

WIWYNN CORPORATION AND SUBSIDIARIES**CONSOLIDATED FINANCIAL STATEMENTS**

**With Independent Auditors' Review Report
for the Three Months Ended March 31, 2026 and 2025**

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

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Independent Auditors' Review Report

To the Board of Directors Wiwynn Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Wiwynn Corporation and its subsidiaries as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2026 and 2025, 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 March 31, 2026 and 2025, and of its consolidated financial performance for the three months and three months ended March 31, 2026 and 2025, as well as its consolidated cash flows for the three months ended March 31, 2026 and 2025 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 Yang, Yun-Chu.

KPMG

Taipei, Taiwan (Republic of China)

May 7, 2026

Notes to Readers

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

The independent auditors’ 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 Statements of Comprehensive Income

For the three months ended March 31, 2026 and 2025

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

		For the three months ended March 31			
		2026		2025	
		Amount	%	Amount	%
4000	Operating revenue (notes 6(s) and 7)	\$ 276,507,734	100	170,655,284	100
5000	Operating costs (notes 6(f), (h), (i), (j), (n), (o), (t), 7 and 12)	<u>255,626,566</u>	<u>92</u>	<u>155,805,809</u>	<u>91</u>
	Gross profit from operations	<u>20,881,168</u>	<u>8</u>	<u>14,849,475</u>	<u>9</u>
	Operating expenses (notes 6(d), (h), (i), (j), (n), (o), (t), 7 and 12):				
6100	Selling expenses	586,360	-	469,996	-
6200	Administrative expenses	785,991	1	573,672	1
6300	Research and development expenses	2,047,945	1	1,579,051	1
6450	Expected credit loss	<u>2,480</u>	<u>-</u>	<u>246,077</u>	<u>-</u>
	Total operating expenses	<u>3,422,776</u>	<u>2</u>	<u>2,868,796</u>	<u>2</u>
	Net operating income	<u>17,458,392</u>	<u>6</u>	<u>11,980,679</u>	<u>7</u>
	Non-operating income and expenses (notes 6(b), (g), (h), (i), (j), (m), (n), (u) and 7):				
7100	Interest income	291,330	-	244,336	-
7020	Other gains and losses	1,670,203	1	1,008,652	1
7050	Finance costs	(1,348,696)	(1)	(694,209)	(1)
7370	Share of loss of associates and joint ventures accounted for using equity method	<u>(136,843)</u>	<u>-</u>	<u>(16,062)</u>	<u>-</u>
	Total non-operating income and expenses	<u>475,994</u>	<u>-</u>	<u>542,717</u>	<u>-</u>
7900	Income before tax	17,934,386	6	12,523,396	7
7950	Income tax expense (note 6(p))	<u>3,819,977</u>	<u>1</u>	<u>2,730,026</u>	<u>1</u>
	Net income	<u>14,114,409</u>	<u>5</u>	<u>9,793,370</u>	<u>6</u>
8300	Other comprehensive income (notes 6(g), (o) 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	206,324	-	-	-
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>
	Total components of other comprehensive income that will not be reclassified to profit or loss	<u>206,324</u>	<u>-</u>	<u>-</u>	<u>-</u>
8360	Components of other comprehensive income that will be reclassified to profit or loss:				
8361	Exchange differences on translation of foreign financial statements	1,282,081	1	893,601	1
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	1,221	-	1,886	-
8399	Income tax related to items that may be reclassified to profit or loss	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Total components of other comprehensive income that will be reclassified to profit or loss	<u>1,283,302</u>	<u>1</u>	<u>895,487</u>	<u>1</u>
8300	Other comprehensive income (net of tax)	<u>1,489,626</u>	<u>1</u>	<u>895,487</u>	<u>1</u>
8500	Total comprehensive income	<u>\$ 15,604,035</u>	<u>6</u>	<u>10,688,857</u>	<u>7</u>
	Profit attributable to:				
8610	Owners of parent	<u>\$ 14,114,409</u>	<u>5</u>	<u>9,793,370</u>	<u>6</u>
	Comprehensive income attributable to:				
8710	Owners of parent	<u>\$ 15,604,035</u>	<u>6</u>	<u>10,688,857</u>	<u>7</u>
	Earnings per share (expressed in New Taiwan dollars) (note 6(r))				
9750	Basic earnings per share	<u>\$ 75.95</u>		<u>52.70</u>	
9850	Diluted earnings per share	<u>\$ 73.69</u>		<u>51.37</u>	

See accompanying notes to financial statements.

