

**WIWYNN CORPORATION AND SUBSIDIARIES****CONSOLIDATED FINANCIAL STATEMENTS**

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

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

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## Independent Auditors' Review Report

To the Board of Directors Wiwynn Corporation:

### Introduction

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

### Scope of Review

We conducted our reviews in accordance with the Standard on Review Engagements 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. A review of the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Wiwynn Corporation and its subsidiaries as of June 30, 2025 and 2024, and of its consolidated financial performance for the three months and six months ended June 30, 2025 and 2024, as well as its consolidated cash flows for the six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Chen, Ya-Ling and Huang, Ming-Hung.

KPMG

Taipei, Taiwan (Republic of China)

August 8, 2025

#### **Notes to Readers**

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

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

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

## Wiwynn Corporation and Subsidiaries

## Consolidated Balance Sheets

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

(Expressed in Thousands of New Taiwan dollars)

		June 30, 2025		December 31, 2024		June 30, 2024						June 30, 2025		December 31, 2024		June 30, 2024	
Assets		Amount	%	Amount	%	Amount	%			Liabilities and Equity		Amount	%	Amount	%	Amount	%
<b>Current assets:</b>										<b>Current liabilities:</b>							
1100	Cash and cash equivalents (note 6(a))	\$ 59,986,338	21	48,328,503	25	25,716,638	20	2100	Short-term borrowings (note 6(l))	\$ 38,283,528	13	1,399,750	1	5,652,782	4		
1110	Financial assets at fair value through profit or loss-current (note 6(b))	2,303	-	-	-	703	-	2120	Financial liabilities at fair value through profit or loss-current (note 6(b))	7,232	-	-	-	257	-		
1170	Accounts receivable, net (notes 6(d) and (s))	75,659,231	26	37,619,778	20	18,497,250	14	2130	Contract liabilities-current (note 6(s))	4,885,541	2	5,667,154	3	6,020,885	5		
1180	Accounts receivable-related parties, net (notes 6(d), (s) and 7)	229,574	-	29,014	-	115,234	-	2170	Notes payable and accounts payable	82,634,876	29	48,060,521	26	35,818,112	28		
1200	Other receivables (note 6(e))	539,231	-	16,807	-	29,643	-	2180	Accounts payable-related parties (note 7)	11,701,602	4	5,524,973	3	5,095,592	4		
1210	Other receivables-related parties (notes 6(e) and 7)	39,352	-	38,052	-	58,206	-	2200	Other payables (notes 6(q), (t) and 7)	20,318,990	7	5,190,316	3	11,528,266	9		
130X	Inventories (notes 6(f) and 8)	126,751,972	44	86,211,320	45	69,685,268	54	2220	Other payables-related parties (note 7)	144,557	-	149,348	-	169,525	-		
1479	Other current assets (note 6(k))	<u>1,651,007</u>	<u>1</u>	<u>1,439,321</u>	<u>1</u>	<u>1,365,808</u>	<u>1</u>	2230	Current tax liabilities	5,888,618	2	4,223,932	2	2,518,052	2		
	<b>Total current assets</b>	<u>264,859,008</u>	<u>92</u>	<u>173,682,795</u>	<u>91</u>	<u>115,468,750</u>	<u>89</u>	2280	Lease liabilities-current (notes 6(n) and 7)	802,361	-	752,367	-	665,870	-		
	<b>Non-current assets:</b>							2321	Current portion of long-term liabilities (note 6(m))	4,725,000	2	4,725,000	2	2,500,000	2		
1510	Financial assets at fair value through profit or loss-non-current (note 6(b))	364,863	-	567,424	-	406,518	-	2322	Current portion of long-term borrowings (note 6(l))	1,500,000	1	-	-	-	-		
1517	Financial assets at fair value through other comprehensive income-non-current (note 6(c))	320,500	-	-	-	-	-	2399	Other current liabilities	<u>1,013,450</u>	-	<u>671,053</u>	-	<u>1,451,721</u>	<u>1</u>		
									<b>Total current liabilities</b>	<u>171,905,755</u>	<u>60</u>	<u>76,364,414</u>	<u>40</u>	<u>71,421,062</u>	<u>55</u>		
1550	Investments accounted for using equity method (note 6(g))	104,514	-	141,860	-	130,220	-	2500	Financial liabilities at fair value through profit or loss-non-current (notes 6(b) and (m))	52,773	-	97,728	-	-	-		
1600	Property, plant and equipment (notes 6(h), 7 and 9)	13,869,166	5	9,163,225	5	7,401,358	6	2530	Bonds payable (note 6(m))	20,640,192	7	20,503,745	11	6,944,535	5		
1755	Right-of-use assets (notes 6(i) and 7)	5,170,345	2	3,983,374	2	4,035,538	3	2540	Long-term borrowings (note 6(l))	-	-	1,500,000	1	1,500,000	1		
1780	Intangible assets (notes 6(j) and 7)	196,610	-	174,348	-	171,027	-	2570	Deferred tax liabilities	740,805	-	740,814	-	465,712	-		
1840	Deferred tax assets	1,477,613	-	1,487,438	1	1,017,506	1	2580	Lease liabilities-non-current (notes 6(n) and 7)	4,105,604	1	3,256,049	2	3,203,109	3		
1990	Other non-current assets (notes 6(k) and 8)	<u>2,026,853</u>	<u>1</u>	<u>1,478,364</u>	<u>1</u>	<u>1,090,998</u>	<u>1</u>	2640	Net defined benefit liabilities-non-current	2,253	-	-	-	6,977	-		
	<b>Total non-current assets</b>	23,530,464	8	16,996,033	9	14,253,165	11	2645	Guarantee deposits received	<u>280</u>	-	<u>13,244</u>	-	<u>13,338</u>	-		
									<b>Total non-current liabilities</b>	<u>25,541,907</u>	<u>8</u>	<u>26,111,580</u>	<u>14</u>	<u>12,133,671</u>	<u>9</u>		
									<b>Total liabilities</b>	<u>197,447,662</u>	<u>68</u>	<u>102,475,994</u>	<u>54</u>	<u>83,554,733</u>	<u>64</u>		
									<b>Equity (notes 6(g), (m) and (q)):</b>								
								3110	Common shares	1,858,408	1	1,858,408	1	1,748,408	1		
								3200	Capital surplus	37,006,591	13	37,006,591	19	8,839,619	7		
								3300	Retained earnings	53,909,061	19	45,745,536	24	32,393,392	25		
								3400	Other equity	<u>(1,832,250)</u>	<u>(1)</u>	<u>3,592,299</u>	<u>2</u>	<u>3,185,763</u>	<u>3</u>		
									<b>Total equity</b>	<u>90,941,810</u>	<u>32</u>	<u>88,202,834</u>	<u>46</u>	<u>46,167,182</u>	<u>36</u>		
<b>Total assets</b>		<u>\$ 288,389,472</u>	<u>100</u>	<u>190,678,828</u>	<u>100</u>	<u>129,721,915</u>	<u>100</u>		<b>Total liabilities and equity</b>	<u>\$ 288,389,472</u>	<u>100</u>	<u>190,678,828</u>	<u>100</u>	<u>129,721,915</u>	<u>100</u>		

See accompanying notes to consolidated financial statements.

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

## Wiwynn Corporation and Subsidiaries

## Consolidated Statements of Comprehensive Income

For the three months and six months ended June 30, 2025 and 2024

(Expressed in Thousands of New Taiwan dollars, Except for Earnings Per Common Share)

		For the three months ended June 30				For the six months ended June 30			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue (notes 6(s) and 7)	\$ 220,743,500	100	77,480,880	100	391,398,784	100	147,109,117	100
5000	Operating costs (notes 6(f), (h), (i), (j), (n), (o), (t), 7 and 12)	<u>201,800,059</u>	<u>91</u>	<u>69,091,489</u>	<u>89</u>	<u>357,605,868</u>	<u>91</u>	<u>131,014,663</u>	<u>89</u>
	Gross profit from operations	<u>18,943,441</u>	<u>9</u>	<u>8,389,391</u>	<u>11</u>	<u>33,792,916</u>	<u>9</u>	<u>16,094,454</u>	<u>11</u>
	Operating expenses (notes 6(d), (h), (i), (j), (n), (o), (t), 7 and 12):								
6100	Selling expenses	484,860	-	296,775	-	954,856	-	537,230	-
6200	Administrative expenses	964,668	1	489,491	1	1,538,340	1	896,304	1
6300	Research and development expenses	1,848,754	1	1,383,988	2	3,427,805	1	2,585,279	2
6450	Expected credit (gain) loss	<u>(254,085)</u>	<u>-</u>	<u>12,564</u>	<u>-</u>	<u>(8,008)</u>	<u>-</u>	<u>12,564</u>	<u>-</u>
	Total operating expenses	<u>3,044,197</u>	<u>2</u>	<u>2,182,818</u>	<u>3</u>	<u>5,912,993</u>	<u>2</u>	<u>4,031,377</u>	<u>3</u>
	Net operating income	<u>15,899,244</u>	<u>7</u>	<u>6,206,573</u>	<u>8</u>	<u>27,879,923</u>	<u>7</u>	<u>12,063,077</u>	<u>8</u>
	Non-operating income and expenses (notes 6(b), (g), (h), (i), (m), (n), (u) and 7):								
7100	Interest income	266,373	-	163,688	-	510,709	-	382,324	-
7020	Other gains and losses	201,252	-	197,867	-	1,209,904	-	375,073	-
7050	Finance costs	<u>(635,646)</u>	<u>-</u>	<u>(344,168)</u>	<u>-</u>	<u>(1,329,855)</u>	<u>-</u>	<u>(672,704)</u>	<u>-</u>
7370	Share of loss of associates and joint ventures accounted for using equity method	<u>(10,903)</u>	<u>-</u>	<u>(16,945)</u>	<u>-</u>	<u>(26,965)</u>	<u>-</u>	<u>(38,610)</u>	<u>-</u>
	Total non-operating income and expenses	<u>(178,924)</u>	<u>-</u>	<u>442</u>	<u>-</u>	<u>363,793</u>	<u>-</u>	<u>46,083</u>	<u>-</u>
7900	Income before tax	15,720,320	7	6,207,015	8	28,243,716	7	12,109,160	8
7950	Income tax expense (note 6(p))	<u>3,597,946</u>	<u>1</u>	<u>1,513,329</u>	<u>2</u>	<u>6,327,972</u>	<u>1</u>	<u>2,708,200</u>	<u>2</u>
	Net income	<u>12,122,374</u>	<u>6</u>	<u>4,693,686</u>	<u>6</u>	<u>21,915,744</u>	<u>6</u>	<u>9,400,960</u>	<u>6</u>
8300	Other comprehensive income (loss) (notes 6(g) and (q)):								
8310	Components of other comprehensive income that will not be reclassified to profit or loss:								
8316	Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income	28,870	-	-	-	28,870	-	-	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Total components of other comprehensive income that will not be reclassified to profit or loss	<u>28,870</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,870</u>	<u>-</u>	<u>-</u>	<u>-</u>
8360	Components of other comprehensive income (loss) that will be reclassified to profit or loss:								
8361	Exchange differences on translation of foreign financial statements	<u>(6,336,639)</u>	<u>(3)</u>	<u>284,055</u>	<u>-</u>	<u>(5,443,038)</u>	<u>(1)</u>	<u>1,865,899</u>	<u>1</u>
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	<u>(12,267)</u>	<u>-</u>	<u>1,959</u>	<u>-</u>	<u>(10,381)</u>	<u>-</u>	<u>9,584</u>	<u>-</u>
8399	Income tax related to items that may be reclassified to profit or loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Total components of other comprehensive income (loss) that will be reclassified to profit or loss	<u>(6,348,906)</u>	<u>(3)</u>	<u>286,014</u>	<u>-</u>	<u>(5,453,419)</u>	<u>(1)</u>	<u>1,875,483</u>	<u>1</u>
8300	Other comprehensive income (net of tax)	<u>(6,320,036)</u>	<u>(3)</u>	<u>286,014</u>	<u>-</u>	<u>(5,424,549)</u>	<u>(1)</u>	<u>1,875,483</u>	<u>1</u>
8500	Total comprehensive income	<u>\$ 5,802,338</u>	<u>3</u>	<u>4,979,700</u>	<u>6</u>	<u>16,491,195</u>	<u>5</u>	<u>11,276,443</u>	<u>7</u>
	Profit attributable to:								
8610	Owners of parent	<u>\$ 12,122,374</u>	<u>6</u>	<u>4,693,686</u>	<u>6</u>	<u>21,915,744</u>	<u>6</u>	<u>9,400,960</u>	<u>6</u>
	Comprehensive income attributable to:								
8710	Owners of parent	<u>\$ 5,802,338</u>	<u>3</u>	<u>4,979,700</u>	<u>6</u>	<u>16,491,195</u>	<u>5</u>	<u>11,276,443</u>	<u>7</u>
	Earnings per share (expressed in New Taiwan dollars) (note 6(r))								
9750	Basic earnings per share	<u>\$ 65.23</u>		<u>26.85</u>		<u>117.93</u>		<u>53.77</u>	
9850	Diluted earnings per share	<u>\$ 62.71</u>		<u>26.81</u>		<u>113.97</u>		<u>53.66</u>	

See accompanying notes to consolidated financial statements.

