

**NANYA TECHNOLOGY CORPORATION AND
SUBSIDIARIES**

Consolidated Financial Statements

**With Independent Auditors' Review Report
For the Six Months Ended June 30, 2026 and 2025**

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

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Independent Auditors' Review Report

To the Board of Directors 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, 2026 and 2025, the related consolidated statements of comprehensive income for the three months and six months ended June 30, 2026 and 2025, as well as the changes in equity and cash flows for the six months ended June 30, 2026 and 2025, 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, 2026 and 2025, and of its consolidated financial performance for the three months and six months ended June 30, 2026 and 2025, as well as its consolidated cash flows for the six months ended June 30, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Jhang, Jhao-Wun and Lee, Tzu-Hui.

KPMG

Taipei, Taiwan (Republic of China)
August 5, 2026

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, 2026, December 31 and June 30, 2025****(Expressed in Thousands of New Taiwan Dollars)**

		June 30, 2026		December 31, 2025		June 30, 2025						June 30, 2026		December 31, 2025		June 30, 2025	
Assets		Amount	%	Amount	%	Amount	%	Liabilities and Equity		Amount	%	Amount	%	Amount	%	Amount	%
Current assets:								Current liabilities:									
1100	Cash and cash equivalents (Note 6(a))	\$ 217,602,535	56	58,074,065	28	52,571,722	26	2100	Short-term borrowings (Notes 6(i) and (z))	\$ -	-	5,059,500	2	9,676,000	5		
1170	Accounts receivable, net (Notes 6(c) and (t))	40,247,197	10	16,545,661	8	5,938,394	3	2110	Short-term notes payable (Notes 6(j) and (z))	-	-	-	-	3,792,203	2		
1180	Accounts receivable due from related parties, net (Notes 6(c), (t) and 7)	31,985	-	12,820	-	11,617	-	2170	Accounts payable	7,979,920	2	6,367,998	3	4,940,925	2		
1200	Other receivables (Note 6(d))	1,334,475	-	3,418,931	2	4,016,218	2	2180	Accounts payable to related parties (Note 7)	110,478	-	112,851	-	116,824	-		
1210	Other receivables due from related parties (Note 7)	184,343	-	-	-	205,191	-	2200	Other payables	14,018,032	4	4,332,837	2	3,976,418	2		
1310	Inventories (Note 6(e))	21,530,230	6	27,287,519	13	35,528,632	17	2220	Other payables to related parties (Note 7)	3,562,198	1	1,610,915	1	1,149,264	1		
1410	Prepayments	1,514,740	1	1,213,471	-	1,232,024	-	2230	Current tax liabilities	14,348,515	4	636,678	1	-	-		
1470	Other current assets	2,075,993	1	1,988,324	1	1,349,764	1	2280	Current lease liabilities (Notes 6(m), (z) and 7)	475,865	-	457,127	-	444,807	-		
	Total current assets	284,521,498	74	108,540,791	52	100,853,562	49	2399	Other current liabilities(Note 6(n))	679,898	-	442,006	-	81,943	-		
									Total current liabilities	41,174,906	11	19,019,912	9	24,178,384	12		
Non-current assets:								Non-Current liabilities:									
1517	Non-current financial assets at fair value through other comprehensive income	28,984	-	29,477	-	25,748	-	2530	Bonds payable (Notes 6(k) and (z))	3,996,700	1	3,996,100	2	3,995,500	2		
1535	Non-current financial assets at amortized cost, net (Notes 6(b) and 8)	914,160	-	726,273	-	726,024	-	2540	Long-term borrowings (Notes 6(l), (z) and 8)	14,400,000	4	10,200,000	5	16,000,000	8		
1550	Investments accounted for using equity method (Note 6(f))	7,063,279	2	5,903,612	3	5,102,773	3	2570	Deferred tax liabilities (Note 6(p))	191,999	-	35,431	-	19,876	-		
1600	Property, plant and equipment (Notes 6(g), (z), 7 and 8)	89,804,071	23	85,031,251	41	86,399,587	43	2580	Non-current lease liabilities (Notes 6(m), (z) and 7)	3,819,860	1	3,904,728	2	4,089,643	2		
1755	Right-of-use assets (Notes 6(h) and 7)	4,146,056	1	4,225,624	2	4,413,342	2	2640	Net defined benefit liability, non-current (Note 6(o))	381,294	-	396,189	-	422,175	-		
1780	Intangible assets	1,037,653	-	531,328	-	645,294	-	2670	Other non-current liabilities (Note 6(z))	1,094,924	-	362,002	-	373,697	-		
1840	Deferred tax assets (Note 6(p))	100,573	-	3,332,918	2	5,377,871	3		Total non-current liabilities	23,884,777	6	18,894,450	9	24,900,891	12		
1990	Other non-current assets	141,922	-	131,444	-	200,925	-		Total liabilities	65,059,683	17	37,914,362	18	49,079,275	24		
	Total non-current assets	103,236,698	26	99,911,927	48	102,891,564	51		Equity (Note 6(q)):								
								3110	Ordinary shares	34,502,059	9	30,986,279	15	30,986,279	15		
								3200	Capital surplus(Note 6(r))	108,458,568	28	33,080,785	16	32,905,259	16		
								3310	Legal reserve	19,288,611	5	18,626,223	9	18,626,223	9		
								3350	Unappropriated retained earnings	156,416,827	40	85,475,632	41	72,809,004	36		
								3400	Other equity interest	3,894,538	1	2,230,933	1	(660,914)	-		
									Total equity attributable to owners of parent	322,560,603	83	170,399,852	82	154,665,851	76		
								36xx	Non-controlling interests	137,910	-	138,504	-	-	-		
									Total equity	322,698,513	83	170,538,356	82	154,665,851	76		
Total assets		\$ 387,758,196	100	208,452,718	100	203,745,126	100		Total liabilities and equity	\$ 387,758,196	100	208,452,718	100	203,745,126	100		

