

**TOPCO SCIENTIFIC CO., LTD.  
AND SUBSIDIARIES**

**Consolidated Financial Statements**

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

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

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## Independent Auditors' Review Report

To the Board of Directors of Topco Scientific Co., Ltd.:

### Introduction

We have reviewed the accompanying consolidated balance sheets of Topco Scientific Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months and nine months ended September 30, 2025 and 2024, as well as the changes in equity and cash flows for the nine months ended September 30, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### Scope of Review

Except as explained in the Basis for Qualified Conclusion paragraph, 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.

### Basis for Qualified Conclusion

As stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to \$2,396,725 thousand and \$1,664,359 thousand, constituting 6.24% and 4.65% of consolidated total assets as of September 30, 2025 and 2024, respectively, total liabilities amounting to \$1,073,976 thousand and \$605,289 thousand, constituting 5.52% and 3.23% of consolidated total liabilities as of September 30, 2025 and 2024, respectively, and total comprehensive income amounting to \$77,110 thousand, \$9,004 thousand, \$161,473 thousand and \$86,878 thousand, constituting 5.06%, 0.88%, 5.27% and 2.68% of consolidated total comprehensive income for the three months and nine months ended September 30, 2025 and 2024, respectively.

Furthermore, as stated in Note 6(f), the other equity accounted investments of Topco Scientific Co., Ltd. and its subsidiaries in its investee companies of \$2,850,158 thousand and \$2,618,208 thousand as of September 30, 2025 and 2024, respectively, and its equity in net earnings on these investee companies of \$124,586 thousand, \$148,042 thousand, \$372,718 thousand and \$440,441 thousand, for the three months and nine months ended September 30, 2025 and 2024, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

### **Qualified Conclusion**

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, 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 Topco Scientific Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and of its consolidated financial performance for the three months and nine months ended September 30, 2025 and 2024, as well as its consolidated cash flows for the nine months ended September 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Kuan-Ying Kuo and Keng-Chia Huang.

KPMG

Taipei, Taiwan (Republic of China)

October 30, 2025

### **Notes to Readers**

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

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



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

## TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES

## Consolidated Statements of Comprehensive Income

For the three months and nine months ended September 30, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Common Share which is expressed in New Taiwan Dollars)

	For the three months ended September 30				For the nine months ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>Operating Revenues:</b> (notes 6(w) and 7)								
4110 Sales revenue	\$ 15,389,124	88	13,182,338	86	43,900,689	87	34,934,667	85
4520 Construction revenue	1,523,844	9	1,562,501	10	4,657,214	9	4,527,502	11
4800 Other operating revenue	625,611	3	621,686	4	1,726,987	4	1,627,713	4
<b>Operating revenue, net</b>	<u>17,538,579</u>	<u>100</u>	<u>15,366,525</u>	<u>100</u>	<u>50,284,890</u>	<u>100</u>	<u>41,089,882</u>	<u>100</u>
<b>Operating costs:</b> (notes 6(e), 6(s), 6(x), 7 and 12)								
5110 Cost of sales	13,702,202	78	11,670,587	76	39,139,272	78	30,774,277	75
5500 Construction cost	1,306,476	7	1,397,496	9	4,043,219	8	3,964,322	10
5800 Other operating costs	278,573	2	255,346	2	755,355	1	691,053	2
	<u>15,287,251</u>	<u>87</u>	<u>13,323,429</u>	<u>87</u>	<u>43,937,846</u>	<u>87</u>	<u>35,429,652</u>	<u>87</u>
5910 Less: Unrealized profit (loss) from sales	(348)	-	(7,875)	-	(936)	-	(3,903)	-
<b>Gross profit</b>	<u>2,251,676</u>	<u>13</u>	<u>2,050,971</u>	<u>13</u>	<u>6,347,980</u>	<u>13</u>	<u>5,664,133</u>	<u>13</u>
<b>Operating expenses:</b> (notes 6(d), 6(s), 6(x), 7 and 12)								
6100 Selling expenses	522,630	3	501,405	3	1,516,201	3	1,393,254	3
6200 Administrative expenses	493,579	3	424,451	3	1,416,011	3	1,243,637	3
6300 Research and development expenses	11,923	-	16,916	-	38,264	-	42,879	-
<b>Total operating expenses</b>	<u>1,028,132</u>	<u>6</u>	<u>942,772</u>	<u>6</u>	<u>2,970,476</u>	<u>6</u>	<u>2,679,770</u>	<u>6</u>
<b>Net operating income</b>	<u>1,223,544</u>	<u>7</u>	<u>1,108,199</u>	<u>7</u>	<u>3,377,504</u>	<u>7</u>	<u>2,984,363</u>	<u>7</u>
<b>Non-operating income and expenses:</b>								
7100 Interest income	12,651	-	13,795	-	59,563	-	57,307	-
7010 Other income (notes 6(b), 6(c) and 6(y))	45,274	-	45,753	-	157,570	-	142,426	1
7020 Other gains and losses, net (notes 6(b) and 6(y))	36,551	-	(32,641)	-	24,065	-	24,025	-
7050 Finance costs (notes 6(o) and 6(p))	(22,531)	-	(30,322)	-	(69,047)	-	(87,030)	-
7060 Share of profit of associates and joint ventures accounted for using equity method (note 6(f))	124,586	1	148,042	1	372,718	1	440,441	1
	<u>196,531</u>	<u>1</u>	<u>144,627</u>	<u>1</u>	<u>544,869</u>	<u>1</u>	<u>577,169</u>	<u>2</u>
<b>Profit before tax</b>	<u>1,420,075</u>	<u>8</u>	<u>1,252,826</u>	<u>8</u>	<u>3,922,373</u>	<u>8</u>	<u>3,561,532</u>	<u>9</u>
7950 Less: Income tax expenses (note 6(t))	310,776	2	309,001	2	949,154	2	814,501	2
<b>Profit</b>	<u>1,109,299</u>	<u>6</u>	<u>943,825</u>	<u>6</u>	<u>2,973,219</u>	<u>6</u>	<u>2,747,031</u>	<u>7</u>
8300 <b>Other comprehensive income:</b>								
8310 <b>Items that will not be reclassified to profit or loss</b>								
8316 Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income (note 6(c))	301,344	2	6,598	-	273,681	1	319,791	1
8349 Less: income tax related to items that will not be reclassified to profit or loss	-	-	-	-	-	-	-	-
	<u>301,344</u>	<u>2</u>	<u>6,598</u>	<u>-</u>	<u>273,681</u>	<u>1</u>	<u>319,791</u>	<u>1</u>
8360 <b>Items that will be reclassified subsequently to profit or loss</b>								
8361 Exchange differences on translation of foreign financial statements	137,437	1	92,795	1	(225,930)	(1)	209,951	-
8370 Share of other comprehensive income of associates and joint ventures accounted for using equity method (note 6(f))	2,020	-	668	-	(2,312)	-	1,662	-
8399 Less: income tax related to items that will be reclassified to profit or loss (note 6(t))	27,657	-	18,644	-	(45,637)	-	42,204	-
	<u>111,800</u>	<u>1</u>	<u>74,819</u>	<u>1</u>	<u>(182,605)</u>	<u>(1)</u>	<u>169,409</u>	<u>-</u>
8300 <b>Other comprehensive income</b>	<u>413,144</u>	<u>3</u>	<u>81,417</u>	<u>1</u>	<u>91,076</u>	<u>-</u>	<u>489,200</u>	<u>1</u>
<b>Comprehensive income</b>	<u>\$ 1,522,443</u>	<u>9</u>	<u>1,025,242</u>	<u>7</u>	<u>3,064,295</u>	<u>6</u>	<u>3,236,231</u>	<u>8</u>
<b>Profit, attributable to:</b>								
8610 Attributable to owners of parent	\$ 1,103,413	6	936,620	6	2,957,278	6	2,732,269	7
8620 Attributable to non-controlling interests	5,886	-	7,205	-	15,941	-	14,762	-
	<u>\$ 1,109,299</u>	<u>6</u>	<u>943,825</u>	<u>6</u>	<u>2,973,219</u>	<u>6</u>	<u>2,747,031</u>	<u>7</u>
<b>Comprehensive income attributable to:</b>								
Attributable to owners of parent	\$ 1,515,322	9	1,017,847	7	3,048,373	6	3,220,923	8
Attributable to non-controlling interests	7,121	-	7,395	-	15,922	-	15,308	-
	<u>\$ 1,522,443</u>	<u>9</u>	<u>1,025,242</u>	<u>7</u>	<u>3,064,295</u>	<u>6</u>	<u>3,236,231</u>	<u>8</u>
<b>Earnings per share:</b> (note 6(v))								
9750 Basic net income per share	<u>\$ 5.75</u>		<u>4.93</u>		<u>15.45</u>		<u>14.45</u>	
9850 Diluted net income per share	<u>\$ 5.67</u>		<u>4.83</u>		<u>15.18</u>		<u>14.06</u>	

See accompanying notes to consolidated financial statements.

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

## TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES

## Consolidated Statements of Changes in Equity

For the nine months ended September 30, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent						Other equity		Total equity attributable to owners of parent	Non-controlling interests	Total equity	
	Ordinary shares		Capital surplus	Legal reserve	Retained earnings		Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income				
	Ordinary shares	Certificate of entitlement to new shares from convertible bond			Unappropriated retained earnings	Total						
<b>Balance at January 1, 2024</b>	\$ 1,886,996	-	2,688,841	2,176,321	7,580,983	9,757,304	(90,453)	866,377	775,924	15,109,065	235,246	15,344,311
Profit for the nine months ended September 30, 2024	-	-	-	-	2,732,269	2,732,269	-	-	-	2,732,269	14,762	2,747,031
Other comprehensive income	-	-	-	-	-	-	168,816	319,838	488,654	488,654	546	489,200
Total comprehensive income	-	-	-	-	2,732,269	2,732,269	168,816	319,838	488,654	3,220,923	15,308	3,236,231
Appropriation and distribution of retained earnings:												
Legal reserve appropriated	-	-	-	280,585	(280,585)	-	-	-	-	-	-	-
Cash dividends of ordinary shares	-	-	-	-	(1,698,296)	(1,698,296)	-	-	-	(1,698,296)	-	(1,698,296)
Other changes in capital surplus:												
Cash dividends from capital surplus	-	-	(188,700)	-	-	-	-	-	-	(188,700)	-	(188,700)
Conversion of convertible bonds	645	17,899	328,114	-	-	-	-	-	-	346,658	-	346,658
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(33,120)	(33,120)
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	49,105	49,105	-	(49,105)	(49,105)	-	-	-
<b>Balance at September 30, 2024</b>	<b>\$ 1,887,641</b>	<b>17,899</b>	<b>2,828,255</b>	<b>2,456,906</b>	<b>8,383,476</b>	<b>10,840,382</b>	<b>78,363</b>	<b>1,137,110</b>	<b>1,215,473</b>	<b>16,789,650</b>	<b>217,434</b>	<b>17,007,084</b>
<b>Balance at January 1, 2025</b>	\$ 1,905,542	4,851	2,916,241	2,456,906	9,303,579	11,760,485	46,882	1,137,221	1,184,103	17,771,222	235,291	18,006,513
Profit for the nine months ended September 30, 2025	-	-	-	-	2,957,278	2,957,278	-	-	-	2,957,278	15,941	2,973,219
Other comprehensive income	-	-	-	-	-	-	(182,550)	273,645	91,095	91,095	(19)	91,076
Total comprehensive income	-	-	-	-	2,957,278	2,957,278	(182,550)	273,645	91,095	3,048,373	15,922	3,064,295
Appropriation and distribution of retained earnings:												
Legal reserve appropriated	-	-	-	370,148	(370,148)	-	-	-	-	-	-	-
Cash dividends of ordinary shares	-	-	-	-	(2,293,351)	(2,293,351)	-	-	-	(2,293,351)	-	(2,293,351)
Conversion of convertible bonds	7,885	3,720	202,138	-	-	-	-	-	-	213,743	-	213,743
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(30,954)	(30,954)
<b>Balance at September 30, 2025</b>	<b>\$ 1,913,427</b>	<b>8,571</b>	<b>3,118,379</b>	<b>2,827,054</b>	<b>9,597,358</b>	<b>12,424,412</b>	<b>(135,668)</b>	<b>1,410,866</b>	<b>1,275,198</b>	<b>18,739,987</b>	<b>220,259</b>	<b>18,960,246</b>

See accompanying notes to consolidated financial statements.

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

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES****Consolidated Statements of Cash Flows****For the nine months ended September 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the nine months ended September 30</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from (used in) operating activities:</b>		
<b>Profit before tax</b>	\$ 3,922,373	3,561,532
<b>Adjustments:</b>		
<b>Adjustments to reconcile profit:</b>		
Depreciation expense	308,757	315,049
Amortization expense	42,196	46,412
Expected credit loss	9,909	(12,394)
Gain on financial assets and liabilities at fair value through profit or loss, net	(98,609)	(24,979)
Interest expense	69,047	87,030
Interest income	(59,563)	(57,307)
Dividends income	(98,066)	(78,360)
Share of profit of associates and joint ventures accounted for using equity method	(372,718)	(440,441)
Loss on disposal of property, plant and equipment, net	6,895	3,162
Others	(3,700)	1,055
<b>Total adjustments to reconcile profit</b>	<u>(195,852)</u>	<u>(160,773)</u>
<b>Changes in operating assets and liabilities:</b>		
<b>Changes in operating assets:</b>		
Decrease (increase) in contract assets	203,247	(137,527)
Increase in notes and accounts receivable	(1,418,876)	(2,161,119)
Decrease (increase) in inventories	936,334	(448,848)
Decrease in financial assets at fair value through profit or loss	84,124	150,447
(Increase) decrease in other current assets	(8,246)	166,531
Increase in other financial assets and others	(8,738)	(56,969)
<b>Total changes in operating assets</b>	<u>(212,155)</u>	<u>(2,487,485)</u>
<b>Changes in operating liabilities:</b>		
Increase in contract liabilities	374,158	527,067
Increase in notes and accounts payable	309,517	2,377,806
Increase (decrease) in accrued expenses and other payables	232,929	(50,590)
Decrease in provisions	(140,332)	(65,575)
Decrease in refund liabilities	(1,229)	(8,285)
(Decrease) increase in other current liabilities	(12,802)	2,757
(Decrease) increase in others	(823)	360
<b>Total changes in operating liabilities</b>	<u>761,418</u>	<u>2,783,540</u>
<b>Total changes in operating assets and liabilities</b>	<u>549,263</u>	<u>296,055</u>
<b>Total adjustments</b>	<u>353,411</u>	<u>135,282</u>
Cash inflow generated from operations	4,275,784	3,696,814
Interest received	55,699	55,966
Dividends received	410,039	382,468
Interest paid	(63,456)	(75,572)
Income taxes paid	(1,024,914)	(1,070,955)
<b>Net cash flows from operating activities</b>	<u>3,653,152</u>	<u>2,988,721</u>
<b>Cash flows from (used in) investing activities:</b>		
Acquisition of financial assets at fair value through profit or loss	(59,179)	(105,773)
Proceeds from disposal of financial assets at fair valued through profit or loss	133,388	157,876
Proceeds from disposal of financial assets at fair value through other comprehensive income	-	171,605
Proceeds from capital reduction of financial assets at fair value through profit or loss	-	8,577
Acquisition of investments accounted for using equity method	-	(107,916)
Acquisition of property, plant and equipment	(613,132)	(4,208,061)
Proceeds from disposal of property, plant and equipment	887	298
Decrease (increase) in refundable deposits	100,988	(465)
Acquisition of intangible assets	(14,352)	(10,522)
Net cash received on disposal of subsidiaries	-	(4,375)
Increase in other non-current assets	(118,057)	(26,050)
Increase in restricted assets	(4,586)	(16,183)
<b>Net cash flows used in investing activities</b>	<u>(574,043)</u>	<u>(4,140,989)</u>
<b>Cash flows from (used in) financing activities:</b>		
Decrease in short-term borrowings	(571,120)	(1,183,488)
Addition of long-term borrowings	436,900	1,652,810
Repayments of long-term borrowings	(71,169)	(203,506)
(Increase) decrease in guarantee deposits received	(45,512)	7,351
Payment of lease liabilities	(107,620)	(115,642)
Cash dividends paid	(2,293,351)	(1,886,996)
Changes in non-controlling interests	(31,009)	(32,527)
<b>Net cash flows (used in) from financing activities</b>	<u>(2,682,881)</u>	<u>(1,761,998)</u>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<u>(210,026)</u>	<u>190,988</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	186,202	(2,723,278)
<b>Cash and cash equivalents at the beginning of period</b>	5,162,017	6,484,853
<b>Cash and cash equivalents at the end of period</b>	<u>\$ 5,348,219</u>	<u>3,761,575</u>

See accompanying notes to consolidated financial statements.