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

## Wiwynn Corporation and Subsidiaries

## Consolidated Statements of Changes in Equity

For the six months ended June 30, 2025 and 2024

(Expressed in Thousands of New Taiwan dollars)

	Retained earnings					Other equity			
	Common shares	Capital surplus	Legal reserve	Unappropriated retained earnings	Total	Exchange differences on translation of foreign financial statements	Unrealized gains from financial assets measured at fair value through other comprehensive income	Total	Total equity
<b>Balance on January 1, 2024</b>	\$ 1,748,408	8,839,619	4,512,302	25,823,443	30,335,745	1,310,280	-	1,310,280	42,234,052
Appropriation and distribution of retain earnings:									
Legal reserve	-	-	1,203,823	(1,203,823)	-	-	-	-	-
Cash dividends	-	-	-	(7,343,313)	(7,343,313)	-	-	-	(7,343,313)
Net income	-	-	-	9,400,960	9,400,960	-	-	-	9,400,960
Other comprehensive income	-	-	-	-	-	1,875,483	-	1,875,483	1,875,483
Total comprehensive income	-	-	-	9,400,960	9,400,960	1,875,483	-	1,875,483	11,276,443
<b>Balance on June 30, 2024</b>	<b>\$ 1,748,408</b>	<b>8,839,619</b>	<b>5,716,125</b>	<b>26,677,267</b>	<b>32,393,392</b>	<b>3,185,763</b>	<b>-</b>	<b>3,185,763</b>	<b>46,167,182</b>
<b>Balance on January 1, 2025</b>	\$ 1,858,408	37,006,591	5,716,125	40,029,411	45,745,536	3,592,299	-	3,592,299	88,202,834
Appropriation and distribution of retain earnings:									
Legal reserve	-	-	2,275,310	(2,275,310)	-	-	-	-	-
Cash dividends	-	-	-	(13,752,219)	(13,752,219)	-	-	-	(13,752,219)
Net income	-	-	-	21,915,744	21,915,744	-	-	-	21,915,744
Other comprehensive income	-	-	-	-	-	(5,453,419)	28,870	(5,424,549)	(5,424,549)
Total comprehensive income	-	-	-	21,915,744	21,915,744	(5,453,419)	28,870	(5,424,549)	16,491,195
<b>Balance on June 30, 2025</b>	<b>\$ 1,858,408</b>	<b>37,006,591</b>	<b>7,991,435</b>	<b>45,917,626</b>	<b>53,909,061</b>	<b>(1,861,120)</b>	<b>28,870</b>	<b>(1,832,250)</b>	<b>90,941,810</b>

See accompanying notes to consolidated financial statements.

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

**Wiwynn Corporation and Subsidiaries****Consolidated Statements of Cash Flows****For the six months ended June 30, 2025 and 2024****(Expressed in Thousands of New Taiwan dollars)**

	<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from (used in) operating activities:</b>		
Income before tax	\$ 28,243,716	12,109,160
Adjustments:		
Adjustments to reconcile profit:		
Depreciation expense	1,069,125	747,554
Amortization expense	109,959	77,259
Expected credit (gain) loss	(8,008)	12,564
Net gains on financial assets or liabilities at fair value through profit or loss	(178,802)	(7,867)
Interest expense	1,329,855	672,704
Interest income	(510,709)	(382,324)
Share of loss of associates and joint ventures accounted for using equity method	26,965	38,610
Losses on disposal of property, plant and equipment	30,483	262
Losses on disposal of intangible assets	1,087	-
Prepayments for equipment reclassified as expenses	745	891
Lease modification gains	(1,452)	-
Total adjustments to reconcile profit	1,869,248	1,159,653
Changes in operating assets and liabilities:		
Changes in operating assets:		
Decrease in financial assets mandatorily measured at fair value through profit or loss-current	64,412	7,164
Increase in accounts receivable, net	(42,516,198)	(8,206,471)
(Increase) decrease in accounts receivable-related parties, net	(1,069,330)	196,655
Increase in other receivable	(543,927)	(28,313)
Increase in other receivable-related parties	(1,300)	(345)
Increase in inventories	(49,446,847)	(37,423,093)
Increase in other current assets	(123,890)	(231,028)
Total changes in operating assets	(93,637,080)	(45,685,431)
Changes in operating liabilities:		
Increase in held-for-trading financial liabilities	7,232	257
(Decrease) increase in contract liabilities-current	(781,613)	70,859
Increase in notes and accounts payable	40,066,461	19,786,705
Increase in accounts payable-related parties	10,790,901	68,835
Increase in other payable	1,562,184	47,005
Decrease in other payable-related parties	(4,791)	(52,969)
Increase (decrease) in other current liabilities	404,190	(224,609)
Increase in net defined benefit liabilities	2,253	339
Total changes in operating liabilities	52,046,817	19,696,422
Total changes in operating assets and liabilities	(41,590,263)	(25,989,009)
Total adjustments	(39,721,015)	(24,829,356)
Cash outflow generated from operations	(11,477,299)	(12,720,196)
Interest received	505,443	375,802
Interest paid	(1,097,345)	(637,325)
Income taxes paid	(4,764,591)	(1,461,674)
<b>Net cash used in operating activities</b>	<b>(16,833,792)</b>	<b>(14,443,393)</b>
<b>Cash flows from (used in) investing activities:</b>		
Acquisition of financial assets designated at fair value through other comprehensive income	(291,630)	-
Acquisition of financial assets designated at fair value through profit or loss	-	(406,518)
Proceeds from disposal of financial assets designated at fair value through profit or loss	254,069	-
Acquisition of property, plant and equipment	(5,338,581)	(1,733,028)
Proceeds from disposal of property, plant and equipment	20,767	3,851
Increase in refundable deposits	(70,215)	-
Acquisition of intangible assets	(136,117)	(114,892)
Proceeds from disposal of intangible assets	1,335	-
Decrease in other non-current assets	-	156,799
Increase in prepayments for equipment	(1,028,371)	(463,564)
<b>Net cash used in investing activities</b>	<b>(6,588,743)</b>	<b>(2,557,352)</b>
<b>Cash flows from (used in) financing activities:</b>		
Increase in short-term borrowings	82,217,109	321,481,185
Decrease in short-term borrowings	(44,901,615)	(316,249,048)
Decrease in guarantee deposits received	(260,145)	(662)
Payment of lease liabilities	(610,653)	(477,019)
<b>Net cash flows from financing activities</b>	<b>36,444,696</b>	<b>4,754,456</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(1,364,326)</b>	<b>468,079</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>11,657,835</b>	<b>(11,778,210)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>48,328,503</b>	<b>37,494,848</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 59,986,338</b>	<b>25,716,638</b>

See accompanying notes to consolidated financial statements.

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

**Wiwynn Corporation and Subsidiaries**

**Notes to the Consolidated Financial Statements**

**For the six months ended June 30, 2025 and 2024**

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

**(1) Company history**

Wiwynn Corporation (the “Company”) was incorporated on March 3, 2012, as a company limited by shares under the laws of the Republic of China (ROC). Wiwynn Corporation and subsidiaries (the Group) were engaged in research, development, design, testing and sales of below products, semi-products, peripheral equipments and parts:

- (i) Computer and peripheral equipments
- (ii) Data storage media
- (iii) Electric appliances and media products
- (iv) Information software
- (v) Export business relating to the business of the Company
- (vi) Management consult services
- (vii) Information software services
- (viii) Data processing services

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

The consolidated financial statements were authorized for issuance by the Board of Directors on August 8, 2025.

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

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

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

- Amendments to IAS21 “Lack of Exchangeability”

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

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

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

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

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

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

(Continued)

## WIWYNN CORPORATION AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

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

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

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

##### (a) Statement of compliance

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

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

##### (b) Basis of consolidation

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

Subsidiaries included in the consolidated financial statements:

Name of investor	Name of subsidiary	Principal activity	Shareholding			Description
			June 30, 2025	December 31, 2024	June 30, 2024	
The Company	Wiwynn Technology Service Japan, Inc. (WYJP)	Sales of cloud data center equipment	100 %	100 %	100 %	-
The Company	Wiwynn International Corporation (WYUS)	Sales of cloud data center equipment	100 %	100 %	100 %	-
The Company	Wiwynn Technology Service Hong Kong Limited (WYHK)	Investment activities and sales of cloud data center equipment	100 %	100 %	100 %	-
The Company	Wiwynn Korea Ltd. (WYKR)	Sales of cloud data center equipment	100 %	100 %	100 %	-

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of investor	Name of subsidiary	Principal activity	Shareholding			Description
			June 30, 2025	December 31, 2024	June 30, 2024	
The Company	Wiwynn Technology Service Malaysia SDN. BHD. (WYMY)	Manufacturing and sales of cloud data center equipment	100 %	100 %	100 %	-
The Company	Wiwynn Mexico, S.A.de C.V. (WYMX)	Manufacturing of cloud data center equipment	100 %	100 %	100 %	-
The Company	Wiwynn Technology Service Mexico, S.A. de C.V. (WYSMX)	Real property rental and management	100 %	100 %	100 %	-
WYHK	Wiwynn Technology Service KunShan Ltd. (WYKS)	Sales of cloud data center equipment	100 %	100 %	100 %	-
The Company	Wiwynn Smart Manufacturing Corporation (WYMTN)	Manufacturing and sales of cloud data center equipment	100 %	- %	- %	(Note 1)
The Company	Wiwynn Technology Corporation (WYMUS)	Manufacturing and sales of cloud data center equipment	100 %	- %	- %	(Note 2)

Note 1: WYMTN was registered on January 20, 2025.

Note 2: WYMUS was registered on January 16, 2025.

Note 3: The financial statements of the aforementioned subsidiaries were reviewed by the certified accountant.

(ii) List of subsidiaries which are not included in the consolidated financial statements: None.

(c) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-time events.

(d) Income taxes

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

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

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

The preparation of the consolidated financial statements in conformity with the Regulations and IAS 34 “Interim Financial Reporting” endorsed by the FSC requires management to make judgments, and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2024. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2024.

**(6) Explanation of significant accounts**

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

(a) Cash and cash equivalents

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Cash on hand	\$ 326	326	329
Demand and checking deposits	33,475,043	22,128,177	15,173,733
Time deposits	<u>26,510,969</u>	<u>26,200,000</u>	<u>10,542,576</u>
	<b><u>\$ 59,986,338</u></b>	<b><u>48,328,503</u></b>	<b><u>25,716,638</u></b>

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

(i) Financial assets at fair value through profit or loss-current

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
<b>Mandatorily measured at fair value through profit or loss:</b>			
Derivative instruments not used for hedging			
Foreign currency forward contracts	\$ 2,303	-	703
Total	<b><u>\$ 2,303</u></b>	<b><u>-</u></b>	<b><u>703</u></b>

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Financial liabilities at fair value through profit or loss-current

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<b>Held-for-trading financial liabilities:</b>			
Foreign currency forward contracts	\$ <u>7,232</u>	-	<u>257</u>
Total	\$ <u><u>7,232</u></u>	<u>-</u>	<u><u>257</u></u>

The Group holds derivative financial instruments to hedge certain foreign exchange risk that the Group is exposed to, arising from its operating activities. The following derivative financial instruments, without the application of hedge accounting, were classified as mandatorily measured at fair value through profit or loss and held-for-trading financial liabilities:

<u>June 30, 2025</u>			
	<u>Contract amount (in thousand)</u>	<u>Currency</u>	<u>Maturity date</u>
<b>Foreign currency forward contracts:</b>			
Foreign currency forward purchased	USD\$ <u>17,000</u>	NTD to USD	2025/7/7~2025/7/16
Foreign currency forward sold	USD\$ <u>10,000</u>	USD to NTD	2025/7/9
<u>June 30, 2024</u>			
	<u>Contract amount (in thousand)</u>	<u>Currency</u>	<u>Maturity date</u>
<b>Foreign currency forward contracts:</b>			
Foreign currency forward sold	USD\$ <u>15,000</u>	USD to NTD	2024/7/3~2024/7/31

(iii) Financial assets at fair value through profit or loss-non-current

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<b>Mandatorily measured at fair value through profit or loss:</b>			
Non-derivative financial assets			
Private Preferred stock	\$ 203,244	227,582	250,624
Private fund	<u>161,619</u>	<u>339,842</u>	<u>155,894</u>
Total	\$ <u><u>364,863</u></u>	<u><u>567,424</u></u>	<u><u>406,518</u></u>

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iv) Financial liability at fair value through profit or loss-non-current

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
<b>Designated at fair value through profit or loss:</b>			
Convertible Bonds with embedded derivative instrument	\$ <u>52,773</u>	<u>97,928</u>	<u>-</u>

Please refer to Note 6(u) for the measurement of fair value recognized in profit or loss.

(c) Financial asset at fair value through other comprehensive income-non-current

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Equity investments at fair value through other comprehensive income:			
Unlisted companies	\$ <u>320,500</u>	<u>-</u>	<u>-</u>

(i) Equity investment at fair value through other comprehensive income

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

(ii) The aforementioned financial assets were not pledged.

(d) Accounts receivable

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Accounts receivable—measured at amortized cost	\$ 17,638,062	12,859,989	8,813,856
Accounts receivable—related parties—measured at amortized cost	229,574	29,014	115,234
Accounts receivable—measured at fair value through other comprehensive income	58,023,676	24,770,304	9,695,958
Less: loss allowance	<u>(2,507)</u>	<u>(10,515)</u>	<u>(12,564)</u>
	<b>\$ <u>75,888,805</u></b>	<b><u>37,648,792</u></b>	<b><u>18,612,484</u></b>

The Group has assessed a portion of its accounts receivable that was held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; therefore, such accounts receivable were measured at fair value through other comprehensive income.

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

	<b>June 30, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted - average loss rate</b>	<b>Loss allowance</b>
Current	\$ 75,365,109		-
Past due under 30 days	304,450		-
Past due 31 to 60 days	39,276		-
Past due 91 to 180 days	19,903	13%	2,507
Past due 181 to 270 days	162,574		-
Total	<u>\$ 75,891,312</u>		<u>2,507</u>

  

	<b>December 31, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted - average loss rate</b>	<b>Loss allowance</b>
Current	\$ 36,589,934		-
Past due under 30 days	585,270		-
Past due 31 to 60 days	274,068		-
Past due 61 to 90 days	210,005	5%	10,500
Past due 91 to 180 days	30	50%	15
Total	<u>\$ 37,659,307</u>		<u>10,515</u>

  

	<b>June 30, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted - average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 17,719,189		-
Past due under 30 days	554,228		-
Past due 31 to 60 days	233,735		-
Past due 61 to 90 days	103,075	5%	5,154
Past due 91 to 180 days	14,821	50%	7,410
Total	<u>\$ 18,625,048</u>		<u>12,564</u>

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The movement in the allowance for accounts receivable were as follows:

	<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>
Balance on January 1	\$ 10,515	-
Impairment losses recognized	259,099	12,564
Impairment losses reversed	(267,107)	-
Balance on June 30	<u>\$ 2,507</u>	<u>12,564</u>

As of June 30, 2025, December 31 and June 30, 2024, the accounts receivable were not pledged.

