periods covered in the consolidated financial statements.

<u>Name of related party</u>	<u>Relationship with the Group</u>
Formosa Advanced Technologies Co., Ltd. (referred to as "FATC")	The Group's associates
PieceMakers Technology, Inc.	The Group's associates
Formosa Petrochemical Corporation	The Group's other related parties
Nan Ya Photonics Incorporation	The Group's other related parties
Formosa Sumco Technology Corporation	The Group's other related parties
Formosa Technologies Corporation	The Group's other related parties
Formosa Biomedical Technology Corp.	The Group's other related parties
Formosa Plastics Corporation	The Group's other related parties
Nanya Printed Circuit Board Corporation	The Group's other related parties
Formosa Waters Technology Co., Ltd.	The Group's other related parties
Nan Ya Plastics Corporation	The entity with significant influence over the Group
Min Chi University of Technology	The Group's other related parties

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(b) Significant transactions with related parties

(i) Sales to related parties

Relationship	Sales				Accounts receivable to related parties		
	For the three months ended June 30,		For the six months ended June 30,		June 30,	December 31,	June 30,
	2025	2024	2025	2024	2025	2024	2024
Associates	\$ 16,764	-	16,764	-	11,617	-	-

The selling prices and collection terms for the sales to related parties above are not significantly different from those third party customers, and the normal credit term with the related parties above is N030 days. There is no collateral received among related parties accounts receivable. However, not expected credit loss is necessary based on the result of management's evaluation.

(ii) Purchase from related parties

Relationship	Purchases				Accounts payable to related parties		
	For the three months ended June 30,		For the six months ended June 30,		June 30,	December 31,	June 30,
	2025	2024	2025	2024	2025	2024	2024
Entities with significant influence over the Group	\$ 30,463	34,830	73,841	72,526	9,154	14,465	15,470
Associates	-	726	-	726	-	-	-
Other related parties:							
Formosa Sumco Technology Corporation	130,422	228,158	208,875	434,266	89,372	145,930	156,463
Other related parties	64,722	58,906	118,096	119,120	18,298	10,648	11,630
	<u>\$ 225,607</u>	<u>322,620</u>	<u>400,812</u>	<u>626,638</u>	<u>116,824</u>	<u>171,043</u>	<u>183,563</u>

The terms and pricing of purchase transactions with related parties above were not significantly different from those offered by other vendors. The payment terms ranged from one to two months, which were no different from the payment terms given by other vendors.

(iii) Consigned out for processing

Relationship	Amount				Other payables to related parties		
	For the three months ended June 30,		For the six months ended June 30,		June 30,	December 31,	June 30,
	2025	2024	2025	2024	2025	2024	2024
Associates	\$ 1,422,601	1,836,477	2,995,831	3,590,360	844,412	1,001,163	1,099,122

The term of transactions with the related parties above is 60 days after the end of each month when processed consigned goods are received.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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(iv) Property transactions

Acquisition of machinery and equipment

<u>Relationship</u>	<u>Acquisition price</u>				<u>Other payables to related parties</u>		
	<u>For the three months ended June 30,</u>		<u>For the six months ended June 30,</u>		<u>June 30,</u>	<u>December</u>	<u>June 30,</u>
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>31, 2024</u>	<u>2024</u>
Entities with significant influence over the Group	\$ -	-	-	350	17,210	120,470	-
Other related parties: Nan Ya Photonics Incorporation	-	244,000	-	352,500	232,442	287,526	323,793
Other related parties	-	-	-	-	55,200	92,000	-
	<u>\$ -</u>	<u>244,000</u>	<u>-</u>	<u>352,850</u>	<u>304,852</u>	<u>499,996</u>	<u>323,793</u>

(v) Leases

<u>Relationship</u>	<u>Acquisition price</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>
Entities with significant influence over the Group	<u>\$ 5,236</u>	<u>5,019</u>	<u>10,398</u>	<u>10,164</u>

The rentals charged to the entities with significant influence over the Company are determined based on the local market prices, and rents are paid monthly.

The Group entered into a 20-year lease agreements in June and October 2022, as well as a 9-to-10-year lease agreement between July and August 2020, with Nan Ya Plastics Corporation, at the total values of \$3,556,784 and \$2,015,018, respectively. Also, for the three months and six months ended June 30, 2025 and 2024, the Group recognized the amounts of \$22,359, \$22,408, \$44,625 and \$44,735, respectively, as interest expenses. Furthermore, on June 30, 2025, December 31 and June 30, 2024, the balances of lease liabilities amounted to \$4,320,555, \$4,212,965 and \$4,392,188, respectively.