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, 2026 and 2025

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

		For the three months ended June 30,				For the six months ended June 30,			
		2026		2025		2026		2025	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue (Notes 6(t) and 7)	\$ 82,549,073	100	10,526,094	100	131,636,005	100	17,714,034	100
5000	Operating costs (Notes 6(e), (g), (h), (m), (n), (o), (r), (u), 7 and 10)	<u>16,931,613</u>	<u>21</u>	<u>12,689,937</u>	<u>121</u>	<u>32,693,063</u>	<u>25</u>	<u>20,952,549</u>	<u>118</u>
	Total gross profit (loss) from operations	65,617,460	79	(2,163,843)	(21)	98,942,942	75	(3,238,515)	(18)
5910	Less: Unrealized profit from sales	9,355	-	1,141	-	9,355	-	1,141	-
5920	Add: Realized profit from sales	<u>11,103</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,746</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Gross profit (loss) from operations	<u>65,619,208</u>	<u>79</u>	<u>(2,164,984)</u>	<u>(21)</u>	<u>98,935,333</u>	<u>75</u>	<u>(3,239,656)</u>	<u>(18)</u>
	Operating expenses (Notes 6(g), (h), (m), (o), (r), (u) and 7):								
6100	Selling expenses	503,363	-	182,013	2	850,682	1	333,954	2
6200	Administrative expenses	1,059,786	1	443,340	4	1,808,283	1	840,730	5
6300	Research and development expenses	<u>3,229,782</u>	<u>4</u>	<u>1,710,848</u>	<u>16</u>	<u>5,338,808</u>	<u>4</u>	<u>3,242,182</u>	<u>18</u>
	Total operating expenses	<u>4,792,931</u>	<u>5</u>	<u>2,336,201</u>	<u>22</u>	<u>7,997,773</u>	<u>6</u>	<u>4,416,866</u>	<u>25</u>
	Net operating income (loss)	<u>60,826,277</u>	<u>74</u>	<u>(4,501,185)</u>	<u>(43)</u>	<u>90,937,560</u>	<u>69</u>	<u>(7,656,522)</u>	<u>(43)</u>
	Non-operating income and expenses (Notes 6(f), (g), (m), (v) and 7):								
7100	Interest income	1,204,204	2	629,094	6	1,817,864	1	1,335,951	8
7020	Other gains and losses, net	159,549	-	(1,098,463)	(10)	1,000,745	1	(943,923)	(5)
7050	Finance costs	(95,401)	-	(154,489)	(1)	(182,095)	-	(297,326)	(2)
7060	Share of profit of associates accounted for using equity method, net	<u>234,708</u>	<u>-</u>	<u>24,620</u>	<u>-</u>	<u>473,397</u>	<u>-</u>	<u>38,001</u>	<u>-</u>
	Total non-operating income and expenses	<u>1,503,060</u>	<u>2</u>	<u>(599,238)</u>	<u>(5)</u>	<u>3,109,911</u>	<u>2</u>	<u>132,703</u>	<u>1</u>
7900	Income (loss) before tax	62,329,337	76	(5,100,423)	(48)	94,047,471	71	(7,523,819)	(42)
7950	Less: Income tax expense (profit) (Note 6(p))	<u>12,137,568</u>	<u>15</u>	<u>(998,310)</u>	<u>(9)</u>	<u>17,797,448</u>	<u>13</u>	<u>(1,481,067)</u>	<u>(8)</u>
	Income (loss)	<u>50,191,769</u>	<u>61</u>	<u>(4,102,113)</u>	<u>(39)</u>	<u>76,250,023</u>	<u>58</u>	<u>(6,042,752)</u>	<u>(34)</u>
8300	Other comprehensive income (loss) (Notes 6(o), (p) and (q)):								
8310	Components of other comprehensive income (loss) that will not be reclassified to profit or loss								
8316	Unrealized loss from investments in equity instruments measured at fair value through other comprehensive income	(851)	-	(1,421)	-	(493)	-	(1,796)	-
8320	Share of other comprehensive income of associates accounted for using equity method	757,178	1	5,350	-	876,158	1	15,498	-
8349	Less: Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	<u>(171)</u>	<u>-</u>	<u>(284)</u>	<u>-</u>	<u>(99)</u>	<u>-</u>	<u>(359)</u>	<u>-</u>
	Components of other comprehensive income that will not be reclassified to profit or loss	<u>756,498</u>	<u>1</u>	<u>4,213</u>	<u>-</u>	<u>875,764</u>	<u>1</u>	<u>14,061</u>	<u>-</u>
8360	Components of other comprehensive loss that may be reclassified to profit or loss								
8361	Exchange differences on translation of foreign financial statements	(95,847)	-	(5,177,184)	(49)	786,557	-	(4,428,656)	(25)
8370	Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method	1,774	-	(1,222)	-	2,063	-	(1,042)	-
8399	Less: Income tax related to components of other comprehensive income that may be reclassified to profit or loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Components of other comprehensive income that may be reclassified to profit or loss	<u>(94,073)</u>	<u>-</u>	<u>(5,178,406)</u>	<u>(49)</u>	<u>788,620</u>	<u>-</u>	<u>(4,429,698)</u>	<u>(25)</u>
8300	Other comprehensive income (loss), net	<u>662,425</u>	<u>1</u>	<u>(5,174,193)</u>	<u>(49)</u>	<u>1,664,384</u>	<u>1</u>	<u>(4,415,637)</u>	<u>(25)</u>
8500	Comprehensive income (loss)	<u>\$ 50,854,194</u>	<u>62</u>	<u>(9,276,306)</u>	<u>(88)</u>	<u>77,914,407</u>	<u>59</u>	<u>(10,458,389)</u>	<u>(59)</u>
	Profit (loss), attributable to:								
8610	Owners of parent	\$ 50,192,038	61	(4,102,113)	(39)	76,251,525	58	(6,042,752)	(34)
8620	Non-controlling interests	<u>(269)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,502)</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>\$ 50,191,769</u>	<u>61</u>	<u>(4,102,113)</u>	<u>(39)</u>	<u>76,250,023</u>	<u>58</u>	<u>(6,042,752)</u>	<u>(34)</u>
	Comprehensive income (loss) attributable to:								
8710	Owners of parent	\$ 50,853,684	62	(9,276,306)	(88)	77,915,130	59	(10,458,389)	(59)
8720	Non-controlling interests	<u>510</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(723)</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>\$ 50,854,194</u>	<u>62</u>	<u>(9,276,306)</u>	<u>(88)</u>	<u>77,914,407</u>	<u>59</u>	<u>(10,458,389)</u>	<u>(59)</u>
	Income (loss) per share (Note 6(s))								
9750	Basic income (loss) per share	<u>\$ 14.66</u>		<u>(1.32)</u>		<u>23.38</u>		<u>(1.95)</u>	
9850	Diluted earnings per share	<u>\$ 14.12</u>				<u>22.48</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, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	Ordinary shares	Capital surplus	Legal reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Other equity interest Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at January 1, 2025	\$ 30,986,279	32,834,294	18,626,223	78,851,756	4,502,042	(747,319)	3,754,723	165,053,275	-	165,053,275
Net loss for the six months ended June 30, 2025	-	-	-	(6,042,752)	-	-	-	(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)	-	(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)	-	(10,458,389)
Other changes in capital surplus:										
Share-based payment transaction	-	70,716	-	-	-	-	-	70,716	-	70,716
Past due unclaimed dividends	-	249	-	-	-	-	-	249	-	249
Balance at June 30, 2025	\$ 30,986,279	32,905,259	18,626,223	72,809,004	72,344	(733,258)	(660,914)	154,665,851	-	154,665,851
Balance at January 1, 2026	\$ 30,986,279	33,080,785	18,626,223	85,475,632	2,533,040	(302,107)	2,230,933	170,399,852	138,504	170,538,356
Net income (loss) for the six months ended June 30, 2026	-	-	-	76,251,525	-	-	-	76,251,525	(1,502)	76,250,023
Other comprehensive income for the six months ended June 30, 2026	-	-	-	-	787,841	875,764	1,663,605	1,663,605	779	1,664,384
Total comprehensive income (loss) for the six months ended June 30, 2026	-	-	-	76,251,525	787,841	875,764	1,663,605	77,915,130	(723)	77,914,407
Appropriation and distribution of retained earnings:										
Legal reserve appropriated	-	-	662,388	(662,388)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	(4,647,942)	-	-	-	(4,647,942)	-	(4,647,942)
Other changes in capital surplus:										
Issuance of ordinary shares for cash	3,515,780	75,202,534	-	-	-	-	-	78,718,314	-	78,718,314
Share-based payment transactions	-	175,215	-	-	-	-	-	175,215	129	175,344
Past due unclaimed dividends	-	34	-	-	-	-	-	34	-	34
Balance at June 30, 2026	\$ 34,502,059	108,458,568	19,288,611	156,416,827	3,320,881	573,657	3,894,538	322,560,603	137,910	322,698,513

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, 2026 and 2025****(Expressed in Thousands of New Taiwan Dollars)**

	For the six months ended June 30,	
	2026	2025
Cash flows used in operating activities		
Profit (loss) before tax	\$ 94,047,471	(7,523,819)
Adjustments:		
Adjustments to reconcile profit:		
Depreciation expense	5,746,305	7,589,464
Amortization expense	110,310	120,847
Interest expense	182,095	297,326
Interest income	(1,817,864)	(1,335,951)
Share-based payment	175,344	70,716
Share of profit of associates accounted for using equity method	(473,397)	(38,001)
Gain on disposal of property, plant and equipment	(1,402)	(3,609)
Impairment loss on non-financial assets	943	14,481
Unrealized profit from sales	9,355	1,141
Realized profit on from sales	(1,746)	-
Unrealized foreign exchange gain	(906,559)	(65,887)
Total adjustments to reconcile profit	3,023,384	6,650,527
Changes in operating assets and liabilities:		
Accounts receivable (including related parties)	(23,284,505)	(1,865,183)
Other receivables (including related parties)	2,209,734	(243,130)
Inventories	5,757,289	(210,587)
Prepayments	(301,269)	189,609
Other current assets	(87,669)	(86,400)
Accounts payable (including related parties)	(1,819,648)	(173,538)
Other payables (including related parties)	6,771,521	(616,567)
Other current liabilities	237,892	64,088
Net defined benefit liability	(14,895)	(8,470)
Other non-current liabilities	84,934	3,262
Total net changes used in operating assets and liabilities	(10,446,616)	(2,946,916)
Cash inflow from (used in) operations	86,624,239	(3,820,208)
Interest received	1,669,818	1,437,394
Interest paid	(212,456)	(289,101)
Income taxes paid	(673,894)	(25,980)
Net cash flows from (used in) operating activities	87,407,707	(2,697,895)
Cash flows used in investing activities:		
Acquisition of financial assets at amortized cost	(187,919)	(2,503)
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	-	276
Acquisition of investments accounted for using equity method	-	(611,880)
Acquisition of property, plant and equipment	(6,855,338)	(9,326,973)
Proceeds from disposal of property, plant and equipment	4,420	3,609
Increase in refundable deposits	(2,381)	(50,994)
Acquisition of intangible assets	(2,498)	(185,631)
Increase in other non-current assets	(12,880)	(35,541)
Net cash flows used in investing activities	(7,056,596)	(10,209,637)
Cash flows from financing activities:		
Issuance of ordinary shares for cash	78,718,314	-
Decrease in short-term borrowings	(5,059,500)	(4,860,000)
Decrease in short-term notes payable	-	(2,950,000)
Proceeds from long-term borrowings	4,200,000	16,000,000
Increase (decrease) in guarantee deposits received	242,038	(3,049)
Payment of lease liabilities	(232,577)	(216,525)
Net cash flows from financing activities	77,868,275	7,970,426
Effect of exchange rate changes on cash and cash equivalents	1,309,084	(4,393,951)
Net increase (decrease) in cash and cash equivalents	159,528,470	(9,331,057)
Cash and cash equivalents at beginning of period	58,074,065	61,902,779
Cash and cash equivalents at end of period	\$ 217,602,535	52,571,722

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, 2026 and 2025

(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 5, 2026.

(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, 2026:

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

- (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, 2027, would not have a significant impact on its consolidated financial statements:

- IFRS 19 “Subsidiaries without Public Accountability: Disclosures” and amendments to IFRS 19
- Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency”

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

The Group expects to adopt the following new and amended standards, which effective for annual period beginning on January 1, 2028:

(i) IFRS 18 “Presentation and Disclosure in Financial Statements”

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.

- A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities.
- Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards.
- Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.

The new standard introduces consequential amendments to IAS 7, which require to use the newly defined operating profit subtotal as the starting point for the statement of cash flows when presenting operating cash flows under the indirect method. The consequential amendments also provide specific guidance on the classification of interest and dividend cash flows.

The Group is evaluating the impact on its consolidated financial statements upon the initial adoption of the new standard.

(ii) Amendments to IAS 28 “The Fair Value Option for Investments in Associates and Joint Ventures”

The Group does not expect the amendments to have a significant impact on its consolidated financial statements.

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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

The Group does not expect the following 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 20 “Regulatory Assets and Regulatory Liabilities”

(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, 2025. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2025.

