

English Translation of Consolidated Financial Statements and a Report Originally Issued in Chinese

**Ticker: 3715**

**DYNAMIC HOLDING CO., LTD.  
AND SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS  
WITH REVIEW REPORT OF INDEPENDENT ACCOUNTANTS  
AS OF JUNE 30, 2025 AND 2024  
AND FOR THE SIX-MONTH PERIODS THEN ENDED**

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*The reader is advised that these consolidated financial statements have been prepared originally in Chinese. In the event of a conflict between these financial statements and the original Chinese version or difference in interpretation between the two versions, the Chinese language financial statements shall prevail.*

English Translation of Consolidated Financial Statements and a Report Originally Issued in Chinese

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English Translation of Consolidated Financial Statements and a Report Originally Issued in Chinese  
**REVIEW REPORT OF INDEPENDENT AUDITORS**

To: The Board of Directors  
Dynamic Holding Co., Ltd.

**Introduction**

We have reviewed the accompanying consolidated balance sheets of Dynamic Holding Co., LTD. (the “Company”) and its subsidiaries as of June 30, 2025 and 2024, the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated statements of changes in equity and cash flows for the six-month periods then ended, and notes to the consolidated financial statements, including the summary of significant accounting policies (together “the consolidated financial statements”). Management is responsible for the preparation and fair presentation of these 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” as endorsed and became effective by Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

**Scope of Review**

We conducted our reviews in accordance with TWSRE2410, “Review of Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. A review of 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 auditing standards generally accepted in the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our reviews , nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as of June 30, 2025 and 2024, and their consolidated financial performance for the three-month and six-month periods then ended and cash flows for the six-month periods then ended, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed and became effective by Financial Supervisory Commission of the Republic of China.

**Lo, Hsiao Chin**

**Chang, Chih Ming**

**Ernst & Young**  
**July 28<sup>th</sup>, 2025**  
**Taipei, Taiwan,**  
**Republic of China**

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS

As of June 30, 2025, December 31, 2024 and June 30, 2024  
(Amounts Expressed in Thousands of New Taiwan Dollars)

| Assets |   |            | As of June 30, 2025 |            | As of December 31, 2024 |            | As of June 30, 2024 |            |
|--------|---|------------|---------------------|------------|-------------------------|------------|---------------------|------------|
| Code   | Accounts                                    | Notes      | Amount              | %          | Amount                  | %          | Amount              | %          |
| 11xx   | Current assets                              |            |                     |            |                         |            |                     |            |
| 1100   | Cash and cash equivalents                   | 6(1)       | \$3,895,798         | 13         | \$2,849,250             | 9          | \$4,328,375         | 16         |
| 1136   | Financial assets measured at amortized cost | 6(2), 8    | 29,961              | -          | -                       | -          | 13,955              | -          |
| 1150   | Notes receivable, net                       | 6(3), 8    | 447,924             | 2          | 408,424                 | 1          | 331,165             | 2          |
| 1170   | Accounts receivable, net                    | 6(4)       | 4,727,282           | 15         | 5,252,665               | 17         | 4,554,291           | 17         |
| 1200   | Other receivables                           |            | 174,593             | -          | 171,451                 | 2          | 195,348             | 1          |
| 1220   | Current Tax Assets                          | 4,6(23)    | 214                 | -          | 1,747                   | -          | 1,384               | -          |
| 1310   | Inventories, net                            | 6(5)       | 3,427,797           | 11         | 3,226,752               | 10         | 2,735,091           | 10         |
| 1410   | Prepayments                                 |            | 614,296             | 2          | 748,363                 | 2          | 546,085             | 2          |
| 1470   | Other current assets                        |            | 31,748              | -          | 28,044                  | -          | 25,329              | -          |
|        | Total current assets                        |            | <u>13,349,613</u>   | <u>43</u>  | <u>12,686,696</u>       | <u>41</u>  | <u>12,731,023</u>   | <u>48</u>  |
| 15xx   | Non-current assets                          |            |                     |            |                         |            |                     |            |
| 1600   | Property, plant and equipment               | 6(6), 8, 9 | 15,233,219          | 49         | 15,475,105              | 50         | 12,369,196          | 46         |
| 1755   | Right-of-use assets                         | 6(19), 8   | 352,313             | 1          | 398,381                 | 1          | 402,622             | 2          |
| 1780   | Intangible assets                           | 6(7)       | 73,105              | -          | 78,857                  | -          | 42,553              | -          |
| 1840   | Deferred tax assets                         | 4          | 191,600             | 1          | 107,191                 | 1          | 117,163             | -          |
| 1900   | Other non-current assets                    | 6(8)       | 46,720              | -          | 27,709                  | -          | 33,021              | -          |
| 1915   | Prepayment for equipment                    | 6(6)       | 1,654,927           | 6          | 2,128,395               | 7          | 1,040,197           | 4          |
|        | Total non-current assets                    |            | <u>17,551,884</u>   | <u>57</u>  | <u>18,215,638</u>       | <u>59</u>  | <u>14,004,752</u>   | <u>52</u>  |
|        | Total Assets                                |            | <u>\$30,901,497</u> | <u>100</u> | <u>\$30,902,334</u>     | <u>100</u> | <u>\$26,735,775</u> | <u>100</u> |

(The accompanying notes are an integral part of the consolidated financial statements.)

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS (Continued)

As of June 30, 2025, December 31, 2024 and June 30, 2024  
(Amounts Expressed in Thousands of New Taiwan Dollars)

| Liabilities and Equity |   |          | As of June 30, 2025 |            | As of December 31, 2024 |            | As of June 30, 2024 |            |
|------------------------|---|----------|---------------------|------------|-------------------------|------------|---------------------|------------|
| Code                   | Accounts  | Notes    | Amount              | %          | Amount                  | %          | Amount              | %          |
| 21xx                   | Current liabilities                               |          |                     |            |                         |            |                     |            |
| 2100                   | Short-term loans                                  | 6(9), 8  | \$8,250,244         | 27         | \$7,988,526             | 26         | \$6,965,064         | 26         |
| 2130                   | Contract liabilities                              | 6(17)    | 996                 | -          | 850                     | -          | 2,016               | -          |
| 2150                   | Notes payable                                     |          | 1,827               | -          | 189                     | -          | 1,827               | -          |
| 2170                   | Accounts payable                                  |          | 3,566,770           | 12         | 3,852,344               | 13         | 3,152,140           | 12         |
| 2200                   | Other payables                                    | 6(10)    | 3,493,956           | 11         | 5,092,349               | 16         | 2,499,980           | 10         |
| 2230                   | Current tax liabilities                           | 4        | 101,059             | -          | 74,720                  | -          | 81,604              | -          |
| 2280                   | Lease liabilities                                 | 6(19)    | 2,659               | -          | 2,719                   | -          | 2,293               | -          |
| 2300                   | Other current liabilities                         |          | 45,004              | -          | 41,739                  | -          | 39,821              | -          |
| 2322                   | Current portion of long-term loans                | 6(11), 8 | 577,457             | 2          | 141,343                 | 1          | 1,255,209           | 5          |
| 2365                   | Refund liabilities                                | 6(12)    | 348,513             | 1          | 376,538                 | 1          | 396,854             | 1          |
|                        | Total current liabilities                         |          | <u>16,388,485</u>   | <u>53</u>  | <u>17,571,317</u>       | <u>57</u>  | <u>14,396,808</u>   | <u>54</u>  |
| 25xx                   | Non-current liabilities                           |          |                     |            |                         |            |                     |            |
| 2540                   | Long-term loans                                   | 6(11), 8 | 5,338,549           | 17         | 3,562,179               | 12         | 3,358,230           | 13         |
| 2570                   | Deferred tax liabilities                          | 4        | 1,128,433           | 4          | 974,456                 | 3          | 861,546             | 3          |
| 2580                   | Lease liabilities                                 | 6(19)    | 1,351               | -          | 2,776                   | -          | 3,519               | -          |
| 2630                   | Long-term deferred revenue                        | 6(13)    | 544,851             | 2          | 634,997                 | 2          | 651,767             | 2          |
| 2645                   | Guarantee deposits                                |          | 90,658              | -          | 76,272                  | -          | 74,868              | -          |
|                        | Total non-current liabilities                     |          | <u>7,103,842</u>    | <u>23</u>  | <u>5,250,680</u>        | <u>17</u>  | <u>4,949,930</u>    | <u>18</u>  |
|                        | Total liabilities                                 |          | <u>23,492,327</u>   | <u>76</u>  | <u>22,821,997</u>       | <u>74</u>  | <u>19,346,738</u>   | <u>72</u>  |
| 31xx                   | Equity attributable to shareholders of the parent |          |                     |            |                         |            |                     |            |
| 3100                   | Capital   | 6(15)    |                     |            |                         |            |                     |            |
| 3110                   | Common stock                                      |          | 2,776,746           | 9          | 2,776,746               | 9          | 2,776,746           | 11         |
| 3200                   | Capital surplus                                   | 6(15)    | 2,988,817           | 9          | 2,987,714               | 10         | 2,981,406           | 11         |
| 3300                   | Retained earnings                                 | 6(15)    |                     |            |                         |            |                     |            |
| 3310                   | Legal reserve                                     |          | 221,623             | 1          | 116,549                 | -          | 116,549             | -          |
| 3320                   | Special reserve                                   |          | 299,666             | 1          | 389,953                 | 1          | 389,953             | 1          |
| 3350                   | Accumulated profit or loss                        |          | 1,602,874           | 5          | 1,510,001               | 5          | 1,082,064           | 4          |
| 3400                   | Other components of equity                        |          | (674,310)           | (2)        | 106,440                 | -          | (137,361)           | -          |
| 36xx                   | Non-controlling interests                         | 6(15)    | 193,754             | 1          | 192,934                 | 1          | 179,680             | 1          |
|                        | Total equity                                      |          | <u>7,409,170</u>    | <u>24</u>  | <u>8,080,337</u>        | <u>26</u>  | <u>7,389,037</u>    | <u>28</u>  |
|                        | Total liabilities and equity                      |          | <u>\$30,901,497</u> | <u>100</u> | <u>\$30,902,334</u>     | <u>100</u> | <u>\$26,735,775</u> | <u>100</u> |

(The accompanying notes are an integral part of the consolidated financial statements.)

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the Three-Month and Six-Month Periods Ended June 30, 2025 and 2024

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

| Code | Accounts  | Notes    | For the Three-Month Periods Ended June 30 |      |             |      | For the Six-Month Periods Ended June 30 |      |             |      |
|------|---|----------|---|------|-------------|------|---|------|-------------|------|
|      |   |          | 2025                                      |      | 2024        |      | 2025                                    |      | 2024        |      |
|      |   |          | Amount                                    | %    | Amount      | %    | Amount                                  | %    | Amount      | %    |
| 4000 | Operating revenues  | 6(17)    | \$4,628,711                               | 100  | \$4,228,126 | 100  | \$9,184,833                             | 100  | \$8,398,997 | 100  |
| 5000 | Operating costs   | 6(5)     | (3,634,681)                               | (79) | (3,068,363) | (73) | (7,325,755)                             | (80) | (6,293,513) | (75) |
| 5900 | Gross profit  |          | 994,030                                   | 21   | 1,159,763   | 27   | 1,859,078                               | 20   | 2,105,484   | 25   |
| 6000 | Operating expenses  |          |   |      |             |      |   |      |             |      |
| 6100 | Sales and marketing expenses                                      |          | (115,635)                                 | (2)  | (145,840)   | (3)  | (229,250)                               | (3)  | (278,527)   | (3)  |
| 6200 | General and administrative expenses                               |          | (301,555)                                 | (7)  | (312,641)   | (7)  | (589,165)                               | (6)  | (551,756)   | (7)  |
| 6300 | Research and development expenses                                 |          | (198,518)                                 | (4)  | (162,599)   | (4)  | (408,716)                               | (4)  | (333,352)   | (4)  |
| 6450 | Expected credit gains (losses)                                    | 6(18)    | 801                                       | -    | 10,340      | -    | 12,118                                  | -    | (156)       | -    |
|      | Operating expenses total  |          | (614,907)                                 | (13) | (610,740)   | (14) | (1,215,013)                             | (13) | (1,163,791) | (14) |
| 6900 | Operating income  |          | 379,123                                   | 8    | 549,023     | 13   | 644,065                                 | 7    | 941,693     | 11   |
| 7000 | Non-operating income and expenses                                 | 6(21)    |   |      |             |      |   |      |             |      |
| 7100 | Interest income   |          | 5,241                                     | -    | 12,419      | -    | 7,998                                   | -    | 23,625      | -    |
| 7010 | Other income  |          | 51,115                                    | 1    | 78,460      | 2    | 142,867                                 | 2    | 130,523     | 2    |
| 7020 | Other gains and losses  |          | 165,638                                   | 4    | 9,101       | -    | 194,534                                 | 2    | 69,551      | 1    |
| 7050 | Finance costs   |          | (133,009)                                 | (3)  | (119,591)   | (3)  | (263,701)                               | (3)  | (225,621)   | (3)  |
|      | Non-operating income and expenses total                           |          | 88,985                                    | 2    | (19,611)    | (1)  | 81,698                                  | 1    | (1,922)     | -    |
| 7900 | Income from continuing operations before income tax               |          | 468,108                                   | 10   | 529,412     | 12   | 725,763                                 | 8    | 939,771     | 11   |
| 7950 | Income tax expense  | 4, 6(23) | (198,798)                                 | (4)  | (179,310)   | (4)  | (183,685)                               | (2)  | (299,988)   | (3)  |
| 8200 | Net income  |          | 269,310                                   | 6    | 350,102     | 8    | 542,078                                 | 6    | 639,783     | 8    |
| 8300 | Other comprehensive income (loss)                                 | 6(22)    |   |      |             |      |   |      |             |      |
| 8360 | May be reclassified to profit or loss in subsequent periods       |          |   |      |             |      |   |      |             |      |
| 8361 | Exchange differences arising on translation of foreign operations |          | (956,161)                                 | (21) | 70,580      | 2    | (797,860)                               | (9)  | 258,390     | 3    |
|      | Total other comprehensive income (loss), net of tax               |          | (956,161)                                 | (21) | 70,580      | 2    | (797,860)                               | (9)  | 258,390     | 3    |
| 8500 | Total comprehensive income (loss)                                 |          | \$686,851                                 | (15) | \$420,682   | 10   | \$(255,782)                             | (3)  | \$898,173   | 11   |
| 8600 | Net income attributable to:                                       |          |   |      |             |      |   |      |             |      |
| 8610 | Shareholders of the parent  |          | \$258,415                                 | 6    | \$340,222   | 8    | \$524,172                               | 6    | \$622,802   | 8    |
| 8620 | Non-controlling interests   |          | 10,895                                    | -    | 9,880       | -    | 17,906                                  | -    | 16,981      | -    |
|      |   |          | \$269,310                                 | 6    | \$350,102   | 8    | \$542,078                               | 6    | \$639,783   | 8    |
| 8700 | Total comprehensive income attributable to:                       |          |   |      |             |      |   |      |             |      |
| 8710 | Shareholders of the parent  |          | \$(677,240)                               | (15) | \$409,223   | 10   | \$(256,578)                             | (3)  | \$875,394   | 11   |
| 8720 | Non-controlling interests   |          | (9,611)                                   | -    | 11,459      | -    | 796                                     | -    | 22,779      | -    |
|      |   |          | \$(686,851)                               | (15) | \$420,682   | 10   | \$(255,782)                             | (3)  | \$898,173   | 11   |
| 9750 | Earnings per share - basic (in NT\$)                              | 6(24)    | \$0.93                                    |      | \$1.23      |      | \$1.89                                  |      | \$2.24      |      |
| 9850 | Earnings per share - diluted (in NT\$)                            | 6(24)    | \$0.93                                    |      | \$1.22      |      | \$1.89                                  |      | \$2.24      |      |

(The accompanying notes are an integral part of the consolidated financial statements.)

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the Six-Month Periods Ended June 30, 2025 and 2024

(Amounts Expressed in Thousands of New Taiwan Dollars)

| Code | Items   | Equity Attributable to Shareholders of the Parent |                    |                   |                    |                               |                            |             | Non-controlling<br>Interests | Total equity |  |  |
|------|---|---|--------------------|-------------------|--------------------|-------------------------------|----------------------------|-------------|------------------------------|--------------|--|--|
|      |   | Capital   | Capital<br>surplus | Retained Earnings |                    |                               | Other Components of equity | Total       |                              |              |  |  |
|      |   |   |                    | Legal<br>reserve  | Special<br>reserve | Accumulated<br>profit or loss |                            |             |                              |              |  |  |
| Code | Items   | 3100  | 3200               | 3310              | 3320               | 3350                          | 3410                       | 31XX        | 36XX                         | 3XXX         |  |  |
| A1   | Balance as of Jan. 1, 2024  | \$2,776,746                                       | \$2,981,296        | \$16,209          | \$324,242          | \$1,041,825                   | \$(389,953)                | \$6,750,365 | \$156,899                    | \$6,907,264  |  |  |
|      | Appropriation and distribution of 2023 earnings                         |   |                    |                   | 100,340            |                               | (100,340)                  |             | -                            | -            |  |  |
| B1   | Legal reserve   |   |                    |                   |                    | 65,711                        | (65,711)                   |             | -                            | -            |  |  |
| B3   | Special reserve   |   |                    |                   |                    |                               | (416,512)                  |             |                              | (416,512)    |  |  |
| B5   | Cash dividends-common shares  |   |                    |                   |                    |                               |                            | (416,512)   |                              |              |  |  |
| D1   | Net income for the period Jan. 1 to Jun. 30, 2024                       |   |                    |                   |                    | 622,802                       |                            | 622,802     | 16,981                       | 639,783      |  |  |
| D3   | Other comprehensive income (loss) of the period Jan. 1 to Jun. 30, 2024 |   |                    |                   |                    |                               | 252,592                    | 252,592     | 5,798                        | 258,390      |  |  |
| D5   | Total comprehensive income (loss)                                       |   |                    |                   |                    | 622,802                       | 252,592                    | 875,394     | 22,779                       | 898,173      |  |  |
| M7   | Changes in ownership interests in subsidiaries                          |   |                    | 110               |                    |                               |                            |             | 110                          | 2            |  |  |
| Z1   | Balance as of Jun. 30, 2024   | \$2,776,746                                       | \$2,981,406        | \$116,549         | \$389,953          | \$1,082,064                   | \$(137,361)                | \$7,209,357 | \$179,680                    | \$7,389,037  |  |  |
| A1   | Balance as of Jan. 1, 2025  | \$2,776,746                                       | \$2,987,714        | \$116,549         | \$389,953          | \$1,510,001                   | \$106,440                  | \$7,887,403 | \$192,934                    | \$8,080,337  |  |  |
|      | Appropriation and distribution of 2024 earnings                         |   |                    |                   | 105,074            |                               | (105,074)                  |             | -                            | -            |  |  |
| B1   | Legal reserve   |   |                    |                   |                    |                               | (416,512)                  |             |                              | (416,512)    |  |  |
| B5   | Cash dividends-common shares  |   |                    |                   |                    |                               |                            |             |                              |              |  |  |
| B17  | Reversal of special reserve   |   |                    |                   | (90,287)           | 90,287                        |                            |             |                              |              |  |  |
| D1   | Net income for the period Jan. 1 to Jun. 30, 2025                       |   |                    |                   |                    | 524,172                       |                            | 524,172     | 17,906                       | 542,078      |  |  |
| D3   | Other comprehensive income (loss) of the period Jan. 1 to Jun. 30, 2025 |   |                    |                   |                    |                               | (780,750)                  | (780,750)   | (17,110)                     | (797,860)    |  |  |
| D5   | Total comprehensive income (loss)                                       |   |                    |                   |                    | 524,172                       | (780,750)                  | (256,578)   | 796                          | (255,782)    |  |  |
| M7   | Changes in ownership interests in subsidiaries                          |   |                    | 1,103             |                    |                               |                            |             | 1,103                        | 24           |  |  |
| Z1   | Balance as of Jun. 30, 2025   | \$2,776,746                                       | \$2,988,817        | \$221,623         | \$299,666          | \$1,602,874                   | \$(674,310)                | \$7,215,416 | \$193,754                    | \$7,409,170  |  |  |

(The accompanying notes are an integral part of the consolidated financial statements.)