For further credit risk information, please refer to note 6(v).

The Group entered into separate factoring agreements with different financial institutions to sell its trade receivables. Under the agreements, the Group does not have the responsibility to assume the default risk of the transferred trade receivables but is liable for the losses incurred on any business dispute. The Group derecognized the above trade receivables because it has transferred substantially all of the risks and rewards of their ownership, and it does not have any continuing involvement in them. As of June 30, 2025, December 31 and June 30, 2024, the Group sold its accounts receivable without recourse as follows:

Unit: USD in thousands

<b>June 30, 2025</b>						
<b>Purchaser</b>	<b>Assignment Facility</b>	<b>Amount Advanced Unpaid</b>	<b>Amount Advanced Paid</b>	<b>Amount Recognized in Other Receivables</b>	<b>Range of Interest Rate</b>	<b>Collateral</b>
Financial institutions	\$ <u>368,495</u>	<u>631,505</u> (Note)	<u>368,495</u>	<u>-</u>	4.65%~4.88%	None
<b>December 31, 2024</b>						
<b>Purchaser</b>	<b>Assignment Facility</b>	<b>Amount Advanced Unpaid</b>	<b>Amount Advanced Paid</b>	<b>Amount Recognized in Other Receivables</b>	<b>Range of Interest Rate</b>	<b>Collateral</b>
Financial institutions	\$ <u>557,225</u>	<u>442,775</u> (Note)	<u>557,225</u>	<u>-</u>	4.68%~4.75%	None
<b>June 30, 2024</b>						
<b>Purchaser</b>	<b>Assignment Facility</b>	<b>Amount Advanced Unpaid</b>	<b>Amount Advanced Paid</b>	<b>Amount Recognized in Other Receivables</b>	<b>Range of Interest Rate</b>	<b>Collateral</b>
Financial institutions	\$ <u>658,112</u>	<u>639,773</u> (Note)	<u>658,112</u>	<u>-</u>	5.70%~6.25%	None

(Note): For vender financing transactions, the factoring credit limit was the credit line that the financial institution provided to the Group's client.

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(e) Other receivables

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Other receivables	\$ 539,231	16,807	29,643
Other receivables - related parties	39,352	38,052	58,206
Less: loss allowance	<u>-</u>	<u>-</u>	<u>-</u>
	<b><u>\$ 578,583</u></b>	<b><u>54,859</u></b>	<b><u>87,849</u></b>

As of June 30, 2025, December 31 and June 30, 2024, the other receivables were not pledged.

For further credit risk information, please refer to note 6(v).

(f) Inventories

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Raw materials	\$ 59,094,508	42,963,674	31,406,866
Finished goods	63,942,830	40,658,060	35,158,814
Inventory in transit	<u>3,714,634</u>	<u>2,589,586</u>	<u>3,119,588</u>
	<b><u>\$ 126,751,972</u></b>	<b><u>86,211,320</u></b>	<b><u>69,685,268</u></b>

Except cost of goods sold, the remaining gains or losses which were recognized as cost of sales were as follows:

	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Loss on valuation of inventories	\$ 241,559	453,747	1,555,821	485,911
Royalty	21,311	7,300	41,123	10,551
Others	<u>8</u>	<u>(101)</u>	<u>(745)</u>	<u>(1,005)</u>
	<b><u>\$ 262,878</u></b>	<b><u>460,946</u></b>	<b><u>1,596,199</u></b>	<b><u>495,457</u></b>

As of June 30, 2025, the inventories were not pledged. As of December 31 and June 30, 2024, the inventories were pledged, please refer to note 8.

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(g) Investments accounted for using equity method

The components of investments accounted for using the equity method at the reporting date were as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Associates	<u><u>\$ 104,514</u></u>	<u><u>141,860</u></u>	<u><u>130,220</u></u>

(i) Associates

The Group's financial information on investments accounted for using the equity method that are individually insignificant was as follows. This financial information is included in the consolidated financial statements.

		<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Carrying amount of individually insignificant associates' equity		<u>\$ 104,514</u>	<u>141,860</u>	<u>130,220</u>
		<u>For the three months ended June 30,</u>	<u>For the six months ended June 30,</u>	
		<u>2025</u>	<u>2025</u>	<u>2024</u>
Attributable to the Group:				
Net loss from continuing operations	\$	(10,903)	(16,945)	(26,965)
				(38,610)
Other comprehensive income		<u>(12,267)</u>	<u>1,959</u>	<u>(10,381)</u>
				<u>9,584</u>
Comprehensive income	\$	<u>(23,170)</u>	<u>(14,986)</u>	<u>(37,346)</u>
				<u>(29,026)</u>

(ii) Pledge

As of June 30, 2025, December 31 and June 30, 2024, the investments accounted for using equity method were not pledged.

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(h) Property, plant and equipment

The cost and accumulated depreciation of the property, plant and equipment of the Group for the six months ended June 30, 2025 and 2024, were as follows:

	<u>Land</u>	<u>Buildings</u>	<u>Machinery and equipment</u>	<u>Others</u>	<u>Construction in progress</u>	<u>Total</u>
Cost or deemed cost:						
Balance on January 1, 2025	\$ 796,138	898,307	2,443,009	4,606,335	3,632,465	12,376,254
Additions	276,549	3,172,647	300,199	303,682	1,285,504	5,338,581
Disposals	-	-	(5,170)	(84,388)	(400)	(89,958)
Reclassification (Note)	-	2,620,994	352,199	111,336	(2,587,584)	496,945
Effect of changes in foreign exchange rates	(32,726)	(187,903)	(35,414)	(65,075)	(63,846)	(384,964)
Balance on June 30, 2025	<u>\$ 1,039,961</u>	<u>6,504,045</u>	<u>3,054,823</u>	<u>4,871,890</u>	<u>2,266,139</u>	<u>17,736,858</u>
Balance on January 1, 2024	\$ 678,890	819,526	1,476,758	2,300,111	2,345,332	7,620,617
Additions	113,040	-	336,613	210,230	1,073,145	1,733,028
Disposals	-	-	(12,983)	(5,473)	-	(18,456)
Reclassification (Note)	-	-	190,672	1,259,242	(975,609)	474,305
Effect of changes in foreign exchange rates	2,179	22,811	6,588	(41,245)	74,905	65,238
Balance on June 30, 2024	<u>\$ 794,109</u>	<u>842,337</u>	<u>1,997,648</u>	<u>3,722,865</u>	<u>2,517,773</u>	<u>9,874,732</u>
Accumulated depreciation:						
Balance on January 1, 2025	\$ -	67,142	877,303	2,268,584	-	3,213,029
Depreciation	-	96,565	230,756	417,787	-	745,108
Disposals	-	-	(503)	(38,205)	-	(38,708)
Reclassification (Note)	-	89,956	(5)	(89,010)	-	941
Effect of changes in foreign exchange rates	-	(4,149)	(7,984)	(40,545)	-	(52,678)
Balance on June 30, 2025	<u>\$ -</u>	<u>249,514</u>	<u>1,099,567</u>	<u>2,518,611</u>	<u>-</u>	<u>3,867,692</u>
Balance on January 1, 2024	\$ -	19,986	553,373	1,421,565	-	1,994,924
Depreciation	-	20,870	138,681	322,612	-	482,163
Disposals	-	-	(9,183)	(5,160)	-	(14,343)
Effect of changes in foreign exchange rates	-	937	2,794	6,899	-	10,630
Balance on June 30, 2024	<u>\$ -</u>	<u>41,793</u>	<u>685,665</u>	<u>1,745,916</u>	<u>-</u>	<u>2,473,374</u>
Carrying value:						
Balance on January 1, 2025	<u>\$ 796,138</u>	<u>831,165</u>	<u>1,565,706</u>	<u>2,337,751</u>	<u>3,632,465</u>	<u>9,163,225</u>
Balance on June 30, 2025	<u>\$ 1,039,961</u>	<u>6,254,531</u>	<u>1,955,256</u>	<u>2,353,279</u>	<u>2,266,139</u>	<u>13,869,166</u>
Balance on January 1, 2024	<u>\$ 678,890</u>	<u>799,540</u>	<u>923,385</u>	<u>878,546</u>	<u>2,345,332</u>	<u>5,625,693</u>
Balance on June 30, 2024	<u>\$ 794,109</u>	<u>800,544</u>	<u>1,311,983</u>	<u>1,976,949</u>	<u>2,517,773</u>	<u>7,401,358</u>

(Note): Reclassified from prepayment for equipment and construction in progress reclassified to buildings, machinery and equipment and others.

As of June 30, 2025, December 31 and June 30, 2024, the property, plant and equipment were not pledged.

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(i) Right-of-use assets

The cost and accumulated depreciation of the Group leases land, buildings and other equipment for the six months ended June 30, 2025 and 2024, were as follows:

	<u>Land</u>	<u>Buildings</u>	<u>Other equipment</u>	<u>Total</u>
Cost:				
Balance on January 1, 2025	\$ 2,110,206	3,108,364	16,382	5,234,952
Acquisitions	158,557	1,595,680	503	1,754,740
Disposals	-	(553,523)	(459)	(553,982)
Effect of changes in foreign exchange rates	-	(132,397)	(221)	(132,618)
Balance on June 30, 2025	<u>\$ 2,268,763</u>	<u>4,018,124</u>	<u>16,205</u>	<u>6,303,092</u>
Balance on January 1, 2024	\$ 11,880	2,213,314	9,673	2,234,867
Acquisitions	2,096,703	770,870	80	2,867,653
Disposals	-	(19,025)	-	(19,025)
Effect of changes in foreign exchange rates	-	(49,484)	167	(49,317)
Balance on June 30, 2024	<u>\$ 2,108,583</u>	<u>2,915,675</u>	<u>9,920</u>	<u>5,034,178</u>
Accumulated depreciation:				
Balance on January 1, 2025	\$ 23,507	1,222,516	5,555	1,251,578
Depreciation	22,666	298,635	2,716	324,017
Disposals	-	(420,555)	(383)	(420,938)
Effect of changes in foreign exchange rates	-	(21,799)	(111)	(21,910)
Balance on June 30, 2025	<u>\$ 46,173</u>	<u>1,078,797</u>	<u>7,777</u>	<u>1,132,747</u>
Balance on January 1, 2024	\$ 247	760,385	1,233	761,865
Depreciation	1,307	262,453	1,631	265,391
Disposals	-	(19,025)	-	(19,025)
Effect of changes in foreign exchange rates	-	(9,631)	40	(9,591)
Balance on June 30, 2024	<u>\$ 1,554</u>	<u>994,182</u>	<u>2,904</u>	<u>998,640</u>
Carrying amount:				
Balance on January 1, 2025	<u>\$ 2,086,699</u>	<u>1,885,848</u>	<u>10,827</u>	<u>3,983,374</u>
Balance on June 30, 2025	<u>\$ 2,222,590</u>	<u>2,939,327</u>	<u>8,428</u>	<u>5,170,345</u>
Balance on January 1, 2024	<u>\$ 11,633</u>	<u>1,452,929</u>	<u>8,440</u>	<u>1,473,002</u>
Balance on June 30, 2024	<u>\$ 2,107,029</u>	<u>1,921,493</u>	<u>7,016</u>	<u>4,035,538</u>

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(j) Intangible assets

	<u>Software</u>	<u>Others</u>	<u>Total</u>
Carrying amount:			
Balance on January 1, 2025	\$ <u>173,308</u>	<u>1,040</u>	<u>174,348</u>
Balance on June 30, 2025	\$ <u>195,570</u>	<u>1,040</u>	<u>196,610</u>
Balance on January 1, 2024	\$ <u>131,349</u>	<u>1,040</u>	<u>132,389</u>
Balance on June 30, 2024	\$ <u>169,987</u>	<u>1,040</u>	<u>171,027</u>

There were no significant additions, disposal, impairment loss or reversal gain for intangible assets for the six months ended June 30, 2025 and 2024. Please refer to note 12 for the amounts of amortization. For other related information, please refer to the note 6(i) of the consolidated financial statements for the year ended December 31, 2024.