- (b) Basis of consolidation

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

Investor	The name of subsidiaries	Business activity	Shareholding			Note
			June 30, 2026	December 31, 2025	June 30, 2025	
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 %	
The Company	MEMOLEAD TECHNOLOGY CORP.	Design and sales of products	72.10 %	72.10 %	-	% Note 1
NANYA TECHNOLOGY CORP. H.K.	NANYA TECHNOLOGY CORP., Europe GmbH	Sales of semiconductor products	100.00 %	100.00 %	100.00 %	

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Investor	The name of subsidiaries	Business activity	Shareholding			Note
			June 30, 2026	December 31, 2025	June 30, 2025	
NANYA TECHNOLOGY CORP. H.K.	NANYA TECHNOLOGY CORP. Shenzhen	Sales of semiconductor products	100.00 %	100.00 %	100.00 %	
MEMOLEAD TECHNOLOGY CORP.	MemoLead Technology International, Ltd.	General investment business	100.00 %	- %	- %	Note 2

Note 1: MemoLead Technology Corp. was officially registered and established on August 29, 2025, and has since been included in the consolidated financial statements.

Note 2: MemoLead Technology International, Ltd. was established on April 17, 2026, with the approval of the board of MemoLead Technology Corp., a subsidiary of the Company, on February 26, 2026. The company has been included in the consolidated financial statements since its establishment.

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

(c) 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.

(d) 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, 2025. For the related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2025.

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(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, 2025. Please refer to Note 6 of the 2025 annual consolidated financial statements.

(a) Cash and cash equivalents

	June 30, 2026	December 31, 2025	June 30, 2025
Petty cash	\$ 29	41	60
Checking accounts and demand deposits	28,002,309	3,977,397	2,657,669
Cash equivalents:			
Time deposits	160,840,667	53,603,327	49,913,993
Commercial paper	24,169,530	493,300	-
Repurchase agreements collateralized by corporate bonds	4,590,000	-	-
	<u>\$ 217,602,535</u>	<u>58,074,065</u>	<u>52,571,722</u>

Refer to Note 6(w) for the interest rate risk and sensitivity analysis of the financial assets and liabilities of the Group.

(b) Non-current financial assets at amortized cost

	June 30, 2026	December 31, 2025	June 30, 2025
Restricted Demand Deposits	\$ 859	867	805
Restricted Time Deposits	913,301	725,406	725,219
	<u>\$ 914,160</u>	<u>726,273</u>	<u>726,024</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 (including related parties)

	June 30, 2026	December 31, 2025	June 30, 2025
Accounts receivable	\$ 40,247,197	16,545,661	5,938,394
Accounts receivable- related parties	31,985	12,820	11,617
	<u>\$ 40,279,182</u>	<u>16,558,481</u>	<u>5,950,011</u>

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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 (including related parties). To measure the expected credit losses, accounts receivables (including related parties) 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 (including related parties) was determined as follows:

June 30, 2026			
Due days	Accounts receivables (including related parties) gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 39,241,456	-	-
1 to 30 days past due	1,037,726	-	-
	\$ 40,279,182		-
December 31, 2025			
Due days	Accounts receivables (including related parties) gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 16,342,266	-	-
1 to 30 days past due	215,878	-	-
31 to 60 days past due	337	-	-
	\$ 16,558,481		-
June 30, 2025			
Due days	Accounts receivables gross carrying amount	Weighted average loss rate	Loss allowance provision
Current	\$ 5,893,933	-	-
1 to 30 days past due	56,078	-	-
	\$ 5,950,011		-

The Group did not recognize any allowance for impairment loss as there were no significant increase in expected credit risk for its accounts receivable (including related parties) as of June 30, 2026, December 31 and June 30, 2025.

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

None of the Group's accounts receivable (including related parties) were pledged as collateral as of June 30, 2026, December 31 and June 30, 2025.

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

(d) Other receivables

	June 30, 2026	December 31, 2025	June 30, 2025
Tax refund receivable	\$ 474,451	2,587,679	3,492,413
Interest receivable	839,561	691,515	499,228
Others	20,463	139,737	24,577
	<u>\$ 1,334,475</u>	<u>3,418,931</u>	<u>4,016,218</u>

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

(e) Inventories

	June 30, 2026	December 31, 2025	June 30, 2025
Raw materials	\$ 547,758	367,921	355,141
Work in progress	12,501,871	15,761,403	17,875,517
Finished goods	8,480,601	11,158,195	17,297,974
	<u>\$ 21,530,230</u>	<u>27,287,519</u>	<u>35,528,632</u>

The details of the cost of sales were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Inventory that has been sold	\$ 16,878,316	12,364,354	32,516,500	20,373,509
Write-down of inventories (reversal of write-down)	(1,766)	119,154	(11,267)	188,476
Unallocated production overheads	31,636	180,997	143,093	346,708
Others	23,427	25,432	44,737	43,856
	<u>\$ 16,931,613</u>	<u>12,689,937</u>	<u>32,693,063</u>	<u>20,952,549</u>

The Group's reversals of write-down of inventories of \$1,766 thousand and \$11,267 thousand for the three months and six months ended June 30, 2026, respectively, were due to the improvements in the factors that previously resulted in inventories declining to net realizable value. Moreover, The Group recognized the write-down of inventories to net realizable value of \$119,154 thousand and \$188,476 thousand for the three months and six months ended June 30, 2025, respectively.

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

None of the Group's inventories were pledged as collateral as of June 30, 2026, December 31 and June 30, 2025.

(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, 2026	December 31, 2025	June 30, 2025
Associates	\$ <u><u>7,063,279</u></u>	<u><u>5,903,612</u></u>	<u><u>5,102,773</u></u>

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, 2026	December 31, 2025	June 30, 2025
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, 2026	December 31, 2025	June 30, 2025
Formosa Advanced Technologies Co., Ltd.	\$ <u><u>31,840,000</u></u>	<u><u>28,611,778</u></u>	<u><u>12,338,000</u></u>

The aggregated financial information of the major associate was as follows:

The financial information of FATC was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Current assets	\$ 10,177,429	9,443,229	8,938,162
Non-current assets	9,355,048	4,473,900	3,247,604
Current liabilities	(3,665,989)	(1,179,280)	(1,441,999)
Non-current liabilities	(468,231)	(490,717)	(499,504)
Net asset	\$ <u><u>15,398,257</u></u>	<u><u>12,247,132</u></u>	<u><u>10,244,263</u></u>
Net asset contributed to non-controlling interest of Formosa Petrochemical Corporation	\$ <u><u>10,470,815</u></u>	<u><u>8,328,050</u></u>	<u><u>6,966,099</u></u>
Net asset contributed to FATC	\$ <u><u>4,927,442</u></u>	<u><u>3,919,082</u></u>	<u><u>3,278,164</u></u>

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Operating revenue	<u>\$ 3,157,252</u>	<u>2,101,645</u>	<u>6,101,868</u>	<u>4,331,848</u>
Net profit (loss)	\$ 429,003	(222,143)	855,354	(69,874)
Other comprehensive income (loss)	<u>2,366,182</u>	<u>16,717</u>	<u>2,737,992</u>	<u>48,432</u>
Total comprehensive income (loss)	<u>\$ 2,795,185</u>	<u>(205,426)</u>	<u>3,593,346</u>	<u>(21,442)</u>
Comprehensive income allocated to non-controlling interest of Formosa Petrochemical Corporation	<u>\$ 1,900,725</u>	<u>(139,690)</u>	<u>2,443,475</u>	<u>(14,581)</u>
Total comprehensive income (loss) contributed to FATC	<u>\$ 894,460</u>	<u>(65,736)</u>	<u>1,149,871</u>	<u>(6,861)</u>
	June 30, 2026	December 31, 2025	June 30, 2025	
Share of net assets of the major associate at January 1	\$ 3,919,082	3,490,216	3,490,216	
Profit (loss) attributable to the Group	273,713	192,844	(22,360)	
Comprehensive income contributable to the Group	876,158	441,188	15,499	
Uncollected dividends beyond the collection period which are reclassified to capital surplus	-	25	-	
Cash dividends contributed to the Group	<u>(141,511)</u>	<u>(205,191)</u>	<u>(205,191)</u>	
Share of net assets of major associate	4,927,442	3,919,082	3,278,164	
Add: good will	1,463,162	1,463,162	1,463,162	
Less: unrealized profits on upstream sales net assets of the associates	<u>(157,062)</u>	<u>(158,496)</u>	<u>(244,075)</u>	
Total carrying amount of the major associate	<u>\$ 6,233,542</u>	<u>5,223,748</u>	<u>4,497,251</u>	

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

		<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Carrying amount of the individually insignificant associate's equity - PieceMakers Technology, Inc.		<u>\$ 829,737</u>	<u>679,864</u>	<u>605,522</u>
		<u>For the three months ended June 30,</u>	<u>For the six months ended June 30,</u>	
		<u>2026</u>	<u>2025</u>	<u>2026</u>
				<u>2025</u>
Attributable to the Group:				
Net profit (loss)	\$	98,391	(906)	198,250
				(4,174)
Other comprehensive income (loss)		<u>1,774</u>	<u>(1,222)</u>	<u>2,063</u>
				<u>(1,042)</u>
Total comprehensive income (loss)	\$	<u>100,165</u>	<u>(2,128)</u>	<u>200,313</u>
				<u>(5,216)</u>

On February 10, 2025, the Group invested in PieceMakers Technology, Inc. by acquiring 20,396 common stocks at a price of \$30 per share, for a total consideration of \$611,880 thousand. On December 30, 2025, PieceMaker Technology, Inc. executed its employee stocks options, resulting in decrease in the Group's ownership interest from 35.76% to 35.14%.

None of the Group's investments accounted for using the equity method were pledged as collateral as of June 30, 2026, December 31 and June 30, 2025.