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the Six-Month Periods Ended June 30, 2025 and 2024

(Amounts Expressed in Thousands of New Taiwan Dollars)

| Code   | Items  | For the Six-Month Periods Ended June 30 |           | Code   | Items   | For the Six-Month Periods Ended June 30 |             |
|--------|--|---|-----------|--------|---|---|-------------|
|        |  | 2025                                    | 2024      |        |   | 2025                                    | 2024        |
| AAAA   | Cash flows from operating activities:                                  |   |           | BBBB   | Cash flows from investing activities:                                 |   |             |
| A10000 | Net income before tax  | \$725,763                               | \$939,771 | B00040 | Disposal (acquisition) of financial assets measured at amortized cost | (29,961)                                | 15,091      |
| A20000 | Adjustments:   |   |           | B02700 | Acquisition of property, plant and equipment                          | (2,776,025)                             | (3,164,576) |
| A20010 | Income and expense adjustments:  |   |           | B02800 | Proceeds from disposal of property, plant and equipment               | 20,715                                  | 11,270      |
| A20100 | Depreciation (including right-of-use assets)                           | 799,741                                 | 576,644   | B03700 | Decrease (increase) in refundable deposits                            | (2,237)                                 | (16,791)    |
| A20200 | Amortization   | 13,244                                  | 6,742     | B04500 | Acquisition of intangible assets                                      | (10,873)                                | (1,144)     |
| A20300 | Expected credit losses (gain)  | (12,118)                                | 156       | B05350 | Acquisition of right-of-use assets                                    | -                                       | (204)       |
| A20400 | Net loss of financial liabilities at fair value through profit or loss | -                                       | 816       | B06700 | Increase in other non-current assets                                  | (21,380)                                | (7,053)     |
| A20900 | Interest expense   | 263,701                                 | 225,621   | B09900 | Increase (decrease) in long-term deferred revenue                     | -                                       | 59,192      |
| A21200 | Interest income  | (7,998)                                 | (23,625)  | BBBB   | Net cash provided by (used in) investing activities                   | (2,819,761)                             | (3,104,215) |
| A21900 | Share-based payments   | 1,127                                   | 112       |        |   |   |             |
| A22500 | Gain on disposal of property, plant and equipment                      | (4,925)                                 | 3,527     |        |   |   |             |
| A23700 | Impairment loss on non-financial assets                                | -                                       | 40        | CCCC   | Cash flows from financing activities:                                 |   |             |
| A29900 | Gain on government grants  | (26,839)                                | (26,303)  | C00100 | Increase in (repayment of) short-term loans                           | 261,718                                 | 3,058,111   |
| A30000 | Changes in operating assets and liabilities:                           |   |           | C01600 | Increase in long-term loans   | 2,599,934                               | 1,563,692   |
| A31130 | Notes receivable   | (39,500)                                | 10,363    | C01700 | Repayment of long-term loans  | (41,953)                                | (1,518,033) |
| A31150 | Accounts receivable  | 538,645                                 | (106,555) | C03000 | Increase (decrease) in guarantee deposits                             | 14,386                                  | (66,569)    |
| A31180 | Other receivables  | (3,142)                                 | (97,677)  | C04020 | Payments of lease liabilities   | (1,383)                                 | (2,559)     |
| A31200 | Inventories  | (201,045)                               | (474,709) | C04500 | Cash dividends  | (416,499)                               | -           |
| A31230 | Prepayments  | 134,067                                 | (137,165) | CCCC   | Net cash provided by (used in) financing activities                   | 2,416,203                               | 3,034,642   |
| A31240 | Other current assets   | (3,704)                                 | (13,694)  |        |   |   |             |
| A32125 | Contract liabilities   | 146                                     | (21,116)  |        |   |   |             |
| A32130 | Notes payable  | 1,638                                   | 1,659     |        |   |   |             |
| A32150 | Accounts payable   | (285,574)                               | 160,580   |        |   |   |             |
| A32180 | Other payables   | (367,536)                               | 225,676   | DDDD   | Effect of exchange rate changes on cash and cash equivalents          | 269,012                                 | 18,387      |
| A32230 | Other current liabilities  | 3,265                                   | (354)     |        |   |   |             |
| A32990 | Refund liabilities   | (28,025)                                | 68,769    |        |   |   |             |
| A32000 | Cash generated from operations   | 1,500,931                               | 1,319,278 |        |   |   |             |
| A33100 | Interest received  | 7,998                                   | 23,625    | EEEE   | Net increase (decrease) in cash and cash equivalents                  | 1,046,548                               | 953,513     |
| A33300 | Interest paid  | (247,013)                               | (236,348) | E00100 | Cash and cash equivalents at beginning of period                      | 2,849,250                               | 3,374,862   |
| A33500 | Income tax paid  | (80,822)                                | (101,856) | E00200 | Cash and cash equivalents at end of period                            | \$3,895,798                             | \$4,328,375 |
| AAAA   | Net cash provided by (used in) operating activities                    | 1,181,094                               | 1,004,699 |        |   |   |             |

(The accompanying notes are an integral part of the consolidated financial statements.)

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DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX-MONTH PERIODS THEN ENDED JUNE 30, 2025 AND 2024

(Amounts Expressed in Thousands of New Taiwan Dollars unless Otherwise Specified)

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1. History and organization

Dynamic Holding Co., Ltd. (hereinafter referred to as “the Company”) was approved and established on August 25, 2022, and listed for trading on the Taiwan Stock Exchange.

Dynamic Electronics (Taoyuan) Co., Ltd. (hereinafter referred to as “Dynamic Electronics (Taoyuan)”) applied for the establishment of Dynamic Holding Co., Ltd. by the board of directors on March 31, 2022, and the shareholders’ meeting on May 20, 2022, to acquire 100% equity of Dynamic Electronics (Taoyuan). The share swap is to exchange 1 common share of Dynamic Electronics (Taoyuan) for 1 common share of the Company and has been completed on August 25, 2022. On the same day, Dynamic Electronics (Taoyuan) became a 100% subsidiary of the Company and terminated the stock listing and public offering. The Company’s common stock was listed and traded under the stock code “3715” from the same day. The aforementioned share swap was an organizational restructuring under common control. The Company was actually the continuation of Dynamic Electronics (Taoyuan) Co., Ltd., and the parent company only financial statements for the comparative period were prepared as if the entities had been combined from the beginning.

The main activities of the Company and its subsidiaries (“the Group”) are mainly the manufacturing and processing of various electronic components, the design of microcomputers and peripheral equipment, the manufacturing and processing of integrated circuits and substrates, the manufacturing and processing of various circuit boards, the quotation, bidding, and distribution of products from domestic and foreign manufacturers as an agent, and the import and export trading business of the aforementioned products. The Company’s registered office and the main business location is at 6F., No. 50, Minquan Rd., Luzhu Dist., Taoyuan City 338, Taiwan (R.O.C.)

2. Date and procedures of authorization of financial statements for issue

The consolidated financial statements of the Company and its subsidiaries (“the Group”) were authorized to be issued in accordance with a resolution of the Board of Directors’ meeting held on July 28, 2025.

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3. Newly issued or revised standards and interpretations

(1) Changes in accounting policies resulting from applying for the first-time certain standards and amendments

The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended which are recognized by Financial Supervisory Commission (“FSC”) and become effective for annual periods beginning on or after January 1, 2025. The adoption of these new standards and amendments had no material impact on the Group.

(2) Standards or interpretations issued, revised or amended, by International Accounting Standards Board (“IASB”) which have been endorsed by the FSC, and not yet adopted by the Group as at the end of the reporting period are listed below.

| Items | New, Revised or Amended Standards and Interpretations   | Effective Date<br>Issued by IASB |
|-------|---|----------------------------------|
| A     | IFRS 17 “Insurance Contracts”   | January 1, 2023                  |
| B     | Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7) | January 1, 2026                  |
| C     | Annual Improvements to IFRS Accounting Standards – Volume 11  | January 1, 2026                  |
| D     | Contracts Referencing Nature-dependent Electricity (Amendments to IFRS 9 and IFRS 7)                        | January 1, 2026                  |

(A) IFRS 17 “Insurance Contracts”

IFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects (including recognition, measurement, presentation and disclosure requirements). The core of IFRS 17 is the General (building block) Model, under this model, on initial recognition, an entity shall measure a group of insurance contracts at the total of the fulfilment cash flows and the contractual service margin. The carrying amount of a group of insurance contracts at the end of each reporting period shall be the sum of the liability for remaining coverage and the liability for incurred claims.

Other than the General Model, the standard also provides a specific adaptation for contracts with direct participation features (the Variable Fee Approach) and a simplified approach

(Premium Allocation Approach) mainly for short-duration contracts.

IFRS 17 was issued in May 2017 and amended in 2020 and 2021. The amendments include deferral of the date of initial application of IFRS 17 by two years to annual beginning on or after January 1, 2023 (from the original effective date of January 1, 2021); provide additional transition reliefs; simplify some requirements to reduce the costs of applying IFRS 17 and revise some requirements to make the results easier to explain. IFRS 17 replaces an interim Standard – IFRS 4 Insurance Contracts.

(B) Amendments to the Classification and Measurement of Financial Instruments  
(Amendments to IFRS 9 and IFRS 7)

The amendments include:

- (a) Clarify that a financial liability is derecognised on the settlement date and describe the accounting treatment for settlement of financial liabilities using an electronic payment system before the settlement date.
- (b) Clarify how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features.
- (c) Clarify the treatment of non-recourse assets and contractually linked instruments.
- (d) Require additional disclosures in IFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income.

(C) Annual Improvements to IFRS Accounting Standards – Volume 11

(a) Amendments to IFRS 1

The amendments mainly improve the consistency in wording between first-time adoption of IFRS and requirements for hedge accounting in IFRS 9.

(b) Amendments to IFRS 7

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The amendments update an obsolete cross-reference relating to gain or loss on derecognition.

(c) Amendments to Guidance on implementing IFRS 7

The amendments improve some of the wordings in the implementation guidance, including the introduction, disclosure of deferred difference between fair value and transaction price and credit risk disclosures.

(d) Amendments to IFRS 9

The amendments add a cross-reference to resolve potential confusion for a lessee applying the derecognition requirements and clarify the term “transaction price”.

(e) Amendments to IFRS 10

The amendments remove the inconsistency between paragraphs B73 and B74 of IFRS 10.

(f) Amendments to IAS 7

The amendments remove a reference to “cost method” in paragraph 37 of IAS 7.

(D) Contracts Referencing Nature-dependent Electricity (Amendments to IFRS 9 and IFRS 7)

The amendments include:

(a) Clarify the application of the ‘own-use’ requirements.

(b) Permit hedge accounting if these contracts are used as hedging instruments.

(c) Add new disclosure requirements to enable investors to understand the effect of these contracts on a Group’s financial performance and cash flows.

The above newly issued and revised standards are effective from January 1, 2026. The Group assesses that there will be no significant impact.

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(3) Standards or interpretations issued, revised or amended, by International Accounting Standards Board (“IASB”) which are not endorsed by FSC, and not yet adopted by the Group as at the end of the reporting period are listed below.

| Items | New, Revised or Amended Standards and Interpretations  | Effective Date<br>Issued by IASB |
|-------|--|----------------------------------|
| A     | IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” – Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures | To be determined by IASB         |
| B     | IFRS 18 “Presentation and Disclosure in Financial Statements”  | January 1, 2027                  |
| C     | Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)  | January 1, 2027                  |

(A) IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” – Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures

The amendments address the inconsistency between the requirements in IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures, in dealing with the loss of control of a subsidiary that is contributed to an associate or a joint venture. IAS 28 restricts gains and losses arising from contributions of non-monetary assets to an associate or a joint venture to the extent of the interest attributable to the other equity holders in the associate or joint ventures. IFRS 10 requires full profit or loss recognition on the loss of control of the subsidiary. IAS 28 was amended so that the gain or loss resulting from the sale or contribution of assets that constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized in full.

IFRS 10 was also amended so that the gain or loss resulting from the sale or contribution of a subsidiary that does not constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized only to the extent of the unrelated investors' interests in the associate or joint venture.

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

IFRS 18 replaces IAS 1 “Presentation of Financial Statements”. The main changes are as

follows:

(a) Improve the comparability of the statement of profit or loss (income statement)

IFRS 18 requires entities to classify all income and expenses within their statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. The first three categories are new, to improve the structure of the income statement, and requires all entities to provide new defined subtotals, including operating profit or loss. The improved structure and new subtotals will give investors a consistent starting point for analyzing entities' performance and make it easier to compare entities.

(b) Enhanced transparency of management-defined performance measures

IFRS 18 requires entities to disclose explanations of those entity-specific measures that are related to the income statement, referred to as management-defined performance measures.

(c) Useful grouping of information in the financial statements

IFRS 18 sets out enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes. The changes are expected to provide more detailed and useful information. IFRS 18 also requires entities to provide more transparency about operating expenses, helping investors to find and understand the information they need.

(C) Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)

This standard permits subsidiaries without public accountability to provide reduced disclosures when applying IFRS Accounting Standards in their financial statements. IFRS 19 is optional for subsidiaries that are eligible and sets out the disclosure requirements for subsidiaries that elect to apply it.

The abovementioned standards and interpretations issued by IASB have not yet endorsed by FSC at the date when the Group's financial statements were authorized for issue, the local effective dates are to be determined by FSC. As the Group is still currently determining the potential impact of the new or amended standards and interpretations listed under (C), it is not practicable to estimate their impact on the Group at this point in time. The remaining new or

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amended standards and interpretations have no material impact on the Group.

4. Summary of significant accounting policies

(1) Statement of compliance

The consolidated financial statements of the Group for the six-month periods ended June 30, 2025, and 2024 have been prepared in conformity with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (“the Regulations”) and IAS 34, “Interim Financial Reporting” as endorsed and became effective by the FSC.

Except for the following 4(3) to 4(5), the accounting policies applied in these consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2024. For more details, please refer to Note 4 of the consolidated financial statements for the year ended December 31, 2024.

(2) Basis of preparation

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments that have been measured at fair value. The consolidated financial statements are presented in thousands of New Taiwan Dollars (“NT\$”) unless otherwise specified.

(3) Basis of consolidation

The same principles of consolidation in the consolidated financial statements have been applied in the consolidated financial statements for the year ended December 31, 2024. For the principles of consolidation, please refer to Note 4(3) of the consolidated financial statements for the year ended December 31, 2024.

The consolidated entities are listed as follows:

| Investor    | Subsidiary                                 | Main businesses         | Percentage of Ownership (%) |                  |                  |
|-------------|--|-------------------------|-----------------------------|------------------|------------------|
|             |  |                         | Jun. 30,<br>2025            | Dec. 31,<br>2024 | Jun. 30,<br>2024 |
| The Company | Dynamic Electronics<br>(Taoyuan) Co., Ltd. | Investing<br>activities | 100.00%                     | 100.00%          | 100.00%          |

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| Investor                                 | Subsidiary                                 | Main businesses                                     | Percentage of Ownership (%) |                  |                  |
|--|--|---|-----------------------------|------------------|------------------|
|  |  |   | Jun. 30,<br>2025            | Dec. 31,<br>2024 | Jun. 30,<br>2024 |
| The Company                              | CHIANAN TECHNOLOGY CO., LTD.               | Mock-up manufacture                                 | 70.00%                      | 70.00%           | 70.00%           |
| The Company                              | CHENG CHONG TECHNOLOGY CO., LTD.           | Mock-up manufacture                                 | 70.00%                      | 70.00%           | 70.00%           |
| Dynamic Electronics (Taoyuan) Co., Ltd.  | WINTEK (MAURITIUS) CO., LTD.               | Investing activities                                | 100.00%                     | 100.00%          | 100.00%          |
| WINTEK (MAURITIUS) CO., LTD.             | Dynamic Electronics Holding Pte. Ltd.      | Investing activities                                | 100.00%                     | 100.00%          | 100.00%          |
| Dynamic Electronics Holding Pte. Ltd.    | Dynamic Electronics Co., Ltd. (Huangshi)   | Manufacturing and selling of PCB                    | 97.8541%                    | 97.8541%         | 97.8541%         |
| Dynamic Electronics Co., Ltd. (Huangshi) | Dynamic Electronics (Kunshan) Co., Ltd.    | Manufacturing and selling of PCB                    | 100.00%                     | 100.00%          | 100.00%          |
| Dynamic Electronics Co., Ltd. (Huangshi) | Dynamic PCB Electronics Co., Ltd. (Note 1) | PCB and business which relates to import and export | -%                          | -%               | 100.00%          |
| Dynamic Electronics Co., Ltd.            | Dynamic Electronics Co., Ltd.              | PCB and business                                    | 100.00%                     | 100.00%          | 100.00%          |

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| Investor  | Subsidiary   | Main businesses  | Percentage of Ownership (%)            |                  |                  |
|---|--|--|--|------------------|------------------|
|   |  |  | Jun. 30,<br>2025                       | Dec. 31,<br>2024 | Jun. 30,<br>2024 |
| (Huangshi)  | (Seychelles)   | which relates<br>to import and<br>export   |  |                  |                  |
| Dynamic Electronics<br>Co., Ltd.  | Dynamic Electronics<br>Overseas  | Management<br>and  | 100.00%                                | 100.00%          | 100.00%          |
| (Huangshi)  | Investment Holding<br>Pte. Ltd. (referred<br>to: Dynamic<br>Overseas<br>Investment)                | Operation<br>Business  |  |                  |                  |
| Dynamic Electronics<br>Co., Ltd.  | Dynamic Technology<br>(Seychelles)   | Manufacturing<br>Manufacturing<br>(Thailand) Co., Ltd<br>(referred to:<br>Dynamic<br>Technology<br>(Thailand)) | Manufacturing<br>and selling of<br>PCB | 0.01%            | 0.01%            |
| Dynamic Electronics<br>Overseas<br>Investment<br>Holding Pte. Ltd.<br>(referred to:<br>Dynamic<br>Overseas<br>Investment) | Dynamic Technology<br>(Thailand) Co., Ltd<br>(referred to:<br>Dynamic<br>Technology<br>(Thailand)) | Manufacturing<br>and selling of<br>PCB   | 99.99%                                 | 99.99%           | 99.99%           |

Note 1: Dynamic PCB Electronics Co., Ltd. completed its dissolution process on October 3, 2024.

(4) Post-employment benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted and disclosed for

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

**(5) Income tax**

Interim period income tax expense is accrued using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period. The estimate of the annual average effective tax rate only includes current income tax expense. Deferred income tax is consistent with the annual financial report and is recognized and measured in accordance with the requirements of IAS 12 “Income Tax”. When a change in tax rate occurs during the period, the effects of the change in tax rate on deferred income tax will be recognized in profit and loss, other comprehensive profit and loss or directly in equity.