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

**TOPCO SCIENTIFIC CO., LTD. AND ITS SUBSIDIARIES**

**Notes to the Consolidated Financial Statements**

**September 30, 2025 and 2024**

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

**(1) Company history**

TOPCO SCIENTIFIC CO., LTD. (the “Company”) was incorporated on February 17, 1990, as a company limited by shares and registered under the Ministry of Economic Affairs, R.O.C. The Company relocated to its new premises at 6F., No. 176, Zhouzi Street, Neihu District, Taipei City in October 2025. However, the registered address remains at 6F., No. 483, Sec. 2, Tiding Blvd. Neihu District, Taipei City. The registration change process is currently in progress. The Company and its subsidiaries (together referred to as the “Group” and individually as “Group entities”) engage in importing, exporting, trading, and acting as agent of various products, including (1) electronics products, electrical products, and mechanical product; (2) manufacturing technology and equipment for high-tech products, such as integrated circuit, optoelectronic devices, packaging material, and electronic component; (3) planning, design and installation of water purification, water wasting and recycling systems equipment; (4) selling related materials, providing integration services, and operating power station of solar energy; (5) wholesale of fishery products and cooperate with foreign fishing companies; (6) operating the tourism factory, restaurant, and retail sales of food products; (7) waste removal and disposal business; (8) environment-related engineering planning, assessment, supervision and monitoring and (9) setting up a sport center that operates and provides sport training programs. Please refer to note 14 for related segment information.

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

The consolidated financial statements were approved for issuance by the Board of Directors on October 30, 2025.

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

- (a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2025:

- Amendments to IAS21 “Lack of Exchangeability”

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

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

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

(Continued)

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

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

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

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

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

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

**(a) Statement of compliance**

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

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

**(b) Basis of consolidation**

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

The details of the subsidiaries included in the consolidated financial statements are as follows:

Name of Investor	Name of Subsidiary	Principal activity	Percentage of ownership			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company	Taiwan E&M System Inc. (Taiwan E&M)	Sales of electronic material	100.00%	100.00%	100.00%	
"	Topco Group Ltd. (Topco Group)	Investment	100.00%	100.00%	100.00%	
"	Topco International Investment Co., Ltd. (Topco International Investment)	Investment	100.00%	100.00%	100.00%	
"	Topco Investment Co., Ltd. (Topco Investment)	Investment	100.00%	100.00%	100.00%	
"	ECO Technical Services Co., Ltd. (Chien Yueh)	Water purification and construction of dust-proof room	100.00%	100.00%	100.00%	

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of Investor	Name of Subsidiary	Principal activity	Percentage of ownership			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company	Anyong Biotechnology, Inc. (Anyong Biotechnology)	Aquaculture and strategic partnership with fish processing	100.00%	100.00%	100.00%	
"	Anyong FreshMart, Inc. (Anyong FreshMart)	Wholesale and retail sales of fishery products and supermarket operation	100.00%	100.00%	100.00%	
"	Xiang Yueh Co., Ltd. (Xiang Yueh)	Waste Disposal	-%	-%	100.00%	In June 2024, Xiang Yueh acquired a court approval letter for liquidation where all the relevant procedures and distribution of the remaining assets had been completed on October 21, 2024.
"	Jia Yi Energy Co., Ltd. (Jia Yi Energy)	Solar system engineering	88.76%	83.82%	83.82%	The Company and Topco International Investment jointly held its entire shares.
"	Yilan Anyong Lohas, Co., Ltd. (Anyong Lohas)	Restaurant and retail sales of food products	100.00%	100.00%	100.00%	
"	Topscience (s) Pte Ltd. (Topscience (s))	Sales of parts of semiconductor and optoelectronic industries	100.00%	100.00%	100.00%	Note
"	Unitech New Energy Engineering Co., Ltd. (Unitech New Energy Engineering)	Environment-related engineering planning, assessment, supervision and monitoring	77.60%	77.60%	77.60%	The Company and Chien Yueh held its 78.60% share jointly.
"	Topco Scientific USA Corp. (Topco Scientific USA)	Wholesale of semiconductor material	100.00%	100.00%	100.00%	
"	Xports Sports Co. Ltd (Xports Sports)	Sport Training	100.00%	100.00%	100.00%	
"	Topco Scientific (Japan) Co., Ltd. (Topco Japan)	Sales of facilities of semiconductor and clean room	100.00%	100.00%	100.00%	
"	Yong Yue Advanced Engineering Sdn Bhd. (Yong Yue Advanced Engineering)	Mechanical, electrical and water treatment engineering	100.00%	100.00%	100.00%	

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of Investor	Name of Subsidiary	Principal activity	Percentage of ownership			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
Topco Group	Asia Topco Holding Ltd. (Asia Cayman)	Investment	100.00%	100.00%	100.00%	
"	Hong Kong Topco Trading Limited (Topco Trading)	Wholesale of semiconductor material and electronic material	100.00%	100.00%	100.00%	Note
"	Topco Scientific Korea Co., Ltd. (Topco Korea)	Diamond cutting, wafers, trading	100.00%	100.00%	-%	The Company was established in October 2024.
Asia Cayman	Asia Topco Investment Ltd. (Asia Topco)	Investment	100.00%	100.00%	100.00%	
Asia Topco	Topco Scientific (Shanghai) Co., Ltd. (Topco Shanghai)	Wholesale of semiconductor material and electronic material	100.00%	100.00%	100.00%	
"	Suzhou Topco Construction Ltd. (Topco Suzhou)	Water purification and cleanroom construction	100.00%	100.00%	100.00%	
"	Topco Chemical (Z.F.T.Z.) Co., Ltd. (Topco Chemical)	Wholesale and sales of chemical products	100.00%	100.00%	100.00%	
Topco Shanghai	Shanghai Chong Yao Trading Co., Ltd. (Shanghai Chong Yao)	Wholesale of semiconductor material and electronic material	98.00%	98.00%	98.00%	Topco Shanghai and Topco Suzhou held its 100% shares jointly. (Note)
Topco Suzhou	Shanghai Chong Yao	Wholesale of semiconductor material and electronic material	2.00%	2.00%	2.00%	Note
"	Topco Engineering (Suzhou) Ltd.. (Topco Engineering)	Water purification and cleanroom construction	100.00%	100.00%	100.00%	Note
Topco Chemical	Chongling Chemical Product Trading (Z.F.T.Z.) Co., Ltd. (Chongling Chemical)	Wholesale and sales of chemical products	-%	70.00%	70.00%	Chongling Chemical was liquidated in July 2025, and the liquidation and distribution of assets was completed in September 2025.
Topscience (s)	Topscience Vietnam Co., Ltd. (Topscience Vietnam)	Sales of parts of semiconductor and optoelectronic industries	100.00%	100.00%	100.00%	Note
"	Anyong (s) Pte. LTD. (Anyong (s))	Wholesale and retail sales of fishery products	100.00%	100.00%	100.00%	Note
"	Ping Yue Technologies SDN.BHD. (Ping Yue Technologies)	Sales of semiconductor material and equipment	100.00%	100.00%	100.00%	Note

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of Investor	Name of Subsidiary	Principal activity	Percentage of ownership			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
Topco International Investment	Cityspace International Co., Ltd. (Cityspace)	Wholesale and sales of cosmetic	66.67%	66.67%	66.67%	
"	Kuan Yueh Technology Engineering Co., Ltd. (Kuan Yueh Technology)	Development of renewable energy projects; Configure pipeline construction and device installation	100.00%	100.00%	100.00%	
"	Jia Yi Energy	Solar system engineering	11.24%	16.18%	16.18%	
"	Kanbo Biomedical Co., Ltd. (Kanbo Biomedical)	Sales of health food products	-%	100.00%	100.00%	The liquidation and distribution of assets was completed in May 2025.
"	Topchem Materials Corp. (Topchem Materials)	Antifouling surface protection, light-blocking material and the manufacture of other chemicals	100.00%	100.00%	100.00%	
"	Tai Ying Resource Industrial Corp. (Tai Ying Resource)	Waste Disposal Industry	65.42%	65.42%	48.80%	Topco International Investment and Chien Yueh held its 66.80% shares jointly.
"	Topchip electronic Co. Ltd. (Topchip)	IC Design and Sales Company	100.00%	100.00%	100.00%	
"	Thermaltake green power Co. Ltd. (Thermaltake green power)	Renewable-energy-based electricity retailing	-%	100.00%	100.00%	To facilitate the Group's organizational restructuring, Jia Yi Energy acquired 100% equity interest in Thermaltake Green Power from Topco International Investment in April 2025.
Topco Investment	Top Energy Innovation Corporation Ltd. (Top Energy Innovation) (formerly known as Ding Yue Solar)	Development of renewable energy projects	-%	100.00%	100.00%	To facilitate the Grop's organizational restructuring, Jia Yi Energy acquired 100% equity interest in Top Energy Innovation from Topco Investment in July 2025.
"	Yun Yueh Technology Co., Ltd (Yun Yueh Technology)	Aquaculture and wholesale and sales of fishery products	55.00%	55.00%	55.00%	
"	Carenity Health Management Co., Ltd. (Carenity Health Management)	Management consulting services	68.06%	-%	-%	The Company was invested in September 2025.

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of Investor	Name of Subsidiary	Principal activity	Percentage of ownership			Description
			September 30, 2025	December 31, 2024	September 30, 2024	
Jia Yi Energy	Jing Chen Energy Co., Ltd. (Jing Chen Energy)	Development of renewable energy projects.	100.00%	100.00%	100.00%	
"	Jing Yang Energy Co., Ltd. (Jing Yang Energy)	"	100.00%	100.00%	100.00%	
"	Jing Yueh Energy Co., Ltd. (Jing Yueh Energy)	"	100.00%	100.00%	100.00%	
"	Thermaltake green power	"	100.00%	-%	-%	To facilitate the Grop's organizational restructuring, Jia Yi Energy acquired 100% equity interest in Thermaltake green power from Topco International Investment in April 2025.
"	Top Energy Innovation	"	100.00%	-%	-%	To facilitate the Grop's organizational restructuring, Jia Yi Energy acquired 100% equity interest in Top Energy Innovation from Topco Investment in July 2025.
Taiwan E&M	Top Vacuum Co., Ltd. (Top Vacuum)	Vacuum pump equipment maintenance	60.00%	60.00%	60.00%	
"	Toplight Advanced Co., Ltd. (Toplight Advanced)	OEM for laser cleaning machine	66.67%	66.67%	66.67%	The Company was established in September 2024.
Chien Yueh	Tai Ying Resource	Waste Disposal Industry	1.38%	1.38%	3.10%	
"	Unitech New Energy Engineering	Environment-related engineering planning, assessment, supervision and monitoring	1.00%	1.00%	1.00%	
Topco Japan	Shunkawa Corporation (Shunkawa)	Import and export of semiconductor raw materials	100.00%	100.00%	100.00%	
Tai Ying Resource	Tai Ying Global Trading Ltd., Co (Tai Ying Global Trading)	International trading company	100.00%	100.00%	100.00%	

Note: These are non-significant subsidiaries, in which their financial statements have not been reviewed by the CPA.

(c) Employee benefits

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

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(d) Income taxes

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

Income tax expenses for the period are measured by multiplying together the pre-tax income for the interim reporting period and the management’s best estimate of effective annual tax rate. This should be recognized fully as tax expense for the current period.

For a change in tax rate that is substantively enacted in an interim period, the effect of the change should immediately be recognized in the interim period in which the change occurs.

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 received on an ongoing basis which is in conformity with the consolidated interim financial statements for the year ended December 31, 2024. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2024.

**(6) Explanation of significant accounts**

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2024 consolidated financial statements. Please refer to note 6 of the 2024 annual consolidated financial statements.

(a) Cash and cash equivalents

	<b>September 30,</b> <b>2025</b>	<b>December 31,</b> <b>2024</b>	<b>September 30,</b> <b>2024</b>
Cash on hand	\$ 15,395	14,334	16,298
Checking accounts and demand deposits	4,420,572	3,900,187	3,026,907
Time deposits	912,252	1,247,496	718,370
	<b><u>\$ 5,348,219</u></b>	<b><u>5,162,017</u></b>	<b><u>3,761,575</u></b>

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

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

	<u>September 30,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>September 30,</u> <u>2024</u>
Mandatorily measured at fair value through profit or loss:			
Beneficiary certificate-Funds	\$ 240,893	321,019	285,280
Domestic listed stocks	91,156	149,983	177,341
Foreign listed stocks	78,852	72,406	66,769
Unlisted stocks and limited partnership	456,978	381,453	369,195
Domestic listed convertible bonds	-	-	5,664
Foreign unlisted funds	24,390	26,580	32,977
Convertible bonds – embedded derivatives	18	410	238
	<u>\$ 892,287</u>	<u>951,851</u>	<u>937,464</u>
Current	\$ 240,911	321,019	285,280
Non-current	651,376	630,832	652,184
	<u>\$ 892,287</u>	<u>951,851</u>	<u>937,464</u>
Held-for-sale financial liabilities:			
Derivatives not for hedging			
Forward exchange contracts	<u>\$ 160</u>	<u>-</u>	<u>-</u>

(i) Derivative financial instruments

The purpose of trading derivatives not for hedging is to avoid the exposure of currency exchange rate risk arising from operation. The Group does not choose to apply hedge accounting and therefore recognizes the derivatives of held-for-sale financial liability. The details are summarized as follows:

**Forward exchange contract:**

	<u>September 30, 2025</u>		
	<u>Contract value</u> <u>(thousand)</u>	<u>Currency</u>	<u>Expiring period</u>
Forward exchange sold	USD 1,000	USD to NTD	October 27, 2025

- (ii) The gain or loss on valuation of financial assets at fair value of the Group for the three months and nine months ended September 30, 2025 and 2024, was a gain of \$36,892, a loss of \$34,786, a gain of \$98,609 and a gain of \$24,979, respectively.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (iii) For the three months and nine months ended September 30, 2025 and 2024, the dividends of \$2,138, \$3,564, \$11,534 and \$10,189, respectively, related to mandatorily measured at fair value through profit or loss, were recognized as other income by the Group, please refer to note 6(y).
- (iv) The Group's information of convertible bonds - embedded derivatives, please refer to note 6(o).
- (v) The Group's information of market risk, please refer to note 6(z).
- (vi) As of September 30, 2025, December 31 and September 30, 2024, the Group did not provide financial assets as collateral for its loans.
- (c) Non-current financial assets at fair value through other comprehensive income

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Equity investments at fair value through other comprehensive income			
Domestic listed stocks	\$ 192,271	179,347	186,449
Domestic unlisted stocks	<u>1,606,227</u>	<u>1,345,253</u>	<u>1,338,062</u>
	<u>\$ 1,798,498</u>	<u>1,524,600</u>	<u>1,524,511</u>

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

The Group sold part of the stocks designated as at fair value through other comprehensive income in September 2024. The stocks sold had a fair value of \$171,605, and the Group transferred the foregoing cumulative gain on disposal of \$49,105 from other equity to retained earnings.

For the three months and nine months ended September 30, 2025 and 2024, the dividends of \$5,100, \$3,683, \$86,532 and \$68,171, respectively, related to equity securities as at fair value through other comprehensive income, were recognized as other income by the Group, please refer to note 6(y).

During the three months and nine months ended September 30, 2025 and 2024, the Group's unrealized gain or loss on valuation of financial assets at fair value through other comprehensive income was a gain of \$301,344, \$6,598, \$273,681 and \$319,791, respectively.

The Group's information of market risk, please refer to note 6(z).