(g) Property, plant and equipment

	Land	Building	Machinery and equipment	Other equipment	Under construction	Total
Cost:						
Balance as of January 1, 2026	\$ 1,013,924	13,137,831	243,283,332	944,886	28,570,963	286,950,936
Additions	-	-	347,881	51,292	9,875,332	10,274,505
Disposals	-	-	(620,311)	(3,081)	-	(623,392)
Reclassification	-	1,010,038	2,745,459	6,814	(3,762,311)	-
Effect of exchange rate change	-	(19)	1,109	1,176	-	2,266
Balance as of June 30, 2026	\$ 1,013,924	14,147,850	245,757,470	1,001,087	34,683,984	296,604,315
Balance as of January 1, 2025	\$ 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)
Balance as of June 30, 2025	\$ 1,013,924	10,806,545	238,770,609	944,013	31,958,812	283,493,903

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	<u>Land</u>	<u>Building</u>	<u>Machinery and equipment</u>	<u>Other equipment</u>	<u>Under construction</u>	<u>Total</u>
Accumulated depreciation / impairment loss:						
Balance as of January 1, 2026	\$ -	4,464,875	196,623,853	830,957	-	201,919,685
Depreciation for the period	-	240,161	5,234,121	24,281	-	5,498,563
Reversal of impairment loss	-	-	943	-	-	943
Disposals	-	-	(617,301)	(3,073)	-	(620,374)
Reclassification	-	-	211	(211)	-	-
Effect of exchange rate change	-	(19)	879	567	-	1,427
Balance as of June 30, 2026	<u>\$ -</u>	<u>4,705,017</u>	<u>201,242,706</u>	<u>852,521</u>	<u>-</u>	<u>206,800,244</u>
Balance as of January 1, 2025	\$ -	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)
Balance as of June 30, 2025	<u>\$ -</u>	<u>4,261,296</u>	<u>192,018,591</u>	<u>814,429</u>	<u>-</u>	<u>197,094,316</u>
Carrying amounts:						
Balance as of June 30, 2026	<u>\$ 1,013,924</u>	<u>9,442,833</u>	<u>44,514,764</u>	<u>148,566</u>	<u>34,683,984</u>	<u>89,804,071</u>
Balance as of December 31, 2025	<u>\$ 1,013,924</u>	<u>8,672,956</u>	<u>46,659,479</u>	<u>113,929</u>	<u>28,570,963</u>	<u>85,031,251</u>
Balance as of June 30, 2025	<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>

(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, 2026 and 2025, the Group reassessed its estimates, wherein the amount of \$943 thousand and \$14,481 thousand of the reversal of impairment loss has been recognized, respectively.

(ii) **Plants, and equipment under construction**

For the six months ended June 30, 2026 and 2025, the capitalized interest on borrowings for the purchase of properties, plants, and equipment of the Group amounted to \$30,513 thousand and \$50,239 thousand, with the interest rate of 1.75%~1.916% and 1.75%~1.9474%, respectively.

(iii) **Provided as collateral**

Information on the properties pledged as collateral for long-term borrowings and credit facilities as of December 31, 2025 and 2024, respectively, is disclosed in Note 8.

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(h) Right-of-use assets

	<u>Land</u>	<u>Building</u>	<u>Machinery and equipment</u>	<u>Total</u>
Cost :				
Balance at January 1, 2026	\$ 5,731,957	17,021	335,857	6,084,835
Additions	<u>168,174</u>	<u>-</u>	<u>-</u>	<u>168,174</u>
Balance at June 30, 2026	<u><u>\$ 5,900,131</u></u>	<u><u>17,021</u></u>	<u><u>335,857</u></u>	<u><u>6,253,009</u></u>
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><u>\$ 5,738,522</u></u>	<u><u>11,165</u></u>	<u><u>288,962</u></u>	<u><u>6,038,649</u></u>
Accumulated depreciation:				
Balance at January 1, 2026	\$ 1,738,552	7,766	112,893	1,859,211
Depreciation for the period	<u>216,830</u>	<u>2,645</u>	<u>28,267</u>	<u>247,742</u>
Balance at June 30, 2026	<u><u>\$ 1,955,382</u></u>	<u><u>10,411</u></u>	<u><u>141,160</u></u>	<u><u>2,106,953</u></u>
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><u>\$ 1,534,597</u></u>	<u><u>5,415</u></u>	<u><u>85,295</u></u>	<u><u>1,625,307</u></u>
Carrying Amount:				
Balance at June 30, 2026	<u><u>\$ 3,944,749</u></u>	<u><u>6,610</u></u>	<u><u>194,697</u></u>	<u><u>4,146,056</u></u>
Balance at December 31, 2025	<u><u>\$ 3,993,405</u></u>	<u><u>9,255</u></u>	<u><u>222,964</u></u>	<u><u>4,225,624</u></u>
Balance at June 30, 2025	<u><u>\$ 4,203,925</u></u>	<u><u>5,750</u></u>	<u><u>203,667</u></u>	<u><u>4,413,342</u></u>

(i) Short-term borrowings

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025,</u>
Unsecured bank loans	<u>\$ -</u>	<u>5,059,500</u>	<u>9,676,000</u>
Interest rate	<u></u>	<u>1.78%~1.85%</u>	<u>1.78%~1.86%</u>
Maturity date	<u></u>	<u>2026.01.11~2026.02.05</u>	<u>2025.07.04~2026.02.05</u>

None of the Group's assets were pledged as collateral for short-term borrowings.

(j) Short-term notes payable

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Short-term notes payable	<u>\$ -</u>	<u>-</u>	<u>3,800,000</u>
Discount on short-term notes payable	<u>-</u>	<u>-</u>	<u>(7,797)</u>
Total	<u><u>\$ -</u></u>	<u><u>-</u></u>	<u><u>3,792,203</u></u>
Range of interest rates	<u></u>	<u></u>	<u>1.60%~1.69%</u>

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(k) Bonds Payable

	June 30, 2026	December 31, 2025	June 30, 2025
Domestic unsecured nonconvertible corporate bonds	\$ 4,000,000	4,000,000	4,000,000
Cost of issuing bonds	(3,300)	(3,900)	(4,500)
Current portion	-	-	-
Total	<u>\$ 3,996,700</u>	<u>3,996,100</u>	<u>3,995,500</u>

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

	The first domestic unsecured nonconvertible corporate bond in 2024
Issued amount	\$4,000,000
Balance, end of year	3,996,700
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.

(l) Long-term borrowings

June 30, 2026,			
	Currency	Interest rate	Expiration
Secured long-term loans	NTD	1.9158%~1.916%	2030
			\$ 14,400,000
Unused long-term credit lines			\$ 3,600,000
December 31, 2025,			
	Currency	Interest rate range	Expiration
Secured bank borrowings	TWD	1.9158%	2030
			\$ 10,200,000
Unused long term of credit			\$ 7,800,000
June 30, 2025			
	Currency	Interest rate range	Expiration
Secured bank borrowings	TWD	1.9474%	2030
			\$ 16,000,000
Unused long-term of credit			\$ 9,000,000

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

To finance the Group's working capital requirements and capital expenditures for the purchase of machinery and equipment, the Group entered into a syndicated loan agreement on January 9, 2025, with Bank of Taiwan acting as the lead bank together with a group of participating syndicated banks. The main terms of the agreement are as follows:

- 1) Facility Amount: NT\$25 billion.
- 2) Interest Rate: Based on the arrangements negotiated with the participating banks.
- 3) Term: Five years.
- 4) The restrictions of the loan agreement require that the financial ratios in the Group's annual consolidated financial statements, audited by independent accountants, comply with the specified thresholds (with the assessment date being March 31 each year). If the Group fails to meet the requirements, it shall make improvements by the next assessment date (the "Improvement Period"), during which, such non-compliance is not regarded as an event of default.

If the Group completes the required improvements within the Improvement Period, as evidenced by the next year's audited consolidated financial statements, the non-compliance is deemed remedied. If the Group fails to complete the improvements within the Improvement Period. Otherwise, the lending banks may suspend further drawdowns of the credit facility or may require the Group to immediately repay all outstanding loan amounts.

The required financial ratios are as follows:

- a) Current ratio (Total current assets / Total current liabilities): Maintained at 100% or above.
- b) Debt ratio (Total liabilities / Tangible net worth): Maintained at 200% or below.
- c) Tangible net worth: Maintained at NT\$10 billion or above.
- 5) As of June 30, 2026, the Group complied with all required financial ratios under the syndicated loan agreement.
- (iii) Collateral for Bank Borrowings

For details of the assets pledged as collateral for the Group's bank borrowings, please refer to Note 8.

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(m) Lease liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Current	<u>\$ 475,865</u>	<u>457,127</u>	<u>444,807</u>
Non-current	<u>\$ 3,819,860</u>	<u>3,904,728</u>	<u>4,089,643</u>

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

The amounts recognized in profit or loss were as follows:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Interest on lease liabilities	<u>\$ 22,616</u>	<u>23,456</u>	<u>45,459</u>	<u>46,884</u>
Expenses relating to short-term leases	<u>\$ 13,366</u>	<u>14,575</u>	<u>26,800</u>	<u>29,199</u>

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

	For the six months ended June 30,	
	2026	2025
Total cash outflow for leases	<u>\$ 304,836</u>	<u>292,608</u>

(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, 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

	June 30, 2026	December 31, 2025	June 30, 2025
Carbon fees	<u>\$ 66,449</u>	<u>132,215</u>	<u>66,107</u>

For the six months ended June 30, 2026, and 2025 and for the year ended December 31, 2025, the Group recognized the provisions for carbon fees levied on greenhouse gas emissions, which are classified under other current liabilities and expected to be settled in 2027 and 2026, in accordance with Taiwan's Climate Change Response Act, by payment of cash to the government.

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(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, 2025 and 2024.