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

Wiwynn Corporation and Subsidiaries
Consolidated Statements of Changes in Equity
For the three months ended March 31, 2026 and 2025
(Expressed in Thousands of New Taiwan dollars)

	Retained earnings					Other equity			Total 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	
Balance on January 1, 2025	\$ 1,858,408	37,006,591	5,716,125	40,029,411	45,745,536	3,592,299	-	3,592,299	88,202,834
Net income	-	-	-	9,793,370	9,793,370	-	-	-	9,793,370
Other comprehensive income	-	-	-	-	-	895,487	-	895,487	895,487
Total comprehensive income	-	-	-	9,793,370	9,793,370	895,487	-	895,487	10,688,857
Balance on March 31, 2025	\$ 1,858,408	37,006,591	5,716,125	49,822,781	55,538,906	4,487,786	-	4,487,786	98,891,691
Balance on January 1, 2026	\$ 1,858,408	37,006,591	7,991,435	75,099,362	83,090,797	2,295,356	401,610	2,696,966	124,652,762
Net income	-	-	-	14,114,409	14,114,409	-	-	-	14,114,409
Other comprehensive income	-	-	-	-	-	1,283,302	206,324	1,489,626	1,489,626
Total comprehensive income	-	-	-	14,114,409	14,114,409	1,283,302	206,324	1,489,626	15,604,035
Disposal of investments accounted for using equity method	-	(218,245)	-	-	-	(26,060)	-	(26,060)	(244,305)
Changes in equity of associates and joint ventures accounted for using equity method	-	151,777	-	-	-	-	-	-	151,777
Balance on March 31, 2026	\$ 1,858,408	36,940,123	7,991,435	89,213,771	97,205,206	3,552,598	607,934	4,160,532	140,164,269

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 three months ended March 31, 2026 and 2025
(Expressed in Thousands of New Taiwan dollars)

	For the three months ended March 31	
	2026	2025
Cash flows from (used in) operating activities:		
Income before tax	\$ 17,934,386	12,523,396
Adjustments:		
Adjustments to reconcile profit:		
Depreciation expense	826,624	505,894
Amortization expense	74,489	51,540
Expected credit losses	2,480	246,077
Net (gain) loss on financial assets or liabilities at fair value through profit or loss	(241,668)	31,687
Interest expense	1,348,696	694,209
Interest income	(291,330)	(244,336)
Share of loss of associates and joint ventures accounted for using equity method	136,843	16,062
Losses on disposal of property, plant and equipment	737	29,424
Gain on disposal of investments	(612,460)	-
Prepayments for equipment reclassified as expenses	13,507	17,050
Lease modification loss (gain)	106	(2,010)
Total adjustments to reconcile profit	<u>1,258,024</u>	<u>1,345,597</u>
Changes in operating assets and liabilities:		
Changes in operating assets:		
Decrease in financial assets mandatorily measured at fair value through profit or loss-current	119,707	58,440
Increase in accounts receivable, net	(11,694,444)	(34,424,741)
Increase in accounts receivable-related parties, net	(2,165,769)	(254,083)
(Increase) decrease in other receivable	(110,205)	591
Decrease (increase) in other receivable-related parties	336,639	(1,067,175)
Increase in inventories	(90,171,104)	(36,522,618)
Decrease (increase) in other current assets	69,911	(207,225)
Increase in other non-current assets	(1,081)	-
Total changes in operating assets	<u>(103,616,346)</u>	<u>(72,416,811)</u>
Changes in operating liabilities:		
Increase in held-for-trading financial liabilities	34,296	618
Decrease in contract liabilities-current	(452,135)	(445,835)
Increase in notes and accounts payable	67,151,746	27,785,622
Increase in accounts payable-related parties	3,228,685	5,341,760
(Decrease) increase in other payable	(124,389)	271,444
(Decrease) increase in other payable-related parties	(1,468)	60,573
(Decrease) increase in other current liabilities	(58,142)	195,445
Increase in net defined benefit liabilities	-	40
Total changes in operating liabilities	<u>69,778,593</u>	<u>33,209,667</u>
Total changes in operating assets and liabilities	<u>(33,837,753)</u>	<u>(39,207,144)</u>
Total adjustments	<u>(32,579,729)</u>	<u>(37,861,547)</u>
Cash outflow generated from operations	(14,645,343)	(25,338,151)
Interest received	288,242	232,396
Interest paid	(1,232,398)	(555,805)
Income taxes paid	(564,696)	(198,776)
Net cash used in operating activities	<u>(16,154,195)</u>	<u>(25,860,336)</u>
Cash flows from (used in) investing activities:		
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	(187,201)	-
Proceeds from disposal of investments accounted for using equity method	468,480	-
Acquisition of property, plant and equipment	(3,871,756)	(1,568,434)
Proceeds from disposal of property, plant and equipment	187,591	12,435
Increase in refundable deposits	(98,344)	(116,291)
Acquisition of intangible assets	(25,005)	(28,298)
Decrease in other non-current assets	110,578	-
Increase in prepayments for equipment	(1,627,796)	(437,024)
Net cash used in investing activities	<u>(5,043,453)</u>	<u>(2,429,242)</u>
Cash flows from (used in) financing activities:		
Increase in short-term borrowings	89,953,691	50,299,253
Decrease in short-term borrowings	(86,528,650)	(22,881,930)
Increase in long-term borrowings	162,600	-
Decrease in long-term borrowings	(1,500,000)	-
Decrease in guarantee deposits received	-	(268,867)
Payment of lease liabilities	(156,989)	(180,569)
Net cash flows from financing activities	<u>1,930,652</u>	<u>26,967,887</u>
Effect of exchange rate changes on cash and cash equivalents	<u>329,377</u>	<u>98,077</u>
Net decrease in cash and cash equivalents	(18,937,619)	(1,223,614)
Cash and cash equivalents at beginning of period	89,933,848	48,328,503
Cash and cash equivalents at end of period	<u>\$ 70,996,229</u>	<u>47,104,889</u>

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 three months ended March 31, 2026 and 2025
(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 May 7, 2026.