As of September 30, 2025, December 31 and September 30, 2024, the Group did not provide financial assets as collateral for its loans.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(d) Notes and accounts receivable (including related parties)

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Notes receivable from operating activities	\$ 51,416	153,377	28,605
Accounts receivable from measured as amortized cost	9,923,540	8,402,703	8,830,285
Less: loss allowance	<u>(36,985)</u>	<u>(28,070)</u>	<u>(31,437)</u>
	<b><u>\$ 9,937,971</u></b>	<b><u>8,528,010</u></b>	<b><u>8,827,453</u></b>
Notes and accounts receivable, net	<b><u>\$ 9,803,546</u></b>	<b><u>8,398,425</u></b>	<b><u>8,695,082</u></b>
Notes and accounts receivable due from related parties, net	<b><u>\$ 134,425</u></b>	<b><u>129,585</u></b>	<b><u>132,371</u></b>

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

	<b>September 30, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted- average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 8,847,361	0.10%	8,987
Overdue 0-30 days	849,963	1.00%	8,499
Overdue 31-60 days	118,195	3.00%	3,546
Overdue 61-90 days	25,591	4.97%	1,272
Overdue over 91 days	<u>133,846</u>	10.97%	<u>14,681</u>
	<b><u>\$ 9,974,956</u></b>		<b><u>36,985</u></b>
	<b>December 31, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted- average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 7,689,172	0.10%	7,485
Overdue 0-30 days	658,255	1.00%	6,571
Overdue 31-60 days	132,663	2.99%	3,965
Overdue 61-90 days	17,547	5.00%	878
Overdue over 91 days	<u>58,443</u>	15.69%	<u>9,171</u>
	<b><u>\$ 8,556,080</u></b>		<b><u>28,070</u></b>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>September 30, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted- average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 8,040,330	0.10%	8,034
Overdue 0-30 days	549,680	1.00%	5,488
Overdue 31-60 days	113,301	3.00%	3,399
Overdue 61-90 days	25,982	5.00%	1,299
Overdue over 91 days	129,597	10.20%	13,217
	<b>\$ 8,858,890</b>		<b>31,437</b>

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

	<b>For the nine months ended September 30,</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 28,070	42,398
Impairment losses recognized	9,909	(12,394)
Foreign exchange (losses) gain	(994)	1,433
Balance at September 30	<b>\$ 36,985</b>	<b>31,437</b>

(e) Inventories

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Merchandise inventories	\$ 3,959,008	4,909,267	4,481,289
Work in progress	3,290	3,299	3,215
Raw materials	62,517	54,868	51,159
Goods in transits	56,833	50,548	55,979
	<b>\$ 4,081,648</b>	<b>5,017,982</b>	<b>4,591,642</b>

The details of the cost of sales were as follows:

	<b>For the three months ended September 30,</b>		<b>For the nine months ended September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Cost of sales	\$ 13,712,583	11,661,890	39,107,646	30,765,659
Provision (reversal) for inventory valuation loss and obsolescence	(10,556)	4,492	30,507	4,199
Loss on indemnity of inventory and others	175	4,205	1,119	4,419
	<b>\$ 13,702,202</b>	<b>11,670,587</b>	<b>39,139,272</b>	<b>30,774,277</b>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

(f) Investments accounted for using equity method

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

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
The carrying amount of individually insignificant associates' equity	\$ <b>2,850,158</b>	<b>2,792,002</b>	<b>2,618,208</b>
	<b>For the three months ended September 30, 2025</b>	<b>2024</b>	<b>For the nine months ended September 30, 2025</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>
Attributable to the Group:			
Profit from continuing operations	\$ 124,586	148,042	372,718
Other comprehensive income	2,020	668	(2,312)
Total comprehensive income	\$ <b>126,606</b>	<b>148,710</b>	<b>370,406</b>
	<b>442,103</b>		

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

(g) Changes in ownership of subsidiaries

- (i) The Company acquired 77.06% of the shares of its subsidiary Unitech New Energy Engineering in 2021. According to the share purchase agreements, if Unitech New Energy Engineering's net profit meets the certain criteria in 2021 and 2022, the Company will pay \$20,888 at the settlement expiration of one year and two years to Unitech New Energy Engineering, respectively, totaling \$41,776. The investment payment amounting to \$20,888 and \$12,824 had been paid by the Company for the years ended December 31, 2023 and 2022, as of September 30, 2025, resulting in the remaining amount of \$8,064 to be recognized as accrued expenses and other payables in the balance sheet.

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(h) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group for the nine months ended September 30, 2025 and 2024 were as follows:

	<u>Land</u>	<u>Buildings and building improvement</u>	<u>Machinery and others</u>	<u>Total</u>
<b>Cost:</b>				
Balance at January 1, 2025	\$ 4,183,510	3,546,384	2,966,801	10,696,695
Additions	-	210,303	402,354	612,657
Disposal	-	(15,052)	(99,434)	(114,486)
Reclassifications	-	197,588	(200,247)	(2,659)
Effect of movements in exchange rates	(6,127)	(8,002)	(3,497)	(17,626)
Balance at September 30, 2025	<u>\$ 4,177,383</u>	<u>3,931,221</u>	<u>3,065,977</u>	<u>11,174,581</u>
Balance at January 1, 2024	\$ 767,044	1,616,019	2,713,356	5,096,419
Additions	2,558,919	1,401,638	215,394	4,175,951
Disposal	-	(4,790)	(57,159)	(61,949)
Reclassifications	852,100	523,416	(6,130)	1,369,386
Effect of movements in exchange rates	2,475	10,154	2,926	15,555
Balance at September 30, 2024	<u>\$ 4,180,538</u>	<u>3,546,437</u>	<u>2,868,387</u>	<u>10,595,362</u>
<b>Depreciation and impairments loss:</b>				
Balance at January 1, 2025	\$ -	455,564	997,393	1,452,957
Depreciation	-	36,013	151,915	187,928
Disposal	-	(15,052)	(91,652)	(106,704)
Reclassifications	-	-	(1,301)	(1,301)
Effect of movements in exchange rates	-	(3,154)	(1,922)	(5,076)
Balance at September 30, 2025	<u>\$ -</u>	<u>473,371</u>	<u>1,054,433</u>	<u>1,527,804</u>
Balance at January 1, 2024	\$ -	411,308	888,360	1,299,668
Depreciation	-	35,733	153,263	188,996
Disposal	-	(4,547)	(53,942)	(58,489)
Reclassification	-	-	(768)	(768)
Effect of movements in exchange rates	-	3,086	1,586	4,672
Balance at September 30, 2024	<u>\$ -</u>	<u>445,580</u>	<u>988,499</u>	<u>1,434,079</u>
<b>Carrying amounts:</b>				
Balance at January 1, 2025	<u>\$ 4,183,510</u>	<u>3,090,820</u>	<u>1,969,408</u>	<u>9,243,738</u>
Balance at September 30, 2025	<u>\$ 4,177,383</u>	<u>3,457,850</u>	<u>2,011,544</u>	<u>9,646,777</u>
Balance at January 1, 2024	<u>\$ 767,044</u>	<u>1,204,711</u>	<u>1,824,996</u>	<u>3,796,751</u>
Balance at September 30, 2024	<u>\$ 4,180,538</u>	<u>3,100,857</u>	<u>1,879,888</u>	<u>9,161,283</u>

In order to accommodate business development and ensure corporate sustainable operation, the Board of Directors resolved to purchase an office building on Zhouzi Street in Neihu, for a total contract price of \$5,350,000. The Group completed the transfer registration in March 2024.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

As of September 30, 2025, December 31 and September 30, 2024, the Group provided property, plant and equipment as collateral for its long-term loans, please refer to note 8.

(i) Right-of-use assets

The Group leases many assets including land and buildings and vehicles. Information about leases for which the Group as a lessee is presented below:

	<u>Land</u>	<u>Buildings</u>	<u>Machinery and others</u>	<u>Total</u>
<b>Cost:</b>				
Balance at January 1, 2025	\$ 35,079	803,890	100,353	939,322
Additions	9,455	105,398	23,466	138,319
Disposals	-	(93,467)	(18,180)	(111,647)
Effect of movements in exchange rates	-	(4,515)	-	(4,515)
Balance at September 30, 2025	<u>\$ 44,534</u>	<u>811,306</u>	<u>105,639</u>	<u>961,479</u>
Balance at January 1, 2024	\$ 23,176	760,051	103,264	886,491
Additions	-	142,810	20,366	163,176
Disposals	(1,645)	(33,556)	(25,369)	(60,570)
Effect of movements in exchange rates	-	3,814	-	3,814
Balance at September 30, 2024	<u>\$ 21,531</u>	<u>873,119</u>	<u>98,261</u>	<u>992,911</u>
<b>Depreciation:</b>				
Balance at January 1, 2025	\$ 8,282	305,247	54,742	368,271
Depreciation	4,308	90,800	20,840	115,948
Disposals	-	(87,861)	(18,180)	(106,041)
Effect of movements in exchange rates	-	(2,545)	-	(2,545)
Balance at September 30, 2025	<u>\$ 12,590</u>	<u>305,641</u>	<u>57,402</u>	<u>375,633</u>
Balance at January 1, 2024	\$ 6,216	275,090	54,668	335,974
Depreciation	2,611	97,910	20,547	121,068
Disposals	(1,645)	(32,760)	(24,347)	(58,752)
Effect of movements in exchange rates	-	2,012	-	2,012
Balance at September 30, 2024	<u>\$ 7,182</u>	<u>342,252</u>	<u>50,868</u>	<u>400,302</u>
<b>Carrying amount:</b>				
Balance at January 1, 2025	<u>\$ 26,797</u>	<u>498,643</u>	<u>45,611</u>	<u>571,051</u>
Balance at September 30, 2025	<u>\$ 31,944</u>	<u>505,665</u>	<u>48,237</u>	<u>585,846</u>
Balance at January 1, 2024	<u>\$ 16,960</u>	<u>484,961</u>	<u>48,596</u>	<u>550,517</u>
Balance at September 30, 2024	<u>\$ 14,349</u>	<u>530,867</u>	<u>47,393</u>	<u>592,609</u>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(j) Investment property

Investment property comprises properties that are owned by the Group. The leases of investment properties contain an initial non-cancellable lease term of 2 to 3 years. Some leases provide the lessees with options to extend at the end of the terms.

For all investment property for leasing, the rental income is fixed under the contracts.

	<b>Buildings</b>
Carrying amount:	
Balance at January 1, 2025	\$ <u>131,717</u>
Balance at September 30, 2025	\$ <u>122,910</u>
Balance at January 1, 2024	\$ <u>133,652</u>
Balance at September 30, 2024	\$ <u>135,972</u>

There were no significant additions, disposal, or recognition and reversal of impairment losses of investment property for the nine months ended September 30, 2025 and 2024. Information on depreciation for the period is discussed in note 12(a). Please refer to note 6(j) of the 2024 annual consolidated financial statements for other related information.

The fair value of the investment property was not significantly different from those disclosed in the note 6(j) of the annual consolidated financial statements for the year ended December 31, 2024.

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

(k) Intangible assets

	<b>Goodwill</b>	<b>Unrealized orders</b>	<b>Customer relationship</b>	<b>Others</b>	<b>Total</b>
Balance at January 1, 2025	\$ <u>195,850</u>	<u>21,298</u>	<u>87,569</u>	<u>49,089</u>	<u>353,806</u>
Balance at September 30, 2025	\$ <u>200,237</u>	<u>5,054</u>	<u>78,166</u>	<u>41,883</u>	<u>325,340</u>
Balance at January 1, 2024	\$ <u>226,251</u>	<u>42,957</u>	<u>100,107</u>	<u>70,664</u>	<u>439,979</u>
Balance at September 30, 2024	\$ <u>226,251</u>	<u>26,713</u>	<u>90,704</u>	<u>44,393</u>	<u>388,061</u>

There were no significant additions, disposal, or recognition and reversal of impairment losses of intangible assets for the nine months ended September 30, 2025 and 2024. Please refer to note 6(k) of the 2024 annual consolidated financial statements for other related information.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(l) Other financial assets and other non-current assets

(i) The other current financial assets of the Group were as follows:

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Restricted assets	\$ 230,198	225,979	168,616
Other receivables	55,999	44,126	108,871
Dividends receivables	59	-	-
	<b><u>\$ 286,256</u></b>	<b><u>270,105</u></b>	<b><u>277,487</u></b>

As of September 30, 2025, December 31 and September 30, 2024, the restricted assets are coming from bank deposits of restricted purpose due to the construction contract conditions, guarantees for construction contracts, and sport training courses had been collected in advance, etc, please refer to note 8.

(ii) The other non-current assets of the Group were as follows:

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Restricted assets	\$ 66,592	66,225	51,302
Refundable deposits	160,482	261,470	267,674
Prepayment of equipments	163,354	45,297	31,616
Others	3,853	3,124	7,924
	<b><u>\$ 394,281</u></b>	<b><u>376,116</u></b>	<b><u>358,516</u></b>

As of September 30, 2025, December 31 and September 30, 2024, the Group did provide any increase in restricted assets as collateral for its loan, please refer to note 8.

(m) Short-term borrowings

The short-term borrowings of the Group were as follows:

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Unsecured bank loans	\$ <b><u>283,951</u></b>	<b><u>855,071</u></b>	<b><u>1,084,906</u></b>
Unused credit lines	<b><u>\$ 13,833,156</u></b>	<b><u>13,020,591</u></b>	<b><u>12,474,458</u></b>
Range of interest rates	<b><u>1.53%~5.6%</u></b>	<b><u>1.68%~5.6%</u></b>	<b><u>1.68%~6.27%</u></b>

The Group did not provide assets as collateral for its loans.

For information on the Group's foreign currency risk and liquidity risk, please see note 6(z).

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(n) Long-term borrowings

The long-term borrowings of the Group were as follows:

<b>September 30, 2025</b>				
	<b>Currency</b>	<b>Rate</b>	<b>Maturity year</b>	<b>Amount</b>
Unsecured bank loans	NTD	1.88%~2.565%	2027.12~2036.9	\$ 1,525,327
Secured bank loans	NTD	2.12%	2044.01	1,280,000
Less: current portion				(96,785)
Total				<b>\$ 2,708,542</b>
Unused credit lines				<b>\$ 300,000</b>

<b>December 31, 2024</b>				
	<b>Currency</b>	<b>Rate</b>	<b>Maturity year</b>	<b>Amount</b>
Unsecured bank loans	NTD	1.69%~2.60%	2025.10~2036.9	\$ 1,159,596
Secured bank loans	NTD	2.00%~2.12%	2044.1	1,280,000
Less: current portion				(94,892)
Total				<b>\$ 2,344,704</b>
Unused credit lines				<b>\$ 600,000</b>

<b>September 30, 2024</b>				
	<b>Currency</b>	<b>Rate</b>	<b>Maturity year</b>	<b>Amount</b>
Unsecured bank loans	NTD	1.81%~2.60%	2025.10~2036.9	\$ 1,483,319
Secured bank loans	NTD	2.12%	2044.1	1,340,000
Less: current portion				(94,892)
Total				<b>\$ 2,728,427</b>
Unused credit lines				<b>\$ 820,000</b>

For the nine months ended September 30, 2025 and 2024, the Group had the additional long-term borrowings amounting to \$436,900 and \$1,652,810, respectively; the repayment amounted to \$71,169 and \$203,506, respectively.

For the collateral for long-term borrowings, please refer to note 8.

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(o) Convertible bonds payable

- (i) The Group issued the second domestic unsecured convertible bonds with the face values of \$1,000,000 on June 29, 2023 as follows:

	<b>September 30,</b>	<b>December 31,</b>	<b>September 30,</b>
	<b>2025</b>	<b>2024</b>	<b>2024</b>
Total convertible corporate bonds issued	\$ 1,000,000	1,000,000	1,000,000
Cumulative converted amount	(667,100)	(450,900)	(19,538)
Unamortized discounted corporate bonds payable	(7,460)	(15,476)	(357,500)
	<u>325,440</u>	<u>533,624</u>	<u>622,962</u>
Unamortized issuing costs of corporate bonds payable	(424)	(878)	(1,109)
Corporate bonds issued balance at year-end	<u>\$ 325,016</u>	<u>532,746</u>	<u>621,853</u>
Embedded derivatives – call option, include in current financial assets at fair value through profit or loss	<u>\$ 18</u>	<u>-</u>	<u>-</u>
Embedded derivatives – call option, include in non-current financial assets at fair value through profit or loss	<u>\$ -</u>	<u>410</u>	<u>238</u>
Equity component – conversion rights, include in capital surplus	<u>\$ 19,649</u>	<u>32,411</u>	<u>40,142</u>
	<b>For the three months ended</b>	<b>For the nine months ended</b>	
	<b>September 30,</b>	<b>September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>
	<b>2024</b>	<b>2025</b>	<b>2024</b>
Embedded derivatives - call option, gains or losses at fair value, include in gain (losses) on financial assets (liabilities) at fair value through profit or loss	<u>\$ (422)</u>	<u>(347)</u>	<u>(392)</u>
Interest expenses	<u>\$ (1,644)</u>	<u>(3,080)</u>	<u>(6,019)</u>
	<u>(11,702)</u>		<u>(11,702)</u>

The effective rates of the second unsecured convertible bonds payable was 1.7919%.

The original conversion price per share at issuance was NT\$200. However, due to the previous changes in the conversion prices at the dates of distribution of cash dividends, the conversion price beginning on July 7, 2025 had been adjusted from NT\$192.5 to NT\$184.1.

Since the maturity date of the aforementioned convertible bonds is June 29, 2026, the convertible bonds were reclassified as current liabilities as of June 30, 2025.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (ii) For the nine months ended September 30, 2024, the bondholders exercised their conversion rights for convertible bonds with a face value of \$357,500, which were converted into ordinary shares and bond conversion entitlement certificates of \$645 and \$17,899, respectively, offsetting the discount on the bonds payable of \$10,842. The capital surplus generated was recognized at \$328,114 (including the write-down on capital surplus - stock options of \$18,884).
- (iii) For the nine months ended September 30, 2025, the bondholders exercised their conversion rights for convertible bonds with a face value of \$216,200, which were converted into bond conversion entitlement certificates of \$11,605, offsetting the discount on the bonds payable of \$2,451. The capital surplus generated was recognized at \$202,138 (including the write-down on capital surplus - stock options of \$12,762 and the cash refund from fractional shares of \$6). As of September 30, 2025, there was still a remaining face value of \$332,900 of corporate bonds that has not been converted. In addition to the above, the Group did not issue, repurchase, or repay any outstanding corporate bonds for the nine months ended September 30, 2025. Please refer to note 6(o) of the consolidated financial statements for the year ended December 31, 2024, for related information.