The Group entered into a 3-year lease agreement in December 2021 with Min Chi University of Technology, at the total values of \$50,198. Also, for the three months and six months ended June 30 2024, the Group recognized the amount of \$39 and \$83, respectively, as interest expense. Furthermore, on June 30, 2024, the balance of lease liabilities amounted to \$6,568, respectively.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(vi) Others

<b>Relationship</b>	<b>Other income</b>			
	<b>For the three months ended</b>		<b>For the six months ended</b>	
	<b>June 30</b>		<b>June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Associates	\$ -	-	57	43
	<b>0</b>	<b>0</b>	<b>57</b>	<b>43</b>

(vii) Dividends

<b>Relationship</b>	<b>Other receivable from related parties</b>		
	<b>June 30,</b>	<b>December 31,</b>	<b>June 30,</b>
	<b>2025</b>	<b>2024</b>	<b>2024</b>
Associates	\$ 205,191	-	127,360
	<b>205,191</b>	<b>0</b>	<b>127,360</b>

(c) Key management personnel remuneration

Key management personnel remuneration comprised:

	<b>For the three months ended</b>		<b>For the six months ended</b>	
	<b>June 30,</b>		<b>June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Short-term employee benefits	\$ 12,699	12,136	25,955	25,227
Share-based payment	2,920	-	2,920	-
	<b>15,619</b>	<b>12,136</b>	<b>28,875</b>	<b>25,227</b>

**(8) Pledged assets:**

The Group's assets pledged to secure loans are as follows:

<b>Pledged assets</b>	<b>Object</b>	<b>June 30,</b>	<b>December 31,</b>	<b>June 30,</b>
		<b>2025</b>	<b>2024</b>	<b>2024</b>
Other non-current assets	Office leasing	\$ 723,569	723,568	729,290
Property, plant and equipment	Bank loans	11,465,465	-	-
		<b>12,189,034</b>	<b>723,568</b>	<b>729,290</b>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(9) Commitments and contingencies:**

(a) Significant commitments

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Guarantees for importation goods provided by bank	\$ 635,000	1,035,000	1,035,000
Performance guarantees for green energy projects provided by banks	42,800	42,800	20,000
Performance guarantees provided by bank	-	142,433	135,000
Issuance of promissory note for the performance guarantees of research and development programs	-	500,000	500,000
Unused letters of credit	268,659	553,500	650,631
Acquisition of property, plant and equipment	<u>16,324,213</u>	<u>13,827,420</u>	<u>17,936,657</u>
Total	<u>\$ 17,270,672</u>	<u>16,101,153</u>	<u>20,277,288</u>

The Group has signed ten-year green electricity procurement contracts with Formosa Solar Renewable Power Co., Ltd. and Sustainable Energy Solution Co., Ltd., wherein the Group purchases 25 million kWh of green electricity annually, with a total of 250 million kWh for ten years.

(b) Contingent liabilities

In 2010, the Company was charged by Brazil's Ministry of Justice as being involved in the International Monopolies, which influences Brazil's DRAM market. Consequently, the Company, other large international companies and individuals are investigated at the same time. The lawsuit was in a court hearing. The Company has engaged counsels to properly handle it to ensure the Company's rights.

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

**(11) Subsequent Events:**

On August 7, 2025, the Company's Board of Directors approved a resolution to jointly invest with Etron Technology, Inc. in establishing a semiconductor design company to seize emerging business opportunities in the AI chip market and accelerate the development of customized ultra-high bandwidth memories. The Company's total investment will not exceed \$400,000, with a maximum ownership of approximately 80%, and the Company will lead the operations of the joint venture.

(Continued)

**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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**(12) Other:**

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

	For the three months ended June 30, 2025			For the three months ended June 30, 2024		
	Cost of goods sold	Operating expenses	Total	Cost of goods sold	Operating expenses	Total
Employee benefits						
Salaries	696,156	659,312	1,355,468	634,174	584,913	1,219,087
Labor and health insurance	57,286	53,901	111,187	57,007	52,406	109,413
Pension expenses	28,227	27,493	55,720	27,836	26,590	54,426
Remuneration of directors	-	2,555	2,555	-	2,210	2,210
Other personnel expenses	21,919	11,327	33,246	18,226	9,211	27,437
Depreciation expenses	3,549,314	148,362	3,697,676	3,834,933	155,407	3,990,340
Amortization expenses	59,385	1,175	60,560	62,693	300	62,993