(3) New standards, amendments and interpretations adopted:

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

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2026:

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

(Continued)

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (b) 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:

<u>Standards or Interpretations</u>	<u>Content of amendment</u>	<u>Effective date per IASB</u>
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"> ● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. ● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. 	January 1, 2027 note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.

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

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

(b) Basis of consolidation

(i) List of subsidiaries in the consolidated financial statements

Subsidiaries included in the consolidated financial statements:

Name of investor	Name of subsidiary	Principal activity	Shareholding			Description
			March 31, 2026	December 31, 2025	March 31, 2025	
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 %	-

(Continued)

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of subsidiary	Principal activity	Shareholding			Description
			March 31, 2026	December 31, 2025	March 31, 2025	
The Company	Wiwynn Korea Ltd. (WYKR)	Sales of cloud data center equipment	100 %	100 %	100 %	-
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 %	100 %	100 %	(Note 1)
The Company	Wiwynn Technology Corporation (WYMUS)	Manufacturing and sales of cloud data center equipment	100 %	100 %	100 %	(Note 2)

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

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

(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 condensed consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2025. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2025.

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

(a) Cash and cash equivalents

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Cash on hand	\$ 331	331	327
Demand and checking deposits	50,505,262	76,753,657	15,670,915
Time deposits	<u>20,490,636</u>	<u>13,179,860</u>	<u>31,433,647</u>
	<u>\$ 70,996,229</u>	<u>89,933,848</u>	<u>47,104,889</u>

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

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

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Mandatorily measured at fair value through profit or loss:			
Derivative instruments not used for hedging			
Foreign currency forward contracts	\$ -	-	326
Total	<u>\$ -</u>	<u>-</u>	<u>326</u>

(Continued)

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Held-for-trading financial liabilities:			
Foreign currency forward contracts	\$ 34,296	-	618
Total	<u>\$ 34,296</u>	<u>-</u>	<u>618</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>March 31, 2026</u>		
	<u>Contract amount (in thousand)</u>	<u>Currency</u>	<u>Maturity date</u>
Foreign currency forward contracts:			
Foreign currency forward sold	USD\$ <u>90,000</u>	USD to NTD	2026/4/7~2026/6/17
	<u>March 31, 2025</u>		
	<u>Contract amount (in thousand)</u>	<u>Currency</u>	<u>Maturity date</u>
Foreign currency forward contracts:			
Foreign currency forward sold	USD\$ <u>26,000</u>	USD to NTD	2025/4/21~2025/4/30

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

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Mandatorily measured at fair value through profit or loss:			
Non-derivative financial assets			
Private Preferred stock	\$ 395,254	207,098	211,404
Private fund	<u>413,450</u>	<u>292,048</u>	<u>340,068</u>
Subtotal	<u>808,704</u>	<u>499,146</u>	<u>551,472</u>
Designated at fair value through profit or loss:			
Convertible Bonds with embedded derivative instrument	<u>5,864</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 814,568</u>	<u>499,146</u>	<u>551,472</u>

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WIWYNN CORPORATION AND SUBSIDIARIES
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(iv) Financial liability at fair value through profit or loss-non-current

	March 31, 2026	December 31, 2025	March 31, 2025
Designated at fair value through profit or loss:			
Convertible Bonds with embedded derivative instrument	\$ <u> -</u>	<u> -</u>	<u> 170,047</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

	March 31, 2026	December 31, 2025	March 31, 2025
Equity investments at fair value through other comprehensive income:			
Unlisted companies	\$ <u> 999,966</u>	<u> 793,642</u>	<u> 291,630</u>

(i) 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

	March 31, 2026	December 31, 2025	March 31, 2025
Accounts receivable—measured at amortized cost	\$ 62,739,442	64,038,730	17,674,803
Accounts receivable—related parties—measured at amortized cost	3,676,806	1,162,537	366,358
Accounts receivable—measured at fair value through other comprehensive income	25,389,278	11,687,227	55,024,332
Less: loss allowance	(2,505)	-	(256,592)
	\$ 91,803,021	76,888,494	72,808,901

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.