The expenses recognized in profit or loss for the Group were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Operating cost	\$ 856	1,166	1,702	2,335
Operating expenses	650	901	1,310	1,799
Total	<u>\$ 1,506</u>	<u>2,067</u>	<u>3,012</u>	<u>4,134</u>

(ii) Defined contribution plans

The Group's expenses under the pension plan cost to the Bureau of local government were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Operating cost	\$ 32,219	27,061	61,239	53,769
Operating expenses	32,991	26,592	64,989	55,037
Total	<u>\$ 65,210</u>	<u>53,653</u>	<u>126,228</u>	<u>108,806</u>

(p) Income tax

(i) The Group's income tax expense (profit) recognized were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Current tax expense (profit)				
Current period	\$ 11,887,502	(1,164,763)	17,598,354	(1,601,836)
Adjustment for prior periods	(294)	(755)	(294)	(755)
Deferred tax expense	250,360	167,208	199,388	121,524
Income tax expense (profit)	<u>\$ 12,137,568</u>	<u>(998,310)</u>	<u>17,797,448</u>	<u>(1,481,067)</u>

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (ii) The Group's income tax expense (profit) recognized directly in other comprehensive income were as follows:

	For the three months ended June 30,		For the six months ended June 30,		
	2026	2026	2026	2025	
Items that could not be reclassified subsequently to profit or loss:					
Unrealized gains on equity investments at fair value through other comprehensive income (loss)	\$	(171)	(284)	(99)	(359)

- (iii) The Company's tax returns have been examined by the ROC tax authority through 2024.

- (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, 2026 and 2025. Please refer to Note 6(q) of the consolidated financial statements as of and for the year ended December 31, 2025 for the related detail disclosures on equity.

- (i) Issuance of Common Shares

With the decision made during its shareholders' meeting held on May 28, 2025, the Company approved a private placement of common shares through a capital increase. Furthermore, based on the approval of its board on March 25, 2026, the Company conducted a cash capital increase on April 8, 2026 by issuing 351,578 thousand common shares through a private placement, with a par value of \$10 per share, for a total amount of \$78,718,314 thousand. All relevant statutory registration procedures have since been completed.

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The transfer of the privately placed common shares, and any shares subsequently distributed thereon without consideration, shall be subject to the restrictions set forth in Article 43-8 of the Securities and Exchange Act. Such shares may not be freely transferred within three years from the date of delivery. After the expiration of the three-year period, the Company may apply to the Financial Supervisory Commission for public offering registration and subsequently apply to the Taiwan Stock Exchange for listing and trading of such shares.

(ii) Capital surplus

	June 30, 2026	December 31, 2025	June 30, 2025
Premium from the issuance of stock	\$ 107,492,613	32,290,079	32,290,079
Treasury share transactions	274,385	274,385	274,385
Employee share option	421,007	246,127	70,716
Expired employee share option	269,247	269,247	269,247
Past due unclaimed dividends	981	947	706
Change in net equity of associates accounted for using equity method	335	-	126
	<u>\$ 108,458,568</u>	<u>33,080,785</u>	<u>32,905,259</u>

(iii) 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.

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.

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
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(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 currentperiod 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

The earnings distribution for 2025 was approved by the board of directors on March 4, 2026, with the undistributed earnings of \$4,647,942 thousand. There was no 2024 earnings distribution accrued by the Company due to the deficit incurred during the year, based on a resolution decided at the board meeting held on February 26, 2025.

(iv) Other equity (net of tax)

	Exchange differences on translation of foreign financial statements	Unrealized (losses) gains on financial assets measured at fair value through other comprehensive income	Total
Balance as of January 1, 2026	\$ 2,533,040	(302,107)	2,230,933
Exchange differences on translation of foreign financial statements	785,778	-	785,778
Unrealized gains from financial of assets measured at fair value through other comprehensive income, associates accounted for using equity method	-	876,158	876,158
Unrealized losses from financial assets measured at fair value through other comprehensive income	-	(394)	(394)
Exchange differences on associates accounts for using equity method	2,063	-	2,063
Balance as of June 30, 2026	<u>\$ 3,320,881</u>	<u>573,657</u>	<u>3,894,538</u>
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 of 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
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(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, 2026 and 2025. Please refer to Note 6(r) of consolidated financial statements as of and for the year ended December 31, 2025 for related disclosures on share-based payment transactions.

(i) The share-based payment arrangements of the subsidiary as of June 30, 2026, are as follows:

	Period 2026-1 Employee Stock Option Plan
Grant date	2026.5.27
Grant unit	2,730 thousand
Fair value at grant date (dollar)	4.25~4.86
Exercise price (dollar)	10
Expected dividend yield (%)	0.00%
Expected volatility (%)	51.92%
Risk-free rate (%)	1.42~1.45%
Deal period	8 years
Vested Conditions	Duration of two years duration and at certain proportion

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

(ii) Relevant information of employee stock option plans

The Company:

	For the six months ended June 30,			
	2026		2025	
	Weighted- average exercise (price TWD)	Number of options (Units)	Weighted- average exercise (price TWD)	Number of options (Units)
Outstanding as of January 1	\$ 33.04	136,280	-	-
Options granted	-	-	32.75	135,600
Options forfeited	34.63	(994)	32.75	(1,276)
Outstanding as of June 30	32.77	<u><u>135,286</u></u>	32.75	<u><u>134,324</u></u>
Options exercisable as of June 30	-	<u><u>-</u></u>	-	<u><u>-</u></u>

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
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The subsidiary:

	For the six months ended June 30, 2026	
	Weighted- average exercise (price TWD)	Number of options (Units)
Outstanding as of January 1	\$ -	-
Options granted	10.00	2,730
Outstanding as of June 30	10.00	<u>2,730</u>
Options exercisable as of June 30	-	<u>-</u>

(iii) Remuneration cost

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Remuneration cost arising from share options granted to employees	<u>\$ 88,584</u>	<u>70,716</u>	<u>175,344</u>	<u>70,716</u>

(s) Earnings (Losses) per share

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Basic earnings (losses) per share:				
Net earnings (losses) attributable to the Company's ordinary shareholders	<u>\$ 50,192,038</u>	<u>(4,102,113)</u>	<u>76,251,525</u>	<u>(6,042,752)</u>
Weighted-average number of ordinary shares outstanding	<u>3,423,161</u>	<u>3,098,628</u>	<u>3,261,791</u>	<u>3,098,628</u>
Basic earnings (losses) per share (dollar)	<u>\$ 14.66</u>	<u>(1.32)</u>	<u>23.38</u>	<u>(1.95)</u>
Diluted earnings per share:				
Net profit attributable to the Company (basic)	<u>\$ 50,192,038</u>		<u>76,251,525</u>	
Weighted-average number of ordinary shares outstanding	<u>3,423,161</u>		<u>3,261,791</u>	
Effect of employee stock options	<u>121,276</u>		<u>120,245</u>	
Impact of employee remuneration	<u>9,149</u>		<u>9,950</u>	
	<u>3,544,437</u>		<u>3,391,986</u>	
Diluted earnings per share (dollar)	<u>\$ 14.12</u>		<u>22.48</u>	

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
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The Company did not calculate the diluted loss per share for the three months and six months ended June 30, 2025 due to the net loss.

(t) Revenue from contracts with customers

(i) Disaggregation of revenue

For the three months ended June 30, 2026			
	Manufacturing department	Overseas sales department	Total
Geographic markets of primary destination:			
Taiwan	\$ 16,426,511	1,712,060	18,138,571
Japan	-	4,613,103	4,613,103
Malaysia	537,595	4,885,595	5,423,190
China	8,084,793	2,656,206	10,740,999
Hong Kong	23,852,671	4,073,629	27,926,300
USA	397,786	6,547,140	6,944,926
Other countries	1,781,917	6,980,067	8,761,984
	\$ 51,081,273	31,467,800	82,549,073
Major products line:			
Dynamic Random Access Memory (DRAM)	\$ 51,055,331	31,467,515	82,522,846
Other	25,942	285	26,227
	\$ 51,081,273	31,467,800	82,549,073
For the three months ended June 30, 2025			
	Manufacturing department	Overseas sales department	Total
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
Other countries	276,848	847,331	1,124,179
	\$ 7,255,432	3,270,662	10,526,094
Major products line:			
Dynamic Random Access Memory (DRAM)	\$ 7,226,821	3,270,386	10,497,207
Other	28,611	276	28,887
	\$ 7,255,432	3,270,662	10,526,094

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For the six months ended June 30, 2026			
	Manufacturing department	Overseas sales department	Total
Geographic markets of primary destination:			
Taiwan	\$ 26,314,211	3,365,614	29,679,825
Japan	-	6,285,078	6,285,078
Malaysia	1,263,066	7,525,584	8,788,650
China	12,053,570	4,652,730	16,706,300
Hong Kong	41,361,955	5,865,676	47,227,631
USA	733,734	8,736,364	9,470,098
Other countries	<u>2,691,712</u>	<u>10,786,711</u>	<u>13,478,423</u>
	<u>\$ 84,418,248</u>	<u>47,217,757</u>	<u>131,636,005</u>

Major products line:

Dynamic Random Access Memory (DRAM)	\$ 84,371,246	47,217,188	131,588,434
Others	<u>47,002</u>	<u>569</u>	<u>47,571</u>
	<u>\$ 84,418,248</u>	<u>47,217,757</u>	<u>131,636,005</u>

For the six months ended June 30, 2025			
	Manufacturing department	Overseas sales department	Total
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
Other countries	<u>462,136</u>	<u>1,524,946</u>	<u>1,987,082</u>
	<u>\$ 11,477,361</u>	<u>6,236,673</u>	<u>17,714,034</u>

Major products line:

Dynamic Random Access Memory (DRAM)	\$ 11,431,623	6,236,101	17,667,724
Others	<u>45,738</u>	<u>572</u>	<u>46,310</u>
	<u>\$ 11,477,361</u>	<u>6,236,673</u>	<u>17,714,034</u>

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
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(ii) Contract balances

	June 30, 2026	December 31, 2025	June 30, 2025
Accounts receivable	\$ 40,247,197	16,545,661	5,938,394
Accounts receivable- related parties	31,985	12,820	11,617
	<u>\$ 40,279,182</u>	<u>16,558,481</u>	<u>5,950,011</u>

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

(u) Remuneration to employees

On May 28, 2025, the Group resolved at its shareholders' meeting to amend its Articles of Incorporation. Under the revised articles, if the Group incurs profit for the year, the profit should first be used to offset against any accumulated deficits. Thereafter, 1% to 12% of the profit before tax (in form of stock or cash) shall be appropriated as employee remuneration (of which, 0.3% to 3.6% shall be reserved specifically for frontline employees); recipients may include employees of the Group's subsidiaries who meet certain requirements.