	For the six months ended June 30, 2025			For the six months ended June 30, 2024		
	Cost of goods sold	Operating expenses	Total	Cost of goods sold	Operating expenses	Total
Employee benefits						
Salaries	1,311,222	1,258,506	2,569,728	1,242,289	1,154,223	2,396,512
Labor and health insurance	114,191	107,439	221,630	113,183	104,197	217,380
Pension expenses	56,104	56,836	112,940	54,967	54,216	109,183
Remuneration for directors	-	4,555	4,555	-	4,250	4,250
Other personnel expenses	43,822	22,621	66,443	36,451	18,388	54,839
Depreciation expenses	7,311,568	277,896	7,589,464	7,687,773	313,286	8,001,059
Amortization expenses	118,497	2,350	120,847	125,862	300	126,162

- (b) Seasonal operation:

The Group's operation is not affected by seasonal or cyclical factor.

(Continued)

**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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**(13) Other disclosures:**

## (a) Information on significant transactions:

The followings were the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group for the six months ended June 30, 2025:

(i) Loans to other parties: None

(ii) Guarantees and endorsements for other parties: None

(iii) Securities held at the reporting date (excluding investment in subsidiaries, associates and joint ventures):

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance			Note
				Shares/Units (thousands)	Carrying value	Percentage of ownership (%)	
The Company	Mesh Cooperative Ventures Fund LP	-	Financial assets at fair value through other comprehensive income – non-current	-	25,748	2.46 %	25,748

(iv) Related-party transaction for purchases and sales for which amounts exceeding \$100 million or 20% of the Company's paid-in capital:

(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)	
Nanya Technology Corp	Nanya Technology Corp., U.S.A.	Subsidiary	(Sale)	(3,052,640)	(17.44)%	O/A 60~90Days	-	-	1,262,326	21.77%	(Note)
Nanya Technology Corp	Nanya Technology Corp., Japan	Subsidiary	(Sale)	(1,645,201)	(9.40)%	O/A 180Days	-	-	313,541	5.41%	(Note)
Nanya Technology Corp	Nanya Technology Corp., Europe GmbH	Subsidiary	(Sale)	(1,248,393)	(7.13)%	O/A 60~90Days	-	-	498,917	8.60%	(Note)
Nanya Technology Corp., Delaware	Nanya Technology Corp	The parent company	(Sale)	(193,144)	(100.00)%	O/A 60~90 Days	-	-	34,047	100.00%	(Note)
Nanya Technology Corp., U.S.A.	Nanya Technology Corp	The parent company	Purchase	3,052,640	100.00%	O/A 60~90Days	-	-	(1,262,326)	(100.00)%	(Note)
Nanya Technology Corp., Japan	Nanya Technology Corp	The parent company	Purchase	1,645,201	100.00%	O/A 180 Days	-	-	(313,541)	(100.00)%	(Note)
Nanya Technology Corp., Europe GmbH	Nanya Technology Corp	The parent company	Purchase	1,248,393	100.00%	O/A 60~90Days	-	-	(498,917)	(100.00)%	(Note)
Nanya Technology Corp	Nanya Technology Corp., Delaware	subsidiary	Purchase	193,144	3.65%	O/A 60~90Days	-	-	(34,047)	(0.67)%	(Note)
Nanya Technology Corp	Formosa Sumco Corporation	Other related parties	Purchase	208,875	3.95%	O/A 60Days	-	-	(89,372)	(1.77)%	-

Note: The transactions were written off in the consolidated financial statements.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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(v) Receivables from related parties with amounts exceeding \$100 million or 20% of the Company's paid-in capital:

(In Thousands of New Taiwan Dollars)

Name of company	Counter-party	Nature of relationship	Ending balance of accounts receivable from related parties	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts	Note
					Amount	Action taken			
The Company	Nanya Technology Corp., U.S.A.	Subsidiary	1,262,326	5.07	-		596,078	-	(Note)
The Company	Nanya Technology Corp., Japan	Subsidiary	313,541	13.59	-		275,245	-	(Note)
The Company	Nanya Technology Europe GmbH	Subsidiary	498,917	6.69	-		231,158	-	(Note)