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WIWYNN CORPORATION AND SUBSIDIARIES
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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:

	March 31, 2026		
	Gross carrying amount	Weighted - average loss rate	Loss allowance
Current	\$ 91,527,579		-
Past due under 30 days	271,587		-
Past due 31 to 60 days	307		-
Past due 61 to 90 days	1,159	5%	58
Past due 91 to 180 days	4,894	50%	2,447
Total	\$ 91,805,526		2,505

	December 31, 2025		
	Gross carrying amount	Weighted - average loss rate	Loss allowance
Current	\$ 76,775,161		-
Past due under 30 days	113,277		-
Past due 31 to 60 days	56		-
Total	\$ 76,888,494		-

	March 31, 2025		
	Gross carrying amount	Weighted - average loss rate	Loss allowance provision
Current	\$ 72,522,612		-
Past due under 30 days	8,816		-
Past due 31 to 60 days	5,786		-
Past due 61 to 90 days	16,771	5%	838
Past due 91 to 180 days	511,508	50%	255,754
Total	\$ 73,065,493		256,592

(Continued)

WIWYNN CORPORATION AND SUBSIDIARIES
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The movement in the allowance for accounts receivable were as follows:

	For the three months ended	
	March 31	
	2026	2025
Balance on January 1	\$ -	10,515
Impairment losses recognized	2,480	246,077
Effect of changes in foreign exchange rates	25	-
Balance on March 31	<u><u>\$ 2,505</u></u>	<u><u>256,592</u></u>

As of March 31, 2026, December 31 and March 31, 2025, the accounts receivable were not pledged.

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

The Group entered into separate non-recourse 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 March 31, 2026, December 31 and March 31, 2025, the Group sold its accounts receivable without recourse as follows:

Unit: USD in thousands

March 31, 2026						
Purchaser	Assignment Facility	Amount Advanced Unpaid	Amount Advanced Paid	Amount Recognized in Other Receivables	Range of Interest Rate	Collateral
Financial institutions	<u>\$ 1,626,839</u>	<u>1,344,264</u> (Note)	<u>1,626,839</u>	<u>-</u>	4.07%~4.48%	None
December 31, 2025						
Purchaser	Assignment Facility	Amount Advanced Unpaid	Amount Advanced Paid	Amount Recognized in Other Receivables	Range of Interest Rate	Collateral
Financial institutions	<u>\$ 1,824,455</u>	<u>620,026</u> (Note)	<u>1,824,455</u>	<u>-</u>	4.13%~4.74%	None
March 31, 2025						
Purchaser	Assignment Facility	Amount Advanced Unpaid	Amount Advanced Paid	Amount Recognized in Other Receivables	Range of Interest Rate	Collateral
Financial institutions	<u>\$ 442,473</u>	<u>727,537</u> (Note)	<u>442,473</u>	<u>-</u>	4.65%~5.22%	None

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

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WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(e) Other receivables

	March 31, 2026	December 31, 2025	March 31, 2025
Other receivables	\$ 113,327	1,953	16,291
Other receivables - related parties	314,555	611,944	1,105,227
Less: loss allowance	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 427,882</u>	<u>613,897</u>	<u>1,121,518</u>

As of March 31, 2026, December 31 and March 31, 2025, the other receivables were not pledged.

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

(f) Inventories

	March 31, 2026	December 31, 2025	March 31, 2025
Raw materials	\$ 121,600,348	52,947,850	74,133,802
Finished goods	102,916,220	77,845,490	47,218,737
Inventory in transit	<u>4,649,671</u>	<u>5,463,689</u>	<u>2,722,070</u>
	<u>\$ 229,166,239</u>	<u>136,257,029</u>	<u>124,074,609</u>

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

	For the three months ended March 31,	
	2026	2025
Loss on valuation of inventories	\$ 455,516	1,314,262
Royalty	16,901	19,812
Income from sales of scraps	(2,473)	(752)
Others	<u>3,923</u>	<u>(1)</u>
	<u>\$ 473,867</u>	<u>1,333,321</u>

As of March 31, 2026, December 31 and March 31, 2025, the inventories were not pledged.

(g) Investments accounted for using equity method

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

	March 31, 2026	December 31, 2025	March 31, 2025
Associates	<u>\$ -</u>	<u>84,170</u>	<u>127,684</u>

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Notes to the Consolidated Financial Statements

(i) Associates

The Group had sold 11.29% of its shares in LiquidStack Holding B.V. (LiquidStack) on March 4, 2026, with the proceeds of \$468,480 thousand, resulting in a gain on disposal of \$612,460 thousand, which was recognized as other gains and losses in the consolidated statements of comprehensive income, and comprised the profit resulting from the 11.29% remaining interest in LiquidStack measured at fair value, as well as the components of other comprehensive income (loss) and capital surplus, which had been recognized related to the associate, that will be reclassified to profit or loss. Thereafter, the Group lost its significant influence over LiquidStack. The relevant information was as follows:

<u>Name of associate</u>	<u>Nature of Relationship with the Group</u>	<u>Main operating location / Registered Country of the Company</u>	<u>Proportion of Shareholding and voting rights</u>		
			<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
LiquidStack Holding B.V.	R&D of liquid cooling technology	Netherlands	- %	11.29 %	11.29 %

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>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Carrying amount of individually insignificant associates' equity	\$ -	84,170	127,684
		For the three months ended March 31,	
		<u>2026</u>	<u>2025</u>
Attributable to the Group:			
Net loss from continuing operations		\$ (136,843)	(16,062)
Other comprehensive income		1,221	1,886
Comprehensive income		\$ <u>(135,622)</u>	<u>(14,176)</u>

(ii) Pledge

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

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(h) Property, plant and equipment