(k) Other current assets and other non-current assets

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Other current assets:			
Tax refundable	\$ 975,459	750,640	669,601
Other prepayments	527,484	487,420	347,636
Others	<u>148,064</u>	<u>201,261</u>	<u>348,571</u>
	<u>\$ 1,651,007</u>	<u>1,439,321</u>	<u>1,365,808</u>
Other non-current assets:			
Refundable deposits	\$ 199,424	106,493	90,852
Restricted deposits	180,806	160,916	160,597
Prepayments for equipment	1,640,245	1,205,663	839,549
Net defined benefit asset, non-current	<u>6,378</u>	<u>5,292</u>	<u>-</u>
	<u>\$ 2,026,853</u>	<u>1,478,364</u>	<u>1,090,998</u>

(l) Bank Loans

(i) Short-term borrowings

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

	<u>June 30, 2025</u>			
	<u>Currency</u>	<u>Interest rate collars</u>	<u>Expiration</u>	<u>Amount</u>
Unsecured bank borrowings	USD	4.76%~5.19%	2025/7/3~2025/9/25	\$ <u>38,283,528</u>
Unused credit line				\$ <u>40,595,494</u>

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

<b>December 31, 2024</b>				
	<b>Currency</b>	<b>Interest rate collars</b>	<b>Expiration</b>	<b>Amount</b>
Unsecured bank borrowings	USD	5.18%~5.33%	2025/1/24~2025/2/20	\$ <u>1,399,750</u>
Unused credit line				\$ <u>88,692,940</u>
<b>June 30, 2024</b>				
	<b>Currency</b>	<b>Interest rate collars</b>	<b>Expiration</b>	<b>Amount</b>
Unsecured bank borrowings	USD	5.80%~6.19%	2024/7/2~2024/7/29	\$ <u>5,652,782</u>
Unused credit line				\$ <u>67,775,230</u>
<b>(ii) Long-term borrowings</b>				
<b>June 30, 2025</b>				
	<b>Currency</b>	<b>Interest rate collars</b>	<b>Expiration</b>	<b>Amount</b>
Unsecured bank borrowings	NTD	2.91%	2026/1/6	\$ 1,500,000
Less: Current portion				(1,500,000)
Total				\$ -
Unused credit line				\$ -
<b>December 31, 2024</b>				
	<b>Currency</b>	<b>Interest rate collars</b>	<b>Expiration</b>	<b>Amount</b>
Unsecured bank borrowings	NTD	2.89%	2026/1/6	\$ <u>1,500,000</u>
Unused credit line				\$ -
<b>June 30, 2024</b>				
	<b>Currency</b>	<b>Interest rate collars</b>	<b>Expiration</b>	<b>Amount</b>
Unsecured bank borrowings	NTD	2.84%	2026/1/6	\$ <u>1,500,000</u>
Unused credit line				\$ -

**(iii) Breach of covenant — Long-term borrowings**

According to the loan agreement, during the loan repayment periods, the Company must comply with certain financial covenants, such as current ratio, net debt to equity ratio, interest coverage ratio and net tangible assets, based on its audited annual consolidated financial statements, which shall be reviewed after issuance. Also, the Company is required to provide its financial statements semi-annually. Furthermore, if the financial ratios mentioned above cannot be maintained, the Company shall be granted an improvement period of 6 months, starting from the day after the audited annual consolidated financial statements were issued. However, if the Company failed to do so, the financial covenants may be renegotiated with the bank.

**(iv) Compliance of covenant**

The Group complied with the covenant terms as of December 31 and June 30, 2024, and these are classified as a non-current liability. Moreover, the Group expects to comply with the quarterly covenants for at least 12 months after the reporting date.

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(m) Bonds payable

(i) The details of unsecured ordinary bonds were as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Total ordinary corporate bonds issued	\$ 6,950,000	6,950,000	9,450,000
Unamortized discounted bonds payable	(2,230)	(3,847)	(5,465)
Subtotal	6,947,770	6,946,153	9,444,535
Less: current portion	(4,725,000)	(4,725,000)	(2,500,000)
Bonds payable balance at period-end	<u>\$ 2,222,770</u>	<u>2,221,153</u>	<u>6,944,535</u>
	<b>For the three months ended June 30,</b>	<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>
Interest expense	<u>\$ 12,972</u>	<u>18,145</u>	<u>25,810</u>
			<u>36,136</u>

The Group issued 4,450 unsecured 5-years ordinary corporate bonds, and pays interest yearly at a fixed interest rate of 0.63% in Taiwan on August 6, 2021. It is agreed that half of principal will be repaid in the fourth and fifth years.

The Group issued 5,000 unsecured 5-years ordinary corporate bonds, and pays interest yearly at a fixed interest rate of 0.83% in Taiwan on October 20, 2020. It is agreed that half of principal will be repaid in the fourth and fifth years.

(ii) The details of unsecured convertible bonds payable were as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Total convertible bonds issued	\$ 19,545,600	19,545,600	-
Unamortized discounted bonds payable	(1,128,178)	(1,263,008)	-
Bonds issued at end period	<u>\$ 18,417,422</u>	<u>18,282,592</u>	<u>-</u>
Proceeds from issuance	\$ 19,444,877	19,444,877	-
Equity components - conversion rights	(1,164,711)	(1,164,711)	-
Embedded derivatives instruments - put/ call options, recognized as financial liability at fair value through profit or loss-non-current	(119,228)	(119,228)	-
Liability components at issuance date	18,160,938	18,160,938	-
Interest expense at an effective interest rate of 1.47%	256,484	121,654	-
Liability components	<u>\$ 18,417,422</u>	<u>18,282,592</u>	<u>-</u>

(Continued)

## WIWYNN CORPORATION AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

The Company issued its first 5-year unsecured overseas convertible bonds on the Singapore Exchange Securities Trading Limited on July 17, 2024, amounting to US\$600,000 thousand, at zero coupon rate, with the maturity date set on July 17, 2029, based on a resolution approved during its board meeting held on June 13, 2024, with approval No.11303482721 from the Financial Supervisory Commission on July 9, 2024. Furthermore, the bonds will be converted to NTD at a fixed rate of 32.576. Thereafter, the fixed NTD amount will be converted to an equivalent amount in USD for payment using the prevailing exchange rate at the time of transaction; while the conversion price of NT\$3,220.62, consisting 122.92% of the closing price of the Company's common share on the pricing date of the Taipei Exchange (July 10, 2024), shall be adjusted in accordance with the relevant anti-dilution provisions of the indenture, as of June 30, 2025, the conversion price was adjusted to NT\$3,123.97 per share. With other rights and obligations of the Company in issuing this corporate bond are as follows:

Except for early redemption, repurchases and cancellations, exercise of conversion rights by the bondholders and the cessation of conversion period, from the day following the three months after the issuance of the bonds to (1) ten days before the maturity date or (2) the fifth business day prior to the repurchase date if the bondholders exercise their put option or the date of early redemption of the bonds (excluding the maturity date), the bondholders may request the issuing company to convert the bonds into shares of common stocks in accordance with the provisions of the relevant laws and the Trust Deed.

The convertible bonds may be redeemed in advance by the Company from the day following the third anniversary of the issuance until the maturity date. If the closing price of the Company's common stock on the Taiwan Stock Exchange reaches 130% of the amount obtained by multiplying the amount of early redemption using the conversion price, and dividing it by the face value for twenty trading days out of thirty consecutive business days, or if the outstanding balance of the convertible bonds is less than 10% of the original total issuance, the Company may redeem all or part of the bonds at the early redemption amount.

The above-mentioned convertible bonds included two components: (i) equity, which was accounted as capital surplus-stock option; and (ii) liability, with the original recognized effective rate of 1.47%.

(n) Lease liabilities

The carrying amounts of lease liabilities were as follow:

	June 30, 2025	December 31, 2024	June 30, 2024
Current	\$ <u>802,361</u>	<u>752,367</u>	<u>665,870</u>
Non-current	\$ <u>4,105,604</u>	<u>3,256,049</u>	<u>3,203,109</u>

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

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The amounts recognized in profit or loss were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest expenses on lease liabilities	\$ <u>46,358</u>	<u>39,528</u>	<u>90,437</u>	<u>77,139</u>
Cost and expenses relating to short-term leases	\$ <u>49,791</u>	<u>35,339</u>	<u>78,380</u>	<u>67,093</u>

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

	For the six months ended June 30,	
	2025	2024
Total cash outflow for leases	\$ <u>779,470</u>	<u>621,251</u>

(i) Real estate leases

The Group leases land and buildings for its office space and factory. The leases of land run for 20 to 60 years, of office space typically for a period of 2 to 5 years, of factory for 2 to 10 years and of staff dormition for 2 years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

(ii) Other leases

The Group leases other equipment, with lease terms of 3 years. In some cases, the Group has options to purchase the assets at the end of the contract term.

(o) Employee benefits

(i) Defined benefit plans

The expenses recognized in expense for the Group were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Operating expense	\$ <u>3,456</u>	<u>2,443</u>	<u>6,916</u>	<u>4,339</u>

(ii) Defined contribution plans

The Group's expenses under the pension plan were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Operating cost	\$ 129,092	89,356	250,743	170,363
Operating expenses	<u>15,980</u>	<u>13,969</u>	<u>31,221</u>	<u>28,066</u>
	\$ <u>145,072</u>	<u>103,325</u>	<u>281,964</u>	<u>198,429</u>

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(p) Income taxes

(i) Income tax expense

The components of income tax were as follows:

	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Current tax expense				
Current period	<b>\$ 3,597,946</b>	<b>1,513,329</b>	<b>6,327,972</b>	<b>2,708,200</b>

(ii) There were no income tax expense recognized in other comprehensive for the six months ended June 30, 2025 and 2024.

(iii) The ROC income tax authorities have examined the Company's income tax returns for all years through 2023.

(q) Capital and other equity

Except for the following disclosures, there was no significant difference in capital and other equity for the six months ends June 30, 2025 and 2024. For the related information, please refer to the note 6(p) of the consolidated financial statements for the year ended December 31, 2024.

(i) Retained earnings

The Company's Articles of Incorporation stipulate that if the Company has a profit as a result of the yearly accounting closing, ten percent of the profit net of tax and the amount for making up of any accumulated loss shall be set aside as legal reserve, and thereafter an amount, including the reserved special reserve, shall be set aside, along with any undistributed profits accumulated from previous years to be identified as profits to be distributed. The amount of dividends to shareholders shall not less than 10% of profit from the currency year.

As the Company is a technology and capital-intensive enterprise and is in its growth phase, it has adopted a more prudent approach in the appropriation of its remaining earnings as its dividend policy, in order to sustain its long-term capital needs and thereby maintain continuous development and steady growth. Under this approach, the distribution of cash dividend is not lower than 10% of total distribution of dividends.

1) Legal reserve

When a company incurs no loss, it may, pursuant to a resolution by a shareholders' meeting, distribute its legal reserve by issuing new shares or by distributing cash, and only the portion of legal reserve which exceeds 25% of capital may be distributed.

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

2) Earnings distribution

On May 29, 2025, the Company's board of directors resolved to appropriate the 2024 earnings. On May 24, 2024, the shareholders' meeting resolved to distribute the 2023 earnings. These earnings were appropriated as follows:

	<u>2024</u>	<u>2023</u>
Dividends distributed to ordinary shareholders		
Cash	<u>\$ 13,752,219</u>	<u>7,343,313</u>

(ii) Other equity (net of tax)

	<b>Exchange differences on translation of foreign financial statements</b>	<b>Unrealized from financial assets measured at fair value through other comprehensive income</b>	<b>Total</b>
Balance on January 1, 2025	\$ 3,592,299	-	3,592,299
Exchange differences on translation of foreign financial statements	(5,443,038)	-	(5,443,038)
Unrealized gains on financial assets at fair value through other comprehensive income	-	28,870	28,870
Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	(10,381)	-	(10,381)
Balance on June 30, 2025	<u>\$ (1,861,120)</u>	<u>28,870</u>	<u>(1,832,250)</u>
Balance on January 1, 2024	\$ 1,310,280	-	1,310,280
Exchange differences on translation of foreign financial statements	1,865,899	-	1,865,899
Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	9,584	-	9,584
Balance on June 30, 2024	<u>\$ 3,185,763</u>	<u>-</u>	<u>3,185,763</u>

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(r) Earnings per share

The calculation of basic and diluted earnings per share (unit: NTD in dollar) is as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Basic earnings per share:				
Profit attributable to common shareholders of the Company	\$ <u>12,122,374</u>	<u>4,693,686</u>	<u>21,915,744</u>	<u>9,400,960</u>
Weighted-average common stock outstanding (in thousands)	<u>185,841</u>	<u>174,841</u>	<u>185,841</u>	<u>174,841</u>
	<u>\$ 65.23</u>	<u>26.85</u>	<u>117.93</u>	<u>53.77</u>
Diluted earnings per share:				
Profit attributable to common shareholders of the Company	\$ 12,122,374	4,693,686	21,915,744	9,400,960
Interest Expense and other gains and losses on convertible bonds net of tax	<u>(39,788)</u>	<u>-</u>	<u>71,900</u>	<u>-</u>
Profit attributable to common shareholders (diluted)	<u>\$ 12,082,586</u>	<u>4,693,686</u>	<u>21,987,644</u>	<u>9,400,960</u>
Weighted-average common stock outstanding (in thousands)	185,841	174,841	185,841	174,841
Effect of potentially dilutive common stock (in thousands):				
Employee compensation (in thousands)	577	238	830	353
Effect of conversion of convertible bonds (in thousands)	<u>6,257</u>	<u>-</u>	<u>6,257</u>	<u>-</u>
Weighted average common stock outstanding plus the effect of potentially dilutive common stock (in thousands)	<u>192,675</u>	<u>175,079</u>	<u>192,928</u>	<u>175,194</u>
	<u>\$ 62.71</u>	<u>26.81</u>	<u>113.97</u>	<u>53.66</u>

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(s) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
<u>Primary geographical markets</u>				
America	\$ 194,153,054	58,693,686	339,016,896	108,294,085
Europe	14,225,563	8,483,701	31,059,325	21,500,335
Asia	10,238,623	9,407,135	18,071,500	15,606,879
Other	2,126,260	896,358	3,251,063	1,707,818
	<u>\$ 220,743,500</u>	<u>77,480,880</u>	<u>391,398,784</u>	<u>147,109,117</u>
<u>Major products</u>				
Hyperscale data center	<u>\$ 220,743,500</u>	<u>77,480,880</u>	<u>391,398,784</u>	<u>147,109,117</u>

(ii) Contract balance

	June 30, 2025	December 31, 2024	June 30, 2024
Accounts receivable	\$ 75,661,738	37,630,293	18,509,814
Accounts receivable-related parties	229,574	29,014	115,234
Less: loss allowance	(2,507)	(10,515)	(12,564)
Total	<u>\$ 75,888,805</u>	<u>37,648,792</u>	<u>18,612,484</u>
	June 30, 2025	December 31, 2024	June 30, 2024
Contract liabilities-warranty and advance receivable	<u>\$ 4,885,541</u>	<u>5,667,154</u>	<u>6,020,885</u>

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

The contract liabilities were primarily related to the advance received from customers due to the warranty service and sales of goods. The major change in the balance of contract liabilities was the difference between the time frame of the performance obligation to be satisfied and the payment to be received. The amounts of revenue recognized for the three months and six months ends June 30, 2025 and 2024 that were included in the contract liability balances at the beginning of the years were \$818,368, \$1,414,508, \$1,616,233 and \$2,105,550, respectively.