Note: The transactions were written off in 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
0	Nanya Technology Corp.	Nanya Technology Corp., U.S.A	1	Sales	3,052,640	On the basis of general conditions	17.23%
0	Nanya Technology Corp.	Nanya Technology Corp., Japan	1	Sales	1,645,201	On the basis of general conditions	9.29%
0	Nanya Technology Corp.	Nanya Technology Europe GmbH	1	Sales	1,248,393	On the basis of general conditions	7.05%
1	Nanya Technology Corp. Delaware	Nanya Technology Corp.	2	Sales	193,144	On the basis of general conditions	1.09%
0	Nanya Technology Corp.	Nanya Technology Corp., U.S.A	1	Accounts receivable	1,262,326	On the basis of general conditions	0.62%
0	Nanya Technology Corp.	Nanya Technology Corp., Japan	1	Accounts receivable	313,541	On the basis of general conditions	0.15%
0	Nanya Technology Corp.	Nanya Technology Europe GmbH	1	Accounts receivable	498,917	On the basis of general conditions	0.24%
1	Nanya Technology Corp. Delaware	Nanya Technology Corp.	2	Accounts receivable	34,047	On the basis of general conditions	0.02%

Note 1: Assigned numbers represent the following:

1. 0 represents the parent company.
2. The subsidiaries are represented numerically starting from 1.

Note 2: The terms of transactions are defined as follows:

1. Parent company to subsidiary.
2. Subsidiary to parent company.
3. Subsidiary to Subsidiary.

Note 3: The business relationship and significant transactions between the parent company and the subsidiary only disclose the importations of sales and account receivable, did not repeat about the purchase and account payable.

Note 4: The transactions were written off in the consolidated financial statements.

(b) Information on investees (excluding information on investees in Mainland China):

The following is the information on investees for the six months ended June 30, 2025:

(In Thousands of New Taiwan Dollars / Thousands Shares)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of June 30, 2025			Net income of investee	Share of profits of investee	Note
				June 30, 2025	December 31, 2024	Shares	Percentage of ownership	Carrying value			
The Company	Nanya Technology Corp., U.S.A.	U.S.A	Sales of semiconductor products	20,392	20,392	2.4	100.00 %	265,343	11,219	11,219	(Note1)
The Company	Nanya Technology Corp., Delaware	U.S.A	Design of semiconductor products	36,005	36,005	-	100.00 %	266,232	12,731	12,731	(Note1)
The Company	Nanya Technology Corp., HK	Hong Kong	Sales of semiconductor products	66,271	66,271	19.7	100.00 %	114,398	4,393	4,393	(Note1)
The Company	Nanya Technology Corp., Japan	Japan	Sales of semiconductor products	20,161	20,161	1	100.00 %	424,723	(42,094)	(42,094)	(Note1)
The Company	Nanya Technology International, Ltd.	British Virgin Island	General investment business	38,220,100	48,145,600	1.3	100.00 %	46,635,742	1,236,197	1,236,197	(Note 1) (Note 3)
The Company	PieceMakers Technology, Inc.	Hsinchu	Design of semiconductor products	611,880	-	20,396	35.76 %	605,522	(11,674)	(4,174)	(Note1)
The Company	Formosa Advanced Technologies Co., Ltd.	Yunlin	Assembling, testing and producing modules for IC	5,099,482	5,099,482	141,511	32.00 %	4,497,251	(69,874)	42,175	(Note 2)
Nanya Technology Corp., HK	Nanya Technology Europe GmbH	Germany	Sales of semiconductor products	30,056	30,056	-	100.00 %	99,816	2,724	2,724	(Note1)

Note: (1) The transactions were written off in the consolidated financial statements.

(2) Investment accounted for using equity method.

(3) On March 25, 2025, Nanya Technology International, Ltd. resolved by the Board of Directors to carry out a cash capital reduction in line with its financial planning. The amount of capital reduction was \$9,925,500, with a total of 0.3 thousand shares being cancelled.

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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(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 (Note 1)	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) (Note 2)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
Nanya Technology Corp., Shenzhen	Sales of semiconductor products	29,453 (USD985 thousand)	(2)	29,453 (USD985 thousand)	-	-	29,453 (USD985 thousand)	963	100.00%	963	28,679	-

Note 1 : Three types of investments were as follows:

- (1) Investing directly in Mainland China
- (2) Investing the companies in Mainland China through third parties.
- (3) Others

Note 2 : The financial statements were reviewed by a certified public accountant of the Taiwanese parent company.