For the six months ended June 30, 2026, the Group accrued employee remuneration (including that of the frontline employees) of \$4,140,000 thousand, which was recognized as operating costs or operating expenses for 2026 and will be fully paid in cash. Such amount was estimated based on the Group's profit before tax for the period, before deducting the employee remuneration, multiplied by the distribution percentage as stipulated in the Group's Articles of Incorporation.

However, no employee remuneration was accrued for the six months ended June 30, 2025 due to the loss before tax incurred by the Group during the period.

The Group recognized its employee remuneration, including that of the frontline employees, in the amount of \$600,000 thousand for 2025, which was consistent with the actual amount distributed. As the Group incurred a pretax loss in 2024, no employee remuneration was accrued for the year. Relevant information is available on the Market Observation Post System.

(v) Non-operating income and expenses

(i) Interest income

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Interest income from bank deposits and short-term notes	<u>\$ 1,204,204</u>	<u>629,094</u>	<u>1,817,864</u>	<u>1,335,951</u>

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Other gains and losses

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Gain on disposal of property, plant and equipment	\$ 4,392	-	1,402	3,609
Foreign exchange gains (losses)	125,001	(1,124,471)	946,277	(1,124,762)
Impairment losses on non-financial assets	-	(670)	(943)	(14,481)
Insurance compensation	-	-	-	131,931
Others	30,156	26,678	54,009	59,780
	<u>\$ 159,549</u>	<u>(1,098,463)</u>	<u>1,000,745</u>	<u>(943,923)</u>

(iii) Finance costs

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Interest expense	\$ 85,729	163,617	167,149	300,681
Less: Capitalization of interest	(12,944)	(32,584)	(30,513)	(50,239)
Amortization interest of lease liability	22,616	23,456	45,459	46,884
	<u>\$ 95,401</u>	<u>154,489</u>	<u>182,095</u>	<u>297,326</u>

(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 note 6(w) of the consolidated financial statements for the year ended December 31, 2025.

(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.

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.

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

As of June 30, 2026, December 31 and June 30, 2025, 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>
June 30, 2026							
Non-derivative financial liabilities							
Accounts payable (including related parties)	\$ 8,090,398	8,090,398	8,090,398	-	-	-	-
Other payables (including related parties)	17,580,230	17,580,230	17,580,230	-	-	-	-
Bonds payable	3,996,700	4,175,000	-	70,000	2,070,000	2,035,000	-
Lease liabilities (including current portion)	4,295,725	4,934,477	281,397	279,724	559,449	1,311,266	2,502,641
Long-term borrowings	14,400,000	15,328,836	139,112	136,815	276,654	14,776,255	-
Total	\$ 48,363,053	50,108,941	26,091,137	486,539	2,906,103	18,122,521	2,502,641
December 31, 2025							
Non-derivative financial liabilities							
Short-term borrowings	\$ 5,059,500	5,064,534	5,064,534	-	-	-	-
Accounts payable (including related parties)	6,480,849	6,480,849	6,480,849	-	-	-	-
Other payables (including related parties)	5,943,752	5,943,752	5,943,752	-	-	-	-
Bonds payable	3,996,100	4,245,000	70,000	-	70,000	4,105,000	-
Lease liabilities (including current portion)	4,361,855	5,019,718	271,593	271,593	539,840	1,419,341	2,517,351
Long-term borrowings	10,200,000	10,958,689	92,179	98,509	195,412	10,572,589	-
	\$ 36,042,056	37,712,542	17,922,907	370,102	805,252	16,096,930	2,517,351
June 30, 2025							
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 current portion)	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	-
	\$ 48,181,584	50,596,251	23,104,739	1,501,527	912,580	22,453,615	2,623,790

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

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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, 2026			December 31, 2025			June 30, 2025		
	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	\$ 2,554,830	31.837	81,338,123	457,967	31.438	14,397,567	297,121	29.902	8,884,512
JPY	26,838,089	0.1967	5,279,052	2,256,906	0.1997	450,704	1,648,539	0.2011	331,521
EUR	22	36.3727	800	100	36.6957	3,670	38	34.0964	1,296
Financial liabilities:									
Monetary items									
USD	171,949	31.837	5,474,340	122,038	31.438	3,836,631	86,945	29.902	2,599,829
JPY	1,640,200	0.1967	322,627	543,940	0.1997	108,625	1,371,486	0.2011	275,806
EUR	1,209	36.3727	43,975	1,709	36.6957	62,713	1,692	34.0964	57,691

2) Sensitivity analysis

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 (including related parties) 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, 2026 and 2025 would have decreased and increased the net income before tax by \$816,754 thousand and \$62,840 thousand for the six months ended June 30, 2026 and 2025, 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, 2026 and 2025, foreign exchange gains and (losses) (including realized and unrealized portions) amounted to \$946,277 thousand and \$1,124,762 thousand, respectively.

(iv) Other market price risk

For the six months ended June 30, 2026 and 2025, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the profit and loss as illustrated below:

Prices of securities at the reporting date	For the six months ended June 30,	
	2026	2025
	Other comprehensive income after tax	Other comprehensive income after tax
Increase 1%	\$ 232	206
Decrease 1%	(232)	(206)

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
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(v) Fair value information

(1) Types and fair value of financial instruments

The Group's financial assets measured at fair value through other comprehensive income was measured on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities (including the information on fair value hierarchy; but excluding financial instruments were not measured at fair value whose carrying amount were reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required) were as follows:

June 30, 2026					
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income:					
Equity instruments without a market price measured at fair value	\$ 28,984	-	-	28,984	28,984
Financial assets measured at amortized cost					
Cash and cash equivalents	217,602,535	-	-	-	-
Financial assets measured at cost	914,160	-	-	-	-
Accounts receivable (including related parties)	40,279,182	-	-	-	-
Other receivables (including related parties)	1,518,818	-	-	-	-
Subtotal	260,314,695	-	-	-	-
Total	<u>\$ 260,343,679</u>	<u>-</u>	<u>-</u>	<u>28,984</u>	<u>28,984</u>
Financial liabilities measured at amortized cost					
Accounts payable (including related parties)	\$ 8,090,398	-	-	-	-
Other payables (including related parties)	17,580,230	-	-	-	-
Bonds payable	3,996,700	-	-	-	-
Lease liabilities (including current portion)	4,295,725	-	-	-	-
Long-term borrowings	14,400,000	-	-	-	-
Total	<u>\$ 48,363,053</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
December 31, 2025					
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income:					
Equity instruments without a market price measured at fair value	\$ 29,477	-	-	29,477	29,477
Financial assets measured at amortized cost					
Cash and cash equivalents	58,074,065	-	-	-	-
Financial assets measured at cost	726,273	-	-	-	-
Accounts receivable (including related parties)	16,558,481	-	-	-	-
Other receivables	3,418,931	-	-	-	-
Subtotal	78,777,750	-	-	-	-
Total	<u>\$ 78,807,227</u>	<u>-</u>	<u>-</u>	<u>29,477</u>	<u>29,477</u>

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

December 31, 2025					
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial liabilities measured at amortized cost					
Short-term borrowings	\$ 5,059,500	-	-	-	-
Accounts payable (including related parties)	6,480,849	-	-	-	-
Other payables (including related parties)	5,943,752	-	-	-	-
Bonds payable	3,996,100	-	-	-	-
Lease liabilities (including current portion)	4,361,855	-	-	-	-
Long-term borrowings	10,200,000	-	-	-	-
Total	<u>\$ 36,042,056</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
June 30, 2025					
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income					
Equity instruments without a market price measured at fair value	\$ 25,748	-	-	25,748	25,748
Financial assets measured at amortized cost					
Cash and cash equivalents	52,571,722	-	-	-	-
Financial assets measured at cost	726,024	-	-	-	-
Accounts receivable	5,950,011	-	-	-	-
Other receivables (including related parties)	4,221,409	-	-	-	-
Subtotal	63,469,166	-	-	-	-
Total	<u>\$ 63,494,914</u>	<u>-</u>	<u>-</u>	<u>25,748</u>	<u>25,748</u>
Financial liabilities measured at amortized cost					
Short-term borrowings	\$ 9,676,000	-	-	-	-
Short-term notes payable	3,792,203	-	-	-	-
Accounts receivable (including related parties)	5,057,749	-	-	-	-
Other payables (including related parties)	5,125,682	-	-	-	-
Bonds payable	3,995,500	-	-	-	-
Lease liabilities (including current portion)	4,534,450	-	-	-	-
Long-term borrowings	16,000,000	-	-	-	-
Total	<u>\$ 48,181,584</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
Notes to the Consolidated Financial Statements

(3) Transfer between levels

For the six months ended June 30, 2026 and 2025, there was no transfer from financial assets.