**5. Significant accounting judgments, estimates and assumptions**

The preparation of the Group’s consolidated financial statements require management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumption and estimate could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

The main sources of significant accounting judgments, estimates and assumptions is consistent with the 2024 consolidated financial report of Dynamic Holding and its subsidiaries, please refer to Note 5 of Dynamic Holding and its subsidiaries’ 2024 consolidated financial statements for the information.

**6. Contents of significant accounts**

**(1) Cash and cash equivalents**

|                            | As of              |                    |                    |
|----------------------------|--------------------|--------------------|--------------------|
|                            | Jun. 30, 2025      | Dec. 31, 2024      | Jun. 30, 2024      |
| Cash on hand               | \$1,468            | \$1,565            | \$1,083            |
| Checking and savings       | 3,814,330          | 2,767,685          | 3,814,512          |
| Fixed-term deposits (Note) | 80,000             | 80,000             | 512,780            |
| <b>Total</b>               | <b>\$3,895,798</b> | <b>\$2,849,250</b> | <b>\$4,328,375</b> |

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Note: The contract will expire within 3 months, and it must be readily convertible to a known amount of cash and be subject to an insignificant risk of changes in value.

(2) Financial assets measured at amortized cost

|                               | As of           |               |                 |
|-------------------------------|-----------------|---------------|-----------------|
|                               | Jun. 30, 2025   | Dec. 31, 2024 | Jun. 30, 2024   |
| Restricted deposits – current | \$29,961        | \$-           | \$13,955        |
| Current                       | <u>\$29,961</u> | <u>\$-</u>    | <u>\$13,955</u> |
| Non-current                   | <u>\$-</u>      | <u>\$-</u>    | <u>\$-</u>      |

The Group transacts with financial institutions with good credit rating. Consequently, there is no significant credit risk.

Please refer to Note 8 for more details on financial assets carried at amortized cost pledged as collaterals.

(3) Notes receivable, net

|  | As of            |                  |                  |
|--|------------------|------------------|------------------|
|  | Jun. 30, 2025    | Dec. 31, 2024    | Jun. 30, 2024    |
| Notes receivable arising from operating activities | \$447,924        | \$408,424        | \$331,165        |
| Less: loss allowance                               | -                | -                | -                |
| Total  | <u>\$447,924</u> | <u>\$408,424</u> | <u>\$331,165</u> |

(A) The Group follows the requirement of IFRS 9 to assess the impairment. Please refer to Note 6(18) for more details on loss allowance and Note 12 for details on credit risk.

(B) The Group has signed sale contracts with recourse rights for some of its notes receivable with financial institutions. Although the Group has transferred its rights in the cash flow contract of the notes receivable, it still has to bear the credit risk of the irrecoverability of the notes receivable according to the contract, which does not meet the conditions for delisting financial assets. The transaction-related information is as follows:

| Party for sale             | Amount transferred | Amount advanced | Interest rate |
|----------------------------|--------------------|-----------------|---------------|
| <u>As of Jun. 30, 2025</u> |                    |                 |               |

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| Party for sale   | Amount transferred           | Amount advanced | Interest rate |
|------------------|------------------------------|-----------------|---------------|
|                  | Negotiate by per transaction |                 |               |
| China CITIC Bank | <u>\$5,526</u>               | <u>\$5,526</u>  |               |

As of Dec. 31, 2024

|  |                  |                  |                              |
|--|------------------|------------------|------------------------------|
| China Construction Bank and Agricultural Bank of China | <u>\$130,036</u> | <u>\$130,036</u> | Negotiate by per transaction |
|--|------------------|------------------|------------------------------|

As of Jun. 30, 2024

|   |                  |                  |                              |
|---|------------------|------------------|------------------------------|
| Bank of Communications Co., Ltd. and Agricultural Bank of China | <u>\$275,417</u> | <u>\$275,417</u> | Negotiate by per transaction |
|---|------------------|------------------|------------------------------|

Please refer to Note 8 for more details on notes receivable under pledge.

(4) Accounts receivable, net

(A) Details of accounts receivable, net are as follows:

|   | As of              |                    |                    |
|---|--------------------|--------------------|--------------------|
|   | Jun. 30, 2025      | Dec. 31, 2024      | Jun. 30, 2024      |
| Accounts receivable arising from operating activities | \$4,733,490        | \$5,272,135        | \$4,574,074        |
| Less: loss allowance                                  | (6,208)            | (19,470)           | (19,783)           |
| Total   | <u>\$4,727,282</u> | <u>\$5,252,665</u> | <u>\$4,554,291</u> |

(B) Accounts receivable were not pledged.

(C) Accounts receivable are generally on 60 to 150 day terms. As of June 30, 2025, December 31, 2024, and June 30, 2024, the total carrying amount were NT\$4,733,490 thousand, NT\$5,272,135 thousand and NT\$4,574,074 thousand, respectively. Please refer to Note 6(18) for more details on loss allowance of accounts receivable for the six-month periods ended June 30, 2025, and 2024. Please refer to Note 12 for more details on credit risk management.

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**(5) Inventories**

(A) Details of inventories, net are as follows:

|                            | As of              |                    |                    |
|----------------------------|--------------------|--------------------|--------------------|
|                            | Jun. 30, 2025      | Dec. 31, 2024      | Jun. 30, 2024      |
| Raw materials and supplies | \$445,233          | \$339,189          | \$334,088          |
| Work in progress           | 920,331            | 818,236            | 750,279            |
| Finished goods             | 2,062,233          | 2,069,327          | 1,650,724          |
| <b>Total</b>               | <b>\$3,427,797</b> | <b>\$3,226,752</b> | <b>\$2,735,091</b> |

(B) The cost of inventories recognized in expenses amounted to NT\$3,634,681 thousand, NT\$3,068,363 thousand, NT\$7,325,755 thousand and NT\$6,293,513 thousand for the three-month and six-month periods ended June 30, 2025, and 2024. The following losses were included in cost of sales:

| Item   | For the three-month periods |                       | For the six-month periods |      |
|--|-----------------------------|-----------------------|---------------------------|------|
|  | ended June 30               | 2025                  | ended June 30             | 2025 |
| Inventory valuation losses<br>(gain from price recovery<br>of inventory) |                             | \$20,071              | \$11,676                  |      |
|  | <u><u>\$(19,899)</u></u>    | <u><u>\$2,776</u></u> |                           |      |

The Group recognized gains on recovery of inventory market decline because some of the inventories previously provided with market loss or obsolescence were disposed for the three-month and six-month periods ended June 30, 2025, and 2024.

(C) Inventories were not pledged.

**(6) Property, plant and equipment (Including Prepaid Equipment)**

|   | As of         |               |               |
|---|---------------|---------------|---------------|
|   | Jun. 30, 2025 | Dec. 31, 2024 | Jun. 30, 2024 |
| Owner occupied property,<br>plant and equipment<br>(Including Prepaid<br>Equipment) | \$16,888,146  | \$17,603,500  | \$13,409,393  |

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|                                     |                  |                     |                               |                             |                     |                    |                      | Construction<br>in progress and<br>equipment to<br>be examined<br>(including<br>prepayment<br>for equipment) |                     |
|-------------------------------------|------------------|---------------------|-------------------------------|-----------------------------|---------------------|--------------------|----------------------|--|---------------------|
|                                     | Land             | Buildings           | Machinery<br>and<br>equipment | Transportation<br>equipment | Office<br>equipment | Other<br>equipment | Lease<br>improvement |  | Total               |
| <b>Cost:</b>                        |                  |                     |                               |                             |                     |                    |                      |  |                     |
| As of Jan. 1, 2025                  | \$349,807        | \$11,305,581        | \$11,893,551                  | \$37,779                    | \$132,527           | \$593,570          | \$8,820              | \$2,269,847  | \$26,591,482        |
| Additions                           | -                | -                   | 64,941                        | -                           | -                   | 6,396              | -                    | 1,467,357  | 1,538,694           |
| Disposals                           | -                | -                   | (27,629)                      | (161)                       | -                   | -                  | -                    | -  | (27,790)            |
| Other changes                       | -                | 27,391              | 1,591,278                     | 4,206                       | 1,475               | 19,086             | -                    | (1,646,780)  | (3,344)             |
| Exchange differences                | (20,142)         | (991,301)           | (1,197,345)                   | (3,309)                     | (10,214)            | (56,907)           | -                    | (148,066)  | (2,427,284)         |
| As of Jun. 30, 2025                 | <u>\$329,665</u> | <u>\$10,341,671</u> | <u>\$12,324,796</u>           | <u>\$38,515</u>             | <u>\$123,788</u>    | <u>\$562,145</u>   | <u>\$8,820</u>       | <u>\$1,942,358</u>   | <u>\$25,671,758</u> |
| <b>Cost:</b>                        |                  |                     |                               |                             |                     |                    |                      |  |                     |
| As of Jan. 1, 2024                  | \$-              | \$7,096,433         | \$9,555,568                   | \$28,672                    | \$70,524            | \$463,033          | \$8,820              | \$1,325,663  | \$18,548,713        |
| Additions                           | -                | 676                 | 2,075                         | 1,802                       | 259                 | 11,660             | -                    | 2,586,265  | 2,602,737           |
| Disposals                           | -                | -                   | (248,342)                     | (598)                       | (112)               | (2,207)            | -                    | -  | (251,259)           |
| Other changes                       | 319,757          | 99,608              | 494,858                       | 2,236                       | -                   | 17,763             | -                    | (934,222)  | -                   |
| Exchange differences                | -                | 356,873             | 485,723                       | 1,318                       | 3,195               | 22,944             | -                    | 6,156  | 876,209             |
| As of Jun. 30, 2024                 | <u>\$319,757</u> | <u>\$7,553,590</u>  | <u>\$10,289,882</u>           | <u>\$33,430</u>             | <u>\$73,866</u>     | <u>\$513,193</u>   | <u>\$8,820</u>       | <u>\$2,983,862</u>   | <u>\$21,776,400</u> |
| <b>Depreciation and impairment:</b> |                  |                     |                               |                             |                     |                    |                      |  |                     |
| As of Jan. 1, 2025                  | \$-              | \$2,537,146         | \$5,871,708                   | \$26,864                    | \$77,478            | \$465,966          | \$8,820              | \$-  | \$8,987,982         |
| Depreciation                        | -                | 274,319             | 465,732                       | 1,575                       | 10,574              | 41,600             | -                    | -  | 793,800             |
| Disposals                           | -                | -                   | (11,843)                      | (157)                       | -                   | -                  | -                    | -  | (12,000)            |
| Exchange differences                | -                | (275,521)           | (650,545)                     | (2,674)                     | (7,389)             | (50,041)           | -                    | -  | (986,170)           |
| As of Jun. 30, 2025                 | <u>\$-</u>       | <u>\$2,535,944</u>  | <u>\$5,675,052</u>            | <u>\$25,608</u>             | <u>\$80,663</u>     | <u>\$457,525</u>   | <u>\$8,820</u>       | <u>\$-</u>   | <u>\$8,783,612</u>  |
| <b>Depreciation and impairment:</b> |                  |                     |                               |                             |                     |                    |                      |  |                     |
| As of Jan. 1, 2024                  | \$-              | \$2,048,027         | \$5,117,752                   | \$23,860                    | \$62,530            | \$370,677          | \$8,820              | \$-  | \$7,631,666         |
| Depreciation                        | -                | 175,324             | 348,739                       | 1,008                       | 2,210               | 42,245             | -                    | -  | 569,526             |
| Impairment Loss                     | -                | -                   | 40                            | -                           | -                   | -                  | -                    | -  | 40                  |
| Disposals                           | -                | -                   | (233,659)                     | (598)                       | (104)               | (2,101)            | -                    | -  | (236,462)           |
| Exchange differences                | -                | 108,229             | 270,357                       | 1,139                       | 2,893               | 19,619             | -                    | -  | 402,237             |
| As of Jun. 30, 2024                 | <u>\$-</u>       | <u>\$2,331,580</u>  | <u>\$5,503,229</u>            | <u>\$25,409</u>             | <u>\$67,529</u>     | <u>\$430,440</u>   | <u>\$8,820</u>       | <u>\$-</u>   | <u>\$8,367,007</u>  |
| <b>Net carrying amount as of:</b>   |                  |                     |                               |                             |                     |                    |                      |  |                     |
| Jun. 30, 2025                       | <u>\$329,665</u> | <u>\$7,805,727</u>  | <u>\$6,649,744</u>            | <u>\$12,907</u>             | <u>\$43,125</u>     | <u>\$104,620</u>   | <u>\$-</u>           | <u>\$1,942,358</u>   | <u>\$16,888,146</u> |
| Dec. 31, 2024                       | <u>\$349,807</u> | <u>\$8,768,435</u>  | <u>\$6,021,843</u>            | <u>\$10,915</u>             | <u>\$55,049</u>     | <u>\$127,604</u>   | <u>\$-</u>           | <u>\$2,269,847</u>   | <u>\$17,603,500</u> |
| Jun. 30, 2024                       | <u>\$319,757</u> | <u>\$5,222,010</u>  | <u>\$4,786,653</u>            | <u>\$8,021</u>              | <u>\$6,337</u>      | <u>\$82,753</u>    | <u>\$-</u>           | <u>\$2,983,862</u>   | <u>\$13,409,393</u> |

(A) Significant components of building include main building structure and additional expansion construction, which are depreciated over useful lives of 16~30 years and 20

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years, respectively.

(B) Please refer to Note 8 for more details on property, plant and equipment under pledge.

**(7) Intangible assets**

|   | Computer<br>software | Technology<br>expertise | Goodwill        | Other          | Total            |
|---|----------------------|-------------------------|-----------------|----------------|------------------|
| <b>Cost:</b>                            |                      |                         |                 |                |                  |
| As of January 1, 2025                   | \$94,007             | \$13,487                | \$62,244        | \$4,330        | \$174,068        |
| Additions – acquired<br>separately      | 10,873               | -                       | -               | -              | 10,873           |
| Derecognized upon<br>retirement         | (5,480)              | -                       | -               | -              | (5,480)          |
| Exchange differences                    | (7,304)              | (1,383)                 | -               | (249)          | (8,936)          |
| <b>As of June 30, 2025</b>              | <b>\$92,096</b>      | <b>\$12,104</b>         | <b>\$62,244</b> | <b>\$4,081</b> | <b>\$170,525</b> |
| <br>As of January 1, 2024               |                      |                         |                 |                |                  |
| Additions – acquired<br>separately      | 1,144                | -                       | -               | -              | 1,144            |
| Derecognized upon<br>retirement         | (3,075)              | -                       | -               | -              | (3,075)          |
| Exchange differences                    | 1,809                | 531                     | -               | -              | 2,340            |
| <b>As of June 30, 2024</b>              | <b>\$42,672</b>      | <b>\$11,087</b>         | <b>\$62,244</b> | <b>\$-</b>     | <b>\$116,003</b> |
| <br><b>Amortization and impairment:</b> |                      |                         |                 |                |                  |
| As of January 1, 2025                   | \$45,081             | \$10,040                | \$40,018        | \$72           | \$95,211         |
| Amortization                            | 11,706               | 1,324                   | -               | 214            | 13,244           |
| Derecognized upon<br>retirement         | (5,480)              | -                       | -               | -              | (5,480)          |
| Exchange differences                    | (4,421)              | (1,120)                 | -               | (14)           | (5,555)          |
| <b>As of June 30, 2025</b>              | <b>\$46,886</b>      | <b>\$10,244</b>         | <b>\$40,018</b> | <b>\$272</b>   | <b>\$97,420</b>  |
| <br>As of January 1, 2024               |                      |                         |                 |                |                  |
| Amortization                            | 5,665                | 1,077                   | -               | -              | 6,742            |
| Derecognized upon                       | (3,075)              | -                       | -               | -              | (3,075)          |

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|                      | Computer<br>software | Technology<br>expertise | Goodwill        | Other      | Total           |
|----------------------|----------------------|-------------------------|-----------------|------------|-----------------|
| retirement           |                      |                         |                 |            |                 |
| Exchange differences | 1,437                | 404                     | -               | -          | 1,841           |
| As of June 30, 2024  | <u>\$34,561</u>      | <u>\$8,871</u>          | <u>\$30,018</u> | <u>\$-</u> | <u>\$73,450</u> |

Net carrying amount as of:

|                   |                 |                |                 |                |                 |
|-------------------|-----------------|----------------|-----------------|----------------|-----------------|
| June 30, 2025     | \$45,210        | \$1,860        | \$22,226        | \$3,809        | \$73,105        |
| December 31, 2024 | <u>\$48,926</u> | <u>\$3,447</u> | <u>\$22,226</u> | <u>\$4,258</u> | <u>\$78,857</u> |
| June 30, 2024     | <u>\$8,111</u>  | <u>\$2,216</u> | <u>\$32,226</u> | <u>\$-</u>     | <u>\$42,553</u> |

Amortization of intangible assets is as follows:

|                    | For the three-month periods |                | For the six-month periods |                |
|--------------------|-----------------------------|----------------|---------------------------|----------------|
|                    | ended June 30               |                | ended June 30             |                |
|                    | 2025                        | 2024           | 2025                      | 2024           |
| Operating costs    | \$840                       | \$393          | \$1,745                   | \$724          |
| Operating expenses | 5,892                       | 2,515          | 11,499                    | 6,018          |
| Total              | <u>\$6,732</u>              | <u>\$2,908</u> | <u>\$13,244</u>           | <u>\$6,742</u> |

**(8) Other non-current assets**

Details of other non-current assets are as follows:

|                            | As of           |                 |                 |
|----------------------------|-----------------|-----------------|-----------------|
|                            | Jun. 30, 2025   | Dec. 31, 2024   | Jun. 30, 2024   |
| Refundable deposits        | \$23,318        | \$21,081        | \$19,837        |
| Long-term prepaid expenses | 23,402          | 6,628           | 13,184          |
| Total                      | <u>\$46,720</u> | <u>\$27,709</u> | <u>\$33,021</u> |

**(9) Short-term loans**

(A) Details of short-term loans are as follows:

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|                      | Interest rate (%) | As of              |                    |                    |
|----------------------|-------------------|--------------------|--------------------|--------------------|
|                      |                   | Jun. 30, 2025      | Dec. 31, 2024      | Jun. 30, 2024      |
| Unsecured bank loans | 1.40%~5.80%       | \$8,094,916        | \$7,858,490        | \$6,689,647        |
| Secured bank loans   | 1.70%~4.45%       | 155,328            | 130,036            | 275,417            |
| <b>Total</b>         |                   | <b>\$8,250,244</b> | <b>\$7,988,526</b> | <b>\$6,965,064</b> |

(B) The Group's unused short-term lines of credits amounts to NT\$2,680,227 thousand, NT\$4,429,980 thousand and NT\$4,605,547 thousand as of Jun. 30, 2025, December 31, 2024, and Jun. 30, 2024, respectively.

(C) Please refer to Note 8 for more details regarding certain partial notes payable for secured bank loans.