Note 3 : The transactions were written off in 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 (Note 1)	Investment Amounts Authorized by Investment Commission, MOEA (Note 1)	Upper Limit on Investment (Note 2)
29,453 (USD985 thousand)	29,453 (USD985 thousand)	92,799,511

Note 1 : The exchange rate of New Taiwan dollars to US dollars on June 30, 2025 was USD1 : TWD 29.902

Note 2 : 60% of net equity.

(iii) Significant transactions: None

**(14) Segment information:**

**For the three months ended June 30, 2025**

	Overseas sales division	Overseas R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Revenue:						
From external customers	\$ 3,270,663	-	7,255,431	-	-	10,526,094
From sales among intersegments	10,737	102,897	3,223,421	-	(3,337,055)	-
Total revenue	<u>\$ 3,281,400</u>	<u>102,897</u>	<u>10,478,852</u>	<u>-</u>	<u>(3,337,055)</u>	<u>10,526,094</u>
Reportable segment profit or loss	<u>\$ (1,480)</u>	<u>6,586</u>	<u>(5,100,991)</u>	<u>541,895</u>	<u>(546,433)</u>	<u>(5,100,423)</u>

**For the three months ended June 30, 2024**

	Overseas sales division	Overseas R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Revenue:						
From external customers	\$ 2,660,009	-	7,261,034	-	-	9,921,043
From sales among intersegments	15,209	111,535	2,600,258	-	(2,727,002)	-
Total revenue	<u>\$ 2,675,218</u>	<u>111,535</u>	<u>9,861,292</u>	<u>-</u>	<u>(2,727,002)</u>	<u>9,921,043</u>
Reportable segment profit or loss	<u>\$ 91,407</u>	<u>7,250</u>	<u>(1,274,823)</u>	<u>785,101</u>	<u>(882,208)</u>	<u>(1,273,273)</u>

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**NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES**  
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For the six months ended June 30, 2025						
	Overseas sales division	Overseas R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Revenue:						
From external customers	\$ 6,236,674	-	11,477,360	-	-	17,714,034
From sales among intersegments	22,107	193,144	6,029,420	-	(6,244,671)	-
Total revenue	<u>\$ 6,258,781</u>	<u>193,144</u>	<u>17,506,780</u>	<u>-</u>	<u>(6,244,671)</u>	<u>17,714,034</u>
Reportable segment profit or loss	<u>\$ (25,028)</u>	<u>12,731</u>	<u>(7,525,273)</u>	<u>1,236,197</u>	<u>(1,222,446)</u>	<u>(7,523,819)</u>

For the six months ended June 30, 2024						
	Overseas sales division	Overseas R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Revenue:						
From external customers	\$ 5,551,163	-	13,872,817	-	-	19,423,980
From sales among intersegments	24,180	209,798	5,402,412	-	(5,636,390)	-
Total revenue	<u>\$ 5,575,343</u>	<u>209,798</u>	<u>19,275,229</u>	<u>-</u>	<u>(5,636,390)</u>	<u>19,423,980</u>
Reportable segment profit or loss	<u>\$ 187,295</u>	<u>13,666</u>	<u>(2,819,116)</u>	<u>1,558,480</u>	<u>(1,756,694)</u>	<u>(2,816,369)</u>

	Overseas sales division	Overseas R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Reportable segment assets						
Balance at June 30, 2025	<u>\$ 2,929,119</u>	<u>269,196</u>	<u>203,752,448</u>	<u>46,635,742</u>	<u>(49,841,379)</u>	<u>203,745,126</u>
Balance at December 31, 2024	<u>\$ 2,552,907</u>	<u>295,998</u>	<u>206,653,080</u>	<u>59,687,253</u>	<u>(62,482,921)</u>	<u>206,706,317</u>
Balance at June 30, 2024	<u>\$ 2,607,265</u>	<u>271,545</u>	<u>200,905,876</u>	<u>57,505,439</u>	<u>(60,393,930)</u>	<u>200,896,195</u>

	Overseas sales division	Overseas R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Reportable segment liabilities						
Balance at June 30, 2025	<u>\$ 2,129,013</u>	<u>2,964</u>	<u>49,086,597</u>	<u>-</u>	<u>(2,139,299)</u>	<u>49,079,275</u>
Balance at December 31, 2024	<u>\$ 1,685,129</u>	<u>17,242</u>	<u>41,599,805</u>	<u>-</u>	<u>(1,649,134)</u>	<u>41,653,042</u>
Balance at June 30, 2024	<u>\$ 1,681,912</u>	<u>3,475</u>	<u>33,153,081</u>	<u>-</u>	<u>(1,695,068)</u>	<u>33,143,400</u>