(t) Remunerations to employees and directors

On May 29, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Articles, if the Company has profit in a given fiscal year—wherein 'profit' refers to earnings before tax and prior to the deduction of remunerations to employees and directors—the profit shall be first used to offset against any accumulated losses incurred by the Company; thereafter, any remainder shall be allocated in accordance with the provisions set forth below:

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (i) 5% shall be allocated as employee remuneration ,with at least 5% of the aforementioned allocated amount designated specifically for the remuneration of non-executive employees. The recipients of the aforementioned employee remuneration, whether in the form of shares or cash, could include employees of the subsidiaries who meet certain specific requirements.
- (ii) A maximum of 1% in cash as remuneration to directors.

Prior to the amendment, the Articles of Incorporation stipulated that, if the Company has profit in a given fiscal year— wherein 'profit' refers to earnings before tax and prior to the deduction of remunerations to employees and directors— the profit shall be first used to offset against any accumulated losses incurred by the Company; thereafter, any remainder shall be allocated in accordance with the provisions set forth below:

- (i) 5% shall be allocated as employee remuneration. The recipients of the aforementioned employee remuneration, whether in the form of shares or cash, could include employees of the subsidiaries who meet certain specific requirements.
- (ii) A maximum of 1% in cash as remuneration to directors.

The Company estimated its employees' and directors' compensation as follows:

	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Employees' compensation	\$ 810,000	320,000	1,460,000	630,000
Directors' compensation	69,000	9,000	84,000	18,000
	<b>\$ 879,000</b>	<b>329,000</b>	<b>1,544,000</b>	<b>648,000</b>

The amount of employees' and directors' compensation were estimated based on profit before tax, net of the amount of compensation, and multiplied by the rule of Company' s Article of Incorporation. The amounts were accounted for under cost of sales and operating expenses. The differences between the estimated amounts in the financial statements and the actual amounts approved by the Board of Directors, if any, shall be accounted for as a change in accounting estimate and recognized in next year.

For the year ended December 31, 2024, the estimated employees' compensation and directors' compensation amounted to \$1,500,000 and \$600,000, respectively. While there was no difference in the directors' compensation, the difference between the estimated employee compensation and the actual amount approved by the Board of Directors was NT\$100,000, which was accounted for as a change in accounting estimate and would be recognized as profit or loss in 2025.

For the year ended December 31, 2023, the employees' compensation and directors' compensation amounted to \$800,000 and \$30,000, respectively, the amounts, as stated in the consolidated financial statements, were identical to those approved by the board of directors. The related information can be available on Market Observation Post System Website.

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(u) Non-operating income and expenses

(i) Interest income

The details of interest income were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest income from bank deposits	\$ <u>266,373</u>	<u>163,688</u>	<u>510,709</u>	<u>382,324</u>

(ii) Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Foreign exchange gains (losses), net	\$ (54,444)	190,779	916,653	354,554
Gains on valuation of financial assets and liabilities at fair value	210,489	1,635	178,802	7,867
Others	45,207	5,453	114,449	12,652
Total	\$ <u>201,252</u>	<u>197,867</u>	<u>1,209,904</u>	<u>375,073</u>

(iii) Finance costs

The details of finance costs were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest expenses				
Bank loans	\$ (508,776)	(286,495)	(1,078,778)	(559,429)
Bonds payable	(80,512)	(18,145)	(160,640)	(36,136)
Others	(46,358)	(39,528)	(90,437)	(77,139)
Total	\$ <u>(635,646)</u>	<u>(344,168)</u>	<u>(1,329,855)</u>	<u>(672,704)</u>

(v) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For the related information, please refer to note 6(u) of the consolidated financial statements for the year ended December 31, 2024.

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(i) Credit risk

1) Credit risk exposure

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

2) Concentration of credit risk

The Group's majority customers are in Cloud Infrastructure and Hyperscale Data Center industries. To reduce concentration of credit risk, the Group evaluates customers' financial positions periodically and requires customers to provide collateral, if necessary. In addition, the Group evaluates the aging of accounts receivable periodically, accrue allowance for doubtful accounts and purchasing insurance contracts of accounts receivable, if necessary. Historically, impairment losses has always been under management's expectation. As of June 30, 2025, December 31 and June 30, 2024, 99.64%, 98.54% and 96.75% of the Group's accounts receivable were all concentrated on 3, 3 and 4 specific customers, respectively. Accordingly, concentrations of credit risk exist.

(ii) Receivable and debt securities

For credit risk exposure of accounts receivable, please refer to note 6(d). Other financial assets at amortized cost include other receivables.

All of these financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12 months expected losses.

As of June 30, 2025, December 31 and June 30, 2024, the other receivables did not accrue any loss allowance.

(iii) Liquidity risk

The followings table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

	<u>Carrying amount</u>	<u>Contractual cash flow</u>	<u>Within 1 year</u>	<u>1-5 years</u>	<u>More than 5 years</u>
<b>June 30, 2025</b>					
Non-derivative financial liabilities					
Short-term borrowings	\$ 38,283,528	38,525,061	38,525,061	-	-
Long-term borrowings (including current portion)	1,500,000	1,532,838	1,532,838	-	-
Bonds payable (including current portion)	25,365,192	26,518,827	4,746,806	21,772,021	-
Notes and accounts payable (including related parties)	94,336,478	94,336,478	94,336,478	-	-
Other payables (including related parties)	20,463,547	20,463,547	20,463,547	-	-
Lease liabilities (including current and non-current)	4,907,965	6,110,348	1,003,328	2,727,259	2,379,761
Other current liabilities	12,964	12,964	12,964	-	-
Guarantee deposits received	280	280	-	280	-
Subtotal	<u>184,869,954</u>	<u>187,500,343</u>	<u>160,621,022</u>	<u>24,499,560</u>	<u>2,379,761</u>

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<u>Carrying amount</u>	<u>Contractual cash flow</u>	<u>Within 1 year</u>	<u>1-5 years</u>	<u>More than 5 years</u>
Derivative financial liabilities					
Foreign currency forward contracts:					
Outflow	\$ 7,232	7,232	7,232	-	-
Carrying amount	7,232	7,232	7,232	-	-
Convertible bonds with embedded derivative instrument:					
Outflow	52,773	52,773	-	52,773	-
Carrying amount	52,773	52,773	-	52,773	-
Subtotal	60,005	60,005	7,232	52,773	-
Total	<u>\$ 184,929,959</u>	<u>187,560,348</u>	<u>160,628,254</u>	<u>24,552,333</u>	<u>2,379,761</u>
<b>December 31, 2024</b>					
Non-derivative financial liabilities					
Short-term borrowings	\$ 1,399,750	1,408,923	1,408,923	-	-
Long-term borrowings	1,500,000	1,543,920	43,326	1,500,594	-
Bonds payable (including current portion)	25,228,745	26,543,018	4,764,046	21,778,972	-
Notes and accounts payable (including related parties)	53,585,494	53,585,494	53,585,494	-	-
Other payables (including related parties)	5,339,664	5,339,664	5,339,664	-	-
Lease liabilities (including current and non-current)	4,008,416	4,930,221	920,923	2,569,645	1,439,653
Other current liabilities	267,966	267,966	267,966	-	-
Guarantee deposits received	13,244	13,244	-	13,244	-
Subtotal	<u>91,343,279</u>	<u>93,632,450</u>	<u>66,330,342</u>	<u>25,862,455</u>	<u>1,439,653</u>
Derivative financial liabilities					
Convertible bonds with embedded derivative instrument:					
Outflow	97,728	97,728	-	97,728	-
Carrying amount	97,728	97,728	-	97,728	-
Subtotal	97,728	97,728	-	97,728	-
Total	<u>\$ 91,441,007</u>	<u>93,730,178</u>	<u>66,330,342</u>	<u>25,960,183</u>	<u>1,439,653</u>
<b>June 30, 2024</b>					
Non-derivative financial liabilities					
Short-term borrowings	\$ 5,652,782	5,685,284	5,685,284	-	-
Long-term borrowings	1,500,000	1,564,741	42,654	1,522,087	-
Bonds payable (including related parties)	9,444,535	9,528,379	2,555,152	6,973,227	-
Notes and accounts payable (including related parties)	40,913,704	40,913,704	40,913,704	-	-
Other payables (including related parties)	11,697,791	11,697,791	11,697,791	-	-
Lease liabilities (including current and non-current)	3,868,979	4,832,216	833,690	2,620,036	1,378,490
Other current liabilities	900,273	900,273	900,273	-	-
Guarantee deposits received	13,338	13,338	-	13,338	-
Subtotal	<u>73,991,402</u>	<u>75,135,726</u>	<u>62,628,548</u>	<u>11,128,688</u>	<u>1,378,490</u>
Derivative financial liabilities					
Foreign currency forward contacts:					
Outflow	257	257	257	-	-
Carrying amount	257	257	257	-	-
Subtotal	257	257	257	-	-
Total	<u>\$ 73,991,659</u>	<u>75,135,983</u>	<u>62,628,805</u>	<u>11,128,688</u>	<u>1,378,490</u>

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

(iv) Market risk

1) Currency risk

The Group's significant exposure to foreign currency risk of financial assets, financial liabilities and others were as follows:

<b>June 30, 2025</b>			
	<b>Foreign currency (in thousands)</b>	<b>Exchange rate</b>	<b>NTD</b>
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	2,511,389 USD/NTD=	29.902	75,095,556
	185,282 USD/MYR=	4.216	5,540,289
	32,604 USD/MXN=	18.732	974,937
	15,740 USD/JPY=	144.760	470,751
	625 USD/KRW=	1,353.340	18,682
	- USD/CNY=	7.172	12
EUR	189,797 EUR/NTD=	32.051	6,652,606
<u>Non-monetary items</u>			
USD	3,495 USD/NTD=	29.902	104,514
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	2,065,700 USD/NTD=	29.902	61,768,933
	425,249 USD/MYR=	4.216	12,715,776
	75,989 USD/JPY=	144.760	2,272,622
	39,697 USD/MXN=	18.732	1,187,122
	625 USD/KRW=	1,353.340	18,680
EUR	72 EUR/NTD=	32.051	2,512

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

<b>December 31, 2024</b>			
	<b>Foreign currency (in thousands)</b>	<b>Exchange rate</b>	<b>NTD</b>
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	1,113,606	USD/NTD= 32.781	36,505,119
	30,311	USD/MXN= 20.693	993,624
	14,144	USD/JPY= 156.060	463,663
	13,601	USD/MYR= 4.477	445,840
	-	USD/CNY= 7.293	13
	-	USD/KRW= 1,472.600	2
EUR	75,109	EUR/NTD= 34.141	2,564,325
<u>Non-monetary items</u>			
USD	4,328	USD/NTD= 32.781	141,860
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	502,293	USD/NTD= 32.781	16,465,669
	138,457	USD/MYR= 4.477	4,538,770
	43,791	USD/MXN= 20.693	1,435,526
	2,175	USD/JPY= 156.060	71,292
	-	USD/KRW= 1,472.600	19,725
EUR	25	EUR/NTD= 34.141	847
<b>June 30, 2024</b>			
	<b>Foreign currency (in thousands)</b>	<b>Exchange rate</b>	<b>NTD</b>
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	803,822	USD/NTD= 32.450	26,084,027
	38,858	USD/JPY= 160.890	1,260,930
	12,620	USD/MXN= 18.388	409,525
	55,868	USD/MYR= 4.720	1,812,907
	-	USD/CNY= 7.267	13
	-	USD/KRW= 1,380.320	2
EUR	25,778	EUR/NTD= 34.738	895,468

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

<b>June 30, 2024</b>			
	<b>Foreign currency (in thousands)</b>	<b>Exchange rate</b>	<b>NTD</b>
<u>Non-monetary items</u>			
USD	4,013	USD/NTD= 32.450	130,220
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	597,479	USD/NTD= 32.450	19,388,207
	143,857	USD/MYR= 4.720	4,668,147
	46,184	USD/JPY= 160.890	1,498,655
	534	USD/MXN= 18.388	17,337
EUR	40	EUR/NTD= 34.738	1,375

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable (including related parties) and other receivables (including related parties), loans and borrowings, lease liabilities, notes and accounts payable (including related parties) and other payables (including related parties) that are denominated in foreign currency. A strengthening (weakening) 5 % of appreciation (depreciation) of the NTD against the USD and EUR for the six months ended June 30, 2025 and 2024, the net income would be changed by \$431,488 thousand and \$195,566 thousand, respectively. The analysis assumes that all other variable remain constant.

Since the Group has many kinds of functional currency, the information on foreign exchange gains on monetary items is disclosed by total amount. For the three-months ended June 30, 2025 and 2024 and the six-months ended June 30, 2025 and 2024, foreign exchange gains (losses) (including realized and unrealized portions) amounted to \$(54,444) thousand, \$190,779 thousand, \$916,653 thousand and \$354,554 thousand, respectively.

2) Interest rate analysis

Please refer to the notes on liquidity risk management and interest rate exposure of the Group's financial assets and liabilities.

The following sensitivity analysis is based on the exposure to the interest rate risk of non-derivative financial instruments on the reporting date. Regarding liabilities with variable rates, the analysis is based on the assumption that the liabilities were outstanding for lifetime on the reporting date.

If the interest rate increased / decreased by 1%, the Group's net income would have been changed by \$15,383 thousand and \$7,400 thousand, respectively, for the six months ended June 30, 2025 and 2024, with all other variable factors that remain constant. This is mainly due to the Group's borrowings at floating variable rate.

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(v) Fair value information

1) Categories and fair values of financial instruments

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It shall not include fair value information of the financial assets, financial liabilities and lease liabilities not measured at fair value if the carrying amount is a reasonable approximation of the fair value and lease liabilities.