#### (10) Other payables

Details of other payables are as follows:

|                                 | As of              |                    |                    |
|---------------------------------|--------------------|--------------------|--------------------|
|                                 | Jun. 30, 2025      | Dec. 31, 2024      | Jun. 30, 2024      |
| Accrued expenses                | \$1,001,387        | \$1,368,923        | \$1,138,623        |
| Dividends payable               | 13                 | -                  | 416,512            |
| Accrued interest                | 28,129             | 18,324             | 13,855             |
| Payables to equipment suppliers | 2,464,427          | 3,705,102          | 930,990            |
| <b>Total</b>                    | <b>\$3,493,956</b> | <b>\$5,092,349</b> | <b>\$2,499,980</b> |

#### (11) Long-term loans

(A) Details of long-term loans as of June 30, 2025, December 31, 2024, and June 30, 2024, are as follows:

| Lenders   | As of<br>Jun. 30, 2025 | Interest Rate (%)   |  | Maturity and terms of repayment  |
|---|------------------------|---|--|--|
|   |                        | (Note2)   |  |  |
| Agricultural Bank of<br>China –<br>Kunshan Branch –<br>Credit loans | \$2,595,458            | The benchmark interest<br>rate of the Peoples' Bank<br>of China for a period of |  | After the grace period expires, the<br>following terms are defined as every<br>six months since then. The principle is<br>repayable in installments of equal |

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| Lenders<br>(Note1)   | As of<br>Jun. 30, 2025 | Interest Rate (%)                         |                                | Maturity and terms of repayment<br>amount for eight years.  |
|--|------------------------|---|--------------------------------|---|
|  |                        | (Note2)                                   | over five years – LPR-<br>0.2% |   |
| Bank SinoPac Co.,<br>Ltd. – Unsecured<br>bank loans        | 701,940                | CNH HIBOR+100BP for<br>six months         |                                | The first installment shall be paid upon<br>18 months after the first withdrawal,<br>and thereafter every 6 months as a<br>term, a total of 4 terms. 10% of the<br>principal of the credit line for<br>withdrawal should be repaid in the first<br>term to the third term, 70% should be<br>repaid in the fourth term.  |
| Bank of Shanghai Co.,<br>Ltd. –<br>Unsecured bank<br>loans | 791,094                | Higher of 1MTAIFX or<br>3MTAIFX+80BP      |                                | The grace period is 12 months upon<br>first usage. After the grace period<br>expires, principal is repayable in<br>installments of the equal amount<br>quarterly. Pay interest quarterly.   |
| Fubon Bank –<br>Unsecured bank<br>loans                    | 517,762                | LPR+45BP for one year                     |                                | 5% repayment of principal is made<br>every six months from the date of each<br>withdraw. 20% repayment in the 30 <sup>th</sup><br>month and 60% repayment in the 36 <sup>th</sup><br>month.   |
| Bank of Shanghai Co.,<br>Ltd. –<br>Unsecured bank<br>loans | 777,665                | Between LPR+43BP and<br>45BP for one year |                                | Upon the sixth month after the date of<br>the first withdraw, the loan principal is<br>to be repaid in installments every six<br>months. The repayment schedule is<br>based on the total drawdown amount,<br>with 1% of the loan principal repaid in<br>each of the 1st to 3rd installments,<br>13.5% repaid in each of the 4th and 5th<br>installments, and the remaining<br>outstanding balance repaid in full in<br>the 6th installment. |
| China Everbright<br>Bank –<br>Unsecured bank<br>loans      | 532,087                | LPR+20BP for one year                     |                                | The loan principal is to be repaid in<br>four installments. A fixed amount of<br>\$100,000 will be repaid in each of the<br>1st to 3rd installments every six-  |

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| Lenders  | As of<br>Jun. 30, 2025 | Interest Rate (%)<br>(Note2)  | Maturity and terms of repayment  |
|--|------------------------|---|--|
|  |                        |   | month, and the remaining loan balance will be repaid in full in the 4th installment.   |
| Less: Current portion<br>of long-term loans                                    | <u>(577,457)</u>       |   |  |
| Non-current portion<br>of long-term loans                                      | <u>\$5,338,549</u>     |   |  |
| Lenders  | As of<br>Dec. 31, 2024 | Interest Rate (%)<br>(Note2)  | Maturity and terms of repayment  |
|  |                        |   |  |
| Agricultural Bank of<br>China –<br>Kunshan Branch –<br>Credit loans<br>(Note1) | 2,938,878              | The benchmark interest<br>rate of the Peoples' Bank<br>of China for a period of<br>over five years - LPR-<br>0.2% | After the grace period expires, the<br>following terms are defined as every<br>six months since then. The principle is<br>repayable in installments of equal<br>amount for eight years.  |
| Bank SinoPac Co.,<br>Ltd. – Unsecured<br>bank loans                            | 470,482                | CNH HIBOR+100BP for<br>six months   | The first installment shall be paid upon<br>18 months after the first withdrawal,<br>and thereafter every 6 months as a<br>term, a total of 4 terms. 10% of the<br>principal of the credit line for<br>withdrawal should be repaid in the first<br>term to the third term, 70% should be<br>repaid in the fourth term. |
| Bank of Shanghai Co.,<br>Ltd. –<br>Unsecured bank<br>loans                     | 294,162                | Higher of 1MTAIFX or<br>3MTAIFX+80BP  | The grace period is 12 months upon<br>first usage. After the grace period<br>expires, principal is repayable in<br>installments of the equal amount for<br>eight terms. Pay interest quarterly.  |
| Less: Current portion<br>of long-term loans                                    | <u>(141,343)</u>       |   |  |
| Non-current portion<br>of long-term loans                                      | <u>\$3,562,179</u>     |   |  |

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| Lenders                                       | As of<br>Jun. 30, 2024 | Interest Rate (%)   |  | Maturity and terms of repayment  |
|---|------------------------|---|--|--|
|   |                        | (Note2)   |  |  |
| Bank of Shanghai Co., Ltd. –                  | \$68,298               | RMB variable interest rate HIBOR 3M+0.9%  |  | The grace period is 12 months upon first usage. After the grace period expires, principal is repayable in installments of the equal amount for eight terms. Pay interest quarterly.  |
| Zhongli Branch –                              |                        |   |  |  |
| Unsecured bank loans                          |                        |   |  |  |
| Agricultural Bank of China –                  | 2,981,449              | The benchmark interest rate of the People's Bank of China for a period of over five years - LPR- 0.2% |  | After the grace period expires, the following terms are defined as every six months since then. The principle is repayable in installments of equal amount for eight years.  |
| Kunshan Branch –                              |                        |   |  |  |
| Credit loans                                  |                        |   |  |  |
| (Note1)                                       |                        |   |  |  |
| Bank of Shanghai Co., Ltd. –                  | 1,092,773              | TAIFX3+53BP to 55BP for three months  |  | The first installment shall be paid upon 6 months after the first withdrawal, and thereafter Every 6 months as a term, a total of 6 terms. 1% of the principal of the credit line for withdrawal should be repaid in the first term to the third term, 13.5% of the principal of the credit line for withdrawal should be repaid in the fourth and fifth term, and the remaining loan balance will be repaid in full in the sixth term |
| Corporate Banking                             |                        |   |  |  |
| Business Credit                               |                        |   |  |  |
| Loans   |                        |   |  |  |
| Bank SinoPac Co., Ltd. – Unsecured bank loans | 470,919                | CNH HIBOR+100BP for six months  |  | The first installment shall be paid upon 18 months after the first withdrawal, and thereafter every 6 months as a term, a total of 4 terms. 10% of the principal of the credit line for withdrawal should be repaid in the first term to the third term, 70% should be repaid in the fourth term.  |
| Less: Current portion of long-term loans      | <u>(1,255,209)</u>     |   |  |  |
| Non-current portion of long-term loans        | <u>\$3,358,230</u>     |   |  |  |

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Note 1: Please refer to Note 8 for more details regarding certain property, plant and equipment pledged for secured bank loans.

Note 2: Interest rates of long-term loans are as follows:

|                   | As of         |               |               |
|-------------------|---------------|---------------|---------------|
|                   | Jun. 30, 2025 | Dec. 31, 2024 | Jun. 30, 2024 |
| Interest rate (%) | 2.81%~5.36%   | 3.95%~5.69%   | 3.95%~4.45%   |

(B) On November 22, 2022, the Group has entered into a 3-year agreement of syndicated loans in credit line of USD 60,000 thousand, with Shanghai Bank and 3 other banks for the purpose of settling the unpaid loan balance mentioned above and replenishing operating capital. The Group has repaid all of the bank loans ahead of schedule in June 2024.

(C) On June 12, 2024, the Group has entered into a 3-year agreement of syndicated loans in credit line of CNY 340,000 thousand, with Shanghai Bank for the purpose of repaying the unpaid loan balance mentioned above and replenishing mid-term operating capital. The Group has repaid all of the bank loans ahead of schedule in August 2024.

(D) On May 27, 2025, the Group has entered into a 5-year agreement of syndicated loans in credit line of USD 85,000 thousand, with SinoPac Bank and 4 other banks for the purpose of paying capital expenditure. The Group has not yet utilized the loan facility as of June 30, 2025.

(12) Refund liabilities

|                    | As of         |               |               |
|--------------------|---------------|---------------|---------------|
|                    | Jun. 30, 2025 | Dec. 31, 2024 | Jun. 30, 2024 |
| Refund liabilities | \$348,513     | \$376,538     | \$396,854     |

(13) Long-term deferred revenue

Government grants

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|   | For the six-month periods ended June 30 |                  |
|---|---|------------------|
|   | 2025                                    | 2024             |
| Beginning balance                                 | \$634,997                               | \$589,994        |
| Received during the period                        | -                                       | 59,192           |
| Released to the statement of comprehensive income | (26,839)                                | (26,303)         |
| Exchange differences                              | (63,307)                                | 28,884           |
| Ending Balance                                    | <u>\$544,851</u>                        | <u>\$651,767</u> |

|  | As of            |                  |                  |
|--|------------------|------------------|------------------|
|  | Jun. 30, 2025    | Dec. 31, 2024    | Jun. 30, 2024    |
| Non-current deferred revenue - related to assets | <u>\$544,851</u> | <u>\$634,997</u> | <u>\$651,767</u> |

Government grants have been received for purchase of certain items of property, plant and equipment. There are no unfulfilled conditions or contingencies attached to the grants.

**(14) Post-employment benefits**

**Defined contribution plan**

Expenses under the defined contribution plan for the three-month periods ended June 30, 2025, and 2024 were NT\$334 thousand and NT\$326 thousand, respectively.

Expenses under the defined contribution plan for the six-month periods ended June 30, 2025, and 2024 were NT\$670 thousand and NT\$655 thousand, respectively.

Additional pension expenses recognized for the executives commissioned by the Group amounted to NT\$54 thousand and NT\$56 thousand, for the three-month periods ended June 30, 2025, and 2024.

Additional pension expenses recognized for the executives commissioned by the Group amounted to NT\$111 thousand and NT\$111 thousand, for the six-month periods ended June 30, 2025, and 2024.

**(15) Equities**

**(A) Common stock**

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As of June 30, 2025, December 31, 2024, and June 30, 2024, the Company's authorized capital was NT\$4,000,000 thousand, and the issued share capital was NT\$2,776,746 thousand, each share at par value of NT\$10, divided into 277,674,584 shares.

**(B) Capital surplus**

|  | As of                     |                           |                           |
|--|---------------------------|---------------------------|---------------------------|
|  | Jun. 30, 2025             | Dec. 31, 2024             | Jun. 30, 2024             |
| Additional paid-in capital   | \$1,176,745               | \$1,176,745               | \$1,176,745               |
| Conversion premium of convertible bonds  | 1,943                     | 1,943                     | 1,943                     |
| Treasury share transactions  | 34,946                    | 34,946                    | 34,946                    |
| Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control | 69,191                    | 68,088                    | 61,780                    |
| Gain on sale of assets   | 155                       | 155                       | 155                       |
| Employee share option  | 6,528                     | 6,528                     | 6,528                     |
| Share options  | 77,687                    | 77,687                    | 77,687                    |
| Merger by share exchange   | <u>1,621,622</u>          | <u>1,621,622</u>          | <u>1,621,622</u>          |
| <b>Total</b>   | <b><u>\$2,988,817</u></b> | <b><u>\$2,987,714</u></b> | <b><u>\$2,981,406</u></b> |

According to the Company Act, the capital surplus shall not be used except for making good the deficit of the Company. When a company incurs no loss, it may distribute the capital surplus related to the income derived from the issuance of new shares at a premium or income from endowments received by the company. The distribution could be made either in cash or in the form of share dividend to its shareholders in proportion to the number of shares being held by each of them.

**(C) Retained earnings and dividend policies**

(a) According to the Company's articles of association, when allocating the current year's earnings, if any, after having paid all taxes and dues, shall first set aside 10% of said profits as legal reserve. Where such legal reserve amounts to the total paid-in capital, this provision shall not apply; the rest shall be set aside as special surplus or reversal according to laws or the regulations of the competent authority; if there is any remaining portion, the board of directors shall, along with the accumulated

undistributed earnings, submit a surplus distribution proposal to the shareholders meeting for a resolution to distribute shareholder dividends. The Company may, in accordance with Articles 240 and 241 of the Company Act, authorize the board of directors to issue cash dividends and bonuses by special resolutions, and distribute in cash the above-mentioned dividends or capital reserve or/and legal reserve in compliance with the Company Act and shall report the distribution in the most recent shareholders' meeting.

(b) Dividend policy

The Company's dividend policy is based on the expansion of business scale, considering the Company's capital expenditure and operating turnover needs and the degree of dilution of earnings per share to moderately distribute stock dividends or cash dividends, but cash dividends are paid at a rate not lower than the current 10% of total annual dividends.

(c) According to the Company Act, the Company shall set aside legal reserve from earnings unless where the amount of legal reserve reaches the total authorized capital. The legal reserve can be used to make good the deficit of the Company. When the Company incurs no loss, it may distribute the portion of legal reserve which exceeds 25% of the paid-in capital by issuing new shares or by cash in proportion to the number of shares being held by shareholders.

(d) Special reserve

The special surplus reserve shall be set aside at the time of the assignment of the distributable surplus, on the basis of the difference between the balance of the special surplus reserve at the time of the first IFRS application and the net amount of other equity deductions. For any subsequent use, disposal or reclassification of related assets, the company can reverse the special reserve by proportion and transfer to retained earnings.

Following the adoption of T-IFRS, the FSC on March 31, 2021 issued Order No. Financial-Supervisory-Securities-Corporate-1090150022, which sets out the following provisions for compliance: On a public company's first-time adoption of the IFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders' equity that the company elects to transfer to retained earnings

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by application of the exemption under IFRS 1, Dynamic Electronics (Taoyuan) shall set aside special reserve. For any subsequent use, disposal or reclassification of related assets, Dynamic Electronics (Taoyuan) can reverse the special reserve by proportion and transfer to retained earnings.

As of January 1, 2013, special reserve set aside for the first-time adoption of T-IFRS amounted to NT\$349,310 thousand. Furthermore, Dynamic Electronics (Taoyuan) has reversed special reserve in the amount of NT\$49,644 thousand to retained earnings during the year ended December 31, 2013, due to the use, disposal or reclassification of related assets. As of June 30, 2025, and 2024, special reserve set aside for the first-time adoption of T-IFRS reduced to NT\$299,666 thousand accordingly.

(e) The appropriations of earnings for the years 2024 and 2023 were approved through the stockholders' meeting held on May 22, 2025 and May 16, 2024, respectively. The details of the distributions are as follows.

|                 | Appropriation of earnings |                  | Dividend per share (in NT\$) |       |
|-----------------|---------------------------|------------------|------------------------------|-------|
|                 | 2024                      | 2023             | 2024                         | 2023  |
| Legal reserve   | \$105,074                 | \$100,340        |                              |       |
| Special reserve | (90,287)                  | 65,711           |                              |       |
| Cash dividend   | 416,512                   | 416,512          | \$1.5                        | \$1.5 |
| Total           | <u>\$431,299</u>          | <u>\$582,563</u> |                              |       |

Please refer to Note 6(20) for details on employees' compensation and remuneration to directors.

(D) Non-controlling interests

|   | For the six-month periods ended June 30 |           |
|---|---|-----------|
|   | 2025                                    | 2024      |
| Beginning balance   | \$192,934                               | \$156,899 |
| Profit attributable to non-controlling interests                    | 17,906                                  | 16,981    |
| Exchange differences arising from translation of foreign operations | (17,110)                                | 5,798     |

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|  | For the six-month periods ended June 30 |                  |
|--|---|------------------|
|  | 2025                                    | 2024             |
|  | 24                                      | 2                |
| Subsidiary issues employee stock options |   |                  |
| Ending balance                           | <u>\$193,754</u>                        | <u>\$179,680</u> |

**(16) Share-based distribution plan**

Dynamic Electronics Co., Ltd., a subsidiary of the Group, completed a cash capital increase in 2022, of which 8,252,000 shares are held by the employee stock ownership platform in accordance with the Employee Stock Ownership Management Measures of Dynamic Electronics Co., Ltd. In the first half of 2025 and 2024, the number of shares transferred by employees of the shareholding platform was 57,000 shares and 8,000 shares, respectively, and the expenses recognized in the first half of 2025 and 2024 were NT\$1,127 thousand and NT\$112 thousand, respectively.