(p) Lease liabilities

The lease liabilities of the Group were as follows:

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Current	<u>\$ 118,315</u>	<u>124,041</u>	<u>135,911</u>
Non-current	<u>\$ 470,393</u>	<u>445,915</u>	<u>460,256</u>

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

The amounts recognized in profit or loss were as follows:

	<b>For the three months ended September 30,</b>		<b>For the nine months ended September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interest on lease liabilities	<u>\$ 655</u>	<u>2,399</u>	<u>5,339</u>	<u>6,732</u>
Variable lease payments not included in the measurement of lease liabilities	<u>\$ 6,193</u>	<u>5,731</u>	<u>18,025</u>	<u>16,691</u>
Expenses relating to short-term leases	<u>\$ 12,631</u>	<u>5,580</u>	<u>35,202</u>	<u>15,932</u>
Expense relating to leases of low-value assets, excluding short-term leases of low-value assets	<u>\$ 4,143</u>	<u>3,971</u>	<u>11,318</u>	<u>10,852</u>

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

	<b>For the nine months ended</b>	
	<b>September 30,</b>	
	<b>2025</b>	<b>2024</b>
Total cash outflow for leases	<b><u>\$ 177,504</u></b>	<b><u>165,849</u></b>

(i) Real estate leases

The Group leases land and buildings for its office space, erecting solar power generation equipment and retail stores. The leases of office space typically run for a period of 1 to 20 years, of erecting solar power generation equipment for 20 years, and of retail stores for 1 to 5 years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

Some leases require the Group to make payments that relate to the property taxes levied on the lessor and insurance payments made by the lessor; these amounts are generally determined annually.

(ii) Other leases

The Group leases vehicles, with lease terms of 1 to 5 years. In some cases, the Group has options to purchase the assets at the end of the contract term; in other cases, it guarantees the residual value of the leased assets at the end of the contract term.

The Group also leases IT equipment with contract terms of 1 to 3 years. These leases are short-term or leases of low-value items. The Group has elected not to recognize right-of-use assets and lease liabilities for these leases.

(q) Provisions

	<b>Warranties</b>	<b>Onerous contracts</b>	<b>Total</b>
Balance at January 1, 2025	\$ 151,836	55,170	207,006
Provisions made during the period	16,485	2,436	18,921
Provisions used during the period	(34,508)	-	(34,508)
Provisions reversed during the period	(90,374)	(30,153)	(120,527)
Effect of changes in foreign exchange rates	(4,218)	-	(4,218)
Balance at September 30, 2025	<b><u>\$ 39,221</u></b>	<b><u>27,453</u></b>	<b><u>66,674</u></b>
Balance at January 1, 2024	\$ 219,519	83,384	302,903
Provisions made during the period	7,369	32,240	39,609
Provisions used during the period	(60,287)	-	(60,287)
Provisions reversed during the period	(3,087)	(50,392)	(53,479)
Effect of changes in foreign exchange rates	8,133	449	8,582
Balance at September 30, 2024	<b><u>\$ 171,647</u></b>	<b><u>65,681</u></b>	<b><u>237,328</u></b>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Provisions related to construction revenue are assessed based on historical experience. The aforementioned provisions are expected to settle the majority of the liability over the next year.

A provision for onerous contracts is recognized when the Group expects the unavoidable costs of performing the obligations under a construction contract exceed the economic benefits expected to be received under the contract. Because the cost of performing a construction contract had exceeded the economic benefits expected, the Group recognized the provisions to response the cost of the construction contract.

(r) Operating leases

There were no significant changes in operating lease for the nine months ended September 30, 2025 and 2024. Please refer to note 6(r) of the consolidated financial statements for the year ended December 31, 2024 for other related information.

(s) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-off 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:

	<b>For the three months ended</b>		<b>For the nine months ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Administrative expenses	\$ <u>825</u>	<u>721</u>	<u>2,473</u>	<u>2,161</u>

(ii) Defined contribution plans

- 1) The domestic Group entities' expenses under the pension plan cost of the Bureau of Labor Insurance were as follows:

	<b>For the three months ended</b>		<b>For the nine months ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Operating cost and expenses	\$ <u>15,020</u>	<u>13,280</u>	<u>44,420</u>	<u>41,704</u>

- 2) Other subsidiaries' pension expenses, basic endowment insurance expenses and social welfare expenses were as follows:

	<b>For the three months ended</b>		<b>For the nine months ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Operating cost and expenses	\$ <u>5,367</u>	<u>6,077</u>	<u>17,845</u>	<u>16,283</u>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(t) Income taxes

(i) Income tax expenses

1) The components of income tax were as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	Current tax expense	\$ 310,776	309,001	949,154

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

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
	Items that will not be reclassified to profit or loss:			
Exchange differences on translation of foreign financial statements	\$ 27,657	18,644	(45,637)	42,204

(ii) The ROC tax authorities have examined the income tax returns of the Company, as well as Jing Chen Energy, Jing Yueh Energy, Jing Yang Energy, Kuan Yueh Technology, Kanbo Biomedical, Anyong Biotechnology, Anyong Fresh Mart, Topco International Investment, Topco Investment, Cityspace International, Top Energy Innovation (formerly known as Ding Yue Solar), Xports Sports, Thermaltake green power, Topchip, Yun Yueh Technology, Unitech New Energy Engineering, Tai Ying, Tai Ying Global Trading, Top Vacuum, Taiwan E&M, Jia Yi Energy and Anyong Lohas through 2023; the Company, Chien Yueh and Topchem Materials through 2022.

(u) Capital and other equities

Except for the following disclosure, there was no significant change for capital and other equity for the nine months ended September 30, 2025 and 2024. For the related information, please refer to note 6(u) of the consolidated financial statements for the year ended December 31, 2024.

(i) Common stock

As of September 30, 2025, December 31 and September 30, 2024, the total values of authorized ordinary shares were amounted to \$2,500,000, \$2,200,000 and \$2,200,000 (both including \$100,000 for the issuance of employee stock options). The number of authorized ordinary shares were 250,000, 220,000 and 220,000 thousand shares, respectively, with par value of New Taiwan Dollars \$10 per share. As of that date 191,343, 191,040 and 188,764 thousand of ordinary shares were issued, respectively. All issued shares were paid up upon issuance.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The Group issued 1,854 new thousand shares to convertible bond holders who exercised their conversion rights at face value, with a total amount of \$18,544 thousand for the nine months ended September 30, 2024. As the legal registration procedures were completed.

The Group issued 485 new thousand shares to convertible bond holders who exercised their conversion rights at face value, with a total amount of \$4,851 thousand for the year ended December 31, 2024. As the legal registration procedures were completed.

The Group issued 1,160 new thousand shares to convertible bond holders who exercised their conversion rights at face value, with a total amount of \$11,605 thousand for the nine months ended September 30, 2025. As of September 30, 2025, the legal registration procedures of 857 thousand shares have not been completed, they are recognized as certificate of entitlement to new shares from convertible bond.

(ii) Capital surplus

The balances of capital surplus were as follows:

	<b>September 30, 2025</b>	<b>December 31, 2024</b>	<b>September 30, 2024</b>
Capital premium	\$ 3,094,073	2,879,173	2,784,700
Convertible bonds-conversion options	19,649	32,411	40,142
Stock option-fair value differences of associates and joint ventures accounted under equity method	2,270	2,270	2,285
Changes in the equity ownership of the subsidiaries	1,965	1,965	706
Others	422	422	422
	<b><u>\$ 3,118,379</u></b>	<b><u>2,916,241</u></b>	<b><u>2,828,255</u></b>

On February 29, 2024, the Company's Board of Directors resolved to distribute the cash dividends of \$188,700 (New Taiwan dollars \$1 per share) from capital surplus.

(iii) Retained earnings

According to the Company's articles of incorporation, 10% of annual net earnings (net of incomes taxes), after deducting accumulated deficits, must be set aside as legal reserve. In addition, a special reserve shall be set aside in accordance with applicable laws and regulations. The remaining profit, together with the beginning balance of undistributed retained earnings, can be distributed according to the distribution plan proposed by the Board of directors and submitted during the stockholders' meeting for approval. The distribution of earnings or legal reserve and capital surplus, by way of cash, shall be decided during the Board meeting, approved by more than half of the directors, with two thirds of directors in attendance; thereafter, to be reported in the shareholders' meeting of the Company.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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According to the Company's dividend policy, the type of dividends should be determined after considering the remaining portion of retained earnings, the business environment, etc. The dividends could be paid whether by cash or stock. No less than 10% of total stockholders' dividends may be distributed in the form of cash dividends. Any remaining profit did not be distributed in the form of cash dividends could be distributed in the form of stock dividends according to the Company's articles proposed by the Board of directors and submitted to the stockholders' meeting for approval.

1) Earnings distribution

The amount of cash dividends of appropriations of earnings for 2024 and 2023 had been approved in the Board meeting held on February 27, 2025, and February 29, 2024, respectively. The amount of other appropriation items of earnings for 2024 and 2023 had been approved in the regular Shareholder's meeting on May 29, 2025 and May 30, 2024, respectively.

	2024		2023	
	Amount per share NT (Dollars)	Total amount	Amount per share NT (Dollars)	Total amount
Dividends distributed to common shareholders:				
Cash dividends	\$ 11.99	2,293,351	9.0	1,698,296

The information earning distribution can be accessed from the Market Observation Post System after the shareholder's meeting.

(iv) Other equity

	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total
<b>Balance at January 1, 2025</b>	\$ 46,882	1,137,221	1,184,103
Exchange differences on foreign operations:			
The Group	(180,238)	-	(180,238)
Share of other comprehensive income of associates and joint ventures accounted for using equity method	(2,312)	-	(2,312)
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income:			
The Group	-	273,645	273,645
<b>Balance at September 30, 2025</b>	<b>\$ (135,668)</b>	<b>1,410,866</b>	<b>1,275,198</b>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total
<b>Balance at January 1, 2024</b>	\$ (90,453)	866,377	775,924
Exchange differences on foreign operations:			
The Group	167,154	-	167,154
Share of other comprehensive income of associates and joint ventures accounted for using equity method	1,662	-	1,662
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income:			
The Group	-	319,838	319,838
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	(49,105)	(49,105)
<b>Balance at September 30, 2024</b>	<u>\$ 78,363</u>	<u>1,137,110</u>	<u>1,215,473</u>

## (v) Earnings per share

The calculation of basic and diluted earnings per share were as follows:

	For the three months ended September 30,		For the nine months ended September 30,	
	2025	2024	2025	2024
<b>Basic earnings per share:</b>				
Profit attributable to ordinary shareholders of the Company	\$ <u>1,103,413</u>	<u>936,620</u>	<u>2,957,278</u>	<u>2,732,269</u>
Weighted-average number of outstanding ordinary shares (thousand)	<u>191,793</u>	<u>189,959</u>	<u>191,421</u>	<u>189,127</u>
Basic earnings per share (dollars)	\$ <u>5.75</u>	<u>4.93</u>	<u>15.45</u>	<u>14.45</u>
<b>Diluted earnings per share:</b>				
Profit attributable to ordinary shareholders of the Company	\$ 1,103,413	936,620	2,957,278	2,732,269
The after-tax impact of interest on convertible bonds and other income or losses	<u>2,050</u>	<u>3,394</u>	<u>6,348</u>	<u>11,338</u>
Profit attributable to ordinary shareholders of the Company (after adjustment of potential diluted ordinary shares)	<u>\$ 1,105,463</u>	<u>940,014</u>	<u>2,963,626</u>	<u>2,743,607</u>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>For the three months ended September 30,</b>		<b>For the nine months ended September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Weighted-average number of outstanding ordinary shares (thousand)	191,793	189,959	191,421	189,127
Effect of dilutive potential ordinary shares (thousand)				
Effect of employee share bonuses	996	999	1,270	1,337
Effect of conversion of convertible bonds	<u>2,215</u>	<u>3,807</u>	<u>2,587</u>	<u>4,640</u>
Weighted-average number of ordinary shares (after adjustment of potential diluted ordinary shares)	<u><b>195,004</b></u>	<u><b>194,765</b></u>	<u><b>195,278</b></u>	<u><b>195,104</b></u>
Diluted earnings per share (dollars) \$	<u><b>5.67</b></u>	<u><b>4.83</b></u>	<u><b>15.18</b></u>	<u><b>14.06</b></u>

## (w) Revenue from contracts with customers

## (i) Details of revenue

	<b>For the three months ended September 30, 2025</b>			
	<b>Semiconductor and electronics divisions</b>	<b>Environment al engineering divisions</b>	<b>Other divisions</b>	<b>Total</b>
Primary geographical markets:				
Taiwan	\$ 7,067,431	290,385	475,198	7,833,014
China	7,473,237	891,234	-	8,364,471
Others	<u>1,016,752</u>	<u>313,959</u>	<u>10,383</u>	<u>1,341,094</u>
	<u><b>\$ 15,557,420</b></u>	<u><b>1,495,578</b></u>	<u><b>485,581</b></u>	<u><b>17,538,579</b></u>
Major products / services:				
Semiconductor and optoelectronic industries	\$ 15,557,420	-	-	15,557,420
Water purification and construction of dust-proof room	-	1,495,578	-	1,495,578
Others	<u>-</u>	<u>-</u>	<u>485,581</u>	<u>485,581</u>
	<u><b>\$ 15,557,420</b></u>	<u><b>1,495,578</b></u>	<u><b>485,581</b></u>	<u><b>17,538,579</b></u>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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<b>For the three months ended September 30, 2024</b>				
	<b>Semiconductor and electronics divisions</b>	<b>Environment al engineering divisions</b>	<b>Other divisions</b>	<b>Total</b>
Primary geographical markets:				
Taiwan	\$ 5,927,731	510,977	479,487	6,918,195
China	6,356,753	917,267	10	7,274,030
Others	<u>1,043,932</u>	<u>126,567</u>	<u>3,801</u>	<u>1,174,300</u>
	<b><u>\$ 13,328,416</u></b>	<b><u>1,554,811</u></b>	<b><u>483,298</u></b>	<b><u>15,366,525</u></b>
Major products / services:				
Semiconductor and optoelectronic industries	\$ 13,328,416	-	-	13,328,416
Water purification and construction of dust-proof room	-	1,554,811	-	1,554,811
Others	-	-	<u>483,298</u>	<u>483,298</u>
	<b><u>\$ 13,328,416</u></b>	<b><u>1,554,811</u></b>	<b><u>483,298</u></b>	<b><u>15,366,525</u></b>
<b>For the nine months ended September 30, 2025</b>				
	<b>Semiconductor and electronics divisions</b>	<b>Environmental engineering divisions</b>	<b>Other divisions</b>	<b>Total</b>
Primary geographical markets:				
Taiwan	\$ 20,116,842	1,134,344	1,326,918	22,578,104
China	21,169,005	2,751,306	-	23,920,311
Others	<u>3,033,605</u>	<u>721,398</u>	<u>31,472</u>	<u>3,786,475</u>
	<b><u>\$ 44,319,452</u></b>	<b><u>4,607,048</u></b>	<b><u>1,358,390</u></b>	<b><u>50,284,890</u></b>
Major products / services:				
Semiconductor and optoelectronic industries	\$ 44,319,452	-	-	44,319,452
Water purification and construction of dust-proof room	-	4,607,048	-	4,607,048
Others	-	-	<u>1,358,390</u>	<u>1,358,390</u>
	<b><u>\$ 44,319,452</u></b>	<b><u>4,607,048</u></b>	<b><u>1,358,390</u></b>	<b><u>50,284,890</u></b>
<b>For the nine months ended September 30, 2024</b>				
	<b>Semiconductor and electronics divisions</b>	<b>Environmental engineering divisions</b>	<b>Other divisions</b>	<b>Total</b>
Primary geographical markets:				
Taiwan	\$ 16,651,425	1,374,840	1,250,707	19,276,972
China	16,011,839	2,728,257	11	18,740,107
Others	<u>2,625,398</u>	<u>429,347</u>	<u>18,058</u>	<u>3,072,803</u>
	<b><u>\$ 35,288,662</u></b>	<b><u>4,532,444</u></b>	<b><u>1,268,776</u></b>	<b><u>41,089,882</u></b>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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	For the nine months ended September 30, 2024			
	Semiconductor and electronics divisions	Environmental engineering divisions	Other divisions	Total
Major products / services:				
Semiconductor and optoelectronic industries	\$ 35,288,662	-	-	35,288,662
Water purification and construction of dust-proof room	-	4,532,444	-	4,532,444
Others	-	-	1,268,776	1,268,776
	<b>\$ 35,288,662</b>	<b>4,532,444</b>	<b>1,268,776</b>	<b>41,089,882</b>

(ii) Contract balance

	September 30, 2025	December 31, 2024	September 30, 2024
Notes and accounts receivable (including related parties)	\$ 9,974,956	8,556,080	8,858,890
Less: allowance for impairment	36,985	28,070	31,437
Total	<b>\$ 9,937,971</b>	<b>8,528,010</b>	<b>8,827,453</b>
Contract assets — construction	<b>\$ 1,382,854</b>	<b>1,586,101</b>	<b>1,863,530</b>
Contract liabilities — construction	\$ 1,417,358	1,387,818	1,152,598
Contract liabilities — unearned revenue	1,027,786	683,168	685,135
Total	<b>\$ 2,445,144</b>	<b>2,070,986</b>	<b>1,837,733</b>

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

The amounts of revenue recognized for the nine months ended September 30, 2025 and 2024 that were included in contract liability balance at the beginning of the period were \$618,194 and \$379,211, respectively.