The cost and accumulated depreciation of the property, plant and equipment of the Group for the three months ended March 31, 2026 and 2025, 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, 2026	\$ 1,529,379	9,093,056	4,826,162	6,787,675	3,291,568	25,527,840
Additions	1,053,725	26,866	681,486	214,131	1,895,548	3,871,756
Disposals	-	-	(35)	(343,716)	(1,941)	(345,692)
Reclassification (Note)	-	324,625	291,438	350,783	(258,210)	708,636
Effect of changes in foreign exchange rates	<u>37,769</u>	<u>133,482</u>	<u>43,134</u>	<u>59,818</u>	<u>39,203</u>	<u>313,406</u>
Balance on March 31, 2026	<u>\$ 2,620,873</u>	<u>9,578,029</u>	<u>5,842,185</u>	<u>7,068,691</u>	<u>4,966,168</u>	<u>30,075,946</u>
Balance on January 1, 2025	\$ 796,138	898,307	2,443,009	4,606,335	3,632,465	12,376,254
Additions	-	11,037	182,652	131,625	1,243,120	1,568,434
Disposals	-	-	-	(66,440)	-	(66,440)
Reclassification (Note)	-	2,495,082	62,036	136,185	(2,626,143)	67,160
Effect of changes in foreign exchange rates	<u>18,073</u>	<u>43,557</u>	<u>14,468</u>	<u>60,447</u>	<u>39,990</u>	<u>176,535</u>
Balance on March 31, 2025	<u>\$ 814,211</u>	<u>3,447,983</u>	<u>2,702,165</u>	<u>4,868,152</u>	<u>2,289,432</u>	<u>14,121,943</u>
Accumulated depreciation:						
Balance on January 1, 2026	\$ -	416,372	1,406,197	2,856,845	-	4,679,414
Depreciation	-	119,192	199,150	327,626	-	645,968
Disposals	-	-	(35)	(157,329)	-	(157,364)
Reclassification (Note)	-	-	-	(7,381)	-	(7,381)
Effect of changes in foreign exchange rates	<u>-</u>	<u>5,171</u>	<u>4,640</u>	<u>20,839</u>	<u>-</u>	<u>30,650</u>
Balance on March 31, 2026	<u>\$ -</u>	<u>540,735</u>	<u>1,609,952</u>	<u>3,040,600</u>	<u>-</u>	<u>5,191,287</u>
Balance on January 1, 2025	\$ -	67,142	877,303	2,268,584	-	3,213,029
Depreciation	-	30,878	107,192	202,993	-	341,063
Disposals	-	-	-	(24,235)	-	(24,235)
Effect of changes in foreign exchange rates	<u>-</u>	<u>1,695</u>	<u>1,889</u>	<u>21,243</u>	<u>-</u>	<u>24,827</u>
Balance on March 31, 2025	<u>\$ -</u>	<u>99,715</u>	<u>986,384</u>	<u>2,468,585</u>	<u>-</u>	<u>3,554,684</u>
Carrying value:						
Balance on January 1, 2026	<u>\$ 1,529,379</u>	<u>8,676,684</u>	<u>3,419,965</u>	<u>3,930,830</u>	<u>3,291,568</u>	<u>20,848,426</u>
Balance on March 31, 2026	<u>\$ 2,620,873</u>	<u>9,037,294</u>	<u>4,232,233</u>	<u>4,028,091</u>	<u>4,966,168</u>	<u>24,884,659</u>
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 March 31, 2025	<u>\$ 814,211</u>	<u>3,348,268</u>	<u>1,715,781</u>	<u>2,399,567</u>	<u>2,289,432</u>	<u>10,567,259</u>

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

As of March 31, 2026, December 31 and March 31, 2025, the property, plant and equipment were not pledged.

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(i) Right-of-use assets

The cost and accumulated depreciation of the Group leases land, buildings and other equipment for the three months ended March 31, 2026 and 2025, were as follows:

	<u>Land</u>	<u>Buildings</u>	<u>Other equipment</u>	<u>Total</u>
Cost:				
Balance on January 1, 2026	\$ 2,268,763	3,246,853	16,727	5,532,343
Acquisitions	33,219	523,769	-	556,988
Disposals	-	(3,904)	(23)	(3,927)
Effect of changes in foreign exchange rates	-	28,909	130	29,039
Balance on March 31, 2026	<u>\$ 2,301,982</u>	<u>3,795,627</u>	<u>16,834</u>	<u>6,114,443</u>
Balance on January 1, 2025	\$ 2,110,206	3,108,364	16,382	5,234,952
Acquisitions	-	34,500	519	35,019
Disposals	-	(428,534)	(475)	(429,009)
Effect of changes in foreign exchange rates	-	53,631	122	53,753
Balance on March 31, 2025	<u>\$ 2,110,206</u>	<u>2,767,961</u>	<u>16,548</u>	<u>4,894,715</u>
Accumulated depreciation:				
Balance on January 1, 2026	\$ 72,141	1,309,010	10,860	1,392,011
Depreciation	13,235	166,013	1,408	180,656
Effect of changes in foreign exchange rates	-	13,712	87	13,799
Balance on March 31, 2026	<u>\$ 85,376</u>	<u>1,488,735</u>	<u>12,355</u>	<u>1,586,466</u>
Balance on January 1, 2025	\$ 23,507	1,222,516	5,555	1,251,578
Depreciation	11,003	152,457	1,371	164,831
Disposals	-	(326,718)	(395)	(327,113)
Effect of changes in foreign exchange rates	-	17,788	53	17,841
Balance on March 31, 2025	<u>\$ 34,510</u>	<u>1,066,043</u>	<u>6,584</u>	<u>1,107,137</u>
Carrying amount:				
Balance on January 1, 2026	<u>\$ 2,196,622</u>	<u>1,937,843</u>	<u>5,867</u>	<u>4,140,332</u>
Balance on March 31, 2026	<u>\$ 2,216,606</u>	<u>2,306,892</u>	<u>4,479</u>	<u>4,527,977</u>
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 March 31, 2025	<u>\$ 2,075,696</u>	<u>1,701,918</u>	<u>9,964</u>	<u>3,787,578</u>