**(17) Operating revenues**

|                                       | For the three-month periods<br>ended June 30 |                    | For the six-month periods<br>ended June 30 |                    |
|---------------------------------------|--|--------------------|--|--------------------|
|                                       | 2025   | 2024               | 2025                                       | 2024               |
|                                       | 2025   | 2024               | 2025                                       | 2024               |
| Revenue from contracts with customers |  |                    |  |                    |
| Sales of goods                        | \$4,626,493                                  | \$4,227,251        | \$9,178,383                                | \$8,397,032        |
| Other revenue                         | 2,218  | 875                | 6,450                                      | 1,965              |
| Total                                 | <u>\$4,628,711</u>                           | <u>\$4,228,126</u> | <u>\$9,184,833</u>                         | <u>\$8,398,997</u> |

Analysis of revenue from contracts with customers for the six-month periods ended June 30, 2025, and 2024 are as follows:

**(A) Disaggregation of revenue**

For the three-month periods ended June 30, 2025

|                | PCB Segment | Mock-up Segment | Total       |
|----------------|-------------|-----------------|-------------|
| Sales of goods | \$4,601,569 | \$24,924        | \$4,626,493 |
| Other          | 2,218       | -               | 2,218       |

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|       | PCB Segment        | Mock-up Segment | Total              |
|-------|--------------------|-----------------|--------------------|
| Total | <u>\$4,603,787</u> | <u>\$24,924</u> | <u>\$4,628,711</u> |

The timing for revenue  
recognition:

|                    |                    |                 |                    |
|--------------------|--------------------|-----------------|--------------------|
| At a point in time | <u>\$4,603,787</u> | <u>\$24,924</u> | <u>\$4,628,711</u> |
|--------------------|--------------------|-----------------|--------------------|

For the six-month periods ended June 30, 2025

|                | PCB Segment        | Mock-up Segment | Total              |
|----------------|--------------------|-----------------|--------------------|
| Sales of goods | <u>\$9,142,317</u> | <u>\$36,066</u> | <u>\$9,178,383</u> |
| Other          | <u>6,450</u>       | <u>-</u>        | <u>6,450</u>       |
| Total          | <u>\$9,148,767</u> | <u>\$36,066</u> | <u>\$9,184,833</u> |

The timing for revenue  
recognition:

|                    |                    |                 |                    |
|--------------------|--------------------|-----------------|--------------------|
| At a point in time | <u>\$9,148,767</u> | <u>\$36,066</u> | <u>\$9,184,833</u> |
|--------------------|--------------------|-----------------|--------------------|

For the three-month periods ended June 30, 2024

|                | PCB Segment        | Mock-up Segment | Total              |
|----------------|--------------------|-----------------|--------------------|
| Sales of goods | <u>\$4,212,700</u> | <u>\$14,551</u> | <u>\$4,227,251</u> |
| Other          | <u>875</u>         | <u>-</u>        | <u>875</u>         |
| Total          | <u>\$4,213,575</u> | <u>\$14,551</u> | <u>\$4,228,126</u> |

The timing for revenue  
recognition:

|                    |                    |                 |                    |
|--------------------|--------------------|-----------------|--------------------|
| At a point in time | <u>\$4,213,575</u> | <u>\$14,551</u> | <u>\$4,228,126</u> |
|--------------------|--------------------|-----------------|--------------------|

For the six-month periods ended June 30, 2024

|                | PCB Segment        | Mock-up Segment | Total              |
|----------------|--------------------|-----------------|--------------------|
| Sales of goods | <u>\$8,370,324</u> | <u>\$26,708</u> | <u>\$8,397,032</u> |
| Other          | <u>1,965</u>       | <u>-</u>        | <u>1,965</u>       |
| Total          | <u>\$8,372,289</u> | <u>\$26,708</u> | <u>\$8,398,997</u> |

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|  | PCB Segment        | Mock-up Segment | Total              |
|--|--------------------|-----------------|--------------------|
| The timing for revenue<br>recognition: |                    |                 |                    |
| At a point in time                     | <u>\$8,372,289</u> | <u>\$26,708</u> | <u>\$8,398,997</u> |

**(B) Contract balances**

**(a) Contract liabilities – current**

|  | As of         |               |               |
|--|---------------|---------------|---------------|
|  | Jun. 30, 2025 | Dec. 31, 2024 | Jun. 30, 2024 |
|  | \$996         | \$850         | \$2,016       |

The significant changes in the Group's balances of contract liabilities for the six-month periods as of June 30, 2025, are as follows:

|  | Sales of goods |
|--|----------------|
| The opening balance transferred to revenue   | \$(850)        |
| Increase in receipts in advance during the period (excluding the amount incurred and transferred to revenue during the period) | 996            |

The significant changes in the Group's balances of contract liabilities for the six-month periods as of June 30, 2024, are as follows:

|  | Sales of goods |
|--|----------------|
| The opening balance transferred to revenue   | \$(23,132)     |
| Increase in receipts in advance during the period (excluding the amount incurred and transferred to revenue during the period) | 2,016          |

**(18) Expected credit losses (gains)**

|                      | For the three-month periods |      | For the six-month periods |      |
|----------------------|-----------------------------|------|---------------------------|------|
|                      | ended June 30               |      | ended June 30             |      |
|                      | 2025                        | 2024 | 2025                      | 2024 |
| Operating expenses – |                             |      |                           |      |

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|                                |              |                 |                 |              |  |
|--------------------------------|--------------|-----------------|-----------------|--------------|--|
| Expected credit losses (gains) |              |                 |                 |              |  |
| Account receivables            | <u>\$801</u> | <u>\$10,340</u> | <u>\$12,118</u> | <u>\$156</u> |  |

Please refer to Note 12 for more details on credit risk.

The Group measures the loss allowance of its trade receivables (including notes receivable and accounts receivable) at an amount equal to lifetime expected credit losses. The assessment of the Group's loss allowance as of June 30, 2025, December 31, 2024, and June 30, 2024, are as follows:

(A) The Group considers the grouping of trade receivables by counter parties' credit rating, by geographical region and by industry sector and its loss allowance is measured by using a provision matrix. Details are as follows:

As of June 30, 2025

|                                      | Not yet due<br>(Note) | Past due  |            |            |             |            | Total       |
|--------------------------------------|-----------------------|-----------|------------|------------|-------------|------------|-------------|
|                                      |                       | <=30 days | 31-60 days | 61-90 days | 91-120 days | >=121 days |             |
| Gross carrying amount                | \$5,138,264           | \$41,047  | \$1,102    | \$68       | \$1         | \$932      | \$5,181,414 |
| Loss ratio                           | -%                    | 10%       | 100%       | 100%       | 100%        | 100%       | 100%        |
| Lifetime expected credit losses      | -                     | (4,105)   | (1,102)    | (68)       | (1)         | (932)      | (6,208)     |
| Carrying amount of trade receivables | \$5,138,264           | \$36,942  | \$-        | \$-        | \$-         | \$-        | \$5,175,206 |

As of December 31, 2024

|                                      | Not yet due<br>(Note) | Past due  |            |            |             |            | Total       |
|--------------------------------------|-----------------------|-----------|------------|------------|-------------|------------|-------------|
|                                      |                       | <=30 days | 31-60 days | 61-90 days | 91-120 days | >=121 days |             |
| Gross carrying amount                | \$5,519,546           | \$145,821 | \$9,124    | \$3,803    | \$716       | \$1,549    | \$5,680,559 |
| Loss ratio                           | -%                    | 3%        | 100%       | 100%       | 100%        | 100%       | 100%        |
| Lifetime expected credit losses      | -                     | (4,278)   | (9,124)    | (3,803)    | (716)       | (1,549)    | (19,470)    |
| Carrying amount of trade receivables | \$5,519,546           | \$141,543 | \$-        | \$-        | \$-         | \$-        | \$5,661,089 |

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As of June 30, 2024

|                                      | Not yet due<br>(Note) | Past due  |            |            |             |            | Total       |
|--------------------------------------|-----------------------|-----------|------------|------------|-------------|------------|-------------|
|                                      |                       | <=30 days | 31-60 days | 61-90 days | 91-120 days | >=121 days |             |
| Gross carrying amount                | \$4,804,609           | \$79,594  | \$14,005   | \$4,419    | \$1,600     | \$1,012    | \$4,905,239 |
| Loss ratio                           | -%                    | 10%       | 34%        | 100%       | 100%        | 100%       |             |
| Lifetime expected credit losses      | -                     | (7,960)   | (4,792)    | (4,419)    | (1,600)     | (1,012)    | (19,783)    |
| Carrying amount of trade receivables | \$4,804,609           | \$71,634  | \$9,213    | \$-        | \$-         | \$-        | \$4,885,456 |

Note: All the Group's notes receivable were not past due.

(B) The movement in the provision for impairment of notes receivable and accounts receivable for the six-month periods ended June 30, 2025, and 2024, are as follows:

|   | Notes receivable | Accounts receivable |
|---|------------------|---------------------|
| Beginning balance as of January 1, 2025     | \$-              | \$19,470            |
| Addition/ (reversal) for the current period | -                | (12,118)            |
| Effect of exchange rate changes             | -                | (1,144)             |
| Ending balance as of June 30, 2025          | \$-              | \$6,208             |
|   |                  |                     |
| Beginning balance as of January 1, 2024     | \$-              | \$18,634            |
| Addition/ (reversal) for the current period | -                | 156                 |
| Effect of exchange rate changes             | -                | 993                 |
| Ending balance as of June 30, 2024          | \$-              | \$19,783            |

(19) Leases

(A) Group as a lessee

The Group leases various properties, including real estate including land, houses and buildings, also machinery and transportation equipment. The lease terms range from 2 to 50 years. The Group is not allowed to loan, sub-lease or sell without obtaining the consent from the lessors.

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The Group's leases effect on the financial position, financial performance and cash flows are as follows:

(a) Amounts recognized in the balance sheet

a. Right-of-use assets

The carrying amount of right-of-use assets

|                            | Land             | Buildings      | Machinery and equipment | Transportation equipment | Total            |
|----------------------------|------------------|----------------|-------------------------|--------------------------|------------------|
| <b>Cost:</b>               |                  |                |                         |                          |                  |
| As of January 1, 2025      | \$473,563        | \$1,226        | \$4,730                 | \$6,992                  | \$486,511        |
| Additions                  | -                | -              | -                       | -                        | -                |
| Disposals                  | -                | -              | -                       | -                        | -                |
| Exchange differences       | (48,578)         | (126)          | (485)                   | (117)                    | (49,306)         |
| <b>As of June 30, 2025</b> | <b>\$424,985</b> | <b>\$1,100</b> | <b>\$4,245</b>          | <b>\$6,875</b>           | <b>\$437,205</b> |

Cost:

|                            |                  |                |                |                |                  |
|----------------------------|------------------|----------------|----------------|----------------|------------------|
| As of January 1, 2024      | \$450,137        | \$1,158        | \$4,496        | \$7,138        | \$462,929        |
| Additions                  | -                | -              | -              | 5,853          | 5,853            |
| Disposals                  | -                | -              | -              | (6,056)        | (6,056)          |
| Exchange differences       | 22,637           | 58             | 226            | 55             | 22,976           |
| <b>As of June 30, 2024</b> | <b>\$472,774</b> | <b>\$1,216</b> | <b>\$4,722</b> | <b>\$6,990</b> | <b>\$485,702</b> |

Depreciation and impairment:

|                            |                 |              |                |                |                 |
|----------------------------|-----------------|--------------|----------------|----------------|-----------------|
| As of January 1, 2025      | \$80,763        | \$306        | \$4,730        | \$2,331        | \$88,130        |
| Depreciation               | 4,561           | 295          | -              | 1,085          | 5,941           |
| Disposals                  | -               | -            | -              | -              | -               |
| Exchange differences       | (8,596)         | (51)         | (485)          | (47)           | (9,179)         |
| <b>As of June 30, 2025</b> | <b>\$76,728</b> | <b>\$550</b> | <b>\$4,245</b> | <b>\$3,369</b> | <b>\$84,892</b> |

Depreciation and impairment:

|                       |          |       |         |         |          |
|-----------------------|----------|-------|---------|---------|----------|
| As of January 1, 2024 | \$67,765 | \$868 | \$3,372 | \$6,201 | \$78,206 |
| Depreciation          | 4,591    | 295   | 1,146   | 1,086   | 7,118    |
| Disposals             | -        | -     | -       | (6,056) | (6,056)  |

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|                      | Land     | Buildings | Machinery and | Transportation | Total    |
|----------------------|----------|-----------|---------------|----------------|----------|
|                      |          |           | equipment     | equipment      |          |
| Exchange differences | 3,545    | 53        | 204           | 10             | 3,812    |
| As of June 30, 2024  | \$75,901 | \$1,216   | \$4,722       | \$1,241        | \$83,080 |

Net carrying amount as of:

|                   |           |       |     |         |           |
|-------------------|-----------|-------|-----|---------|-----------|
| June 30, 2025     | \$348,257 | \$550 | \$- | \$3,506 | \$352,313 |
| December 31, 2024 | \$392,800 | \$920 | \$- | \$4,661 | \$398,381 |
| June 30, 2024     | \$396,873 | \$-   | \$- | \$5,749 | \$402,622 |

Please refer to Note 8 for more details on right-of-use assets under pledge.

b. Lease liabilities

|                   | As of         |               |               |
|-------------------|---------------|---------------|---------------|
|                   | Jun. 30, 2025 | Dec. 31, 2024 | Jun. 30, 2024 |
| Lease liabilities | \$4,010       | \$5,495       | \$5,812       |
| Current           | \$2,659       | \$2,719       | \$2,293       |
| Non-current       | 1,351         | 2,776         | 3,519         |
| Total             | \$4,010       | \$5,495       | \$5,812       |

Please refer to Note 6(21)(D) for the interest on lease liabilities recognized for the three-month and six-month periods ended June 30, 2025, and 2024; and refer to Note 12(5) Liquidity Risk Management for the maturity analysis for lease liabilities as of June 30, 2025, December 31, 2024, and June 30, 2024.

(b) Income and costs relating to leasing activities

|  | For the three-month periods |          | For the six-month periods |          |
|--|-----------------------------|----------|---------------------------|----------|
|  | ended June 30               |          | ended June 30             |          |
|  | 2025                        | 2024     | 2025                      | 2024     |
| The expenses relating to short-term leases | \$12,276                    | \$10,557 | \$44,071                  | \$16,251 |

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As of June 30, 2025, December 31, 2024, and June 30, 2024, the portfolio of short-term leases of the Group to which it is committed at the end of the reporting period is dissimilar to the portfolio of short-term leases to which the short-term lease expenses disclosed above and the amount of its lease commitments is all NT\$0.

**(c) Cash outflow relating to leasing activities**

For the six-month periods ended June 30, 2025, and 2024, the Group's total cash outflows for leases amounting to NT\$45,454 thousand and NT\$18,810 thousand, respectively.

(20) Summary of employee benefits, depreciation and amortization expenses by function is as follows:

| Nature                     | Function | For the three-month periods ended<br>June 30, 2025 |                    |              | For the three-month periods ended<br>June 30, 2024 |                    |              |
|----------------------------|----------|--|--------------------|--------------|--|--------------------|--------------|
|                            |          | Operating costs                                    | Operating expenses | Total amount | Operating costs                                    | Operating expenses | Total amount |
| Employee benefits expense  |          |  |                    |              |  |                    |              |
| Salaries                   |          | \$421,554  | \$291,061          | \$712,615    | \$378,757  | \$305,309          | \$684,066    |
| Labor and health insurance |          | 382  | 446                | 828          | 349  | 612                | 961          |
| Pension                    |          | 66   | 322                | 388          | 58   | 324                | 382          |
| Other employee benefits    |          | 28   | 333                | 361          | 68   | 30                 | 98           |
| Depreciation               |          | 335,176  | 55,804             | 390,980      | 253,837  | 33,997             | 287,834      |
| Amortization               |          | 840  | 5,892              | 6,732        | 393  | 2,515              | 2,908        |

| Nature                     | Function | For the six-month periods ended<br>June 30, 2025 |                    |              | For the six-month periods ended<br>June 30, 2024 |                    |              |
|----------------------------|----------|--|--------------------|--------------|--|--------------------|--------------|
|                            |          | Operating costs                                  | Operating expenses | Total amount | Operating costs                                  | Operating expenses | Total amount |
| Employee benefits expense  |          |  |                    |              |  |                    |              |
| Salaries                   |          | \$885,245  | \$566,431          | \$1,451,676  | \$763,711  | \$553,882          | \$1,317,593  |
| Labor and health insurance |          | 917  | 945                | 1,862        | 678  | 1,080              | 1,758        |
| Pension                    |          | 133  | 648                | 781          | 129  | 637                | 766          |
| Other employee benefits    |          | 188  | 780                | 968          | 127  | 44                 | 171          |
| Depreciation               |          | 675,334  | 124,407            | 799,741      | 509,133  | 67,511             | 576,644      |

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| Nature       | Function | For the six-month periods ended<br>June 30, 2025 |                       |              | For the six-month periods ended<br>June 30, 2024 |                       |              |
|--------------|----------|--|-----------------------|--------------|--|-----------------------|--------------|
|              |          | Operating<br>costs                               | Operating<br>expenses | Total amount | Operating<br>costs                               | Operating<br>expenses | Total amount |
| Amortization |          | 1,745  | 11,499                | 13,244       | 724  | 6,018                 | 6,742        |

According to the Articles of Incorporation, if there is profit in the year, no less than 0.1% shall be allocated as employee compensation (of the aforementioned employee remuneration amount, no less than 1% shall be set aside as remuneration for entry-level employees) and no more than 3% as director remuneration. However, when there are accumulated losses, the profit shall be used to cover the losses first. The Company may, by a resolution adopted by a majority vote at a meeting of Board of Directors attended by two-thirds of the total number of directors, have the profit distributable as employees' compensation in the form of shares or in cash; and in addition thereto, a report of such distribution is submitted to the shareholders' meeting. Information on the Board of Directors' resolution regarding the employees' compensation and remuneration to directors can be obtained from the "Market Observation Post System" on the website of the TWSE.

Based on profit of the three-month and six-month periods ended June 30, 2025, the Company estimated the amounts of the employees' compensation and remuneration to directors for the three-month and six-month periods ended June 30, 2025 to be not lower than 0.1% and not higher than 3% of profit of the current year, recognized as employee benefits expense. As such, employees' compensation and remuneration to directors for the three-month and six-month periods ended June 30, 2025 amounted to NT\$1,566 thousand and NT\$4,431 thousand, NT\$3,132 thousand and NT\$8,502 thousand, respectively.

Based on profit of the three-month and six-month periods ended June 30, 2024, the Company estimated the amounts of the employees' compensation and remuneration to directors for the three-month and six-month periods ended June 30, 2024 to be not lower than 0.1% and not higher than 3% of profit of the current year, recognized as employee benefits expense. As such, employees' compensation and remuneration to directors for the three-month and six-month periods ended June 30, 2024 amounted to NT\$1,740 thousand and NT\$5,557 thousand, NT\$3,480 thousand and NT\$9,887 thousand, respectively.

On February 26, 2025, the board of directors of the company resolved to pay the employees' compensation and remuneration to directors for 2024 amount NT\$6,862 thousand and

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NT\$16,455 thousand in cash respectively. There is no difference from the amount of the expense listed in the 2024 financial report.

On February 27, 2024, the board of directors of the company resolved to pay the employees' compensation and remuneration to directors for 2023 amount NT\$6,897 thousand and NT\$15,385 thousand in cash respectively. There is no difference from the amount of the expense listed in the 2023 financial report.