The major change in the balance of contract assets and contract liabilities is due to the difference between the point at which the consolidated company transfers goods or service to customers to satisfy its performance obligations and the point at which customers pay. There were no significant changes during the three months and the nine months ended September 30, 2025 and 2024.

(x) Remuneration to employees, directors

On May 29, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Company Article of Incorporation, if the Company incurs profit for the year, the profit shall first be used to offset against any accumulated deficits. Thereafter, a maximum of 3% of the remainder shall be allocated as directors' remuneration, and not less than 4% (in shares or in cash) as employee remuneration, including a minimum of 8% to those base-level employees. The distribution shall also include those employees of the Company's subsidiaries who meet certain requirements.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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According to the Company's articles of incorporation, earning shall first be offset against any deficit, then, a minimum of 4% net profit before tax will be distributed as employee remuneration and a maximum of 3% will be allocated as directors' remuneration. Employees who are entitled to receive the abovementioned employee remuneration, in share or cash, include those of the subsidiaries of the Company who meet certain specific requirements.

For the three months and nine months ended September 30, 2025 and 2024, the Company estimated its employees' remuneration amounting to \$113,974, \$98,262, \$312,607 and \$281,585, respectively, and the directors' remuneration amounting to \$28,494, \$24,565, \$78,152 and \$70,396, respectively. The estimated amounts mentioned above are calculated based on the net profit before tax, excluding the remuneration to employees and directors of each period, multiplied by the percentage of remuneration to employees and directors as specified in the Company's articles. These remunerations were expensed under operating expenses during the nine months ended September 30, 2025 and 2024. If there are any subsequent adjustments to the actual remuneration amounts after the annual shareholder meeting, the adjustment will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year. Shares distributed to employees as employee remuneration are calculated based on the closing price of the Company's ordinary shares on the day before the approval by the Board of Directors.

For the years ended December 31, 2024 and 2023, the remunerations to employees amounted to \$376,891 and \$306,198, respectively, and the remunerations to directors and supervisors amounted to \$94,223 and \$76,549, respectively. There are no differences between the amount approved in the Board of Directors meeting and those recognized in the financial statements in 2024 and 2023. Related information would be available at the Market Observation Post System website.

(y) Non-operating income and expenses

(i) Other income

The details of other income were as follows:

	<b>For the three months ended</b>		<b>For the nine months ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Government grants	\$ 32,990	35,343	33,937	52,377
Dividends income	7,238	7,247	98,066	78,360
Rental income	(1,611)	2,339	12,903	7,005
Others	6,657	824	12,664	4,684
	<b>\$ 45,274</b>	<b>45,753</b>	<b>157,570</b>	<b>142,426</b>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Other gains and losses

The details of other gains and losses were as follows:

	<b>For the three months ended</b>		<b>For the nine months ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Foreign currency exchange gains (losses), net	\$ (12)	2,501	(65,200)	2,570
Gains on financial assets at fair value through profit or loss, net	36,892	(34,786)	98,609	24,979
Losses on disposal of property, plant and equipment, net	(367)	(109)	(6,895)	(3,162)
Others	38	(247)	(2,449)	(362)
	<b>\$ 36,551</b>	<b>(32,641)</b>	<b>24,065</b>	<b>24,025</b>

(z) Financial instruments

Except for the contention 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(aa) of the consolidated financial statements for the year ended December 31, 2024.

(i) Credit risk

1) Credit risk exposure

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

2) Concentration to credit risk

Apart from the Group's most significant customer, Customer A, the Group has no exposure to credit risk of any individual counterparty or any group of counterparties with similar credit characteristics. Those related parties of which having transactions with the Group are regarded as group of counterparties with similar credit characteristics.

3) Receivables and debt securities

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

These financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12 months expected credit losses. For the nine months ended September 30, 2025 and 2024, the loss allowance provisions were determined as follows:

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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	<b>For the nine months ended September 30,</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 14,480	14,355
Impairment loss	-	-
Balance at September 30	<b>\$ 14,480</b>	<b>14,355</b>

(ii) Liquidity risk

The following were the contractual maturities of financial liabilities, including estimated interest payments.

	<b>Carrying Amount</b>	<b>Contractual cash flows</b>	<b>Within a year</b>	<b>1 ~ 2 years</b>	<b>Over 2 years</b>
<b>September 30, 2025</b>					
<b>Non-derivative financial liabilities</b>					
Short-term and long-term bank loans	\$ 3,089,278	(3,544,155)	(443,568)	(207,189)	(2,893,398)
Notes and accounts payable (including related parties)	9,865,968	(9,865,968)	(9,865,968)	-	-
Accrued expenses and other payables	1,732,116	(1,732,116)	(1,732,116)	-	-
Lease liabilities (including current and non-current)	588,708	(629,677)	(126,336)	(101,411)	(401,930)
Bonds payable (including current portion)	325,016	(325,016)	(325,016)	-	-
Guarantee deposits received	118,666	(118,666)	-	-	(118,666)
	<b>\$ 15,719,752</b>	<b>(16,215,598)</b>	<b>(12,493,004)</b>	<b>(308,600)</b>	<b>(3,413,994)</b>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<u>Carrying Amount</u>	<u>Contractual cash flows</u>	<u>Within a year</u>	<u>1 ~ 2 years</u>	<u>Over 2 years</u>
<b>December 31, 2024</b>					
<b>Non-derivative financial liabilities</b>					
Short-term and long-term bank loans	\$ 3,294,667	(3,768,215)	(1,006,671)	(148,612)	(2,612,932)
Notes and accounts payable (including related parties)	9,556,451	(9,556,451)	(9,556,451)	-	-
Accrued expenses and other payables	1,500,091	(1,500,091)	(1,500,091)	-	-
Lease liabilities (including current and non-current)	569,956	(613,412)	(132,025)	(87,822)	(393,565)
Bonds payable	532,746	(549,100)	-	(549,100)	-
Guarantee deposits received	164,178	(164,178)	-	-	(164,178)
	<u>\$ 15,618,089</u>	<u>(16,151,447)</u>	<u>(12,195,238)</u>	<u>(785,534)</u>	<u>(3,170,675)</u>
<b>September 30, 2024</b>					
<b>Non-derivative financial liabilities</b>					
Short-term and long-term bank loans	\$ 3,908,225	(4,638,569)	(1,245,538)	(745,410)	(2,647,621)
Notes and accounts payable (including related parties)	9,091,208	(9,091,208)	(9,091,208)	-	-
Accrued expenses and other payables	1,101,915	(1,101,915)	(1,101,915)	-	-
Lease liabilities (including current and non-current)	596,167	(640,980)	(144,184)	(93,355)	(403,441)
Bonds payable	621,853	(642,500)	-	(642,500)	-
Guarantee deposits received	164,659	(164,659)	-	-	(164,659)
	<u>\$ 15,484,027</u>	<u>(16,279,831)</u>	<u>(11,582,845)</u>	<u>(1,481,265)</u>	<u>(3,215,721)</u>

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

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Currency risk

1) Exposure to foreign currency risk

The Group's significant financial assets and liabilities exposed to foreign currency risk were as follows:

(in thousands)

	September 30, 2025			December 31, 2024			September 30, 2024		
	Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD
<b>Financial assets</b>									
USD	\$ 125,819	USD/NTD= 30.445	3,830,559	99,559	USD/NTD= 32.785	3,264,042	112,065	USD/NTD= 31.65	3,546,857
USD	93,403	USD/CNY= 7.1283	2,843,651	82,180	USD/CNY= 7.3213	2,694,253	59,310	USD/CNY= 6.9976	1,877,170
JPY	11,080,787	JPY/NTD= 0.2058	2,280,426	6,733,016	JPY/NTD= 0.2099	1,413,260	6,100,440	JPY/NTD= 0.2223	1,356,128
JPY	2,355,804	JPY/CNY= 0.0482	484,971	2,974,875	JPY/CNY= 0.0469	624,778	2,319,515	JPY/CNY= 0.0491	515,116
<b>Financial liabilities</b>									
USD	\$ 112,461	USD/NTD= 30.445	3,423,875	89,643	USD/NTD= 32.785	2,938,946	103,439	USD/NTD= 31.65	3,273,844
USD	51,523	USD/CNY= 7.1283	1,568,616	82,351	USD/CNY= 7.3213	2,699,860	67,773	USD/CNY= 6.9976	2,145,025
JPY	10,569,493	JPY/NTD= 0.2058	2,175,202	6,017,921	JPY/NTD= 0.2099	1,263,162	5,544,787	JPY/NTD= 0.2223	1,232,606
JPY	2,493,385	JPY/CNY= 0.0482	513,294	2,119,986	JPY/CNY= 0.0469	445,236	1,748,475	JPY/CNY= 0.0491	388,300

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, account and other receivables, current restricted assets, loans and borrowings, and account and other payables that are denominated in foreign currency. An appreciation (depreciation) of 5% of each major foreign currency against Group entities' functional currency as of September 30, 2025 and 2024 would have influenced the net profit before tax as follows. The analysis is performed on the same basis for both periods.

	September 30, 2025	September 30, 2024
USD (against the NTD)		
Appreciation 5%	\$ 20,334	13,651
Depreciation 5%	(20,334)	(13,651)
USD (against the CNY)		
Appreciation 5%	63,752	(13,394)
Depreciation 5%	(63,752)	13,394

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<u>September 30,</u> <u>2025</u>	<u>September 30,</u> <u>2024</u>
JPY (against the NTD)		
Appreciation 5%	5,261	6,176
Depreciation 5%	(5,261)	(6,176)
JPY (against the CNY)		
Appreciation 5%	(1,416)	6,341
Depreciation 5%	1,416	(6,341)

3) Foreign exchange gain and loss on monetary items

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. Foreign exchange gains (losses) (including realized and unrealized portions) were as follows:

	<u>For the three months ended</u> <u>September 30,</u>		<u>For the nine months ended</u> <u>September 30,</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Foreign exchange gains (losses) (including realized and unrealized portions)	\$ <u>(12)</u>	<u>2,501</u>	<u>(65,200)</u>	<u>2,570</u>

(iv) Interest rate analysis

The details of financial assets and liabilities exposed to interest rate risk were as follows:

	<u>Carrying amount</u>	
	<u>September 30,</u> <u>2025</u>	<u>September</u> <u>30, 2024</u>
Variable rate instruments:		
Financial assets	\$ 4,769,599	3,425,425
Financial liabilities	3,031,754	3,093,842

The following sensitivity analysis is based on the exposure to the interest rate risk of derivative and non-derivative financial instruments on the reporting date. Regarding the assets and liabilities with variable interest rates, the analysis is on the basis of the assumption that the amount of assets and liabilities outstanding at the reporting date were outstanding throughout the year. The rate of change is expressed as the interest rate increase or decrease by 0.25% when reporting to management internally, which also represents management of the Group's assessment on the reasonably possible interval of interest rate change.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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If the interest rate had increased or decreased by 0.25%, the net profit before tax would have decreased or increased by the amounts listed below for the nine months ended September 30, 2025 and 2024, respectively, which would be mainly resulted from the bank savings, time deposits with variable interest rates, restricted assets with variable interest rates, and short-term and long-term borrowings with variable interest rates.

	<b>For the nine months ended</b>	
	<b>September 30,</b>	
	<b>2025</b>	<b>2024</b>
Interest rate increased by 0.25%	\$ 3,258	622
Interest rate decreased by 0.25%	(3,258)	(622)

(v) Fair value of financial instruments

1) Evaluation process and fair value hierarchy

The disclosures of financial assets and liabilities are measured using the fair value method based on the Group's accounting policy. The Group's management is responsible in performing independent test on fair value by using independent source of information to obtain the fair value which is close to the market status. The management also confirms the independence, reliability and matching of the information source. In addition, it regularly tests the valuation model, updates the input and other information, as well as makes necessary adjustment to ensure the output of valuation is reasonable.

The Group uses observable market data to evaluate its assets and liabilities when it is possible. The different inputs of levels of fair value hierarchy in determination the fair value are as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

2) Fair value hierarchy

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

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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	September 30, 2025				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss</b>					
Convertible bonds – embedded derivatives	\$ 18	-	-	18	18
Non-derivative financial assets mandatorily measured at fair value through profit or loss-beneficiary certificate funds	240,893	240,893	-	-	240,893
Non-derivative financial assets mandatorily measured at fair value through profit or loss-domestic listed stocks	91,156	91,156	-	-	91,156
Non-derivative financial assets mandatorily measured at fair value through profit or loss-foreign listed stocks	78,852	78,852	-	-	78,852
Non-derivative financial assets mandatorily measured at fair value through profit or loss-unlisted stocks and limited partnership	456,978	139,058	-	317,920	456,978
Non-derivative financial assets mandatorily measured at fair value through profit or loss-foreign unlisted funds	<u>24,390</u>	-	-	24,390	24,390
Subtotal	<u>892,287</u>				
<b>Financial assets at fair value through other comprehensive income</b>	<u>1,798,498</u>	199,119	-	1,599,379	1,798,498
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	5,348,219	-	-	-	-
Notes and accounts receivable (including related parties)	9,937,971	-	-	-	-
Other current financial assets	286,256	-	-	-	-
Other non-current assets (refundable deposits and pledged asset-time deposits)	<u>227,074</u>	-	-	-	-
Subtotal	<u>15,799,520</u>				
<b>Total</b>	<b><u>\$ 18,490,305</u></b>				

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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	September 30, 2025				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial liabilities measured at amortized cost</b>					
Long-term and short-term bank loans	\$ 3,089,278	-	-	-	-
Notes and accounts payable (including related parties)	9,865,968	-	-	-	-
Accrued expenses and other payables	1,732,116	-	-	-	-
Lease liabilities (including current and non-current)	588,708	-	-	-	-
Bonds payable (including current portion)	325,016	-	-	-	-
Guarantee deposits received	<u>118,666</u>	-	-	-	-
Total	<u>\$ 15,719,752</u>				
<b>December 31, 2024</b>					
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss</b>					
Convertible bonds - embedded derivatives	\$ 410	-	-	410	410
Non-derivative financial assets mandatorily measured at fair value through profit or loss-beneficiary certificate funds	321,019	321,019	-	-	321,019
Non-derivative financial assets mandatorily measured at fair value through profit or loss-domestic listed stocks	149,983	149,983	-	-	149,983
Non-derivative financial assets mandatorily measured at fair value through profit or loss-foreign listed stocks	72,406	72,406	-	-	72,406
Non-derivative financial assets mandatorily measured at fair value through profit or loss-unlisted stocks and limited partnership	381,453	99,756	-	281,697	381,453
Non-derivative financial assets mandatorily measured at fair value through profit or loss-foreign unlisted funds	<u>26,580</u>	-	-	26,580	26,580
Subtotal	<u>951,851</u>				

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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	December 31, 2024				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through other comprehensive income</b>	<u>1,524,600</u>	186,800	-	1,337,800	1,524,600
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	5,162,017	-	-	-	-
Notes and accounts receivable (including related parties)	8,528,010	-	-	-	-
Other current financial assets	270,105	-	-	-	-
Other non-current assets (refundable deposits and pledged assets-time deposits)	<u>327,695</u>	-	-	-	-
Subtotal	<u>14,287,827</u>				
Total	<u>\$ 16,764,278</u>				
<b>Financial liabilities measured at amortized cost</b>					
Long-term and short-term bank loans	\$ 3,294,667	-	-	-	-
Notes and accounts payable (including related parties)	9,556,451	-	-	-	-
Accrued expenses and other payables	1,500,091	-	-	-	-
Lease liabilities (including current and non-current)	569,956	-	-	-	-
Bonds payable	532,746	-	-	-	-
Guarantee deposits received	<u>164,178</u>	-	-	-	-
Total	<u>\$ 15,618,089</u>				

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	September 30, 2024				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss</b>					
Convertible bonds - embedded derivatives	\$ 238	-	-	238	238
Non-derivative financial assets mandatorily measured at fair value through profit or loss-beneficiary certificate funds	285,280	285,280	-	-	285,280
Non-derivative financial assets mandatorily measured at fair value through profit or loss-domestic listed stocks	177,341	177,341	-	-	177,341
Non-derivative financial assets mandatorily measured at fair value through profit or loss-foreign listed stocks	66,769	66,769	-	-	66,769
Non-derivative financial assets mandatorily measured at fair value through profit or loss-unlisted stocks and limited partnership	369,195	95,832	-	273,363	369,195
Non-derivative financial assets mandatorily measured at fair value through profit or loss-domestic listed convertible bonds	5,664	5,664	-	-	5,664
Non-derivative financial assets mandatorily measured at fair value through profit or loss-foreign unlisted funds	32,977	-	-	32,977	32,977
Subtotal	<u>937,464</u>				
<b>Financial assets at fair value through other comprehensive income</b>	<u>1,524,511</u>	196,408	-	1,328,103	1,524,511
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 3,761,575	-	-	-	-
Notes and accounts receivable (including related parties)	8,827,453	-	-	-	-
Other current financial assets	277,487	-	-	-	-
Other non-current assets (refundable deposits and pledged assets-time deposits)	318,976	-	-	-	-
Subtotal	<u>13,185,491</u>				
<b>Total</b>	<u>\$ 15,647,466</u>				

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	September 30, 2024				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial liabilities measured at amortized cost</b>					
Long-term and short-term					
bank loans	\$ 3,908,225	-	-	-	-
Notes and accounts payable (including related parties)	9,091,208	-	-	-	-
Accrued expenses and other payables	1,101,915	-	-	-	-
Lease liabilities (including current and non-current)	596,167	-	-	-	-
Bonds payable	621,853	-	-	-	-
Guarantee deposits received	<u>164,659</u>	-	-	-	-
Total	<u>\$ 15,484,027</u>				

3) Valuation techniques for financial instruments not measured at fair value

The Group valuation techniques and assumptions used for financial instrument not measured at fair value were as follows:

If there is quoted price generated by transactions, the recent transaction price and quoted price data is used as the basis for fair value measurement. However, if no quoted prices are available, the discounted cash flows are used to estimate fair values.