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(j) Intangible assets

	<u>Software</u>	<u>Others</u>	<u>Total</u>
Carrying amount:			
Balance on January 1, 2026	\$ <u>228,119</u>	<u>1,040</u>	<u>229,159</u>
Balance on March 31, 2026	\$ <u>187,094</u>	<u>1,040</u>	<u>188,134</u>
Balance on January 1, 2025	\$ <u>173,308</u>	<u>1,040</u>	<u>174,348</u>
Balance on March 31, 2025	\$ <u>149,904</u>	<u>1,040</u>	<u>150,944</u>

There were no significant additions, disposal, impairment loss or reversal gain for intangible assets for the three months ended March 31, 2026 and 2025. Please refer to note 12 for the amounts of amortization. For other related information, please refer to the note 6(j) of the consolidated financial statements for the year ended December 31, 2025.

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

	<u>March 31, 2026</u>	<u>December 31, 2025</u>	<u>March 31, 2025</u>
Other current assets:			
Tax refundable	\$ 1,166,931	1,439,378	844,204
Other prepayments	1,136,655	904,732	614,371
Other financial assets (note)	11,000	11,000	-
Others	<u>911,361</u>	<u>928,483</u>	<u>251,291</u>
	<u>\$ 3,225,947</u>	<u>3,283,593</u>	<u>1,709,866</u>
Other non-current assets:			
Refundable deposits	\$ 672,186	567,143	225,060
Restricted deposits	130,540	137,000	161,302
Prepayments for equipment	2,175,431	1,352,965	1,585,661
Net defined benefit asset, non-current	<u>13,129</u>	<u>12,048</u>	<u>-</u>
	<u>\$ 2,991,286</u>	<u>2,069,156</u>	<u>1,972,023</u>

(Note): Other financial assets were time deposits which did not qualify as cash equivalents.

(l) Bank Loans

(i) Short-term borrowings

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

	<u>March 31, 2026</u>			
	<u>Currency</u>	<u>Interest rate collars</u>	<u>Expiration</u>	<u>Amount</u>
Unsecured bank borrowings	USD	4.15%~4.54%	2026/4/2~2026/7/9	\$ <u>72,191,879</u>
Unused credit line				<u>\$ 63,159,130</u>

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WIWYNN CORPORATION AND SUBSIDIARIES
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December 31, 2025				
	<u>Currency</u>	<u>Interest rate collars</u>	<u>Expiration</u>	<u>Amount</u>
Unsecured bank borrowings	USD	4.3%~4.79%	2026/1/2~2026/3/5	<u>\$ 68,473,136</u>
Unused credit line				<u>\$ 45,740,459</u>
March 31, 2025				
	<u>Currency</u>	<u>Interest rate collars</u>	<u>Expiration</u>	<u>Amount</u>
Unsecured bank borrowings	USD	4.75%~5.24%	2025/4/2~2025/7/3	<u>\$ 28,993,388</u>
Unused credit line				<u>\$ 64,007,737</u>
 (ii) Long-term borrowings				
March 31, 2026				
	<u>Currency</u>	<u>Interest rate collars</u>	<u>Expiration</u>	<u>Amount</u>
Unsecured bank borrowings	USD	4.60%	2028/7/25	\$ 9,594,000
Less: Current portion				-
Total				<u>\$ 9,594,000</u>
Unused credit line				<u>\$ -</u>
December 31, 2025				
	<u>Currency</u>	<u>Interest rate collars</u>	<u>Expiration</u>	<u>Amount</u>
Unsecured bank borrowings	NTD	2.91%	2026/1/6	\$ 1,500,000
Unsecured bank borrowings	USD	4.80%	2028/7/25	9,431,400
Less: Current portion				<u>(1,500,000)</u>
Total				<u>\$ 9,431,400</u>
Unused credit line				<u>\$ -</u>
March 31, 2025				
	<u>Currency</u>	<u>Interest rate collars</u>	<u>Expiration</u>	<u>Amount</u>
Unsecured bank borrowings	NTD	2.90%	2026/1/6	\$ 1,500,000
Less: Current portion				<u>(1,500,000)</u>
Total				<u>\$ -</u>
Unused credit line				<u>\$ -</u>
 (iii) Breach of covenant — Long-term borrowings				

According to the loan agreement, during the loan repayment periods, the Company's NTD long-term loans 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.