**(21) Non-operating income and expenses**

**(A) Interest income**

|  | For the three-month<br>periods ended June 30 |                 | For the six-month periods<br>ended June 30 |                 |
|--|--|-----------------|--|-----------------|
|  | 2025   | 2024            | 2025                                       | 2024            |
| Interest income                                |  |                 |  |                 |
| Financial assets measured at<br>amortized cost | \$5,231                                      | \$12,410        | \$7,979                                    | \$23,607        |
| Deposit interest                               | 10   | 9               | 19   | 18              |
| Total  | <u>\$5,241</u>                               | <u>\$12,419</u> | <u>\$7,998</u>                             | <u>\$23,625</u> |

**(B) Other income**

|                       | For the three-month<br>periods ended June 30 |                 | For the six-month periods<br>ended June 30 |                  |
|-----------------------|--|-----------------|--|------------------|
|                       | 2025   | 2024            | 2025                                       | 2024             |
| Other income – others | <u>\$51,115</u>                              | <u>\$78,460</u> | <u>\$142,867</u>                           | <u>\$130,523</u> |

**(C) Other gains and losses**

|   | For the three-month<br>periods ended June 30 |           | For the six-month periods<br>ended June 30 |           |
|---|--|-----------|--|-----------|
|   | 2025   | 2024      | 2025                                       | 2024      |
| Gain (loss) on disposal of<br>property, plant and equipment         | \$4,925                                      | \$(4,515) | \$4,925                                    | \$(3,527) |
| Foreign exchange gains (losses),<br>net                             | 164,939                                      | 41,570    | 196,625                                    | 103,245   |
| Gains (losses) on financial assets<br>and liabilities at fair value | -  | (9)       | -  | (816)     |

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|                        | For the three-month<br>periods ended June 30 |                | For the six-month periods<br>ended June 30 |                 |
|------------------------|--|----------------|--|-----------------|
|                        | 2025   | 2024           | 2025                                       | 2024            |
| through profit or loss |  |                |  |                 |
| Impairment loss        | -  | (40)           | -  | (40)            |
| Others losses—others   | (4,226)                                      | (27,905)       | (7,016)                                    | (29,311)        |
| Total                  | <u>\$165,638</u>                             | <u>\$9,101</u> | <u>\$194,534</u>                           | <u>\$69,551</u> |

(D) Finance costs

|                                  | For the three-month<br>periods ended June 30 |                  | For the six-month periods<br>ended June 30 |                  |
|----------------------------------|--|------------------|--|------------------|
|                                  | 2025   | 2024             | 2025                                       | 2024             |
| Interest on borrowings from bank | \$132,989                                    | \$119,563        | \$263,656                                  | \$225,556        |
| Interest on lease liabilities    | 20   | 28               | 45   | 65               |
| Total                            | <u>\$133,009</u>                             | <u>\$119,591</u> | <u>\$263,701</u>                           | <u>\$225,621</u> |

(22) Components of other comprehensive income (loss)

For the three-month periods ended June 30, 2025

|   | Reclassification             |                      | Income tax          |            | OCI,<br>Net of tax |
|---|------------------------------|----------------------|---------------------|------------|--------------------|
|   | Arising during<br>the period | during the<br>period | benefit<br>Subtotal | (expense)  |                    |
|   |                              |                      |                     |            |                    |
| May be reclassified to profit or<br>loss in subsequent periods:         |                              |                      |                     |            |                    |
| Exchange differences arising on<br>translation of foreign<br>operations | <u>\$956,162</u>             | <u>\$-</u>           | <u>\$956,162</u>    | <u>\$-</u> | <u>\$956,162</u>   |

For the three-month periods ended June 30, 2024

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|   | Reclassification             |                      | Income tax |                      |                    |
|---|------------------------------|----------------------|------------|----------------------|--------------------|
|   | Arising during<br>the period | during the<br>period | Subtotal   | benefit<br>(expense) | OCI,<br>Net of tax |
| May be reclassified to profit or<br>loss in subsequent periods:         |                              |                      |            |                      |                    |
| Exchange differences arising on<br>translation of foreign<br>operations | \$70,580                     |                      | \$-        | \$70,580             | \$-                |
|   |                              |                      |            |                      |                    |
| For the six-month periods ended June 30, 2025                           |                              |                      |            |                      |                    |
|   |                              |                      |            |                      |                    |

|   | Reclassification             |                      | Income tax |                      |                    |
|---|------------------------------|----------------------|------------|----------------------|--------------------|
|   | Arising during<br>the period | during the<br>period | Subtotal   | benefit<br>(expense) | OCI,<br>Net of tax |
| May be reclassified to profit or<br>loss in subsequent periods:         |                              |                      |            |                      |                    |
| Exchange differences arising on<br>translation of foreign<br>operations | \$(797,861)                  |                      | \$-        | \$(797,861)          | \$-                |
|   |                              |                      |            |                      |                    |

For the six-month periods ended June 30, 2024

|   | Reclassification             |                      | Income tax |                      |                    |
|---|------------------------------|----------------------|------------|----------------------|--------------------|
|   | Arising during<br>the period | during the<br>period | Subtotal   | benefit<br>(expense) | OCI,<br>Net of tax |
| May be reclassified to profit or<br>loss in subsequent periods:         |                              |                      |            |                      |                    |
| Exchange differences arising on<br>translation of foreign<br>operations | \$258,390                    |                      | \$-        | \$258,390            | \$-                |
|   |                              |                      |            |                      |                    |

**(23) Income tax**

(A) The major components of income tax expense (income) are as follows:

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Income tax expense (income) recognized in profit or loss

|  | For the three-month periods<br>ended June 30 |                         | For the six-month periods<br>ended June 30 |                         |
|--|--|-------------------------|--|-------------------------|
|  | 2025   | 2024                    | 2025                                       | 2024                    |
| <b>Current income tax expense (income):</b>  |  |                         |  |                         |
| Current income tax charge  | \$73,138                                     | \$(85,166)              | \$114,023                                  | \$113,364               |
| Adjustment of current<br>income tax from<br>previous years   | 14,742                                       | 3,330                   | 1,606                                      | 3,330                   |
| <b>Deferred tax expense (income):</b>  |  |                         |  |                         |
| Deferred tax expense<br>(income) relating to<br>origination and reversal<br>of temporary differences | 110,918                                      | 261,146                 | 68,056                                     | 183,294                 |
| <b>Total income tax expense</b>  | <b><u>\$198,798</u></b>                      | <b><u>\$179,310</u></b> | <b><u>\$183,685</u></b>                    | <b><u>\$299,988</u></b> |

(B) The assessment of income tax returns

As of June 30, 2025, the assessment status of income tax returns of the Company and subsidiaries are as follows:

|  | <u>The assessment of income tax returns</u> |
|--|---|
| The Company  | Assessed and approved up to 2023            |
| Subsidiary - Dynamic Electronics (Taoyuan) Co., Ltd. | Assessed and approved up to 2023            |
| Subsidiary - CHIANAN TECHNOLOGY CO., LTD.            | Assessed and approved up to 2023            |
| Subsidiary - CHENG CHONG TECHNOLOGY CO., LTD.        | Assessed and approved up to 2023            |

(24) Earnings per share

Basic earnings per share are calculated by dividing net profit for the year attributable to ordinary equity holders of the parent entity by the weighted average number of ordinary shares outstanding during the year.

Diluted earnings per share are calculated by dividing the net profit attributable to ordinary equity holders of the parent entity (after adjusting any influences) by the weighted average

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number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

|   | For the three-month periods |                  | For the six-month periods |                  |
|---|-----------------------------|------------------|---------------------------|------------------|
|   | ended June 30               |                  | ended June 30             |                  |
|   | 2025                        | 2024             | 2025                      | 2024             |
| <b>(A) Basic earnings per share</b>   |                             |                  |                           |                  |
| Net income available to common shareholders of the parent (in thousand NT\$)                | <u>\$258,414</u>            | <u>\$340,222</u> | <u>\$524,172</u>          | <u>\$622,802</u> |
| Weighted average number of common stocks outstanding (in thousand shares)                   | <u>277,675</u>              | <u>277,675</u>   | <u>277,675</u>            | <u>277,675</u>   |
| Basic earnings per share (in NT\$)  | <u>\$0.93</u>               | <u>\$1.23</u>    | <u>\$1.89</u>             | <u>\$2.24</u>    |
| <b>(B) Diluted earnings per share</b>   |                             |                  |                           |                  |
| Net income available to common shareholders of the parent (in thousand NT\$)                | <u>\$258,414</u>            | <u>\$340,222</u> | <u>\$524,172</u>          | <u>\$622,802</u> |
| Net income available to common shareholders of the parent after dilution (in thousand NT\$) | <u>\$258,414</u>            | <u>\$340,222</u> | <u>\$524,172</u>          | <u>\$622,802</u> |
| Weighted average number of common stocks outstanding (in thousand shares)                   | 277,675                     | 277,675          | 277,675                   | 277,675          |
| Effect of dilution:   |                             |                  |                           |                  |
| Employee bonus (compensation) – stock (in thousand shares)                                  | <u>124</u>                  | <u>101</u>       | <u>114</u>                | <u>92</u>        |
| Weighted average number of common stocks outstanding after dilution (in thousand shares)    | <u>277,799</u>              | <u>277,776</u>   | <u>277,789</u>            | <u>277,767</u>   |
| Diluted earnings per share (in NT\$)  | <u>\$0.93</u>               | <u>\$1.22</u>    | <u>\$1.89</u>             | <u>\$2.24</u>    |

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There were no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date the financial statements were authorized for issue.

**7. Related party transactions**

Significant transactions with related parties

Key management personnel compensation

|                              | For the three-month periods |                | For the six-month periods |                 |
|------------------------------|-----------------------------|----------------|---------------------------|-----------------|
|                              | ended June 30               |                | ended June 30             |                 |
|                              | 2025                        | 2024           | 2025                      | 2024            |
| Short-term employee benefits | \$3,767                     | \$5,872        | \$7,403                   | \$11,441        |
| Post-employment benefits     | 133                         | 133            | 265                       | 266             |
| <b>Total</b>                 | <b>\$3,900</b>              | <b>\$6,005</b> | <b>\$7,668</b>            | <b>\$11,707</b> |

**8. Assets pledged as collateral**

As of June 30, 2025, December 31, 2024, and June 30, 2024, the assets pledged for the Group's loans are as follows:

| Item  | Book value         | Purpose of pledge |
|---|--------------------|-------------------|
| <b>As of June 30, 2025</b>                              |                    |                   |
| Financial assets measured at amortized cost             | \$29,961           | Secured loans     |
| Property, plant and equipment – Buildings               | 2,367,007          | Secured loans     |
| Property, plant and equipment – Machinery and equipment | 619,020            | Secured loans     |
| Property, plant and equipment – Other equipment         | 1,289              | Secured loans     |
| Right-of-use assets                                     | 325,957            | Secured loans     |
| Notes receivable  | 5,526              | Secured loans     |
| <b>Total</b>  | <b>\$3,348,760</b> |                   |

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| Item  | Book value                | Purpose of pledge |
|---|---------------------------|-------------------|
| <b><u>As of December 31, 2024</u></b>                   |                           |                   |
| Property, plant and equipment – Buildings               | \$2,724,099               | Secured loans     |
| Property, plant and equipment – Machinery and equipment | 776,859                   | Secured loans     |
| Property, plant and equipment – Other equipment         | 1,437                     | Secured loans     |
| Right-of-use assets                                     | 367,487                   | Secured loans     |
| Notes receivable  | 130,036                   | Secured loans     |
| <b>Total</b>  | <b><u>\$3,999,918</u></b> |                   |
| <b><u>As of June 30, 2024</u></b>                       |                           |                   |
| Property, plant and equipment – Buildings               | \$2,792,364               | Secured loans     |
| Property, plant and equipment – Machinery and equipment | 866,076                   | Secured loans     |
| Property, plant and equipment – Office equipment        | 14,986                    | Secured loans     |
| Property, plant and equipment – Other equipment         | 3,045                     | Secured loans     |
| Right-of-use assets                                     | 371,138                   | Secured loans     |
| Financial assets measured at amortized cost             | 13,955                    | Secured loans     |
| Notes receivable  | 275,417                   | Secured loans     |
| <b>Total</b>  | <b><u>\$4,336,981</u></b> |                   |

**9. Significant contingencies and unrecognized contract commitments**

As of June 30, 2025, the Group's outstanding contracts relating to purchased property, plant and equipment are as follows:

| Type of Asset                        | Total Amount       | Amount paid      | Amount unpaid      |
|--------------------------------------|--------------------|------------------|--------------------|
| Machinery and construction contracts | <u>\$1,994,469</u> | <u>\$976,865</u> | <u>\$1,017,604</u> |

Amount paid was recorded under construction in progress and equipment to be examined (including prepayment for equipment).

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**10. Losses due to major disasters**

None.

**11. Significant subsequent events**

For business development purposes, our subsidiary, Dynamic Electronics Co., Ltd. (Huangshi), indirectly invested a total of US\$30 million in Dynamic Technology Manufacturing (Thailand) Co., Ltd. through Dynamic Overseas Investment on July 7 and July 17, 2025.

**12. Others**

**(1) Categories of financial instruments**

**Financial assets**

|  | As of              |                    |                    |
|--|--------------------|--------------------|--------------------|
|  | Jun. 30, 2025      | Dec. 31, 2024      | Jun. 30, 2024      |
| Financial assets measured at amortized cost:       |                    |                    |                    |
| Cash and cash equivalents (excluding cash on hand) | \$3,894,330        | \$2,847,685        | \$4,327,292        |
| Financial assets measured at amortized cost        | 29,961             | -                  | 13,955             |
| Notes receivables                                  | 447,924            | 408,424            | 331,165            |
| Account receivables                                | 4,727,282          | 5,252,665          | 4,554,291          |
| Other receivables                                  | 174,593            | 171,451            | 195,348            |
| Refundable deposits                                | 23,318             | 21,081             | 19,837             |
| <b>Total</b>                                       | <b>\$9,297,408</b> | <b>\$8,701,306</b> | <b>\$9,441,888</b> |

**Financial liabilities**

|   | As of         |               |               |
|---|---------------|---------------|---------------|
|   | Jun. 30, 2025 | Dec. 31, 2024 | Jun. 30, 2024 |
| Financial liabilities measured at amortized cost: |               |               |               |
| Short-term loans                                  | \$8,250,244   | \$7,988,526   | \$6,965,064   |
| Payables  | 7,062,553     | 8,944,882     | 5,653,947     |

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|   | As of               |                     |                     |
|---|---------------------|---------------------|---------------------|
|   | Jun. 30, 2025       | Dec. 31, 2024       | Jun. 30, 2024       |
| Bonds payable (including current portion<br>with maturity less than 1 year)     | -                   | -                   | -                   |
| Long-term loans (including current portion<br>with maturity less than 1 year)   | 5,916,006           | 3,703,522           | 4,613,439           |
| Lease liabilities (including current portion<br>with maturity less than 1 year) | 4,010               | 5,495               | 5,812               |
| <b>Total</b>  | <b>\$21,232,813</b> | <b>\$20,642,425</b> | <b>\$17,238,262</b> |

**(2) Financial risk management objectives and policies**

The Group's principal financial risk management objective is to manage the market risk, credit risk and liquidity risk related to its operating activates. The Group identifies measures and manages the aforementioned risks based on the Group's policy and risk appetite.

The Group has established appropriate policies, procedures and internal controls for financial risk management. Before the Group enters into significant transactions, the Board of Directors and Audit Committee must carry out due approval process based on related protocols and internal control procedures. The Group complies with its financial risk management policies at all times.

**(3) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market prices comprise currency risk, interest rate risk and other price risk (such as equity risk).

In practice, it is rarely the case that a single risk variable will change independently from other risk variables. There are usually interdependencies between risk variables. However, the sensitivity analysis disclosed below does not take into account the interdependencies between risk variables.

**Foreign currency risk**

The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the

Group's operating activities (when revenue or expense are denominated in a different currency from the Group's functional currency) and the Group's net investments in foreign subsidiaries.

The Group has certain foreign currency receivables to be denominated in the same foreign currency with certain foreign currency payables, therefore natural hedge is received. The Group also uses forward contracts to hedge the foreign currency risk on certain items denominated in foreign currencies. Hedge accounting is not applied as they did not qualify for hedge accounting criteria. Furthermore, as net investments in foreign subsidiaries are for strategic purposes, they are not hedged by the Group.

The foreign currency sensitivity analysis of the possible change in foreign exchange rates on the Group's profit is performed on significant monetary items denominated in foreign currencies as at the end of the reporting period. The Group's foreign currency risk is mainly related to the volatility in the exchange rates for foreign currency. The information of the sensitivity analyses is as follows:

When NTD strengthens/weakens against USD by 1%, the profit for the six-month periods ended June 30, 2025, and 2024 is decreased/increased by NT\$14,752 thousand and NT\$21,415 thousand, respectively.

When NTD strengthens/weakens against RMB by 1%, the profit for the six-month periods ended June 30, 2025, and 2024 is increased/decreased by NT\$68,735 thousand and NT\$58,095 thousand, respectively.

#### Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's loans and receivables at variable interest rates, bank borrowings with fixed interest rates and variable interest rates.

The interest rate sensitivity analysis is performed on items exposed to interest rate risk as at the end of the reporting period, including investments and borrowings with variable interest rates and interest rate swaps. At the reporting date, a change of 0.1% of interest rate in a reporting period could cause the profit for the six-month periods ended June 30, 2025, and 2024 to decrease/increase by NT\$5,161 thousand and NT\$4,896 thousand, respectively.

Equity price risk

As of June 30, 2025, and 2024, the Group does not hold equity securities at fair value; therefore the Group is not subject to equity price risk.

(4) Credit risk management

Credit risk is the risk that counterparty will not meet its obligations under a contract, leading to a financial loss. The Group is exposed to credit risk from operating activities (primarily for accounts receivables and notes receivables) and from its financing activities, including bank deposits and other financial instruments.

Credit risk is managed by each business unit subject to the Group's established policy, procedures and control relating to credit risk management. Credit limits are established for all counter parties based on their financial position, rating from credit rating agencies, historical experience, prevailing economic condition and the Group's internal rating criteria etc. Certain counter parties' credit risk will also be managed by taking credit enhancing procedures, such as requesting for prepayment or insurance.

As of June 30, 2025, December 31, 2024, and June 30, 2024, accounts receivable from top ten customers represent 57.00%, 62.81% and 62.53% of the total accounts receivables of the Group, respectively. The credit concentration risk of other accounts receivables is insignificant.

Credit risk from balances with banks, fixed income securities and other financial instruments is managed by the Group's treasury in accordance with the Group's policy. The Group only transacts with counterparties approved by the internal control procedures, which are banks and financial institutions, companies and government entities with good credit rating. Consequently, there is no significant credit risk for these counter parties.

The Group adopted IFRS 9 to assess the expected credit losses. Except for the loss allowance of trade receivables is measured at lifetime expected credit losses, the remaining debt instrument investments which are not measured at fair value through profit or loss, low credit risk for these investments is a prerequisite upon acquisition and by using their credit risk as a basis for the distinction of categories.

Financial assets are written off when there is no realistic prospect of future recovery (the issuer

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or the debtor is in financial difficulties or bankruptcy).

**(5) Liquidity risk management**

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash and cash equivalents, bank borrowings and finance leases. The table below summarizes the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments and contractual maturity. The payment amount includes the contractual interest. The undiscounted payment relating to borrowings with variable interest rates is extrapolated based on the estimated interest rate yield curve as of the end of the reporting period.

**Non-derivative financial liabilities**

|                                   | <u>&lt; 1 year</u> | <u>2 to 3 years</u> | <u>4 to 5 years</u> | <u>&gt; 5 years</u> | <u>Total</u> |
|-----------------------------------|--------------------|---------------------|---------------------|---------------------|--------------|
| <b><u>As of Jun. 30, 2025</u></b> |                    |                     |                     |                     |              |
| Loans                             | \$7,699,917        | \$4,234,138         | \$1,577,503         | \$-                 | \$13,511,558 |
| Payables                          | 7,062,553          | -                   | -                   | -                   | 7,062,553    |
| Lease liabilities                 | 2,739              | 1,193               | 188                 | -                   | 4,120        |
| <b><u>As of Dec. 31, 2024</u></b> |                    |                     |                     |                     |              |
| Loans                             | \$8,406,447        | \$1,836,751         | \$1,768,897         | \$342,062           | \$12,354,157 |
| Payables                          | 8,944,882          | -                   | -                   | -                   | 8,944,882    |
| Lease liabilities                 | 2,751              | 2,698               | 203                 | -                   | 5,652        |
| <b><u>As of Jun. 30, 2024</u></b> |                    |                     |                     |                     |              |
| Loans                             | \$8,493,827        | \$1,156,899         | \$1,515,080         | \$690,253           | \$11,856,059 |
| Payables                          | 5,653,947          | -                   | -                   | -                   | 5,653,947    |
| Lease liabilities                 | 2,366              | 3,576               | -                   | -                   | 5,942        |

**(6) Reconciliation of liabilities arising from financing activities**

**Reconciliation of liabilities for the six-month periods ended June 30, 2025:**

|                    | Short-term<br>loans | Long-term<br>loans | Refundable<br>deposits | Lease<br>liabilities | Total liabilities<br>from financing<br>activities |
|--------------------|---------------------|--------------------|------------------------|----------------------|---|
| As of Jan. 1, 2025 | \$7,988,526         | \$3,703,522        | \$76,272               | \$5,495              | \$11,773,815                                      |
| Cash flows         | 261,718             | 2,557,981          | 14,386                 | (1,383)              | 2,832,702   |

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|                              | Short-term<br>loans | Long-term<br>loans | Refundable<br>deposits | Lease<br>liabilities | Total liabilities<br>from financing<br>activities |
|------------------------------|---------------------|--------------------|------------------------|----------------------|---|
| Non-cash changes             |                     |                    |                        |                      |   |
| Interest expense             | -                   | -                  | -                      | 45                   | 45  |
| Foreign exchange<br>movement | -                   | (345,497)          | -                      | (147)                | (345,644)   |
| As of Jun. 30, 2025          | <u>\$8,250,244</u>  | <u>\$5,916,006</u> | <u>\$90,658</u>        | <u>\$4,010</u>       | <u>\$14,260,918</u>                               |

Reconciliation of liabilities for the six-month periods ended June 30, 2024:

|                              | Short-term<br>loans | Long-term<br>loans | Refundable<br>deposits | Lease<br>liabilities | Total liabilities<br>from financing<br>activities |
|------------------------------|---------------------|--------------------|------------------------|----------------------|---|
| As of Jan. 1, 2024           | \$3,906,953         | \$4,349,069        | \$141,437              | \$2,574              | \$8,400,033                                       |
| Cash flows                   | 3,058,111           | 45,659             | (66,569)               | (2,559)              | 3,034,642   |
| Non-cash changes             |                     |                    |                        |                      |   |
| Lease modification           | -                   | -                  | -                      | 5,649                | 5,649   |
| Interest expense             | -                   | -                  | -                      | 65                   | 65  |
| Foreign exchange<br>movement | -                   | 218,711            | -                      | 83                   | 218,794   |
| As of Jun. 30, 2024          | <u>\$6,965,064</u>  | <u>\$4,613,439</u> | <u>\$74,868</u>        | <u>\$5,812</u>       | <u>\$11,659,183</u>                               |

(7) Fair values of financial instruments

(A) The methods and assumptions applied in determining the fair value of financial instruments:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used by the Group to measure or disclose the fair values of financial assets and financial liabilities:

(a) The carrying amount of cash and cash equivalents, accounts receivables, accounts payable and other current liabilities approximate their fair value due to their short maturities.