	June 30, 2025				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through profit or loss -current</b>					
Derivative financial assets	\$ <u>2,303</u>	<u>-</u>	<u>2,303</u>	<u>-</u>	<u>2,303</u>
<b>Financial assets at fair value through profit or loss -non current</b>					
Private preferred stock	\$ 203,244	-	-	203,244	203,244
Private fund	<u>161,619</u>	<u>-</u>	<u>-</u>	<u>161,619</u>	<u>161,619</u>
Subtotal	<u>\$ 364,863</u>	<u>-</u>	<u>-</u>	<u>364,863</u>	<u>364,863</u>
<b>Financial assets at fair value through other comprehensive income-current</b>					
Accounts receivable	<u>\$ 58,023,676</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial assets at fair value through other comprehensive income-non-current</b>					
Equity instruments	<u>\$ 320,500</u>	<u>-</u>	<u>-</u>	<u>320,500</u>	<u>320,500</u>
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 59,986,338	-	-	-	-
Accounts receivable (including related parties)	17,865,129	-	-	-	-
Other receivable (including related parties)	578,583	-	-	-	-
Other non-current assets	<u>380,230</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal	<u>\$ 78,810,280</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial liabilities at fair value through profit or loss-current</b>					
Derivative financial liabilities	<u>\$ 7,232</u>	<u>-</u>	<u>7,232</u>	<u>-</u>	<u>7,232</u>
<b>Financial liabilities at fair value through profit or loss-non current</b>					
Convertible bonds with embedded derivative	<u>\$ 52,773</u>	<u>-</u>	<u>52,773</u>	<u>-</u>	<u>52,773</u>

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

		June 30, 2025				
		Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total
<b>Financial liabilities measured at amortized cost</b>						
Short-term borrowings	\$	38,283,528	-	-	-	-
Long-term borrowings (including current portion)		1,500,000	-	-	-	-
Bonds payable (including current portion)		25,365,192	-	-	-	-
Notes and accounts payable (including related parties)		94,336,478	-	-	-	-
Other payables (including related parties)		20,463,547	-	-	-	-
Lease liabilities (including current and non-current)		4,907,965	-	-	-	-
Other current liabilities		12,964	-	-	-	-
Guarantee deposits received		280	-	-	-	-
Subtotal	\$	<u>184,869,954</u>	-	-	-	-
<b>December 31, 2024</b>						
		Carrying amount	Fair value			
			Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through other comprehensive income-non current</b>						
Private preferred stock	\$	227,582	-	-	227,582	227,582
Private fund		339,842	-	-	339,842	339,842
Subtotal	\$	<u>567,424</u>	-	-	<u>567,424</u>	<u>567,424</u>
<b>Financial assets at fair value through other comprehensive income-current</b>						
Accounts receivable	\$	<u>24,770,304</u>	-	-	-	-
<b>Financial assets measured at amortized cost</b>						
Cash and cash equivalents	\$	48,328,503	-	-	-	-
Accounts receivable (including related parties)		12,878,488	-	-	-	-
Other receivable (including related parties)		54,859	-	-	-	-
Other non-current assets		267,409	-	-	-	-
Subtotal	\$	<u>61,529,259</u>	-	-	-	-
<b>Financial liabilities at fair value through profit or loss-non current</b>						
Convertible bonds with embedded derivative	\$	<u>97,728</u>	-	<u>97,728</u>	-	<u>97,728</u>
<b>Financial liabilities measured at amortized cost</b>						
Short-term borrowings	\$	1,399,750	-	-	-	-
Long-term borrowings		1,500,000	-	-	-	-
Bonds payable (including current portion)		25,228,745	-	-	-	-
Notes and accounts payable (including related parties)		53,585,494	-	-	-	-
Other payables (including related parties)		5,339,664	-	-	-	-
Lease liabilities (including current and non-current)		4,008,416	-	-	-	-
Other current liabilities		267,966	-	-	-	-
Guarantee deposits received		13,244	-	-	-	-
Subtotal	\$	<u>91,343,279</u>	-	-	-	-

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	June 30, 2024				
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss -current</b>					
Derivative financial assets	\$ <u>703</u>	<u>-</u>	<u>703</u>	<u>-</u>	<u>703</u>
<b>Financial assets at fair value through profit or loss -non current</b>					
Private preferred stock	\$ 250,624	-	-	250,624	250,624
Private fund	<u>155,894</u>	<u>-</u>	<u>-</u>	<u>155,894</u>	<u>155,894</u>
Subtotal	<u>\$ 406,518</u>	<u>-</u>	<u>-</u>	<u>406,518</u>	<u>406,518</u>
<b>Financial assets at fair value through other comprehensive income-current</b>					
Accounts receivable	<u>\$ 9,695,958</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 25,716,638	-	-	-	-
Accounts receivable (including related parties)	8,916,526	-	-	-	-
Other receivable (including related parties)	87,849	-	-	-	-
Other non-current assets	<u>251,449</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal	<u>\$ 34,972,462</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial liabilities at fair value through profit or loss-current</b>					
Derivative financial liabilities	<u>\$ 257</u>	<u>-</u>	<u>257</u>	<u>-</u>	<u>257</u>
<b>Financial liabilities measured at amortized cost</b>					
Short-term borrowings	\$ 5,652,782	-	-	-	-
Long-term borrowings	1,500,000	-	-	-	-
Bonds payable (including current portion)	9,444,535	-	-	-	-
Notes and accounts payable (including related parties)	40,913,704	-	-	-	-
Other payables (including related parties)	11,697,791	-	-	-	-
Lease liabilities (including current and non-current)	3,868,979	-	-	-	-
Other current liabilities	900,273	-	-	-	-
Guarantee deposits received	<u>13,338</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal	<u>\$ 73,991,402</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

2) Valuation techniques for financial instruments measured at fair value

a) Non-derivative financial instruments

A financial instrument is regarded as being quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's-length basis. Whether transactions are taking place 'regularly' is a matter of judgment and depends on the facts and circumstances of the market for the instrument.

Quoted market prices may not be indicative of the fair value of an instrument if the activity in the market is infrequent, the market is not well-established, only small volumes are traded, or bid-ask spreads are very wide. Determining whether a market is active involves judgment.

Measurements of fair value of financial instruments without an active market are based on valuation technique or quoted price from a competitor. Fair value, measured by using valuation technique that can be extrapolated from either similar financial instruments or discounted cash flow method or other valuation techniques, including models, is calculated based on available market data at the reporting date.

The financial instrument of the Group was not traded in an active market, its fair value was determined basing on the ratio of the quoted market price of the comparative listed company and its book value per share. Also, the fair value was discounted for its lack of liquidity in the market.

b) Derivative financial instruments

Measurement of the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants such as the discounted cash flow or option pricing models. Fair value of forward currency is usually determined by the forward currency exchange rate. The fair value of structured interest derivative financial instruments is determined by using the proper option pricing models, such as Black-Scholes model, or other valuation technique, such as Monte Carlo simulation.

3) Transfers between Level 1 and Level 2: none.

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

4) Changes between Level 3:

	Fair value through profit or loss Non-derivative financial assets mandatorily measured at fair value through profit or loss (Held-for-trading non-derivative financial assets)	Fair value through other comprehensive income  Unquoted equity instruments	Total
Balance on January 1, 2025	\$ 567,424	-	567,424
Acquisition	-	291,630	291,630
Disposals	(254,069)	-	(254,069)
Total gains and losses recognized			
in profit or loss	67,131	-	67,131
in other comprehensive income	-	28,870	28,870
Effect of exchange rate changes	(15,623)	-	(15,623)
Balance on June 30, 2025	<u>\$ 364,863</u>	<u>320,500</u>	<u>685,363</u>
Balance on January 1, 2024	\$ -	-	-
Acquisition	406,518	-	406,518
Balance on June 30, 2024	<u>\$ 406,518</u>	<u>-</u>	<u>406,518</u>

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

	For the three months ended June 30		For the six months ended June 30	
	2025	2024	2025	2024
Total gains and losses recognized:				
in profit or loss, and presented in “other gains and losses”	\$ 85,265	-	67,131	-
in other comprehensive income, and presented in “unrealized gains (losses) from financial assets measured at fair value through other comprehensive income”	28,870	-	28,870	-
	<u>\$ 114,135</u>	<u>-</u>	<u>96,001</u>	<u>-</u>

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

The Group's financial instruments that used level 3 inputs to measure fair value include "financial assets measured at fair value through profit or loss - equity investments" and "private fund investments".

Most of the fair value measurements categorized within level 3 used the single and significant unobservable input. Equity investments without an active market contained multiple significant unobservable inputs. The significant unobservable inputs of the equity investments were independent from each other, as a result, there was no relevance between them.

Quantified information of significant unobservable inputs was as follows:

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter-relationship between significant unobservable inputs and fair value measurement</u>
Financial assets measured at fair value through profit or loss-equity investments without an active market	Black-Scholes Option Pricing Model	·Volatility (as of June 30, 2025 and December 31, 2024 were 38.96%)	·The estimated fair value would decrease if the volatility was higher.
Financial assets measured at fair value through other comprehensive income-equity investments without an active market	Comparable listed company method — equity method	·Price-book ratio (as of June 30, 2025 was 4.17)	·The higher the price-book ratio, the higher the fair value
Financial assets measured at fair value through profit or loss-private fund investments	Net asset value method	·Net asset value	·The estimated fair value would increase if the net assets were higher

- 6) Fair value measurements in level 3-sensitivity analysis of reasonably possible alternative assumptions.

The Group's measurement on the fair value of financial instruments was deemed reasonable despite different valuation models or assumptions might lead to different results. For fair value measurements in level 3, changing one or more of the assumptions would have the following effects on profit or loss and other comprehensive income:

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

				Profit or loss		Other comprehensive income	
				Favorable	Unfavorable	Favorable	Unfavorable
<b>June 30, 2025</b>							
Financial assets measured at fair value through profit or loss:							
Equity investments without an active market	Volatility	5%	\$	10,196	(10,026)	-	-
Private fund	Net asset value method	5%		8,081	(8,081)	-	-
Financial assets measured at fair value through other comprehensive income:							
Equity investments without an active market	Price-book ratio	5%		-	-	16,025	(16,025)
<b>December 31, 2024</b>							
Financial assets measured at fair value through profit or loss:							
Equity investments without an active market	Volatility	5%		-	(931)	-	-
Private fund	Net asset value method	5%		16,992	(16,992)	-	-
<b>June 30, 2024</b>							
Financial assets measured at fair value through profit or loss:							
Equity investments without an active market	Net asset value method	5%		12,531	(12,531)	-	-
Private fund	Net asset value method	5%		7,795	(7,795)	-	-

The favorable and unfavorable effects represented the changes in fair value, which was based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflected the effects of changes in a single input, and it did not include the interrelationships with another input.

7) Offsetting financial assets and financial liabilities

The Group has financial instruments transactions applicable to the International Financial Reporting Standards Sections 42 NO. 32 approved by the FSC which required for offsetting. Financial assets and liabilities relating to those transactions are recognized in the net amount of the balance sheets.

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

June 30, 2025					
Financial assets that are offset which have an exercisable master netting arrangement or similar agreement					
	Gross amounts of recognized financial assets	Gross amounts of financial liabilities offset in the balance sheet	Net amount of financial assets presented in the balance sheet	Amounts not offset in the balance sheet (d)	
	(a)	(b)	(c)=(a)-(b)	Financial instruments	Net amounts (e)=(c)-(d)
				Cash collateral received	
Other receivables	\$ 926,737	926,737	-	-	-
June 30, 2025					
Financial liabilities that are offset which have an exercisable master netting arrangement or similar agreement					
	Gross amounts of recognized financial liabilities	Gross amounts of financial assets offset in the balance sheet	Net amount of financial liabilities presented in the balance sheet	Amounts not offset in the balance sheet (d)	
	(a)	(b)	(c)=(a)-(b)	Financial instruments	Net amounts (e)=(c)-(d)
				Cash collateral received	
Notes payable and accounts payable	\$ 9,064,863	926,737	8,138,126	-	8,138,126
December 31, 2024					
Financial assets that are offset which have an exercisable master netting arrangement or similar agreement					
	Gross amounts of recognized financial assets	Gross amounts of financial liabilities offset in the balance sheet	Net amount of financial assets presented in the balance sheet	Amounts not offset in the balance sheet (d)	
	(a)	(b)	(c)=(a)-(b)	Financial instruments	Net amounts (e)=(c)-(d)
				Cash collateral received	
Other receivables	\$ 818,197	818,197	-	-	-
December 31, 2024					
Financial liabilities that are offset which have an exercisable master netting arrangement or similar agreement					
	Gross amounts of recognized financial liabilities	Gross amounts of financial assets offset in the balance sheet	Net amount of financial liabilities presented in the balance sheet	Amounts not offset in the balance sheet (d)	
	(a)	(b)	(c)=(a)-(b)	Financial instruments	Net amounts (e)=(c)-(d)
				Cash collateral received	
Notes payable and accounts payable	\$ 4,747,544	818,197	3,929,347	-	3,929,347
June 30, 2024					
Financial assets that are offset which have an exercisable master netting arrangement or similar agreement					
	Gross amounts of recognized financial assets	Gross amounts of financial liabilities offset in the balance sheet	Net amount of financial assets presented in the balance sheet	Amounts not offset in the balance sheet (d)	
	(a)	(b)	(c)=(a)-(b)	Financial instruments	Net amounts (e)=(c)-(d)
				Cash collateral received	
Other receivables	\$ 1,458,479	1,458,479	-	-	-
June 30, 2024					
Financial liabilities that are offset which have an exercisable master netting arrangement or similar agreement					
	Gross amounts of recognized financial liabilities	Gross amounts of financial assets offset in the balance sheet	Net amount of financial liabilities presented in the balance sheet	Amounts not offset in the balance sheet (d)	
	(a)	(b)	(c)=(a)-(b)	Financial instruments	Net amounts (e)=(c)-(d)
				Cash collateral received	
Notes payable and accounts payable	\$ 5,393,097	1,458,479	3,934,618	-	3,934,618

(Continued)

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(w) Financial risk management

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

(x) Capital management

The Group's objectives, policies and processes of capital management were the same as those described in the consolidated financial statements for the year ended December 31, 2024. There were no significant changes in the quantified data for capital management as disclosed in the consolidated financial statements for the year ended December 31, 2024. For the related information, please refer to note 6(w) of the consolidated financial statements for the year ended December 31, 2024.