4) Valuation techniques for financial instruments measured at fair value

a) Non-derivative financial instruments

Financial instruments traded in active markets are based on quoted market prices. The quoted price of a financial instrument obtained from main exchanges and the government bond with high trading volume can be used as a basis to determine the fair value of the listed companies' equity instrument and the debt instrument of the quoted price in an active market.

b) Derivative financial instruments

Measurement on the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants such as the binomial tree pricing model.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

5) Reconciliation of Level 3 fair value

	Financial assets at fair value through profit or loss			Financial assets at fair value through other comprehensive income	Total
	Derivative financial assets - convertible bonds	Equity investment without quoted price	Debt investment without quoted price	Equity investment without quoted price	
Balance at January 1, 2025	\$ 410	54,161	254,116	1,337,800	1,646,487
Total gains and losses recognized:					
In profit	(392)	(1,514)	(10,990)	-	(12,896)
In other comprehensive income	-	-	-	261,579	261,579
Purchased	-	4,204	42,333	-	46,537
Balance at September 30, 2025	<u>\$ 18</u>	<u>56,851</u>	<u>285,459</u>	<u>1,599,379</u>	<u>1,941,707</u>
Balance at January 1, 2024	\$ -	-	241,485	1,135,291	1,376,776
Issued	-	-	15,000	-	15,000
Total gains and losses recognized:					
In profit	238	7,780	3,652	-	11,670
In other comprehensive income	-	-	-	192,812	192,812
Purchased	-	47,000	-	-	47,000
Proceeds of capital reduction of investment	-	-	(8,577)	-	(8,577)
Balance at September 30, 2024	<u>\$ 238</u>	<u>54,780</u>	<u>251,560</u>	<u>1,328,103</u>	<u>1,634,681</u>

For the nine months ended September 30, 2025 and 2024, the total gains and losses that were included in “other gains and losses” and “unrealized gains and losses on financial assets at fair value through other comprehensive income” were as follows:

	Nine months ended September 30, 2025	Nine months ended September 30, 2024
Total gains and losses recognized:	<u>\$ 248,683</u>	<u>204,482</u>
In profit or loss, and presented in “other gains and losses”	<u>\$ (12,896)</u>	<u>11,670</u>
In other comprehensive income, and presented in “unrealized gains and losses on financial assets at fair value through other comprehensive income”	<u>\$ 261,579</u>	<u>192,812</u>

6) The quantified information on significant unobservable inputs (level 3) used in fair value measurement

The Group’s financial instruments that use level 3 input to measure fair values include financial assets at fair value through other comprehensive income – equity instruments, financial assets at fair value through profit or loss – convertible bonds redemption rights and financial assets at fair value through profit or loss – equity securities investment.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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Most of fair value measurements of the Group which are categorized as equity investment into level 3 have single significant unobservable inputs, and equity investments without quoted price have several significant unobservable inputs. Significant unobservable inputs of equity investments without quoted price are independent of each other.

The quantified information of significant unobservable inputs was as follows:

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter relationships between significant unobservable inputs and fair value measurement</u>
Financial assets at fair value through other comprehensive income – equity investment without quoted price	Comparable market approach	Price Book ratio multiples. (6.30~119.5, 8.18~93.68 and 9.81~92.86 respectively, on September 30, 2025, December 31 and September 30, 2024)	The higher the multiple is, the higher the fair value will be.
		Lack of Marketability discount rate (20% all on September 30, 2025, December 31 and September 30, 2024)	The higher the Lack of Marketability discount rate is, the lower the fair value will be.
	Net asset value method	Net asset value method	Inapplicable
Financial assets at fair value through profit or loss – debt investment without quoted price	Net asset value method	Net asset value method	Inapplicable
Financial assets at fair value through profit or loss – equity investment without quoted price	Comparable market approach	Price Book ratio multiples. (26.55~48.51 and 28.04~50.00, respectively, on September 30, 2025 and December 31, 2024)	The higher the multiple is, the higher the fair value will be.
		Lack of Marketability discount rate (20% all on September 30, 2025 and December 31, 2024)	The higher the Lack of Marketability discount rate is, the lower the fair value will be.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter relationships between significant unobservable inputs and fair value measurement</u>
Financial assets at fair value through profit or loss — convertible bonds redemption right	Binomial convertible bonds pricing models	Volatility (29.29%, 27.24% and 25.92% respectively, on September 30, 2025, December 31 and September 30, 2024)	The higher the volatility, the higher the fair value will be.
7) Fair value measurements in Level 3 – alternative assumptions		sensitivity analysis of reasonably possible alternative assumptions	

For fair value measurements in Level 3, changing one or more of the assumptions to reflect reasonably possible alternative assumptions would have the following effects:

	<u>Input</u>	<u>Move up or down</u>	<u>Impacts of fair value change on net income or loss</u>		<u>Impacts of fair value change on other comprehensive income</u>	
			<u>Favorable change</u>	<u>Unfavorable change</u>	<u>Favorable change</u>	<u>Unfavorable change</u>
<b>September 30, 2025</b>						
Financial assets at fair value through profit or loss						
Equity investment without quoted price	P/B ratio	5%	\$ <u>2,844</u>	<u>(2,846)</u>	<u>-</u>	<u>-</u>
	Lack of marketability discount	5%	\$ <u>3,553</u>	<u>(3,553)</u>	<u>-</u>	<u>-</u>
Financial assets at fair value through other comprehensive income						
Equity investment without quoted price	P/B ratio	5%	<u>-</u>	<u>-</u>	<u>80,025</u>	<u>(79,901)</u>
	Lack of marketability discount	5%	<u>-</u>	<u>-</u>	<u>99,961</u>	<u>(99,961)</u>
<b>December 31, 2024</b>						
Financial assets at fair value through profit or loss						
Equity investment without quoted price	P/B ratio	5%	\$ <u>2,707</u>	<u>(2,706)</u>	<u>-</u>	<u>-</u>
	Lack of marketability discount	5%	\$ <u>3,386</u>	<u>(3,384)</u>	<u>-</u>	<u>-</u>
Financial assets at fair value through other comprehensive income						
Equity investment without quoted price	P/B ratio	5%	<u>-</u>	<u>-</u>	<u>66,842</u>	<u>(66,842)</u>
	Lack of marketability discount	5%	<u>-</u>	<u>-</u>	<u>83,612</u>	<u>(83,612)</u>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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	Input	Move up or down	Impacts of fair value change on net income or loss		Impacts of fair value change on other comprehensive income	
			Favorable change	Unfavorable change	Favorable change	Unfavorable change
<b>September 30, 2024</b>						
Financial assets at fair value through profit or loss						
Equity investment without quoted price	P/B ratio	5%	\$ <u>1,890</u>	<u>(1,890)</u>	<u>-</u>	<u>-</u>
	Lack of marketability discount	5%	\$ <u>2,361</u>	<u>(2,361)</u>	<u>-</u>	<u>-</u>
Financial assets at fair value through other comprehensive income						
Equity investment without quoted price	P/B ratio	5%	\$ <u>-</u>	<u>-</u>	<u>66,977</u>	<u>(66,977)</u>
	Lack of marketability discount	5%	\$ <u>-</u>	<u>-</u>	<u>83,756</u>	<u>(83,756)</u>

The Group's 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. If fair value of financial instruments is affected by more than one input, the analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

(aa) Financial risk management

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

(ab) Capital management

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

(ac) Investing and financial activities not affecting the current cash flow

The Group's investing and financial activities, which did not affect its current cash flow in the nine months ended September 30, 2025 and 2024, included the acquisition of right-of-use assets through lease and conversion of convertible bonds to ordinary shares. Please refer to notes 6(i) and 6(o) for details.

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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Reconciliations of liabilities arising from financing activities were as follows:

	January 1, 2025	Cash flows	Non-cash changes				September 30, 2025
			Additions of leases	Cancellation of leases	Foreign exchange movement	Others	
Short term borrowings	\$ 855,071	(571,120)	-	-	-	-	283,951
Long term borrowings	2,439,596	365,731	-	-	-	-	2,805,327
Bonds payable	532,746	-	-	-	-	(207,730)	325,016
Lease liabilities	569,956	(107,620)	134,190	(5,593)	(2,225)	-	588,708
Guarantee deposits received	164,178	(45,512)	-	-	-	-	118,666
Total liabilities from financing activities	<u>\$ 4,561,547</u>	<u>(358,521)</u>	<u>134,190</u>	<u>(5,593)</u>	<u>(2,225)</u>	<u>(207,730)</u>	<u>4,121,668</u>

  

	January 1, 2024	Cash flows	Non-cash changes				September 30, 2024
			Additions of leases	Cancellation of leases	Foreign exchange movement	Others	
Short term borrowings	\$ 2,268,394	(1,183,488)	-	-	-	-	1,084,906
Long term borrowings	1,374,015	1,449,304	-	-	-	-	2,823,319
Bonds payable	956,809	-	-	-	-	(334,956)	621,853
Lease liabilities	548,744	(115,642)	163,176	(1,846)	1,735	-	596,167
Guarantee deposits received	157,308	7,351	-	-	-	-	164,659
Total liabilities from financing activities	<u>\$ 5,305,270</u>	<u>157,525</u>	<u>163,176</u>	<u>(1,846)</u>	<u>1,735</u>	<u>(334,956)</u>	<u>5,290,904</u>

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

(a) Names and relationship with related parties

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

Name of related party	Relationship with the Group
Topco Quartz Products Co., Ltd. (Topco Quartz)	An associate
Eastwind Tsusho Inc. (Eastwind Tsusho)	An associate
Fong Rong Smart Machinery Co., Ltd. (Fong Rong Smart Machinery)	An associate
Wuxi Super Sunrise Material Co., Ltd. (Wuxi Super Sunrise Material)	An associate
Xinchongxin Technology (Xinchongxin)	An associate
Equator Materials Corporation (Equator)	An associate
Chongmu Health (Chongmu)	An associate
Topco Athletic Training Performance Development Association	Other related party
Maniflod Technology Co., LTD. (Maniflod Technology)	The Group is the corporate director of the related party
Shin-Etsu Handotai Taiwan Co., Ltd. (Shin-Etsu Handotai Taiwan)	The Company is the corporate director of the related party
Shin-Etsu Opto Electronic Co., Ltd. (Shin-Etsu Opto Electronic)	The Company is the corporate director of the related party

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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(b) Transactions with key management personnel

Key management personnel compensation comprised:

	<b>For the three months ended September 30,</b>		<b>For the nine months ended September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Short-term employee benefits	\$ 105,324	108,840	299,246	281,927
Post-employment benefits	936	745	2,794	2,495
	<b><u>\$ 106,260</u></b>	<b><u>109,585</u></b>	<b><u>302,040</u></b>	<b><u>284,422</u></b>

(c) Significant transactions with related party

(i) Sales

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

	<b>For the three months ended September 30,</b>		<b>For the nine months ended September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Associates	\$ 18,098	3,283	61,891	8,140
Other related parties	2,901	2,720	9,835	9,015
	<b><u>\$ 20,999</u></b>	<b><u>6,003</u></b>	<b><u>71,726</u></b>	<b><u>17,155</u></b>

2) The amounts of significant construction revenue and rendering of services by the Group to related parties were as follows:

	<b>For the three months ended September 30,</b>		<b>For the nine months ended September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Associates:				
Topco Quartz	\$ 78,601	82,036	224,345	260,819
Other associates	326	325	4,207	3,562
Other related parties:				
Shin-Etsu Handotai Taiwan	102,517	119,233	291,410	302,457
Other related parties	121	129	244	257
	<b><u>\$ 181,565</u></b>	<b><u>201,723</u></b>	<b><u>520,206</u></b>	<b><u>567,095</u></b>

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**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
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Sales prices for related parties were similar to those of the third-party customers. The collection period was within 30 to 90 days after monthly closing, and within 30 to 90 days after monthly closing for third-party customers. The terms of services provided to relate parties is based on the contracts signed between both parties, and there is no significant difference between the related parties and the third-parties. Accounts receivable from related parties were uncollateralized, and no provisions for doubtful debt were required after the assessment by the management.

(ii) Purchases

The amounts of significant purchases by the Group from related parties were as follows:

	<b>For the three months ended</b>		<b>For the nine months ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Associates				
Topco Quartz	\$ 293,703	346,748	925,919	893,735
Other associates	59,051	31,505	180,169	116,637
Other related parties:				
Shin-Etsu Handotai Taiwan	1,329,793	1,897,871	4,854,510	5,383,437
Other related parties	<u>720</u>	<u>625</u>	<u>1,038</u>	<u>1,526</u>
	<b><u>\$ 1,683,267</u></b>	<b><u>2,276,749</u></b>	<b><u>5,961,636</u></b>	<b><u>6,395,335</u></b>

Purchase prices from related parties were similar to those from third-party suppliers. The payment period was within 30 to 90 days after monthly closing for related parties, and within 30 to 90 days after monthly closing for third-party suppliers.

(iii) Donation Expenses

For the nine months ended September 30, 2025 and 2024, the Group donated the amount of \$25,000 and \$15,000, respectively, to the other related parties of the Company, Topco Athletic Training Performance Development Association, and recognized as operating expenses in statements of comprehensive income.

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iv) Receivables from related parties

The receivables from related parties were as follows:

<u>Account</u>	<u>Relationship</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
	Associates:			
Accounts receivable	Topco Quartz	\$ 53,655	54,152	49,687
Accounts receivable	Other associates	13,158	62	67
	Other related parties:			
Accounts receivable	Shin-Etsu Handotai Taiwan	67,283	75,304	82,333
Accounts receivable	Other related parties	329	67	284
		<u>\$ 134,425</u>	<u>129,585</u>	<u>132,371</u>

(v) Payables to related parties

The payables to related parties were as follows:

<u>Accounts</u>	<u>Relationship</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
	Associates:			
Accounts payable	Topco Quartz	\$ 257,272	257,066	275,994
Accounts payable	Other associates	39,047	23,251	21,822
	Other related parties:			
Accounts payable	Shin-Etsu Handotai Taiwan	1,369,535	2,391,134	1,881,981
Accounts payable	Other related parties	779	345	683
		<u>\$ 1,666,633</u>	<u>2,671,796</u>	<u>2,180,480</u>

(vi) Leases

On July 31 2025, the Group rented an office from its associate, Topco Quartz. A three-year lease contract was signed, in which the rental fee is determined based on nearby office rental rates. The total value of the contract was \$2,889. For the nine months ended September 30, 2025, the Group recognized the amount of \$7 as interest expenses. As of September 30, 2025, the balance of lease liabilities amounted to \$2,662.