- (b) For financial assets and liabilities traded in an active market with standard terms and conditions, their fair value is determined based on market quotation price (including listed equity securities, beneficiary certificates, bonds and futures etc.) at the reporting date.
- (c) Fair value of equity instruments without market quotations (including private placement of listed equity securities, unquoted public company and private company equity securities) are estimated using the market method valuation techniques based on parameters such as prices based on market transactions of equity instruments of identical or comparable entities and other relevant information (for example, inputs such as discount for lack of marketability, P/E ratio of similar entities and Price-Book ratio of similar entities).
- (d) Fair value of debt instruments without market quotations, bank loans, bonds payable and other non-current liabilities are determined based on the counterparty prices or valuation method. The valuation method uses DCF method as a basis, and the assumptions such as the interest rate and discount rate are primarily based on relevant information of similar instrument (such as yield curves published by the Taipei Exchange, average prices for Fixed Rate Commercial Paper published by Reuters and credit risk, etc.)
- (e) The fair value of derivatives which are not options and without market quotations, is determined based on the counterparty prices or discounted cash flow analysis using interest rate yield curve for the contract period. Fair value of option-based derivative financial instruments is obtained using on the counterparty prices or appropriate option pricing model (for example, Black-Scholes model) or other valuation method (for example, Monte Carlo Simulation).

**(B) Fair value of financial instruments measured at amortized cost**

The carrying amount of the Group's financial assets and liabilities measured at amortized cost approximate their fair value.

**(C) Fair value measurement hierarchy for financial instruments**

Please refer to Note 12(9) for fair value measurement hierarchy for financial instruments of the Group.

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(8) Derivative financial instruments

The Group does not have any derivative financial instruments as of June 30, 2025, December 31, 2024, and June 30, 2024.

(9) Fair value measurement hierarchy

(A) Fair value measurement hierarchy

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole. Level 1, 2 and 3 inputs are described as follows:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 – Unobservable inputs for the asset or liability.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorization at the end of each reporting period.

(B) Fair value measurement hierarchy of the Group's assets and liabilities

The Group does not have assets that are measured at fair value on a recurring and non-recurring basis.

(10) Significant assets and liabilities denominated in foreign currencies

Information regarding the significant assets and liabilities denominated in foreign currencies is as follows (in thousand dollars):

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| As of                               |                       |       |                     |                       |       |                     |
|-------------------------------------|-----------------------|-------|---------------------|-----------------------|-------|---------------------|
| June 30, 2025                       |                       |       | June 30, 2024       |                       |       |                     |
|                                     | Foreign<br>currencies | rate  | NTD                 | Foreign<br>currencies | rate  | NTD                 |
| <b><u>Financial assets</u></b>      |                       |       |                     |                       |       |                     |
| Monetary items:                     |                       |       |                     |                       |       |                     |
| USD                                 | <u>\$175,341</u>      | 29.30 | <u>\$5,137,496</u>  | <u>\$140,595</u>      | 32.45 | <u>\$4,562,817</u>  |
| RMB                                 | <u>\$901,467</u>      | 4.09  | <u>\$3,689,683</u>  | <u>\$911,001</u>      | 4.55  | <u>\$4,142,257</u>  |
| <b><u>Financial liabilities</u></b> |                       |       |                     |                       |       |                     |
| Monetary items:                     |                       |       |                     |                       |       |                     |
| USD                                 | <u>\$74,641</u>       | 29.30 | <u>\$2,187,031</u>  | <u>\$8,622</u>        | 32.45 | <u>\$279,765</u>    |
| RMB                                 | <u>\$4,260,171</u>    | 4.09  | <u>\$17,436,777</u> | <u>\$3,461,571</u>    | 4.55  | <u>\$15,761,293</u> |
| As of                               |                       |       |                     |                       |       |                     |
| December 31, 2024                   |                       |       |                     |                       |       |                     |
|                                     | Foreign<br>currencies | rate  | NTD                 |                       |       |                     |
| <b><u>Financial assets</u></b>      |                       |       |                     |                       |       |                     |
| Monetary items:                     |                       |       |                     |                       |       |                     |
| USD                                 | <u>\$152,567</u>      | 32.78 | <u>\$5,000,776</u>  |                       |       |                     |
| RMB                                 | <u>\$693,982</u>      | 4.56  | <u>\$3,164,387</u>  |                       |       |                     |
| <b><u>Financial liabilities</u></b> |                       |       |                     |                       |       |                     |
| Monetary items:                     |                       |       |                     |                       |       |                     |
| USD                                 | <u>\$35,919</u>       | 32.75 | <u>\$1,176,270</u>  |                       |       |                     |
| RMB                                 | <u>\$3,897,536</u>    | 4.56  | <u>\$17,743,142</u> |                       |       |                     |

The above information is disclosed based on the carrying amount of foreign currency (after conversion to functional currency).

Since there were varieties of foreign currency transactions of the Group, the Group was unable to disclose foreign exchange gain (loss) towards each foreign currency with significant impact.

The Group recognized exchange gain (loss) amounted to NT\$196,625 thousand and NT\$103,245 thousand for the six-month periods ended June 30, 2025, and 2024, respectively.

(11) Capital management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize shareholder value. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust dividend payment to shareholders, return capital to shareholders or issue new shares.

13. Other disclosures

(1) Information on significant transactions:

(A) Financing provided to others: None.

(B) Endorsement/Guarantee provided to others: Please refer to Attachment 1.

(C) Securities held as of June 30, 2025 (excluding subsidiaries, associates and joint ventures):  
None.

(D) Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20% of capital stock: None.

(E) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of capital stock: None.

(F) Significant intercompany transactions between the parent with subsidiaries or among subsidiaries: Please refer to Attachment 6.

(2) Information on investees:

(A) If an investor controls operating, investing and financial decisions of an investee or an investor has the ability to exercise the ability to exercise significant influence over operating and financial policies of an investee, the related information for the investee is

disclosed (not including investment in Mainland China): Please refer to Attachment 2.

(B) An investor controls operating; investing and financial decisions of an investee, the related information Note 13(1) for the investee shall be disclosed as below:

(a) Financing provided to others: Please refer to Attachment 3.

(b) Endorsement/Guarantee provided to others: None.

(c) Securities held as of June 30, 2025 (excluding subsidiaries, associates and joint ventures): None.

(d) Related party transactions for purchases and sales amounts exceeding the lower of NT\$100 million or 20% of capital stock: Please refer to Attachment 4.

(e) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of capital stock: Please refer to Attachment 5.

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**(3) Information on investments in Mainland China:**

**(A) Investee company name, main businesses and products, total amount of capital, method of investment, accumulated inflow and outflow of investments from Taiwan, net income (loss) of investee company, percentage of ownership, investment income (loss), carrying value of investments, cumulated inward remittance of earnings and limits on investment in Mainland China:**

| Investee company                         | Main Businesses and Products     | Total Amount of Paid-in Capital      | Method of Investment | Accumulated Outflow of Investment from Taiwan as of Jan. 1, 2025 | Investment Flows |        | Accumulated Outflow of Investment from Taiwan as of Jun. 30, 2025 | Net income (loss) of investee company | Percentage of Ownership            | Investment income (loss) recognized | Carrying Value as of Jun. 30, 2025 | Accumulated Inward Remittance of Earnings as of Jun. 30, 2025 | Accumulated Outflow of Investment from Taiwan as of Jun. 30, 2025 | Investment Amounts Authorized by Investment Commission, MOEA | Upper Limit on Investment |
|--|----------------------------------|--------------------------------------|----------------------|--|------------------|--------|---|---------------------------------------|------------------------------------|-------------------------------------|------------------------------------|---|---|--|---------------------------|
|  |                                  |                                      |                      |  | Outflow          | Inflow |   |                                       |                                    |                                     |                                    |   |   |  |                           |
| Dynamic Electronics (Kunshan) Co., Ltd.  | Manufacturing and selling of PCB | \$2,344,000<br>(Note 2, 3, and 6)    | (Note 10)            | \$2,260,265  | \$-              | \$-    | \$2,260,265   | \$160,287<br>(Note 2)                 | 97.8541%<br>(Note 2, 4, 5, and 11) | \$151,661<br>(Note 2, 4, 5, and 11) | \$2,856,595                        | \$1,766,966<br>(Note 2)                                       | \$2,260,265   | \$-  | (Note 10)                 |
| Dynamic Electronics Co., Ltd. (Huangshi) | Manufacturing and selling of PCB | \$1,706,725<br>(Note 2, 7, 8, and 9) | (Note 1)             | \$504,167  | \$-              | \$-    | \$504,167   | \$707,738<br>(Note 2)                 | 97.8541%<br>(Note 2, 4, 5, and 11) | \$491,592<br>(Note 2, 4, 5, and 11) | \$8,387,637                        | \$-   | \$504,167   | \$3,397,582  | \$4,329,249               |

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Note 1: Investment in Mainland China through WINTEK (MAURITIUS) CO., LTD. and Dynamic Holding Pte. Ltd., companies established in the third area.

Note 2: Foreign currencies were converted into New Taiwan dollars based on exchanged rate of balance sheet date.

Note 3: Total amount of paid-in capital is USD 80,000 thousand.

Note 4: The investment income (loss) recognized under equity method and by calculation was based on audited financial statements.

Note 5: It includes the share of profits and losses of subsidiaries, associates, and joint ventures recognized under the equity method, as well as unrealized gains and losses arising from upstream and downstream transactions at the beginning and end of the period.

Note 6: The difference between investments remitted from Taiwan in amount of USD 69,500 thousand and the received paid-in capital of USD 80,000 thousand was cash capital increase of USD 10,500 thousand made by WINTEK (MAURITIUS) CO., LTD.

Note 7: The difference between investments remitted from Taiwan in amount of USD 16,060 thousand and the paid-in capital of USD 50,000 thousand is an indirect investment of USD 33,940 thousand made by WINTEK (MAURITIUS) CO., LTD. by using cash dividends received from Dynamic Electronics (Kunshan) Co. Ltd.

Note 8: Dynamic Electronics Co., Ltd. (Huangshi) passed the resolution of the board of directors on August 4, 2022, to reduce the capital of USD 73,000 thousand, which was booked under capital surplus. In addition, on September 2, 2022, the board of directors approved a cash capital increase of RMB 35,000 thousand of which RMB 8,888 thousand (equivalent to USD 1,250 thousand) was booked as capital, and the remaining RMB 26,112 thousand was booked as capital surplus.

Note 9: Total amount of paid-in capital is USD 58,250 thousand.

Note 10: The Company previously indirectly invested in its China subsidiary, Dynamic Electronics (Kunshan) Co. Ltd., through Dynamic Electronics Holding Pte. Ltd. The Company now indirectly invests in Dynamic Electronics (Kunshan) Co. Ltd., through Dynamic Electronics Co., Ltd. (Huangshi).

Note 11: Transactions between consolidated entities are eliminated in the consolidated financial statements.

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(B) Significant transactions with investees in Mainland China:

The significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, please refer to attachment 6 for details.

14. Segment information

(1) For management purposes, the Group is organized into business units based on their products and services and has three reportable operating segments as follows:

PCB segment: The segment is primarily responsible for the manufacturing of PCBs and selling them to electronic producers.

Mock-up segment: This segment is responsible for mock-up manufacturing and sales to electronic product manufacturers.

No operating segments have been aggregated to form the above reportable operating segments.

The Group's operating segments adopts the same accounting policies as the ones in Note 4. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured based on accounting policies consistent with those in the consolidated financial statements.

The transfer pricing between operating segments is based on conventional transactions similar to external third parties.

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|                                    | PCB<br>Segment     | Mock-up<br>Segment | Sub-total          |
|------------------------------------|--------------------|--------------------|--------------------|
| <u>For the three-month periods</u> |                    |                    |                    |
| <u>ended June 30, 2025</u>         |                    |                    |                    |
| Revenues                           |                    |                    |                    |
| External customers                 | \$4,603,787        | \$24,924           | \$4,628,711        |
| Interest revenue                   | 5,200              | 41                 | 5,241              |
| Total                              | <u>\$4,608,987</u> | <u>\$24,965</u>    | <u>\$4,633,952</u> |
| Segment income (loss)              | <u>\$261,736</u>   | <u>\$7,574</u>     | <u>\$269,310</u>   |
| <u>For the three-month periods</u> |                    |                    |                    |
| <u>ended June 30, 2024</u>         |                    |                    |                    |
| Revenues                           |                    |                    |                    |
| External customers                 | \$4,213,575        | \$14,551           | \$4,228,126        |
| Interest revenue                   | 12,370             | 49                 | 12,419             |
| Total                              | <u>\$4,225,945</u> | <u>\$14,600</u>    | <u>\$4,240,545</u> |
| Segment income (loss)              | <u>\$351,016</u>   | <u>\$(914)</u>     | <u>\$350,102</u>   |
| <u>For the six-month periods</u>   |                    |                    |                    |
| <u>ended June 30, 2025</u>         |                    |                    |                    |
| Revenues                           |                    |                    |                    |
| External customers                 | \$9,148,767        | \$36,066           | \$9,184,833        |
| Interest revenue                   | 7,957              | 41                 | 7,998              |
| Total                              | <u>\$9,156,724</u> | <u>\$36,107</u>    | <u>\$9,192,831</u> |
| Segment income (loss)              | <u>\$536,718</u>   | <u>\$5,360</u>     | <u>\$542,078</u>   |
| <u>For the six-month periods</u>   |                    |                    |                    |
| <u>ended June 30, 2024</u>         |                    |                    |                    |
| Revenues                           |                    |                    |                    |
| External customers                 | \$8,372,289        | \$26,708           | \$8,398,997        |
| Interest revenue                   | 23,576             | 49                 | 23,625             |
| Total                              | <u>\$8,395,865</u> | <u>\$26,757</u>    | <u>\$8,422,622</u> |
| Segment income (loss)              | <u>\$641,382</u>   | <u>\$(1,599)</u>   | <u>\$639,783</u>   |

Details of operational asset-related information as of June 30, 2025, December 31, 2024 and

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June 30, 2024 are as follows:

|                      | PCB<br>Segment      | Mock-up<br>Segment | Sub-total           |
|----------------------|---------------------|--------------------|---------------------|
| Segment assets as of |                     |                    |                     |
| June 30, 2025        | <u>\$30,852,673</u> | <u>\$48,824</u>    | <u>\$30,901,497</u> |
| Segment assets as of |                     |                    |                     |
| December 31, 2024    | <u>\$30,862,983</u> | <u>\$39,351</u>    | <u>\$30,902,334</u> |
| Segment assets       |                     |                    |                     |
| June 30, 2024        | <u>\$26,660,491</u> | <u>\$75,284</u>    | <u>\$26,735,775</u> |

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Endorsement/Guarantee Provided to Others

For the Six-Month Period Ended June 30, 2025

Attachment 1

(In Thousands of New Taiwan Dollars)

| Endorsement/ Guarantee Provider |                           | Guaranteed Party                                      |                      | Limits on Endorsement/ Guarantee Amount Provided to Each Guaranteed Party (Note 3) | Maximum Balance for the Period | Ending Balance | Amount Actually Drawn | Amount of Endorsement/ Guarantee secured by Properties | Ratio of Accumulated Endorsement/ Guarantee to Net Worth per Latest Financial Statements | Maximum Endorsement/ Guarantee Amount Allowed (Note 3) | Endorsement provided by parent company to subsidiaries | Endorsement provided by subsidiaries to parent company | Endorsement provided to entities in China |
|---------------------------------|---------------------------|---|----------------------|--|--------------------------------|----------------|-----------------------|--|--|--|--|--|---|
| No. (Note 1)                    | Name                      | Name  | Relationship (Note2) |  |                                |                |                       |  |  |  |  |  |   |
| 0                               | Dynamic Holding Co., Ltd. | Dynamic Electronics Co., Ltd. (Huangshi)              | 2                    | \$7,215,416  | \$3,133,315                    | \$1,455,250    | \$1,211,290           | \$-  | 20.17%   | \$7,215,416  | Y  | N  | Y   |
| 0                               | Dynamic Holding Co., Ltd. | Dynamic Technology Manufacturing (Thailand) Co., Ltd. | 2                    | \$7,215,416  | \$5,837,803                    | \$5,012,025    | \$2,506,469           | \$-  | 69.46%   | \$7,215,416  | Y  | N  | N   |

Note 1: Dynamic Holding Co., Ltd. and subsidiaries are coded as follows:

1. Dynamic Holding Co., Ltd. is coded "0".
2. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: The relationship between the guarantor of the endorsement and the object to be guaranteed is as follows:

1. A company with which it does business.
2. A company in which the public company directly and indirectly holds more than 50 percent of the voting shares.
3. A company that directly and indirectly holds more than 50 percent of the voting shares in the public company.
4. A company in which the public company holds, directly or indirectly, 90 percent or more of the voting shares.
5. A company that fulfills its contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
6. A company whose co-investment relationship is endorsed by all shareholders in proportion to their shareholding ratio.
7. Companies in the same industry provide among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

Note 3: According to the procedures of Endorsement and Guarantee, the external endorsement or guarantee provided by the Company and its subsidiaries shall not exceed 120% of the current net value of the Company.

Also, the limitation of endorsement or guarantee provided for any single entity shall not exceed the current net value of the Company.

If the total amount of endorsements and guarantees provided by the Company and its subsidiaries reaches 50% or more of the current net value of the Company,

the necessity and reasonableness of such endorsements and guarantees shall be explained at the shareholders' meeting.