(y) Investing and financing activities not affecting current cash flow

For the six months ended June 30, 2025 and 2024, reconciliations of liabilities arising from financing activities were as follows:

			Non-cash changes					
			Change in lease payments	Addition	Interest expenses	Reclassification	Foreign exchange movement and others	
	January 1, 2025	Cash flows						June 30, 2025
Short-term borrowings	\$ 1,399,750	37,315,494	-	-	-	-	(431,716)	38,283,528
Long-term borrowings	1,500,000	-	-	-	-	(1,500,000)	-	-
Bonds payable	20,503,745	-	-	-	136,447	-	-	20,640,192
Current portion of long-term borrowings	-	-	-	-	-	1,500,000	-	1,500,000
Lease liabilities (including current and non-current)	4,008,416	(610,653)	(134,496)	1,754,740	-	-	(110,042)	4,907,965
Guarantee deposits received	13,244	-	-	-	-	(12,964)	-	280
Total liabilities from financing activities	<u>\$ 27,425,155</u>	<u>36,704,841</u>	<u>(134,496)</u>	<u>1,754,740</u>	<u>136,447</u>	<u>(12,964)</u>	<u>(541,758)</u>	<u>65,331,965</u>

  

			Non-cash changes					
			Change in lease payments	Addition	Interest expenses	Reclassification	Foreign exchange movement	
	January 1, 2024	Cash flows						June 30, 2024
Short-term borrowings	\$ 383,793	5,232,137	-	-	-	-	36,852	5,652,782
Bonds payable	6,942,918	-	-	-	1,617	-	-	6,944,535
Lease liabilities (including current and non-current)	1,520,977	(477,019)	-	2,867,653	-	-	(42,632)	3,868,979
Total liabilities from financing activities	<u>\$ 8,847,688</u>	<u>4,755,118</u>	<u>-</u>	<u>2,867,653</u>	<u>1,617</u>	<u>-</u>	<u>(5,780)</u>	<u>16,466,296</u>

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

(a) Parent company and ultimate controlling party

Wistron Corporation is the parent company and the ultimate controlling party of the Group. As of June 30, 2025, December 31 and June 30, 2024, it owns 35.45%, 35.45% and 37.68%, respectively, of all shares outstanding of the Company, and has issued the consolidated financial statements available for public use.

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(b) Names and relationship with related parties

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

<b>Name of related party</b>	<b>Relationship with the Group</b>
Wistron Corporation (WHQ)	Parent Company
Wistron InfoComm (Czech), s.r.o. (WCCZ)	Other related parties
Wistron Mexico, S.A. de C.V. (WMX)	Other related parties
ICT Service Management Solutions (India) Private Limited (WIN)	Other related parties
International Standards Laboratory Corp. (ISL)	Other related parties
Wistron InfoComm (Zhongshan) Corporation (WZS)	Other related parties
SMS InfoComm Technology Services and Management Solutions Ltd. (WBR)	Other related parties
Wistron InfoComm (Kushan) Co., Ltd. (WAKS)	Other related parties
SMS InfoComm Corporation (WTX)	Other related parties
Wistron InfoComm Technology (Texas) Corporation (WITT)	Other related parties
Wistron InfoComm Technology (America) Corporation (WITX)	Other related parties
WiAdvance Technology Corporation (AGI)	Other related parties
Wistron K.K. (WJP)	Other related parties
WNC Corporation (WNC)	Other related parties
Wistron Information Technology and Services Corporation (WITS)	Other related parties
T-CONN Precision Corporation (TPE)	Other related parties
SMS InfoComm (Singapore) Pte. Ltd. (WSSG)	Other related parties
ANWITH Technology Corporation (WCHQ)	Other related parties
Wistron InfoComm Mexico S.A. de C.V. (WIMX)	Other related parties
WIEDU CORPORATION (WETW)	Other related parties
Wistron Medical Technology Corporation (WMT)	Other related parties
Wistron Automotive Electronics (Kunshan) Co., Ltd. (WAEK)	Other related parties
LE BEN Investment Ltd. (WLB)	Other related parties
Wise Cap Limited Company (WCL)	Other related parties
Wiwynn Foundation (WYF)	Other related parties

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(c) Significant transactions with related parties

(i) Sales

The amounts of significant sales and outstanding balances between the Group and related parties were as follows:

	Sales				Receivables from related parties		
	For the three months ended June 30		For the six months ended June 30		June 30,	December 31,	June 30,
	2025	2024	2025	2024	2025	2024	2024
WHQ	\$ -	8,856	-	12,168	-	-	4,606
Other related parties	207,704	109,238	569,054	118,238	229,574	29,014	110,628
	<u>\$ 207,704</u>	<u>118,094</u>	<u>569,054</u>	<u>130,406</u>	<u>229,574</u>	<u>29,014</u>	<u>115,234</u>

The selling price and payment terms of sales to related parties depend on the economic environment and market competition, and are not significantly different from those with third-party customers.

(ii) Purchases

The amounts of significant purchase and outstanding balances between the Group and related parties were as follows:

	Purchases				Payables to related parties		
	For the three months ended June 30		For the six months ended June 30		June 30,	December 31,	June 30,
	2025	2024	2025	2024	2025	2024	2024
WHQ	\$ 17,470,655	8,208,650	34,080,360	21,496,601	9,440,993	4,130,266	3,952,075
Other related parties	1,621,058	1,094,825	2,595,201	1,667,446	2,260,609	1,394,707	1,143,517
	<u>\$ 19,091,713</u>	<u>9,303,475</u>	<u>36,675,561</u>	<u>23,164,047</u>	<u>11,701,602</u>	<u>5,524,973</u>	<u>5,095,592</u>

Trading terms of purchase transactions with related parties can't be compared with third-party vendors due to product specifications.

(iii) Operating Expense

The amounts of operating expense between the Group and related parties were as follows:

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2025	2024	2025	2024
WHQ	\$ 17,747	7,732	29,879	12,782
Other related parties	155,629	137,474	308,467	227,141
	<u>\$ 173,376</u>	<u>145,206</u>	<u>338,346</u>	<u>239,923</u>

Trading terms of operating expense with related parties are not significantly different from those with third-party vendors.

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iv) Acquisition of assets

The acquisition of assets from related parties were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
WHQ	\$ -	5,600	-	20,460
Other related parties:				
AGI	49,958	38,292	50,234	38,292
WZS	44,996	-	44,996	189
Other related parties	2,446	-	3,862	1,287
	<u>\$ 97,400</u>	<u>43,892</u>	<u>99,092</u>	<u>60,228</u>

Trading terms of acquisitions of assets with related parties are not significantly different from those with third-party vendors.

(v) Disposals of assets

The disposals of assets from related parties were as follows:

	For the three months ended June 30,				For the six months ended June 30,			
	2025		2024		2025		2024	
	Disposal price	Loss on disposal	Disposal price	Loss on disposal	Disposal price	Loss on disposal	Disposal price	Loss on disposal
WNC	<u>\$ 2,500</u>	<u>(2,034)</u>	<u>-</u>	<u>-</u>	<u>2,500</u>	<u>(2,034)</u>	<u>-</u>	<u>-</u>

(vi) Other receivables

The Group purchased raw materials on behalf of related parties, provide of human outsourcing service and etc. The outstanding balance were as follows:

	Other receivables from related parties		
	June 30, 2025	December 31, 2024	June 30, 2024
WHQ	\$ 27,866	31,477	36,322
Other related parties:			
WITX	8,861	3,989	12,538
Other related parties	2,625	2,586	9,346
Total	<u>\$ 39,352</u>	<u>38,052</u>	<u>58,206</u>

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(vii) Other payables

The Group purchased research and development materials, testing services and etc. The outstanding balance were as follows:

	<b>Other payables to related parties</b>		
	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
WHQ	\$ 17,709	4,700	7,201
Other related parties	126,848	144,648	162,324
Total	<u><u>\$ 144,557</u></u>	<u><u>149,348</u></u>	<u><u>169,525</u></u>

(viii) Leases

The Group signed a lease contract for its factory and warehouse with WIMX and WNC, and the total value of the contract was amounted to \$1,011,898 thousand and \$260,694 thousand, respectively. The outstanding balance of lease liabilities and interest expense were as follows:

	<b>Lease liabilities (including current and non-current)</b>		
	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
WIMX	\$ 505,628	536,445	561,959
WNC	224,351	136,046	148,612
	<u><u>\$ 729,979</u></u>	<u><u>672,491</u></u>	<u><u>710,571</u></u>

	<b>Interest expense</b>			
	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
WIMX	\$ 16,994	19,262	36,054	40,420
WNC	1,172	785	1,593	1,700
	<u><u>\$ 18,166</u></u>	<u><u>20,047</u></u>	<u><u>37,647</u></u>	<u><u>42,120</u></u>

(ix) Others

The Group dividends payable to related parties were included in other payables as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
WHQ	\$ 4,876,240	-	2,767,595
Other related parties	643,018	-	364,956
	<u><u>\$ 5,519,258</u></u>	<u><u>-</u></u>	<u><u>3,132,551</u></u>

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(d) Key management personnel compensation

Key management personnel compensation comprised:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Short-term employee benefits	\$ 132,463	55,695	239,362	108,306
Post-employment benefits	350	206	685	388
	<u>\$ 132,813</u>	<u>55,901</u>	<u>240,047</u>	<u>108,694</u>

(8) Pledged assets:

The carrying amounts of pledged assets were as follows:

Pledged assets	Object	June 30, 2025	December 31, 2024	June 30, 2024
Inventory	Inventory guarantee	\$ -	267,966	900,273
Other non-current assets	Guarantee	180,806	147,579	147,260
Other non-current assets	Performance guarantee	-	13,337	13,337
Other non-current assets	Guarante for customs duties	29,902	-	-
		<u>\$ 210,708</u>	<u>428,882</u>	<u>1,060,870</u>

(9) Commitments and contingencies:

(a) Unrecognized contractual commitments

The Group's unrecognized contractual commitments are as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Acquisition of property, plant and equipment	<u>\$ 6,671,849</u>	<u>4,689,530</u>	<u>939,013</u>

(b) As of June 30, 2025, December 31 and June 30, 2024, the unused letters of credit were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Unused letters of credit	<u>\$ 253,461</u>	<u>283,263</u>	<u>-</u>

(10) Losses due to major disasters: None.

(11) Subsequent events:

The Company participated in the cash capital increase of its subsidiary, Wiyynn International Corporation, at an amount of US\$500,000 thousand, based on a resolution approved during its board meeting held on August 8, 2025.

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(12) Other:**

(a) A summary of employee benefits, depreciation, and amortization by function, were as follows:

By function By item	For the three months ended June 30					
	2025			2024		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salary	1,490,508	1,497,769	2,988,277	1,000,884	641,519	1,642,403
Labor and health insurance	171,594	39,140	210,734	126,353	32,954	159,307
Pension	129,092	19,436	148,528	89,356	16,412	105,768
Remuneration of directors	-	69,170	69,170	-	9,270	9,270
Others	83,130	13,956	97,086	76,494	11,224	87,718
Depreciation	501,786	61,445	563,231	343,999	50,572	394,571
Amortization	8,849	49,570	58,419	6,017	39,110	45,127

By function By item	For the six months ended June 30					
	2025			2024		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salary	2,909,347	2,507,840	5,417,187	1,905,800	1,190,892	3,096,692
Labor and health insurance	345,010	89,165	434,175	245,042	73,555	318,597
Pension	250,743	38,137	288,880	170,363	32,405	202,768
Remuneration of directors	-	84,440	84,440	-	18,450	18,450
Others	168,266	26,857	195,123	163,214	21,941	185,155
Depreciation	953,437	115,688	1,069,125	642,113	105,441	747,554
Amortization	15,210	94,749	109,959	11,164	66,095	77,259

(b) Seasonality of operations

The Group's operations were not affected by seasonality or cyclicity factors.

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**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(13) Other disclosures:**

(a) Information on significant transactions:

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

- (i) Loans to other parties: None.
- (ii) Guarantees and endorsements for other parties: Table 1 attached.
- (iii) Securities held as of June 30, 2025 (excluding investment in subsidiaries, associates and joint ventures): Table 2 attached.
- (iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: Table 3 attached.
- (v) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: Table 4 attached.
- (vi) Significant intercompany transactions and business relationships between parent company and its subsidiaries: Table 5 attached.

(b) Information on investments:

The following are the information on investments for the six months ended June 30, 2025 (excluding information on investments in mainland China): Table 6 attached.

(c) Information on investment in mainland China: Table 7 attached.

**(14) Segment information:**

The Group's core profession is to provide the products and service in data center, and there is no significant segment division. Therefore, the Group's operating decision maker considered it has one reportable segment. Please refer to the consolidated balance sheets and the consolidated statements of comprehensive income.