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(8) Pledged assets:**

The carrying values of pledged assets were as follows:

<u>Assets</u>	<u>Subject</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Other current financial assets	Guarantees for construction contracts, warranties, coupons, credit card readers, and fees received in advance for sport training courses	\$ 230,198	225,616	168,253
Other non-current assets – time deposits	Lease for plant, and guarantees for long term borrowings	66,592	66,225	51,302
Property, plant and equipment	Guarantees for long term borrowings	<u>5,331,925</u>	<u>5,334,597</u>	<u>5,334,597</u>
		<u>\$ 5,628,715</u>	<u>5,626,438</u>	<u>5,554,152</u>

**(9) Commitments and contingencies:**

(a) The Group's unrecognized contractual commitments were as follow:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Commitments for construction contracts	<u>\$ 2,842,674</u>	<u>2,921,423</u>	<u>2,717,606</u>
Bank guarantees to construction contracts	<u>\$ 1,478,488</u>	<u>1,773,771</u>	<u>1,431,883</u>

(b) The Group's unused and outstanding letters for purchasing were as follow:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Unused and outstanding letters of credit	<u>\$ 1,571,839</u>	<u>1,233,984</u>	<u>1,717,195</u>

(c) Refer to note 13(a) for the disclosure of guarantees provided to related parties by the Group.

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

**(11) Subsequent Events:**

The Company was attacked in the host by hackers on October 23, 2025. At present, the Company's information security team has immediately activated the defense, recovery mechanisms and has cooperated with several technical experts from external information security companies to jointly deal with this cyber attack. The Company's daily operations, information security and personal data were not materially affected.

**(12) Other:**

- (a) The followings are the summary statement of current period employee benefits, depreciation and amortization expenses by function:

By function	For the three months ended September 30,					
	2025			2024		
	Operating cost	Operating expenses	Total	Operating cost	Operating expenses	Total
<b>By item</b>						
Employee benefit expenses						
Salaries	129,110	622,486	751,596	117,580	546,491	664,071
Labor and health insurance	15,579	26,795	42,374	12,487	32,753	45,240
Pension	2,991	18,221	21,212	2,066	18,012	20,078
Others	4,608	28,081	32,689	3,545	40,847	44,392
Depreciation	46,736	57,405	104,141	40,338	64,923	105,261
Amortization	451	13,304	13,755	739	14,037	14,776

By function	For the nine months ended September 30,					
	2025			2024		
	Operating cost	Operating expenses	Total	Operating cost	Operating expenses	Total
<b>By item</b>						
Employee benefit expenses						
Salaries	377,698	1,807,981	2,185,679	353,126	1,593,901	1,947,027
Labor and health insurance	46,588	82,630	129,218	41,321	83,314	124,635
Pension	9,993	54,745	64,738	8,593	51,555	60,148
Others	12,694	77,238	89,932	11,668	87,497	99,165
Depreciation	132,958	175,799	308,757	126,100	188,949	315,049
Amortization	1,697	40,499	42,196	1,840	44,572	46,412

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the 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 nine months ended September 30, 2025:

- (i) Loans to other parties: None.
- (ii) Guarantees and endorsements for other parties: Please refer to table 1.
- (iii) Securities held as of September 30, 2025 (excluding investment in subsidiaries, associates and joint ventures): Please refer to table 2.
- (iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: Please refer to table 3.
- (v) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None.
- (vi) Business relationships and significant intercompany transactions: Please refer to table 4.

(b) Information on investees: Please refer to table 5.

(c) Information on investment in mainland China:

- (i) The names of investees in Mainland China, the main businesses and products, and other information: Please refer to table 6.
- (ii) Limitation on investment in Mainland China: Please refer to table 6.
- (iii) Significant transactions: Please refer to table 6.

**(14) Segment information:**

	For the three months ended September 30, 2025				Total
	Semiconductor and electronics division	Environmental engineering division	Other divisions	Adjustment and elimination	
Revenue					
Revenue from external customers	\$ 15,557,419	1,495,578	485,582	-	17,538,579
Intersegment revenues	<u>233,275</u>	<u>107,513</u>	<u>63,288</u>	<u>(404,076)</u>	<u>-</u>
Total revenue	<u>\$ 15,790,694</u>	<u>1,603,091</u>	<u>548,870</u>	<u>(404,076)</u>	<u>17,538,579</u>
Reportable segment profit or loss	<u>\$ 1,150,719</u>	<u>91,768</u>	<u>177,588</u>	<u>-</u>	<u>1,420,075</u>

(Continued)

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>For the three months ended September 30, 2024</b>				
	<b>Semiconductor and electronics division</b>	<b>Environmental engineering division</b>	<b>Other divisions</b>	<b>Adjustment and elimination</b>	<b>Total</b>
Revenue					
Revenue from external customers	\$ 13,328,416	1,554,811	483,298	-	15,366,525
Intersegment revenues	<u>243,557</u>	<u>65,152</u>	<u>63,805</u>	<u>(372,514)</u>	<u>-</u>
Total revenue	<u><b>\$ 13,571,973</b></u>	<u><b>1,619,963</b></u>	<u><b>547,103</b></u>	<u><b>(372,514)</b></u>	<u><b>15,366,525</b></u>
Reportable segment profit or loss	<u><b>\$ 1,035,225</b></u>	<u><b>81,417</b></u>	<u><b>136,184</b></u>	<u><b>-</b></u>	<u><b>1,252,826</b></u>
	<b>For the nine months ended September 30, 2025</b>				
	<b>Semiconductor and electronics division</b>	<b>Environmental engineering division</b>	<b>Other divisions</b>	<b>Adjustment and elimination</b>	<b>Total</b>
Revenue					
Revenue from external customers	\$ 44,319,451	4,607,048	1,358,391	-	50,284,890
Intersegment revenues	<u>834,946</u>	<u>306,958</u>	<u>153,632</u>	<u>(1,295,536)</u>	<u>-</u>
Total revenue	<u><b>\$ 45,154,397</b></u>	<u><b>4,914,006</b></u>	<u><b>1,512,023</b></u>	<u><b>(1,295,536)</b></u>	<u><b>50,284,890</b></u>
Reportable segment profit or loss	<u><b>\$ 3,081,988</b></u>	<u><b>288,529</b></u>	<u><b>551,856</b></u>	<u><b>-</b></u>	<u><b>3,922,373</b></u>
	<b>For the nine months ended September 30, 2024</b>				
	<b>Semiconductor and electronics division</b>	<b>Environmental engineering division</b>	<b>Other divisions</b>	<b>Adjustment and elimination</b>	<b>Total</b>
Revenue					
Revenue from external customers	\$ 35,288,662	4,532,444	1,268,776	-	41,089,882
Intersegment revenues	<u>519,901</u>	<u>169,384</u>	<u>135,265</u>	<u>(824,550)</u>	<u>-</u>
Total revenue	<u><b>\$ 35,808,563</b></u>	<u><b>4,701,828</b></u>	<u><b>1,404,041</b></u>	<u><b>(824,550)</b></u>	<u><b>41,089,882</b></u>
Reportable segment profit or loss	<u><b>\$ 2,758,696</b></u>	<u><b>298,464</b></u>	<u><b>504,372</b></u>	<u><b>-</b></u>	<u><b>3,561,532</b></u>

## TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

**(i) Guarantees and endorsements for other parties:**

(In Thousands of New Taiwan Dollars and foreign currencies)

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company										
0	The Company	Topco Shanghai	(Note 2)	(Note 4)	307,215	102,900	102,900	-	0.55%	(Note 5)	Y	N	Y
"	"	Unitech New Energy Engineering	(Note 2)	(Note 4)	553,960	403,960	133,581	-	2.16%	(Note 5)	Y	N	N
"	"	Chien Yueh	(Note 2)	(Note 4)	1,845,000	1,345,000	307,520	-	7.18%	(Note 5)	Y	N	N
"	"	JiaYi Energy	(Note 2)	(Note 4)	387,132	287,132	40,632	-	1.53%	(Note 5)	Y	N	N
"	"	Jing Chen Energy	(Note 2)	(Note 4)	79,810	54,810	23,602	-	0.29%	(Note 5)	Y	N	N
"	"	Jing Yang Energy	(Note 2)	(Note 4)	128,830	128,830	114,600	-	0.69%	(Note 5)	Y	N	N
"	"	Jing Yueh Energy	(Note 2)	(Note 4)	159,834	159,834	147,077	-	0.85%	(Note 5)	Y	N	N
"	"	Kuan Yueh Technology	(Note 2)	(Note 4)	1,136,984	896,984	568,848	-	4.79%	(Note 5)	Y	N	N
"	"	Topscience(s)	(Note 2)	(Note 4)	852,395	771,415	400,900	-	4.12%	(Note 5)	Y	N	N
"	"	Topchem Materials	(Note 2)	(Note 4)	100,000	-	-	-	0.00%	(Note 5)	Y	N	N
"	"	Topscience Vietnam Co., Ltd.	(Note 2)	(Note 4)	260,015	258,782	61,670	-	1.38%	(Note 5)	Y	N	N
"	"	Topchip	(Note 2)	(Note 4)	565,631	341,628	321,929	-	1.82%	(Note 5)	Y	N	N
"	"	Topco Scientific USA	(Note 2)	(Note 4)	66,410	60,890	-	-	0.32%	(Note 5)	Y	N	N
"	"	Thermaltake green power	(Note 2)	(Note 4)	59,800	29,900	3,983	-	0.16%	(Note 5)	Y	N	N
"	"	Yong Yue Advanced Engineering	(Note 2)	(Note 4)	288,780	278,700	-	-	1.49%	(Note 5)	Y	N	N
"	"	Ping Yue Technologies	(Note 2)	(Note 4)	36,098	34,838	-	-	0.19%	(Note 5)	Y	N	N
"	"	Xports Sports	(Note 2)	(Note 4)	80,000	80,000	35,000	-	0.43%	(Note 5)	Y	N	N
"	"	Top Energy Innovation	(Note 2)	(Note 4)	678,507	678,507	328,507	-	3.62%	(Note 5)	Y	N	N
"	"	Tai Ying Resource Grace&Partners, Architects and Planners	(Note 2)	(Note 4)	70,000	70,000	-	-	0.37%	(Note 5)	Y	N	N
1	Chien Yueh	New Asia Construction & Development Corp.	(Note 3)	(Note 6)	300,000	300,000	300,000	-	1.60%	(Note 6)	N	N	N
"	"	New Asia Construction & Development Corp.	(Note 3)	(Note 6)	7,544,000	7,544,000	7,544,000	-	40.26%	(Note 6)	N	N	N
2	Jia Yi Energy	Jing Yueh Energy	(Note 2)	(Note 7)	585	585	585	-	0.00%	(Note 7)	N	N	N
"	"	Kuan Yueh Technology	(Note 8)	(Note 7)	18,740	18,740	18,740	-	0.10%	(Note 7)	N	N	N
3	Xports Sports	Solomon Technology Corporation	(Note 9)	(Note 10)	48,000	48,000	-	-	0.26%	(Note 10)	N	N	N

Note 1: The Company is coded as "0", and its subsidiaries are coded consecutively in a numerical order starting from "1"

Note 2: Investee companies which have 50% of ordinary shares, directly or indirectly, owned by the Company.

Note 3: For the needs of the contracted work, the company is mutually insured by the contract between peers or co-founders.

Note 4: According to the Company's "Operational Procedures for Making Endorsements/Guarantees", the maximum amount of endorsements/guarantees for a single enterprise shall not exceed \$18,739,987, which is the net value of the Company's latest financial reports.

Note 5: According to the Company's "Operational Procedures for Making Endorsements/Guarantees", the maximum amount of endorsements/guarantees for others shall not exceed \$29,983,979, which is 160% of the net value of the Company's latest financial reports.

Note 6: According to the Chien Yueh's "Operational Procedures for Making Endorsements/Guarantees", the maximum amount of endorsements/guarantees for a single enterprise shall not exceed \$15,670,350 and \$26,117,250, which is 30-50 times of the net value of the Chien Yueh's latest financial reports.

Note 7: According to the Jia Yi Energy's "Operational Procedures for Making Endorsements/Guarantees", the maximum amount of endorsements/guarantees for a single enterprise shall not exceed \$47,588 and \$95,176, which is 10-20 times of the net value of the Jia Yi Energy's latest financial reports.

Note 8: The company that directly or indirectly holds more than 90% of the company's voting shares.

Note 9: A company with which the corporation engages business.

Note 10: According to the Xports Sports "Operational Procedures for Making Endorsements/Guarantees", the maximum amount of endorsements/guarantees for a single enterprise shall not exceed \$165,456, which is 100% of the net value of the company's latest financial reports.

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Securities held as of September 30, 2025 (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	
	Stock:							
The Company	Shin-Etsu Opto Electronic	The Company is its company director	Non-current financial assets at fair value through other comprehensive income	2,000	135,960	10	135,960	
"	Shin-Etsu Handotai Taiwan	"	"	12,000	1,434,000	8	1,434,000	
"	SOLAR APPLIED MATERIALS TECHNOLOGY CORP.	None	"	2,550	158,865	0.43	158,865	
"	Barits Biofund, Inc.	"	Non-current financial assets at fair value through profit or loss	7,399	79,760	3.60	79,760	
"	Shih Her Technologies Inc.	"	"	400	63,200	0.7	63,200	
"	Guangxin Venture Capital Co., Ltd.	"	"	10,000	101,500	6.67	101,500	
"	Belite Bio, Inc.	"	"	35	78,853	0.11	78,853	
"	Lin Bioscience, Inc.	"	"	506	96,682	0.61	96,682	
	Fund:							
Taiwan E&M	Mega Diamond Money Market Fund	None	Current financial assets at fair value through profit or loss	4,176	55,248	-	55,248	
"	UPAMC James Bond Money Market Fund	"	"	2,850	50,140	-	50,140	

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Related-party transactions for purchases and sales with amounts exceeding the lower of NTS100 million or 20% of the capital stock:

Company Name	Counter party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/(Sale)	Amount	Percentage of total purchases/(sales)	Payment terms	Unit price	Payment Terms	Ending Balance	Percentage of total notes/accounts receivable (payable)	
The Company	Topco Quartz	The Company's investment accounted for using equity method	Purchase	568,227	2.2%	Net 60 days from the end of the month of delivery	-	-	Accounts payable (213,545)	(3.7%)	
The Company	Topco Shanghai	The Company's subsidiaries	Sale	223,789	0.8%	Net 60 days from the end of the month of delivery	-	-	Accounts receivable 31,707	(0.5%)	
Topco Shanghai	Shin Etsu Handotai Taiwan	The parent company of the company is its company director	Purchase	4,674,342	55.5%	Net 90 days from the end of the month of delivery	-	-	Accounts payable (1,326,910)	(62.4%)	
Topco Scientific USA	Topco Quartz	The Company's investment accounted for using equity method	Purchase	320,559	29.1%	Net 60 days from the end of the month of delivery	-	-	Accounts payable (35,734)	(30.4%)	
Topchip	Topco Shanghai	The Company's subsidiaries	Sale	464,042	96.2%	Net 15 days from the end of the month of delivery	-	-	Accounts receivable 43,574	99.9%	

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Company name	Counter party	Relationship (Note 2)	Intercompany transactions			Percentage of the consolidated net revenue or total assets
				Accounts name	Amount	Terms	
0	The Company	Topco Shanghai	1	Accounts Receivable	31,707	There is no significant difference of price between general customers. The collection period is net 60 days from the end of the month of delivery.	0.08%
"	"	"	1	Sales Revenue	223,789	"	0.45%
"	"	Shunkawa	1	Sales Revenue	67,509	"	0.13%
1	Jia Yi Energy	Kuan Yueh Technology	3	Accounts Receivable	15,491	Based on the agreement between both parties	0.04%
"	"	"	3	Operating Revenue	41,317	"	0.08%
"	"	"	3	Advance Construction Receipts	49,177	"	0.13%
2	Taiwan E&M.	Topsience (s)	3	Operating Revenue	23,812	There is no significant difference of price between general customers. The collection period is net 60 days from the end of the month of delivery.	0.05%
3	Topchem Materials	The Company	2	Operating Revenue	21,435	There is no significant difference of price between general customers. The collection period is net 60 days from the end of the month of delivery.	0.04%
4	Anyong Biotechnology	Anyong Fresh Mart	3	Operating Revenue	17,563	There is no significant difference of price between general customers. The collection period is net 30 days from the end of the month of delivery.	0.03%
5	Anyong Lohas	Anyong Fresh Mart	3	Operating Revenue	21,125	There is no significant difference of price between general customers. The collection period is net 60 days from the end of the month of delivery.	0.04%
6	Tai Ying Resource	Chien Yueh	3	Operating Revenue	32,977	There is no significant difference of price between general customers. The collection period is net 60 days from the end of the month of delivery.	0.07%
7	Chien Yueh	The Company	2	Advance Construction Receipts	224,889	Based on the agreement between both parties	0.59%
"	"	"	2	Construction Revenue	111,048	"	0.22%
"	"	Xports Sports	3	Operating Revenue	24,978	"	0.05%
8	Topchip	Topco Shanghai	3	Accounts Receivable	43,574	There is no significant difference of price between general customers. The collection period is net 15 days from the end of the month of delivery.	0.11%
"	"	"	3	Sales Revenue	464,042	"	0.92%
9	Topco Suzhou	Topsience Vietnam	3	Accounts Receivable	288,013	Based on the agreement between both parties	0.75%
"	"	"	3	Advance Construction Receipts	296,467	"	0.77%
"	"	"	3	Construction Revenue	164,285	"	0.33%
10	Kuan Yueh Technology	Thermaltake green power	3	Operating Revenue	45,371	Based on the agreement between both parties	0.09%
11	Topco Scientific USA	The Company	2	Sales Revenue	16,953	There is no significant difference of price between general customers. The collection period is net 30 days from the end of the month of delivery.	0.03%