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(iv) Compliance of covenant

The Group complied with the covenant terms as of December 31 and March 31, 2025, and these are classified as current and non-current liability. Moreover, the Group expects to comply with the quarterly covenants for at least 12 months after the reporting date.

(m) Bonds payable

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

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Total ordinary corporate bonds issued	\$ 2,225,000	2,225,000	6,950,000
Unamortized discounted bonds payable	(512)	(895)	(3,038)
Subtotal	2,224,488	2,224,105	6,946,962
Less: current portion	(2,224,488)	(2,224,105)	(4,725,000)
Bonds payable balance at period-end	<u>\$ -</u>	<u>-</u>	<u>2,221,962</u>
		For the three months ended	
		March 31,	
		<u>2026</u>	<u>2025</u>
Interest expense		<u>\$ 3,840</u>	<u>12,838</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:

	<u>March 31,</u> <u>2026</u>	<u>December 31,</u> <u>2025</u>	<u>March 31,</u> <u>2025</u>
Total convertible bonds issued	\$ 19,545,600	19,545,600	19,545,600
Unamortized discounted bonds payable	(858,632)	(992,355)	(1,195,718)
Bonds issued at end period	<u>\$ 18,686,968</u>	<u>18,553,245</u>	<u>18,349,882</u>
Proceeds from issuance	\$ 19,444,877	19,444,877	19,444,877
Equity components - conversion rights	(1,164,711)	(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)	(119,228)
Liability components at issuance date	18,160,938	18,160,938	18,160,938
Interest expense at an effective interest rate	526,030	392,307	188,944
Liability components	<u>\$ 18,686,968</u>	<u>18,553,245</u>	<u>18,349,882</u>

(Continued)

WIWYNN CORPORATION AND SUBSIDIARIES
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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.

(n) Lease liabilities

The carrying amounts of lease liabilities were as follow:

	March 31, 2026	December 31, 2025	March 31, 2025
Current	<u>\$ 905,135</u>	<u>834,331</u>	<u>685,889</u>
Non-current	<u>\$ 3,395,125</u>	<u>3,053,116</u>	<u>3,115,733</u>

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

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WIWYNN CORPORATION AND SUBSIDIARIES
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The amounts recognized in profit or loss were as follows:

	For the three months ended March 31,	
	2026	2025
Interest expenses on lease liabilities	\$ 42,955	44,079
Cost and expenses relating to short-term leases	\$ 62,757	28,589

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

	For the three months ended March 31,	
	2026	2025
Total cash outflow for leases	\$ 262,701	253,237

(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 to 3 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 March 31,	
	2026	2025
Operating expense	\$ 102	3,460

(ii) Defined contribution plans

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

	For the three months ended March 31,	
	2026	2025
Operating cost	\$ 214,526	121,651
Operating expenses	26,829	15,241
	\$ 241,355	136,892

(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:

	For the three months ended March 31,	
	2026	2025
Current tax expense		
Current period	\$ <u>3,819,977</u>	<u>2,730,026</u>

(ii) There were no income tax expense recognized in other comprehensive for the three months ended March 31, 2026 and 2025.

(iii) Assessment of tax

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

(iv) Minimum tax of global

Pillar Two legislation has been enacted or substantively enacted in certain jurisdictions and was gradually coming into effect or implemented. There was no material impact on current income tax expense of the Group at the end of the reporting period as of March 31, 2026 and 2025.

(q) Capital and other equity

Except for the following disclosures, there was no significant difference in capital and other equity for the three months ends March 31, 2026 and 2025. For the related information, please refer to the note 6(q) of the consolidated financial statements for the year ended December 31, 2025.

(i) Capital surplus

The components of capital surplus were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
A premium issuance of common shares for cash	\$ 35,394,542	35,394,542	35,394,542
Share options of convertible bonds	1,164,711	1,164,711	1,164,711
Employee stock options	364,685	364,685	364,685
Change in equity of associates and joint ventures accounted for using equity method	-	66,468	66,468
Others	<u>16,185</u>	<u>16,185</u>	<u>16,185</u>
	\$ <u>36,940,123</u>	<u>37,006,591</u>	<u>37,006,591</u>

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WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

According to the R.O.C. Company Act, capital surplus can firstly be used to offset a deficit, and only the realized capital surplus can be used to increase the common shares or be distributed as cash dividends. The aforementioned realized capital surplus includes capital surplus resulting from premium on issuance of common shares and earnings from donated assets received. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, capital increases by transferring capital surplus in excess of par value should not exceed 10% of the total common shares outstanding.

(ii) 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.