## WIWYNN CORPORATION AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

Table 1 Guarantees and endorsements for other parties  
(June 30, 2025)

No.	Name of guarantor	Counter - party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise (Note 2) and (Note 3)	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements	Ratio of accumulated amounts of endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements (Note 1) and (Note 3)	Parent company endorsements/ guarantees to subsidiary	Subsidiary endorsements/ guarantees to parent company	Endorsements/ guarantees to subsidiary in Mainland China	Notes
		Name	Relationship with the company (Note 4)											
0	The Company	WYMX	2	27,282,543	940,409	825,834	825,834	28,806	0.91%	45,470,905	Y	N	N	(Note 5)
0	The Company	WYUS	2	27,282,543	30,192	27,208	27,208	-	0.03%	45,470,905	Y	N	N	(Note 5)
0	The Company	WYMUS	2	27,282,543	2,561,360	2,392,160	2,392,160	-	2.63%	45,470,905	Y	N	N	(Note 5)
1	WYUS	WYMUS	4	13,810,036	4,373,423	4,369,478	4,369,478	-	9.49%	23,016,728	N	N	N	(Note 5)

(Note 1) The total amount for guarantees and endorsements provided by the Company to other entities shall not exceed 50% of the Company's latest net worth, which was audited or reviewed by Certified Public Accountant.

(Note 2) The total amount for guarantees and endorsements provided by the Company to any individual entity shall not exceed 30% of the Company's latest net worth, which was audited or reviewed by Certified Public Accountant.

(Note 3) Due to WYUS's Operation Procedure for Guarantees and Endorsements:

1. The total amount for guarantees and endorsements provided by the Company to other entities shall not exceed 50% of the Company's latest net worth, which was audited or reviewed by Certified Public Accountant.
2. The total amount for guarantees and endorsements provided by the Company to any individual entity shall not exceed 30% of the Company's latest net worth, which was audited or reviewed by Certified Public Accountant.

(Note 4) Relationship with the Company:

1. Ordinary business relationship.
2. Subsidiary which owned more than 50% by the guarantor.
3. An investee owned more than 50% in total by both the guarantor and its subsidiary.
4. An investee owned more than 90% by the guarantor or its subsidiary.
5. Fulfillment of contractual obligations by providing mutual endorsements and guarantees for peer or joint builders in order to undertake a construction project.
6. An entity that is guaranteed and endorsed by all capital contributing shareholders in proportion to their shareholding percentages.
7. The 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 5) The aforementioned inter - company transactions have been eliminated in the consolidated financial statements.

# WIWYNN CORPORATION AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

Table 2 Securities Held (excluding investment in subsidiaries, associates and joint ventures)

(June 30, 2025)

(TWD : expressed in thousands)

securities held by	Category and name of securities		Relationship	Financial statement Account	Ending balance				Notes
					Number of Shares	Book value	Percentage of Ownership	Fair value	
The Company	ZUTA-CORE LTD	Stock	-	Financial assets measured at fair value through profit or loss-non-current	568	203,244	7.92%	203,244	-
The Company	LAMBDA, INC.	Stock	-	Financial assets at fair value through other comprehensive income-non-current	500	320,500	0.37%	320,500	-
WYUS	Andra Capital Fund LP	Fund	-	Financial assets measured at fair value through profit or loss-non-current	-	161,619	-	161,619	-

# WIWYNN CORPORATION AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

Table 3 Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock  
(June 30, 2025)

Name of company	Related Party	Nature of relationship	Transaction details				Transaction with terms different from others		Notes/ Accounts receivable (payable)		Notes
			Purchase/Sales	Amount	Percentage of total purchases / sales	Payment terms	Unit price	Payment Terms	Ending balance	Percentage of total notes / accounts receivable (payable)	
The Company	WYUS	The Company's subsidiary	Sale	59,206,834	55.52%	OA150	-	-	54,906,765	73.40%	(Note)
"	WYJP	The Company's subsidiary	Sale	2,028,755	1.90%	OA90	-	-	1,048,532	1.40%	(Note)
"	WYKR	The Company's subsidiary	Sale	3,363,606	3.15%	OA90	-	-	3,070,924	4.11%	(Note)
"	WYHK	The Company's subsidiary	4	589,348	0.55%	OA90	-	-	263,742	0.35%	(Note)
"	WYKS	The Company's subsidiary	Sale	391,790	0.37%	OA90	-	-	132,251	0.18%	(Note)
"	WHQ	The Company's parent company	Purchase	32,605,316	37.00%	OA45	-	-	(8,138,126)	(33.11%)	-
"	WYUS	The Company's subsidiary	Purchase	3,329,810	3.78%	OA90	-	-	(2,339,647)	(9.52%)	(Note)
"	WYMY	The Company's subsidiary	Purchase	23,410,847	26.57%	OA30	-	-	(5,326,503)	(21.67%)	(Note)
"	WYMTN	The Company's subsidiary	Purchase	891,801	1.01%	OA90	-	-	(891,801)	(3.63%)	(Note)
WYUS	The Company	WYUS's parent company	Sale	3,329,810	1.03%	OA90	-	-	2,339,647	3.97%	(Note)
"	WBR	WYUS's other related company	Sale	493,264	0.14%	OA90	-	-	225,035	0.37%	-
"	WHQ	WYUS's parent company	Purchase	1,430,113	0.37%	OA45	-	-	(1,301,050)	(1.04%)	-
"	WITX	WYUS's other related company	Purchase	2,594,805	0.68%	OA90	-	-	(2,260,446)	(1.81%)	-
"	The Company	WYUS's parent company	Purchase and Service cost	59,206,834	15.99%	OA150	-	-	(54,906,765)	(43.97%)	(Note)
"	WYMX	WYUS's affiliate company	Processing fee	2,842,983	0.75%	OA60	-	-	(971,331)	(0.78%)	(Note)
WYJP	The Company	WYJP's parent company	Purchase	2,028,755	100.00%	OA90	-	-	(1,048,532)	(100.00%)	(Note)
WYKR	The Company	WYKR's parent company	Purchase	3,363,606	100.00%	OA90	-	-	(3,070,924)	(100.00%)	(Note)
WYHK	The Company	WYHK's parent company	Purchase	589,348	100.00%	OA90	-	-	(263,742)	(100.00%)	(Note)
WYKS	The Company	WYKS's parent company	Purchase	391,790	100.00%	OA90	-	-	(132,251)	(100.00%)	(Note)
WYMY	The Company	WYMY's parent company	Sale	23,410,847	100.00%	OA30	-	-	5,326,503	99.99%	(Note)
WYMX	WYUS	WYMX's affiliate company	Processing income	2,842,983	100.00%	OA60	-	-	971,331	100.00%	(Note)
WYMTN	The Company	WYMTN's parent company	Sale	891,801	100.00%	OA90	-	-	891,801	100.00%	(Note)

(Note): The aforementioned inter - company transactions have been eliminated in the consolidated financial statements.

# WIWYNN CORPORATION AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

Table 4 Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock  
(June 30, 2025)

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Loss allowance	Notes
					Amount	Action taken			
Account Receivables									
The Company	WYUS	The Company's subsidiary	54,906,765	331.08%	-	-	16,834,589	-	(Note)
"	WYJP	The Company's subsidiary	1,048,532	724.67%	-	-	-	-	(Note)
"	WYKR	The Company's subsidiary	3,070,924	410.13%	-	-	-	-	(Note)
"	WYHK	The Company's subsidiary	263,742	893.83%	-	-	263,532	-	(Note)
"	WYKS	The Company's subsidiary	4	268.53%	-	-	-	-	(Note)
WYUS	The Company	WYUS's parent company	2,339,647	546.75%	226	Collecting	2,108,250	-	(Note)
"	WBR	WYUS's other related company	225,035	811.60%	25,780	Collecting	94,213	-	(Note)
WYMY	The Company	WYMY's parent company	5,326,503	1,674.09%	-	-	5,326,503	-	(Note)
WYMX	WYUS	WYMX's affiliate company	971,331	600.57%	-	-	971,331	-	(Note)
WYMTN	The Company	WYMTN's parent company	891,801	390.99%	-	-	437,717	-	(Note)
Other Receivables									
The Company	WYJP	The Company's subsidiary	1,224,166	-	-	-	1,223,678	-	(Note)
"	WYMY	The Company's subsidiary	913,750	-	-	-	674,495	-	(Note)
"	WYUS	The Company's subsidiary	460,756	-	-	-	35,495	-	(Note)
WYUS	The Company	WYUS's parent company	7,109,627	-	21,231	Collecting	6,396,990	-	(Note)
"	WYMY	WYUS's affiliate company	126,999	-	-	-	48,609	-	(Note)

(Note): The aforementioned inter - company transactions have been eliminated in the consolidated financial statements.

# WIWYNN CORPORATION AND SUBSIDIARIES

## Notes to the Consolidated Financial Statements

Table 5 Significant intercompany transactions and business relationships between parent company and its subsidiaries  
(June 30, 2025)

No.	Name of company	Name of counter-party	Nature of relationship (Note 1)	Intercompany transactions			
				Account name	Amount	Trading Terms	Percentage of the consolidated net revenue or total assets (Note 3)
0	The Company	WYUS	1	Sale	59,206,834	OA150	15.13%
0	"	WYJP	1	Sale	2,028,755	OA90	0.52%
0	"	WYKR	1	Sale	3,363,606	OA90	0.86%
0	"	WYHK	1	Sale	589,348	OA90	0.15%
0	"	WYKS	4	Sale	391,790	OA90	0.10%
1	WYUS	The Company	2	Sale	3,329,810	OA90	0.85%
2	WYMY	"	2	Sale	23,410,847	OA30	5.98%
3	WYMTN	"	2	Sale	891,801	OA90	0.23%
4	WYMX	WYUS	3	Processing income	2,842,983	OA60	0.73%
0	The Company	WYUS	1	Account receivable	54,906,765	OA150	19.04%
0	"	WYJP	1	Account receivable	1,048,532	OA90	0.36%
0	"	WYKR	1	Account receivable	3,070,924	OA90	1.06%
0	"	WYHK	1	Account receivable	263,742	OA90	0.09%
0	"	WYKS	1	Account receivable	132,251	OA90	0.05%
1	WYUS	The Company	2	Account receivable	2,339,647	OA90	0.81%
2	WYMY	"	2	Account receivable	5,326,503	OA30	1.85%
3	WYMTN	"	2	Account receivable	891,801	OA90	0.31%
4	WYMX	WYUS	3	Account receivable	971,331	OA60	0.34%

Note 1: relationship:

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

Note 2: The section only discloses the information of sales and accounts receivable of inter-company transactions, as well as is not disclosed the purchase and accounts payable of counter-party due to duplicate.

Note 3: Calculated by using the transaction amount, divided by the consolidated net revenues and total assets.

**WIWYNN CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Table 6 Information on investments (excluding investees in mainland China)

The following are the information on investees for January 1 to June 30, 2025 (excluding information on investees in mainland China):

Name of the investor	Name of investee	Location	Main business and products	Original investment amount		Balance as of June 30, 2025			Net income (losses) of the investee	Share of profits/losses of investee	Notes
				June 30, 2025	December 31, 2024	Shares(In thousands)	Percentage of ownership	Carrying value			
The Company	WYJP	Japan	Sales of cloud data center equipment	6,620	6,620	-	100.00%	632,065	149,926	149,926	(Note)
"	WYUS	U.S.A	Sales of cloud data center equipment	45,238,581	45,238,581	1,469,010	100.00%	46,033,457	510,122	510,122	(Note)
"	WYHK	Hong Kong	Investing activities and sales of cloud data center equipment	12,181	12,181	400	100.00%	332,126	22,662	22,662	(Note)
"	WYKR	South Korea	Sales of cloud data center equipment	2,903	2,903	20	100.00%	186,612	2,933	2,933	(Note)
"	WYMY	Malaysia	Manufacturing and sales of cloud data center equipment	6,972,733	6,972,733	1,046,012	100.00%	8,117,690	762,357	762,357	(Note)
"	WYMX	Mexico	Manufacturing of cloud data center equipment	1,741,251	1,741,251	1,113,761	100.00%	2,981,296	105,520	105,520	(Note)
"	WYSMX	Mexico	Real property rental and management	58,025	58,025	40,444	100.00%	66,098	1,927	1,927	(Note)
"	WYMTN	Taiwan	Manufacturing and sales of cloud data center equipment	10,001,000	-	50,005	100.00%	10,093,893	92,893	92,893	(Note)
"	WYMUS	U.S.A	Manufacturing and sales of cloud data center equipment	9,700,636	-	300,000	100.00%	8,975,126	4,817	4,817	(Note)
"	LiquidStack	Netherlands	R&D of liquid cooling technology	276,609	276,609	1,000	11.29%	104,514	(236,788)	(26,965)	-

(Note): The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

## WIWYNN CORPORATION AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

Table 7 Information on investment in mainland China

(i) Information on investment in mainland China

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment (Note 2)	Accumulated outflow of investment from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outflow of Investment from Taiwan as of June 30, 2025	Net income (loss) of the investee	Percentage of ownership	Investment income (losses)		Book value	Accumulated remittance of earnings in current period	Notes
					Outflow	Inflow								
WYKS	Sales of cloud data center equipment	10,659	2	10,659 (Note 1)	-	-	10,659	10,998	100%	10,998	(Note3)2	150,206	-	(Note 5)

(ii) Limitation on investment in mainland China

Accumulated Investment in mainland China as of June 30, 2025 (Note 1)	Investment Amounts Authorized by Investment Commission, MOEA(Note 6)	Upper Limit or Investment (Note 4)
10,659(USD 350,000)	10,466(USD 350,000)	54,565,085

(Note 1) Wiyynn Technology Service Hong Kong Limited used its own capital to invest in WYKS.

(Note 2) Ways to invest in mainland China:

- 1.Direct investment in mainland China.
- 2.Reinvestment in mainland China through third place.
- 3.Others

(Note 3) The three categories of investment income (losses) recognized were as follows:

1. The financial statements of the investee company were reviewed by the global accounting firm in cooperation with ROC. accounting firm.
2. The financial statements of the investee company were reviewed by the same auditor of the Taiwan parent company.
3. Others

(Note 4) Amount of upper limit on investment was the higher between sixty percent of total equity or total consolidated equity.

(Note 5) The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

(Note 6) Translated using the ending rates on June 30, 2025.

(iii) Significant transactions

From January 1 to June 30, 2025, the significant inter-company transactions with the subsidiary in mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in “Information on significant transactions”.