(4) Reconciliation of Level 3 fair values

	Fair value through other comprehensive income <u>Unquoted equity instruments</u>
Balance as of January 1, 2026	\$ 29,477
Total losses recognized in other comprehensive income	<u>(493)</u>
Balance as of June 30, 2026	<u><u>\$ 28,984</u></u>
Balance as of January 1, 2025	\$ 27,820
Total losses recognized in other comprehensive income	(1,796)
Proceeds from capital redemption	<u>(276)</u>
Balance as of June 30, 2025	<u><u>\$ 25,748</u></u>

For the six months ended June 30, 2026 and 2025, total losses that were included in “unrealized gains or losses from existing financial assets at fair value through other comprehensive income” were as follows:

	<u>For the three months ended June 30</u>		<u>For the six months ended June 30</u>	
	<u>2026</u>	<u>2025</u>	<u>2026</u>	<u>2025</u>
Total losses recognized in other comprehensive income, and presented in “unrealized gains or losses from financial assets at fair value through other comprehensive income”	\$ <u>(680)</u>	<u>(1,137)</u>	<u>(394)</u>	<u>(1,437)</u>

(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
Notes to the Consolidated Financial Statements

Quantified information of significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
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, 2026, December 31 and June 30, 2025, 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:

				Effects of changes in fair value on other comprehensive income	
				Favorable change	Unfavorable change
	Inputs	Increase or decrease			
June 30, 2026					
Financial assets at fair value through other comprehensive income					
Equity investments without an active market	Discount for lack of marketability	1%	\$	322	(322)
December 31, 2025					
Financial assets at fair value through other comprehensive income					
Equity investments without an active market	Discount for lack of marketability	1%		328	(328)
June 30, 2025					
Financial assets at fair value through other comprehensive income					
Equity investments without an active market	Discount for lack of marketability	1%		286	(286)

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.

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
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(x) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in Note 6(x) of the consolidated financial statements for the year ended December 31, 2025.

(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, 2025. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2025. Please refer to Note 6(y) of the consolidated financial statements for the year ended December 31, 2025 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, 2026 and 2025 were as follows:

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

(ii)

	For the six months ended June 30,	
	2026	2025
Acquisition of property, plant and equipment	\$ 10,274,505	9,443,932
Add: Payables on equipment at beginning of period	4,357,895	3,680,531
Less: Payables on equipment at end of period	<u>(7,777,062)</u>	<u>(3,797,490)</u>
Cash Paid	<u>\$ 6,855,338</u>	<u>9,326,973</u>

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

	January 1, 2026	Cash flow	Non-Cash changes				June 30, 2026
			Change in an index of lease payment	Increased	Decreased	Others (Note)	
Short-term borrowings	\$ 5,059,500	(5,059,500)	-	-	-	-	-
Lease liabilities	4,361,855	(232,577)	168,174	-	-	(1,727)	4,295,725
Bonds payable	3,996,100	-	-	-	-	600	3,996,700
Long-term borrowings	10,200,000	4,200,000	-	-	-	-	14,400,000
Guarantee deposits	<u>34,978</u>	<u>242,038</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(220)</u>	<u>276,796</u>
	<u>\$ 23,652,433</u>	<u>(850,039)</u>	<u>168,174</u>	<u>-</u>	<u>-</u>	<u>(1,347)</u>	<u>22,969,221</u>

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	January 1, 2025	Cash flow	Non-Cash changes				June 30, 2025
			Change in an index of lease payment	Increased	Decreased	Others (Note)	
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
	<u>\$ 29,745,042</u>	<u>7,970,426</u>	<u>299,119</u>	<u>-</u>	<u>-</u>	<u>5,842</u>	<u>38,020,429</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
Nan Ya Plastics Corporation	The entity with significant influence over the Group
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
Min Chi University of Technology	The Group's other related parties
Formosa Smart Energy Tech Corp.	The Group's other related parties

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(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,
	2026	2025	2026	2025	2026	2025	2025
Associates-PieceMaker Technology, Inc.	\$ 48,099	16,764	104,385	16,764	31,985	12,820	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,
	2026	2025	2026	2025	2026	2025	2025
Entities with significant influence over the Group	\$ 29,001	30,463	56,828	73,841	10,472	10,330	9,154
Associates-Formosa Advanced Technologies Co., Ltd.	-	-	-	-	-	434	-
Other related parties:							
Formosa Sumco Technology Corporation	113,967	130,422	218,333	208,875	76,482	84,078	89,372
Other related parties	75,555	64,722	143,754	118,096	23,524	18,009	18,298
	<u>\$ 218,523</u>	<u>225,607</u>	<u>418,915</u>	<u>400,812</u>	<u>110,478</u>	<u>112,851</u>	<u>116,824</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,
	2026	2025	2026	2025	2026	2025	2025
Associates-Formosa Advanced Technologies Co., Ltd.	\$ 2,470,384	1,422,601	4,731,227	2,995,831	1,470,575	1,262,342	844,412

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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(iv) Services received

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,
	2026	2025	2026	2025	2026	2025	2025
Associates-PieceMaker Technology, Inc.	\$ -	-	-	-	-	94,320	-

(v) Property transactions

Acquisition of machinery and equipment

Relationship	Acquisition price				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,
	2026	2025	2026	2025	2026	31, 2025	2025
Entities with significant influence over the Group	\$ -	-	2,091,350	-	1,724,120	-	17,210
Other related parties:							
Formosa Smart Energy Tech Corp.	-	-	-	-	10,683	53,416	-
Nan Ya Photonics Incorporation	-	-	44,260	-	77,626	182,437	232,442
Other related parties	325,000	-	332,940	-	279,194	18,400	55,200
	<u>\$ 325,000</u>	<u>-</u>	<u>2,468,550</u>	<u>-</u>	<u>2,091,623</u>	<u>254,253</u>	<u>304,852</u>

(vi) Leases

Relationship	Acquisition price			
	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Entities with significant influence over the Group	\$ <u>4,353</u>	<u>5,236</u>	<u>8,705</u>	<u>10,398</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 thousand and \$2,015,018 thousand, respectively. Also, for the three months and six months ended June 30, 2026 and 2025, the Group recognized the amounts of \$21,527 thousand, \$22,359 thousand, \$43,204 thousand and \$44,625 thousand, respectively, as interest expenses. Furthermore, on June 30, 2026, December 31 and June 30, 2025, the balances of lease liabilities amounted to \$4,089,611 thousand, \$4,125,212 thousand and \$4,320,555 thousand, respectively.

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Notes to the Consolidated Financial Statements

(vii) Dividends receivables

Relationship	Other receivables due from related parties		
	June 30, 2026	December 31, 2025	June 30, 2025
Associates:			
Formosa Advanced Technologies Co.,Ltd.	\$ 141,511	-	205,191
PieceMaker Technology, Inc.	42,832	-	-
	<u>\$ 184,343</u>	<u>-</u>	<u>205,191</u>

(viii) Others

Relationship	Other income			
	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Associates-Formosa Advanced Technologies Co., Ltd.	\$ <u>17</u>	<u>-</u>	<u>17</u>	<u>57</u>

(c) Key management personnel remuneration

Key management personnel remuneration comprised:

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	2026	2025
Short-term employee benefits \$	23,070	12,699	43,590	25,955
Share-based payment	3,578	2,920	7,063	2,920
	<u>\$ 26,648</u>	<u>15,619</u>	<u>50,653</u>	<u>28,875</u>

(8) Pledged assets:

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

Pledged assets	Object	June 30, 2026	December 31, 2025	June 30, 2025
Non-current financial assets at amortized cost	Office leasing and performance guarantee	\$ 911,542	723,631	723,569
Property, plant and equipment	Bank loans	9,109,794	9,971,076	11,465,465
		<u>\$ 10,021,336</u>	<u>10,694,707</u>	<u>12,189,034</u>

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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, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Guarantees for importation goods provided by bank	\$ 635,000	635,000	635,000
Performance guarantees for green energy projects provided by banks	81,260	42,800	42,800
Issuance of promissory note for the performance guarantees of research and development programs	800,000	-	-
Unused letters of credit	608,678	119,843	268,659
Acquisition of property, plant and equipment	<u>10,774,314</u>	<u>14,950,435</u>	<u>16,324,213</u>
	<u>\$ 12,899,252</u>	<u>15,748,078</u>	<u>17,270,672</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:

With the approval its board meeting on August 5, 2026, the Company decided to dispose of 715 thousand shares of its investment in PieceMakers Technology, Inc. ("PieceMakers"), an associate accounted for under the equity method, to the securities firm serving as the recommending underwriter for PieceMakers's application for listing on the Emerging Stock Market. Following the disposal, the Company's equity interest in PieceMakers will be 33.96%.