Note 1: The numbers filled in as follows

1. 0 represents the Company.
2. Subsidiaries are sorted in a numerical order starting from 1

Note 2: Relationship with the transactions labeled as follows:

- 1 represents the transactions from the parent company to its subsidiaries.
- 2 represents the transactions between the subsidiaries and the parent company
- 3 represents the transactions between subsidiaries

## TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

**(v) Information on investees:**

The following is the information on investees for the year ended December 31, 2024 (excluding information on investees in Mainland China):

(In Thousands of New Taiwan Dollars and foreign currencies)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note	
				September 30, 2025	December 31, 2023	Shares (thousands)	Percentage of Ownership	Carrying Value				
The Company	Topco Quartz	Hsinchu County	Manufacture and repair of quartz equipment, quartz tube e.g.	99,232	99,232	13	40.00%	2,501,347	959,968	375,505		
	Taiwan E&M	Hsinchu City	Sales of electronic material	425,000	425,000	42,500	100.00%	534,963	53,776	53,776	Note 3	
	Fortune	Taipei City	Clean up of waste and environmental management service	149,600	149,600	14,960	24.93%	204,209	61,467	15,338		
	Topco Group	Samoa	Investment activities	714,206	714,206	22,432	100.00%	2,850,431	896,725	896,725	Note 3	
	Topscience(s)	Singapore	Sales of parts of semiconductor and optoelectronic industries	411,513	411,513	6,577	100.00%	705,696	69,566	76,086	Note 3	
	Topco International Investment	Taipei City	Investment activities	535,000	535,000	72,770	100.00%	768,144	73,222	73,222	Note 3	
	Topco Investment	Taipei City	Investment activities	350,000	315,000	22,509	100.00%	113,063	(7,529)	(7,529)	Note 3	
	Chien Yueh	Taipei City	Water purification and construction of dust-proof room	475,000	475,000	53,829	100.00%	476,287	93,128	81,866	Note 3	
	Anyong Biotechnology	Kaohsiung City	Aquaculture and strategic partnership with fish processing	590,629	590,629	20,000	100.00%	45,614	(29,018)	(29,018)	Note 3	
	Winfull Bio-tech Co., Ltd.	Tainan City	Manufacture of organic fertilizer	35,000	35,000	3,500	39.33%	-	0	-		
	Anyong Fresh Mart.	Taipei City	Wholesale and retail sales of fishery products and supermarket operation	749,350	749,350	24,500	100.00%	85,482	(36,306)	(36,313)	Note 3	
	Jia Yi Energy	Taipei City	Manufacture of machinery and electronic spare parts	372,792	236,792	39,524	88.76%	351,659	16,517	13,049	Note 3	
	Anyong Lohas	Yilan County	Restaurant and retail sales of food products	385,000	385,000	18,500	100.00%	19,331	(14,666)	(14,666)	Note 3	
	Xsport Sports	Taipei City	Sports Training	240,508	180,508	24,500	100.00%	165,456	(27,500)	(27,500)	Note 3	
	Unitech New Energy Engineering	Taipei City	Environment-related engineering planning, assessment, supervision and monitoring	434,560	434,560	776	77.60%	286,424	69,063	32,618	Note 3	
	Topco Scientific USA	USA	Wholesale of semiconductor material	152,011	152,011	10	100.00%	331,011	85,016	85,016	Note 3	
	Topco Japan	Japan	Sales of facilities of semiconductor and clean room	86,714	86,714	50	100.00%	87,009	2,287	(3,210)	Note 3	
	Yong Yue Advanced Engineering	Malaysia	Mechanical, electrical and water treatment engineering	20,987	20,987	2,860	100.00%	18,513	(1,207)	(1,343)	Note 3	
									<b>9,544,639</b>		<b>1,583,622</b>	
	Topco Group	Topco Trading	Hong Kong	Wholesale of semiconductor material	45,668 (USD1,500)	45,668 (USD1,500)	1,500	100.00%	129,247	52,373	Investment gains (losses) recognized by Topco Group	Note 3
Asia Topco Holding		Cayman	Investment activities	608,900 (USD20,000)	608,900 (USD20,000)	20,000	100.00%	2,688,819	846,129	"	Note 3	
Topco Korea		Korea	Diamond cutting, wafers, trading	11,660 (USD383)	11,660 (USD383)	100	100.00%	9,313	(1,763)	"	Note 3	
Asia Topco Holding	Asia Topco	Mauritius	Investment activities	608,900 (USD20,000)	608,900 (USD20,000)	20,000	100.00%	2,686,514	846,425	"	Note 3	
Topscience (s)	Topscience Vietnam	Vietnam	Sales of parts of semiconductor and optoelectronic industries	105,017 (SGD4,448)	105,017 (SGD4,448)	-	100.00%	82,885	22,692	Investment gains (losses) recognized by Topscience (s)	Note 3	
	Anyong (s)	Singapore	Wholesale and retail sales of fishery products	9,444 (SGD400)	9,444 (SGD400)	400	100.00%	625	(745)	"	Note 3	
	Ping Yue Technology	Malaysia	Sales of semiconductor material and equipment	22,595 (SGD957)	22,595 (SGD957)	3,146	100.00%	14,996	845	"	Note 3	
Topco International Investment	Cityspace	Taipei City	Wholesale sales of cosmetics	12,000	12,000	1,267	66.67%	19,364	3,874	Investment gains (losses) recognized by Topco International Investment	Note 3	
	Kuan Yueh Technology	Taipei City	Development of renewable energy projects / Configure pipeline construction and device installation	183,640	183,640	36,091	100.00%	275,292	15,440	"	Note 3	
	Jia Yi Energy	Taipei City	Manufacture of machinery and electronic spare parts	28,208	28,208	5,005	11.24%	54,713	16,517	"	Note 3	
	Kanbo Biomedical	Taipei City	Sales of health food products	0	6,287	0	0.00%	0	2	"	Note 3	
	Ruey Sheng Industrial Co., Ltd.	Samoa	Investment activities	4,197	4,197	142	36.00%	0	-	"		
	Topchem Materials	Taipei City	Antifouling surface protection, light-blocking material and the manufacture of other chemicals	37,000	37,000	6,100	100.00%	99,564	16,529	"	Note 3	
	Fortune	Taipei City	Clean up of waste and environmental management service	771	771	40	0.07%	573	61,467	"		
	Tai Ying Resource	Kaohsiung City	Clean up of waste	178,261	178,261	14,392	65.42%	148,604	(12,906)	"	Note 3	
	EastWind Tsusho	Taipei City	Manufacturing and trading of electronic parts, etc.	5,000	5,000	500	25.00%	6,091	2,118	"		
	Topchip	Taipei City	IC Design and Sales Company	50,000	50,000	5,000	100.00%	81,520	29,321	"	Note 3	
	Thermaltake green power	Taipei City	Sales of renewable energy	0	11,000	0	0.00%	0	0	"	Note 3	
	Fong Rong Smart Machinery	Hsinchu City	Machinery manufacturing and repair industry	4,550	4,550	473	24.00%	5,773	(3,046)	"		
	Topco Investment	Top Energy Innovation (formerly known as Ding Yue Solar)	Taipei City	Development of renewable energy project	0	9,000	0	0.00%	0	0	Investment gains (losses) recognized by Topco Investment	Note 3
		Fei Da Intelligent Co., Ltd.	Taipei City	Manpower dispatch	8,875	8,875	725	10.69%	(83)	(803)	"	Note 2
		Starx Inc.	Hsinchu City	Precision instrument manufacturing	8,000	8,000	8,626	26.06%	4,698	(596)	"	
Yun Yueh Technology		Taichung City	Aquaculture and wholesale and sales of fishery products	555	555	60	55.00%	521	1	"	Note 3	
Great Talent Tech Co., Ltd.		Taipei City	Personnel training	5,000	5,000	500	31.25%	(3,320)	(2,105)	"		
Chongmu Health Co., Ltd.	Taipei City	Healthcare System Consulting Service Platform	4,800	4,800	800	33.33%	4,292	(950)	"			
Carentity Health Management Co., Ltd.	Taipei City	Healthcare System Consulting Service Platform	35,000	0	2042	68.06%	34,939	(90)	"			

**TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(In Thousands of New Taiwan Dollars and foreign currencies)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of September 30, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				September 30, 2025	December 31, 2023	Shares (thousands)	Percentage of Ownership	Carrying Value			
Jia Yi energy	Jing Chen Energy	Taipei City	Development of renewable energy project	71,050	71,050	7,586	100.00%	74,717	(982)	Investment gains (losses) recognized by Jia Yi energy	Note 3
	Jing Yang Energy	Taipei City	"	86,497	86,497	8,795	100.00%	76,302	6,356	"	Note 3
	Jing Yueh Energy	Taipei City	"	92,160	92,160	9,624	100.00%	100,805	4,691	"	Note 3
	Thermaltake green power	Taipei City	Sales of renewable energy	12,891	0	1,100	100.00%	14,975	3,889	"	Note 3
	Top Energy Innovation (formerly known as Ding Yue Solar)	Taipei City	Development of renewable energy project	139,755	0	14,500	100.00%	139,186	(545)	"	Note 3
Taiwan E&M	Top Vacuum	Hsinchu City	Vacuum pump equipment maintenance	45,035	45,035	6,000	60.00%	84,119	24,045	Investment gains (losses) recognized by Taiwan E&M	Note 3
	Equator Materials Corporation	Taichung City	Manufacture and sales of fine chemical materials	50,000	50,000	5,000	41.67%	37,515	(20,322)	"	
	Toplight Advanced Co., Ltd.	Hsinchu City	Laser cleaning factory and OEM business	20,000	20,000	2,000	66.67%	15,444	(5,276)	"	Note 3
Chien Yueh	Tai Ying Resource	Kaohsiung City	Clean up of waste	6,261	6,261	305	1.38%	3,624	(12,906)	Investment gains (losses) recognized by Chien Yueh	Note 3
	Unitech New Energy Engineering	Taipei City	Environment-related engineering planning, assessment, supervision and monitoring	5,600	5,600	10	1.00%	3,691	69,063	"	Note 3
	Reset Resource Technologies	Kaohsiung City	Clean up of waste	50,000	50,000	5,000	25.00%	42,833	(12,439)	"	
Topco Japan	Shunkawa	Japan	Import and export of semiconductor raw materials	61,740 (JPY300,000)	61,740 (JPY300,000)	30 -	100.00%	68,933 (JPY334,950)	5,773 (JPY27,401)	Investment gains (losses) recognized by Topco Japan	Note 3
Tai Ying Resource	Tai Ying Global Trading	Kaohsiung City	International Trading	15,000	15,000	1,500	100.00%	12,219	(35)	Investment gains (losses) recognized by Tai Ying Resource	Note 3

Note 1: The amounts in foreign currencies were translated into New Taiwan Dollars at the exchange rates at the ending date of the reporting period.  
Note 2: The Group holds a seat of director of Fei Da Intelligent and has significant influence. As a result, the Group accounted it for using the equity method.  
Note 3: The aforementioned transactions had been written-off the preparation of the consolidated financial statement.  
Note 4: The liquidation of assets was completed in September 2025.

## TOPCO SCIENTIFIC CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

#### (vi) 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 US Dollars and CNY)												
Name of investee	Main businesses and products	Total amount of paid in capital (Note 3)	Method of investment (Note 1)	Accumulated outflow of investment from Taiwan as of January 1, 2025 (Note 3)	Investment flows		Accumulated outflow of investment from Taiwan as of December 31, 2025 (Note 3)	Net income (losses) of the investee	Percentage of ownership	Investment gains (losses) (Note 2)	Book value (Note 3)	Accumulated remittance of earnings in current period
					Outflow	Inflow						
Topco Shanghai	Wholesale of electronic material and equipment	267,612 (USD 8,790) (Note 4)	Note 1	-	-	-	-	632,450 (USD 20,262)	100%	632,450 (USD 20,262)	1,592,700 (USD 52,314)	3,221,837 (USD 103,219)
Shanghai Chong Yao		55,523 (CNY 13,000)	Note 5	Note 5	-	-	-	10,019 (CNY 2,320)	100%	10,019 (CNY 2,320)	102,645 (CNY 24,033)	-
Topco Suzhou	Water purification and construction of dust-proof room	321,925 (USD 10,574) (Note 4)	Note 1	-	-	-	-	111,963 (USD 3,587)	100%	111,963 (USD 3,587)	798,511 (USD 26,228)	419,542 (USD 13,441)
Topco Chemical	Wholesale and sales of chemical products	21,799 (USD 716) (Note 4)	Note 1	-	-	-	-	100,851 (USD 3,231)	100%	100,851 (USD 3,231)	273,487 (USD 8,983)	650,242 (USD 20,832)
Topco Engineering	Water purification and construction of dust-proof room	85,420 (CNY 20,000)	Note 6	Note 6	-	-	-	4,379 (CNY 1,014)	100%	4,379 (CNY 1,014)	102,688 (CNY 24,043)	-
Shanghai Perfect Microelectronics	IC Design Company	8,542 (CNY 2,000)	Note 9	-	-	-	-	(199) (CNY (46))	49%	(95) (CNY (22))	4,342 (CNY 1,017)	-
Xinchongxin Technology	Used equipment refurbishment services	13,142 (CNY 3,077)	Note 12	-	-	-	-	(27,212) (CNY (6,301))	35%	(5,852) (CNY (1,355))	(650) (CNY (152))	-
Wuxi super sunrise material	Semiconductor wafer cassette recycling and cleaning service	128,130 (CNY 30,000)	Note 10	-	-	-	-	12,982 (CNY 3,006)	20%	4,012 (CNY 929)	42,538 (CNY 9,960)	-
Chongling Chemical	Wholesale and sales of chemical products	42,710 (CNY 10,000)	Note 11	-	-	-	-	155 (CNY 36)	0%	108 (CNY 25)	0	-

(ii) Limitation on investment in Mainland China:

Accumulated Investment in Mainland China as of September 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
92,857 (USD 3,050) (Note 7)	704,254 (USD 23,132)	(Note 8)

Note 1 : Investment in Mainland China companies through an investee established in a third region.

Note 2 : The investment gains (losses) of Shanghai Perfect Microelectronics, Xinchongxin Technology, Wuxi super sunrise material and Chongling Chemical were recognized based on the financial statements prepared by the subsidiaries and not audited by the CPA; and the investment gains (losses) of other companies were recognized based on the financial statements which have been audited by the CPA.

Note 3 : The amounts in New Taiwan Dollars were translated at the exchange rate of USD 1:30.445 and CNY 1:4.271, respectively, as of September 30, 2025.

Note 4 : The paid-in capital of Topco Shanghai, Topco Suzhou and Topco Chemical includes the capital increase transferred from retained earnings amounting to USD1,990, USD7,874 and USD275, respectively.

Note 5 : Shanghai Chong Yao is jointly invested by Topco Shanghai and is Topco Suzhou, both of which are the subsidiaries of the Company.

Note 6 : Topco Engineering is invested by Topco Suzhou, which is the subsidiary of the Company.

Note 7 : Including the written-off investment funds of USD3,050.

Note 8 : The Company has acquired proof of compliance regarding the operational scope of the corporate headquarters issued by the Ministry of Economic Affairs. Therefore, there is no restriction to the Company's investing amount in Mainland China.

Note 9 : Shanghai Perfect Microelectronics was established by subsidiaries, Topco Shanghai and Shanghai Tx semiconductor, which held 49% and 51% of the capital contribution, respectively.

Note 10 : Wuxi super sunrise material was established by subsidiaries Topco Shanghai, Super natural technology, Wuxi Puli technology and Wuxi Xian Jeng which held 20%, 34%, 20% and 26% of the capital contribution, respectively.

Note 11 : Chongling Chemical was established by subsidiaries, Topco Chemical and Tianjin Linggass, Ltd. which held 70% and 30% of the capital contribution, respectively.

Note 12 : Xinchongxin Technology was established by subsidiaries Topco Shanghai, Qingfu Song and Jinping Zhang which held 35%, 55% and 10% of the capital contribution, respectively.

(iii) Significant transactions:

For year ended September 30, 2025, the significant inter-company transactions with the subsidiaries in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in "Information on significant transactions".