The current net value shall be based on the most recent audited or reviewed financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES

Investees over Which the Company Exercise Significant Influence or Control Directly or Indirectly (Excluding Investees in Mainland China)

As of June 30, 2025

Attachment 2

(In Thousands of Foreign Currency / New Taiwan Dollars)

| Investor                                   | Investee                                   | Address   | Main Business and Product                           | Original Investment Amount |                            | Balance as of June 30, 2025 |         |                | Net Income<br>(Loss) of the<br>Investee | Share of Income<br>(Loss) of the<br>Investee | Note |
|--|--|---|---|----------------------------|----------------------------|-----------------------------|---------|----------------|---|--|------|
|  |  |   |   | As of June 30,<br>2025     | As of December<br>31, 2024 | Shares                      | %       | Carrying Value |   |  |      |
| Dynamic Holding Co., Ltd.                  | Dynamic Electronics (Taoyuan) Co., Ltd.    | 33846 6F., No. 50, Minquan Rd., Luzhu Dist., Taoyuan City, Taiwan                             | Investing activities                                | \$6,148,342                | \$6,148,342                | 467,074,889                 | 100.00% | \$7,417,834    | \$596,951                               | \$596,951                                    | Note |
| Dynamic Holding Co., Ltd.                  | CHIANAN TECHNOLOGY CO., LTD.               | 24257 2F, No. 649, Zhongzheng Road, Xinzhuang District, New Taipei City, Taiwan               | Mock-up manufacture                                 | \$16,428                   | \$16,428                   | 7                           | 70.00%  | \$4,816        | \$(1,019)                               | \$(713)                                      | Note |
| Dynamic Holding Co., Ltd.                  | CHENG CHONG TECHNOLOGY CO., LTD            | 24260 17F, No. 545, Longan Road, Xinzhuang District, New Taipei City, Taiwan                  | Mock-up manufacture                                 | \$33,533                   | \$33,533                   | 7                           | 70.00%  | \$40,315       | \$6,379                                 | \$4,465                                      | Note |
| Dynamic Electronics (Taoyuan) Co., Ltd.    | WINTEK (MAURITIUS) CO., LTD.               | Level 3, Alexander House, 35 Cybercity, Ebene, Mauritius                                      | Investing activities                                | \$2,788,141                | \$2,788,141                | 8,596,000                   | 100.00% | \$8,391,774    | \$742,453                               | \$742,453                                    | Note |
| WINTEK (MAURITIUS) CO., LTD.               | Dynamic Electronics Holding Pte. Ltd.      | 151 CHIN SWEE ROAD #01-39 MANHATTAN HOUSE SINGAPORE(169876)                                   | Investing activities                                | \$1,564,061                | \$1,564,061                | 142,067,000                 | 100.00% | USD 286,368    | USD 23,267                              | USD 23,267                                   | Note |
| Dynamic Electronics Co., Ltd. (Huangshi)   | Dynamic Electronics Co., Ltd. (Seychelles) | Office 1, 1st Floor, DEKK Complex, Plaisance, Mahé, Republic of Seychelles                    | PCB and business which relates to import and export | \$82,967                   | \$82,967                   | 50,000                      | 100.00% | CNY 446,466    | CNY 103,796                             | CNY 103,796                                  | Note |
| Dynamic Electronics Co., Ltd. (Huangshi)   | Dynamic Overseas Investment                | 151 CHIN SWEE ROAD #01-46 MANHATTAN HOUSE SINGAPORE(169876)                                   | Management and Operation Business                   | \$3,788,900                | \$3,788,900                | 119,250,000                 | 100.00% | CNY 737,684    | (CNY 93,584)                            | (CNY 93,584)                                 | Note |
| Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Technology (Thailand)              | 99 Village No. 6, Si Maha Phot Subdistrict, Si Maha Phot District Prachin Buri Thailand 25140 | Manufacture and selling of PCB                      | \$-                        | \$-                        | 2                           | 0.01%   | USD 0          | (USD 12,911)                            | USD 0  | Note |
| Dynamic Overseas Investment                | Dynamic Technology (Thailand)              | 99 Village No. 6, Si Maha Phot Subdistrict, Si Maha Phot District Prachin Buri Thailand 25140 | Manufacture and selling of PCB                      | \$3,779,224                | \$3,779,224                | 41,999,998                  | 99.99%  | USD 99,743     | (USD 12,911)                            | (USD 12,911)                                 | Note |

Note: Transactions are eliminated when preparing the consolidated financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES

Financing Provided to Others

For the Six-Month Period Ended June 30, 2025

Attachment 3

(In Thousands of New Taiwan Dollars)

| NO.<br>(Note1) | Lender  | Counter-party   | Financial accounting<br>account       | Related<br>Party | Maximum<br>balance for the<br>period | Ending<br>balance | Actual amount<br>provided | Interest rate | Nature of<br>financing<br>(Note 2) | Amount of sales<br>to (purchases<br>from) counter-<br>party | Reason for<br>financing | Loss Allowance | Collateral |       | Limit of financing<br>amount for<br>individual counter-<br>party | Limit of total<br>financing<br>amount |
|----------------|---|---|---------------------------------------|------------------|--------------------------------------|-------------------|---------------------------|---------------|------------------------------------|---|-------------------------|----------------|------------|-------|--|---------------------------------------|
|                |   |   |                                       |                  |                                      |                   |                           |               |                                    |   |                         |                | Item       | Value |  |                                       |
| 1              | Dynamic Electronics<br>(Kunshan) Co., Ltd.    | Dynamic Electronics<br>Co., Ltd. (Huangshi)                 | Other receivables<br>-related parties | Yes              | \$1,182,480                          | \$1,057,160       | \$1,057,160               | 3.10%~3.45%   | 2                                  | \$-   | Business turnover       | \$-            | -          | \$-   | \$1,790,053<br>(Note 3)  | \$1,790,053<br>(Note 3)               |
| 2              | Dynamic Electronics<br>Co., Ltd. (Seychelles) | Dynamic<br>Technology Manufacturing<br>(Thailand) Co., Ltd. | Other receivables<br>-related parties | Yes              | \$914,975                            | \$819,000         | \$819,000                 | 0.00%~5.81%   | 2                                  | \$-   | Business turnover       | \$-            | -          | \$-   | \$1,096,426<br>(Note 4)  | \$1,096,426<br>(Note 4)               |

Note 1: Dynamic Holding Co., Ltd. and subsidiaries are coded as follows:

1. The Company is "0".
2. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: Nature of financing is coded as follows:

1. Need for operating is coded "1".
2. Need for short term financing is coded "2".

Note 3: Limit of total financing amount shall not exceed 60% of Dynamic Electronics (Kunshan) Co., Ltd.'s net assets of value as of June 30, 2025. Limit of financing amount for individual counter-party shall not exceed 60% of the its net assets value as of June 30, 2025.

Note 4: Limit of total financing amount shall not exceed 60% of Dynamic Electronics Co., Ltd. (Seychelles)'s net assets of value as of June 30, 2025. Limit of financing amount for individual counter-party shall not exceed 60% of the its net assets value as of June 30, 2025.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES

Related Party Transactions for Purchases and Sales Amounts exceeding the lower of NT\$100 Million or 20% of Capital Stock

For the Six-Month Period Ended June 30, 2025

Attachment 4

(In Thousands of Foreign Currency)

| Company Name  | Related Party   | Nature of Relationship | Transaction Details |             |            |                                | Abnormal Transaction   |   | Notes / Accounts Payable or Receivable |            | Note |
|---|---|------------------------|---------------------|-------------|------------|--------------------------------|--|---|--|------------|------|
|   |   |                        | Purchase/ Sale      | Amount      | % to Total | Payment/ Collection Term       | Unit Price   | Payment/ Collection Term                                    | Ending Balance                         | % to Total |      |
| Dynamic Electronics (Kunshan) Co., Ltd.               | Dynamic Electronics Co., Ltd (Seychelles)             | Subsidiary             | Sales               | RMB 449,515 | 63.48%     | 90 days after monthly closing. | Specs of goods sold are different from others. Cannot be reasonably compared.      | Non relative parties are 60~150 days after monthly closing. | Accounts receivable RMB 418,557        | 66.33%     | Note |
| Dynamic Electronics (Kunshan) Co., Ltd.               | Dynamic Electronics Co., Ltd. (Huangshi)              | Subsidiary             | Sales               | RMB 45,972  | 6.49%      | 90 days after monthly closing. | Specs of goods sold are different from others. Cannot be reasonably compared.      | Non relative parties are 60~150 days after monthly closing. | Accounts receivable RMB 34,086         | 5.40%      | Note |
| Dynamic Electronics (Kunshan) Co., Ltd.               | Dynamic Electronics Co., Ltd. (Huangshi)              | Subsidiary             | Purchases           | RMB 314,101 | 59.41%     | 90 days after monthly closing. | Specs of goods purchased are different from others. Cannot be reasonably compared. | Non relative parties are 90~120 days after monthly closing. | Accounts payable RMB 58,365            | 24.56%     | Note |
| Dynamic Electronics (Kunshan) Co., Ltd.               | Dynamic Technology Manufacturing (Thailand) Co., Ltd. | Subsidiary             | Purchases           | RMB 15,987  | 3.02%      | 90 days after monthly closing. | Specs of goods purchased are different from others. Cannot be reasonably compared. | Non relative parties are 90~120 days after monthly closing. | Accounts payable RMB 9,673             | 4.07%      | Note |
| Dynamic Electronics Co., Ltd. (Huangshi)              | Dynamic Electronics (Kunshan) Co., Ltd.               | Subsidiary             | Purchases           | RMB 45,972  | 4.60%      | 90 days after monthly closing. | Specs of goods purchased are different from others. Cannot be reasonably compared. | Non relative parties are 90~120 days after monthly closing. | Accounts payable RMB 34,086            | 5.10%      | Note |
| Dynamic Electronics Co., Ltd. (Huangshi)              | Dynamic Electronics (Kunshan) Co., Ltd.               | Subsidiary             | Sales               | RMB 314,101 | 19.78%     | 90 days after monthly closing. | Specs of goods sold are different from others. Cannot be reasonably compared.      | Non relative parties are 120 days after monthly closing.    | Accounts receivable RMB 58,365         | 6.97%      | Note |
| Dynamic Electronics Co., Ltd. (Huangshi)              | Dynamic Electronics Co., Ltd (Seychelles)             | Subsidiary             | Sales               | RMB 946,410 | 59.61%     | 90 days after monthly closing. | Specs of goods sold are different from others. Cannot be reasonably compared.      | Non relative parties are 120 days after monthly closing.    | Accounts receivable RMB 492,006        | 58.72%     | Note |
| Dynamic Electronics Co., Ltd. (Huangshi)              | Dynamic Technology Manufacturing (Thailand) Co., Ltd. | Subsidiary             | Purchases           | RMB 113,929 | 11.39%     | 90 days after monthly closing. | Specs of goods purchased are different from others. Cannot be reasonably compared. | Non relative parties are 90~120 days after monthly closing. | Accounts payable RMB 30,342            | 4.54%      | Note |
| Dynamic Electronics Co., Ltd (Seychelles)             | Dynamic Electronics Co., Ltd. (Huangshi)              | Subsidiary             | Purchases           | USD 131,769 | 67.59%     | 90 days after monthly closing. | Not comparable.  | No non-related parties to be compared with.                 | Accounts payable USD 68,715            | 53.78%     | Note |
| Dynamic Electronics Co., Ltd (Seychelles)             | Dynamic Electronics (Kunshan) Co., Ltd.               | Subsidiary             | Purchases           | USD 62,584  | 32.10%     | 90 days after monthly closing. | Not comparable.  | No non-related parties to be compared with.                 | Accounts payable USD 58,465            | 45.76%     | Note |
| Dynamic Technology Manufacturing (Thailand) Co., Ltd. | Dynamic Electronics Co., Ltd. (Huangshi)              | Subsidiary             | Sales               | THB 528,995 | 78.97%     | 90 days after monthly closing. | Specs of goods sold are different from others. Cannot be reasonably compared.      | No non-related parties to be compared with.                 | Accounts receivable THB 137,881        | 71.86%     | Note |

Note: Transactions are eliminated when preparing the consolidated financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES

Receivables from Related Parties with Amounts exceeding the lower of NT\$100 Million or 20% of Capital Stock

As of June 30, 2025

Attachment 5

(In Thousands of Foreign Currency)

| Company Name  | Related Party                             | Nature of Relationship | Ending Balance               | Turnover Ratio | Overdue |              | Amount Received in Subsequent Periods | Loss Allowance |
|---|---|------------------------|------------------------------|----------------|---------|--------------|---------------------------------------|----------------|
|   |   |                        |                              |                | Amount  | Action Taken |                                       |                |
| Dynamic Electronics (Kunshan) Co., Ltd.               | Dynamic Electronics Co., Ltd (Seychelles) | Subsidiary             | RMB 418,557<br>(Note1 and 2) | 2.26           | \$-     | -            | RMB 77,907                            | \$-            |
| Dynamic Electronics (Kunshan) Co., Ltd.               | Dynamic Electronics Co., Ltd. (Huangshi)  | Subsidiary             | RMB 34,086<br>(Note1 and 2)  | 2.71           | \$-     | -            | RMB 6,257                             | \$-            |
| Dynamic Electronics Co., Ltd. (Huangshi)              | Dynamic Electronics Co., Ltd (Seychelles) | Subsidiary             | RMB 492,006<br>(Note1 and 2) | 4.04           | \$-     | -            | RMB 170,267                           | \$-            |
| Dynamic Electronics Co., Ltd. (Huangshi)              | Dynamic Electronics (Kunshan) Co., Ltd.   | Subsidiary             | RMB 58,365<br>(Note1 and 2)  | 4.45           | \$-     | -            | RMB 57,919                            | \$-            |
| Dynamic Technology Manufacturing (Thailand) Co., Ltd. | Dynamic Electronics Co., Ltd. (Huangshi)  | Subsidiary             | THB 137,881<br>(Note1 and 2) | 15.35          | \$-     | -            | THB 106,635                           | \$-            |

Note1: Accounts receivable.

Note2: Transactions are eliminated when preparing the consolidated financial statements.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

DYNAMIC HOLDING CO., LTD. AND SUBSIDIARIES

Intercompany Relationships and Significant Intercompany Transactions

Attachment 6

(In Thousands of Foreign Currency / New Taiwan Dollars)

| No.<br>(Note 1)                                     | Company Name                               | Counter-Party                            | Nature of<br>Relationship<br>(Note 2) | Intercompany Transaction      |             |                               |        | Percentage to<br>Consolidated Net<br>Revenue or Total<br>Assets (Note 3) |
|---|--|--|---------------------------------------|-------------------------------|-------------|-------------------------------|--------|--|
|   |  |  |                                       | Financial Statement Account   | Amount      | Terms                         |        |  |
| <u>For the Six-Month Period Ended June 30, 2025</u> |  |  |                                       |                               |             |                               |        |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Electronics (Kunshan) Co., Ltd.  | 3                                     | Purchases                     | USD 62,584  | 90 days after monthly closing | 19.96% |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Electronics (Kunshan) Co., Ltd.  | 3                                     | Accounts payable              | USD 58,465  | 90 days after monthly closing | 5.54%  |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Electronics Co., Ltd. (Huangshi) | 3                                     | Purchases                     | USD 131,769 | 90 days after monthly closing | 42.03% |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Electronics Co., Ltd. (Huangshi) | 3                                     | Accounts payable              | USD 68,715  | 90 days after monthly closing | 6.52%  |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Overseas Investment              | 3                                     | Other managing expenses       | USD 22      | -                             | 0.01%  |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Technology (Thailand)            | 3                                     | Purchases                     | USD 585     | 90 days after monthly closing | 0.19%  |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Technology (Thailand)            | 3                                     | Accounts payable              | USD 592     | 90 days after monthly closing | 0.06%  |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Technology (Thailand)            | 3                                     | Other R&D expenses            | USD 695     | -                             | 0.22%  |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Technology (Thailand)            | 3                                     | Other receivables (financing) | USD 28,000  | -                             | 2.65%  |  |
| 1   | Dynamic Electronics Co., Ltd. (Seychelles) | Dynamic Technology (Thailand)            | 3                                     | Other interest income         | USD 144     | -                             | 0.05%  |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Electronics Co., Ltd. (Huangshi) | 3                                     | Purchases                     | RMB 314,101 | 90 days after monthly closing | 14.00% |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Electronics Co., Ltd. (Huangshi) | 3                                     | Accounts payable              | RMB 58,365  | 90 days after monthly closing | 0.77%  |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Electronics Co., Ltd. (Huangshi) | 3                                     | Other receivables             | RMB 5,708   | -                             | 0.08%  |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Electronics Co., Ltd. (Huangshi) | 3                                     | Other receivables (financing) | RMB 260,000 | -                             | 3.44%  |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Electronics Co., Ltd. (Huangshi) | 3                                     | Other interest income         | RMB 3,884   | -                             | 0.17%  |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Electronics Co., Ltd. (Huangshi) | 3                                     | Accounts receivable           | RMB 34,086  | 90 days after monthly closing | 0.45%  |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Electronics Co., Ltd. (Huangshi) | 3                                     | Sales                         | RMB 45,972  | 90 days after monthly closing | 2.05%  |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Technology (Thailand)            | 3                                     | Purchases                     | RMB 15,987  | 90 days after monthly closing | 0.71%  |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Technology (Thailand)            | 3                                     | Accounts payable              | RMB 9,673   | 90 days after monthly closing | 0.13%  |  |
| 2   | Dynamic Electronics (Kunshan) Co., Ltd.    | Dynamic Technology (Thailand)            | 3                                     | Other receivables             | RMB 4,979   | -                             | 0.07%  |  |
| 3   | Dynamic Electronics Co., Ltd. (Huangshi)   | Dynamic Technology (Thailand)            | 3                                     | Purchases                     | RMB 113,929 | 90 days after monthly closing | 5.08%  |  |
| 3   | Dynamic Electronics Co., Ltd. (Huangshi)   | Dynamic Technology (Thailand)            | 3                                     | Accounts payable              | RMB 30,342  | 90 days after monthly closing | 0.40%  |  |
| 3   | Dynamic Electronics Co., Ltd. (Huangshi)   | Dynamic Technology (Thailand)            | 3                                     | Accounts receivable           | RMB 1,586   | 90 days after monthly closing | 0.02%  |  |
| 3   | Dynamic Electronics Co., Ltd. (Huangshi)   | Dynamic Technology (Thailand)            | 3                                     | Sales                         | RMB 1,503   | 90 days after monthly closing | 0.07%  |  |
| 4   | CHIANAN TECHNOLOGY CO., LTD.               | CHENG CHONG TECHNOLOGY CO., LTD          | 3                                     | Other income                  | TWD 900     | -                             | -      |  |
| 4   | CHIANAN TECHNOLOGY CO., LTD.               | CHENG CHONG TECHNOLOGY CO., LTD          | 3                                     | Accounts receivable           | TWD 1,586   | 90 days after monthly closing | 0.01%  |  |
| 4   | CHIANAN TECHNOLOGY CO., LTD.               | CHENG CHONG TECHNOLOGY CO., LTD          | 3                                     | Sales                         | TWD 2,256   | 90 days after monthly closing | 0.02%  |  |

Note 1: Dynamic Holding Co., Ltd. and subsidiaries are coded as follows:

1. Dynamic Holding Co., Ltd. is coded "0".
2. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: Transactions are categorized as follows :

1. Investor to investee
2. Investee to investor.
3. Investee to investee.

Note 3: The percentage base with respect to the total consolidated revenue-weighted average (about income statement accounts) or total assets (about balance sheet accounts).

Note 4: Foreign currencies were converted into New Taiwan dollars based on exchanged rate of balance sheet date.