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(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, 2026			For the three months ended June 30, 2025		
	Cost of goods sold	Operating expenses	Total	Cost of goods sold	Operating expenses	Total
Employee benefits						
Salaries	2,807,880	2,431,037	5,238,917	696,156	659,312	1,355,468
Labor and health insurance	70,090	62,052	132,142	57,286	53,901	111,187
Pension expenses	33,075	33,641	66,716	28,227	27,493	55,720
Remuneration of directors	-	2,480	2,480	-	2,555	2,555
Other personnel expenses	26,157	12,707	38,864	21,919	11,327	33,246
Depreciation expenses	2,468,736	415,601	2,884,337	3,549,314	148,362	3,697,676
Amortization expenses	74,063	1,175	75,238	59,385	1,175	60,560

	For the six months ended June 30, 2026			For the six months ended June 30, 2025		
	Cost of goods sold	Operating expenses	Total	Cost of goods sold	Operating expenses	Total
Employee benefits						
Salaries	4,516,546	3,893,839	8,410,385	1,311,222	1,258,506	2,569,728
Labor and health insurance	132,637	122,102	254,739	114,191	107,439	221,630
Pension expenses	62,941	66,299	129,240	56,104	56,836	112,940
Remuneration for directors	-	4,580	4,580	-	4,555	4,555
Other personnel expenses	49,478	24,887	74,365	43,822	22,621	66,443
Depreciation expenses	5,143,534	602,771	5,746,305	7,311,568	277,896	7,589,464
Amortization expenses	107,960	2,350	110,310	118,497	2,350	120,847

- (b) Seasonal operation:

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

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES

Notes to Consolidated Financial Statements

(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, 2026:

(i) Loans to other parties: None

(ii) Guarantees and endorsements for other parties: None

(iii) Material securities held as of June 30, 2026 (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 (%)	Fair value	
The Company	Mesh Cooperative Ventures Fund LP	-	Financial assets at fair value through other comprehensive income — non-current	-	28,984	2.46 %	28,984	

(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)	(29,376,951)	(22.33)%	O/A 60~90Days	-		15,761,537	36.37%	(Note)
Nanya Technology Corp	Nanya Technology Corp., Japan	Subsidiary	(Sale)	(9,763,344)	(7.42)%	O/A 180Days	-		2,806,200	6.47%	(Note)
Nanya Technology Corp	Nanya Technology Corp., Europe GmbH	Subsidiary	(Sale)	(7,941,201)	(6.04)%	O/A 60~90Days	-		2,922,021	6.74%	(Note)
Nanya Technology Corp	PieceMaker Technology, Inc.	Associates	(Sale)	(104,385)	(0.08)%	O/A 30 Days	-		31,985	0.07%	
Nanya Technology Corp., Delaware	Nanya Technology Corp	The parent company	(Sale)	(260,766)	(100.00)%	O/A 60~90 Days	-		47,754	100.00%	(Note)
Nanya Technology Corp., U.S.A.	Nanya Technology Corp	The parent company	Purchase	29,376,951	100.00%	O/A 60~90Days	-		(15,761,537)	(100.00)%	(Note)
Nanya Technology Corp., Japan	Nanya Technology Corp	The parent company	Purchase	9,763,344	100.00%	O/A 180 Days	-		(2,806,200)	(100.00)%	(Note)
Nanya Technology Corp., Europe GmbH	Nanya Technology Corp	The parent company	Purchase	7,941,201	100.00%	O/A 60~90Days	-		(2,922,021)	(100.00)%	(Note)
Nanya Technology Corp	Nanya Technology Corp., Delaware	subsidiary	Purchase	260,766	3.53%	O/A 60~90Days	-		(47,754)	(0.59)%	(Note)
Nanya Technology Corp	Formosa Sumco Technology Corporation	Other related parties	Purchase	218,333	2.95%	O/A 60Days	-		(76,482)	(0.95)%	-
PieceMaker Technology, Inc.	Nanya Technology Corp	Associates	Purchase	104,385	100.00%	O/A 30 Days	-		(31,985)	(100.00)%	

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

(Continued)

NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES

Notes to Consolidated Financial Statements

- (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	15,761,537	5.09	-		6,234,059	-	(Note)
The Company	Nanya Technology Corp., Japan	Subsidiary	2,806,200	10.39	-		2,199,500	-	(Note)
The Company	Nanya Technology Europe GmbH	Subsidiary	2,922,021	8.42	-		1,485,585	-	(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	29,376,951	On the basis of general conditions	22.32%
0	Nanya Technology Corp.	Nanya Technology Corp., Japan	1	Sales	9,763,344	On the basis of general conditions	7.42%
0	Nanya Technology Corp.	Nanya Technology Europe GmbH	1	Sales	7,941,201	On the basis of general conditions	6.03%
1	Nanya Technology Corp.Delaware	Nanya Technology Corp.	2	Sales	260,766	On the basis of general conditions	0.20%
0	Nanya Technology Corp.	Nanya Technology Corp., U.S.A	1	Accounts receivable	15,761,537	On the basis of general conditions	4.06%
0	Nanya Technology Corp.	Nanya Technology Corp., Japan	1	Accounts receivable	2,806,200	On the basis of general conditions	0.72%
0	Nanya Technology Corp.	Nanya Technology Europe GmbH	1	Accounts receivable	2,922,021	On the basis of general conditions	0.75%
1	Nanya Technology Corp.Delaware	Nanya Technology Corp.	2	Accounts receivable	47,754	On the basis of general conditions	0.01%

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.

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES

Notes to 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, 2026:

(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, 2026			Net income of investee	Share of profits of investee	Note
				June 30, 2026	December 31, 2025	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 %	(386,559)	41,488	41,488	(Note1)
The Company	Nanya Technology Corp., Delaware	U.S.A	Design of semiconductor products	36,005	36,005	-	100.00 %	305,119	12,288	12,288	(Note1)
The Company	Nanya Technology Corp., HK	Hong Kong	Sales of semiconductor products	66,271	66,271	19.7	100.00 %	187,154	53,043	53,043	(Note1)
The Company	Nanya Technology Corp., Japan	Japan	Sales of semiconductor products	20,161	20,161	1	100.00 %	937,040	486,116	486,116	(Note1)
The Company	Nanya Technology International, Ltd.	British Virgin Island	General investment business	50,806,900	38,220,100	1.7	100.00 %	64,577,272	1,085,887	1,085,887	(Note1) (Note3)
The Company	PieceMakers Technology, Inc.	Hsinchu	Design of semiconductor products	611,880	611,880	20,396	35.14 %	829,737	564,165	198,250	(Note2)
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 %	6,233,542	855,354	275,147	(Note2)
The Company	MemoLead Technology Corp.	Hsinchu	Sales of semiconductor products	360,480	360,480	36,048	72.10 %	356,322	(5,381)	(3,880)	(Note1)
Nanya Technology Corp., HK	Nanya Technology Europe GmbH	Germany	Sales of semiconductor products	30,056	30,056	-	100.00 %	161,744	52,894	52,894	(Note1)
MemoLead Technology Corp.	MemoLead Technology International, Ltd.	British Virgin Island	General investment business	442,932	-	-	100.00 %	446,561	838	838	(Note1) (Note4)

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

(2) Associates.

(3) On April 29, 2026, the Board of Directors of Nanya Technology International, Ltd., approved a cash capital increase to support the Company's financial planning. The capital increase of \$12,586,800 thousand, through the issuance of 0.4 thousand shares, to support the Company's financial planning.

(4) The Board of MemoLead Technology Corp. approved the establishment of MemoLead Technology International, Ltd. on February 26, 2026, with an investment amount of NT\$442,932 thousand and the subscription of 0.14 thousand shares.

(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, 2026	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2026	Net income (losses) of the investee	Percentage of ownership	Investment income (losses) (Note 2)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
Nanya Technology Corp., Shenzhen	Sales of semiconductor products	31,359 (USD985 thousand)	(2)	31,359 (USD985 thousand)	-	-	31,359 (USD985 thousand)	(409)	100.00%	(409)	39,867	-

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, 2026 (Note 1)	Investment Amounts Authorized by Investment Commission, MOEA (Note 1)	Upper Limit on Investment (Note 2)
31,359 (USD985 thousand)	31,359 (USD985 thousand)	193,536,362

Note 1 : The exchange rate of New Taiwan dollars to US dollars on June 30, 2026 was USD1 : TWD 31.837.

Note 2 : 60% of net equity.

(iii) Significant transactions: None

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NANYA TECHNOLOGY CORPORATION AND SUBSIDIARIES

Notes to Consolidated Financial Statements

(14) Segment information:

For the three months ended June 30, 2026						
	Overseas sales division	R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Revenue:						
From external customers	\$ 31,467,799	-	51,081,274	-	-	82,549,073
From sales among intersegments	19,434	151,221	30,864,481	-	(31,035,136)	-
Total revenue	<u>\$ 31,487,233</u>	<u>151,221</u>	<u>81,945,755</u>	<u>-</u>	<u>(31,035,136)</u>	<u>82,549,073</u>
Reportable segment profit or loss	<u>\$ 339,743</u>	<u>7,579</u>	<u>62,307,540</u>	<u>582,941</u>	<u>(908,466)</u>	<u>62,329,337</u>
For the three months ended June 30, 2025						
	Overseas sales division	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 six months ended June 30, 2026						
	Overseas sales division	R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Revenue:						
From external customers	\$ 47,217,757	-	84,418,248	-	-	131,636,005
From sales among intersegments	28,645	260,766	47,153,360	-	(47,442,771)	-
Total revenue	<u>\$ 47,246,402</u>	<u>260,766</u>	<u>131,571,608</u>	<u>-</u>	<u>(47,442,771)</u>	<u>131,636,005</u>
Reportable segment profit or loss	<u>\$ 600,603</u>	<u>8,882</u>	<u>94,027,041</u>	<u>1,085,887</u>	<u>(1,674,942)</u>	<u>94,047,471</u>
For the six months ended June 30, 2025						
	Overseas sales division	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>
Reportable segment assets						
	Overseas sales division	R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Balance at June 30, 2026	<u>\$ 23,313,513</u>	<u>850,009</u>	<u>387,779,680</u>	<u>64,577,272</u>	<u>(88,762,278)</u>	<u>387,758,196</u>
Balance at December 31, 2025	<u>\$ 10,294,561</u>	<u>813,399</u>	<u>208,223,406</u>	<u>50,113,396</u>	<u>(60,992,044)</u>	<u>208,452,718</u>
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>
Reportable segment liabilities						
	Overseas sales division	R&D division	Manufacturing divisions	Investment divisions	Adjustments and eliminated	Total
Balance at June 30, 2026	<u>\$ 21,748,880</u>	<u>50,658</u>	<u>65,219,077</u>	<u>-</u>	<u>(21,958,932)</u>	<u>65,059,683</u>
Balance at December 31, 2025	<u>\$ 9,299,267</u>	<u>27,961</u>	<u>37,823,554</u>	<u>132</u>	<u>(9,236,552)</u>	<u>37,914,362</u>
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>