2) Earnings distribution

The appropriation of 2025 earnings that were resolved by the Board of Directors on February 26, 2026, and the appropriation of 2024 earnings that were approved by the shareholder's meeting on May 29, 2025, were as follows:

	<u>2025</u>	<u>2024</u>
Dividends distributed to ordinary shareholders		
Cash	\$ 26,946,915	13,752,219
Shares	<u>3,716,816</u>	<u>-</u>
	<u>\$ 30,663,731</u>	<u>13,752,219</u>

(Continued)

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Other equity (net of tax)

	Exchange differences on translation of foreign financial statements	Unrealized gain (loss) on financial assets measured at fair value through other comprehensive income	Total
Balance on January 1, 2026	\$ 2,295,356	401,610	2,696,966
Exchange differences on translation of foreign financial statements	1,282,081	-	1,282,081
Unrealized gains on financial assets measured at fair value through other comprehensive income	-	206,324	206,324
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	1,221	-	1,221
Disposal of associates and joint ventures accounted for using equity method	<u>(26,060)</u>	<u>-</u>	<u>(26,060)</u>
Balance on March 31, 2026	<u>\$ 3,552,598</u>	<u>607,934</u>	<u>4,160,532</u>
Balance on January 1, 2025	\$ 3,592,299	-	3,592,299
Exchange differences on translation of foreign financial statements	893,601	-	893,601
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	1,886	-	1,886
Balance on March 31, 2025	<u>\$ 4,487,786</u>	<u>-</u>	<u>4,487,786</u>

(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 March 31,	
	2026	2025
Basic earnings per share:		
Profit attributable to common shareholders of the Company	<u>\$ 14,114,409</u>	<u>9,793,370</u>
Weighted-average common stock outstanding (in thousands)	<u>185,841</u>	<u>185,841</u>
	<u>\$ 75.95</u>	<u>52.70</u>

(Continued)

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the three months ended	
	March 31,	
	2026	2025
Diluted earnings per share:		
Profit attributable to common shareholders of the Company	\$ 14,114,409	9,793,370
Interest Expense and other gains and losses on convertible bonds net of tax	<u>102,288</u>	<u>111,688</u>
Profit attributable to common shareholders (diluted)	<u>\$ 14,216,697</u>	<u>9,905,058</u>
Weighted-average common stock outstanding (in thousands)	185,841	185,841
Effect of potentially dilutive common stock (in thousands):		
Employee compensation (in thousands)	825	907
Effect of conversion of convertible bonds (in thousands)	<u>6,257</u>	<u>6,069</u>
Weighted average common stock outstanding plus the effect of potentially dilutive common stock (in thousands)	<u>192,923</u>	<u>192,817</u>
	<u>\$ 73.69</u>	<u>51.37</u>

(s) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended	
	March 31,	
	2026	2025
<u>Primary geographical markets</u>		
America	\$ 216,872,491	144,863,842
Europe	34,958,996	16,833,762
Asia	15,316,124	7,832,877
Other	<u>9,360,123</u>	<u>1,124,803</u>
	<u>\$ 276,507,734</u>	<u>170,655,284</u>
<u>Major products</u>		
Hyperscale data center	<u>\$ 276,507,734</u>	<u>170,655,284</u>

(ii) Contract balance

	March 31,	December 31,	March 31,
	2026	2025	2025
Accounts receivable	\$ 88,128,720	75,725,957	72,699,135
Accounts receivable-related parties	3,676,806	1,162,537	366,358
Less: loss allowance	<u>(2,505)</u>	<u>-</u>	<u>(256,592)</u>
Total	<u>\$ 91,803,021</u>	<u>76,888,494</u>	<u>72,808,901</u>

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WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	March 31, 2026	December 31, 2025	March 31, 2025
Contract liabilities-warranty	\$ 5,564,946	6,017,080	5,221,319

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. 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 ends March 31, 2026 and 2025 that were included in the contract liability balances at the beginning of the years were \$679,967 and \$797,865, respectively.

(iii) Transaction price allocated to the remaining performance obligations

The Group recognizes revenue in the amount to which the Group has a right to invoice, thus the Group applies the practical expedient of IFRS 15 and does not disclose information about the transaction price allocated to the remaining performance obligations of the contract.

(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:

- (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.

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WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

	For the three months ended	
	March 31,	
	2026	2025
Employees' compensation	\$ 920,000	650,000
Directors' compensation	25,000	15,000
	<u>\$ 945,000</u>	<u>665,000</u>

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, 2025, the estimated employees' compensation and directors' compensation amounted to \$3,600,000 and \$100,000, 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 \$100,000, which was accounted for as a change in accounting estimate and would be recognized as profit or loss in 2026.

For the year ended December 31, 2024, the employees' compensation and directors' compensation amounted to \$1,500,000 and \$60,000, 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 \$100,000, which was accounted for as a change in accounting estimate and was recognized as profit or loss in 2025. The related information can be available on Market Observation Post System Website.

(u) Non-operating income and expenses

(i) Interest income

The details of interest income were as follows:

	For the three months ended	
	March 31,	
	2026	2025
Interest income from bank deposits	\$ <u>291,330</u>	<u>244,336</u>

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WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended	
	March 31,	
	2026	2025
Foreign exchange gains, net	\$ 782,716	971,097
Gains (losses) on valuation of financial assets and liabilities at fair value	241,668	(31,687)
Gains on disposal of investments	612,460	-
Others	33,359	69,242
Total	\$ 1,670,203	1,008,652

(iii) Finance costs

The details of finance costs were as follows:

	For the three months ended	
	March 31,	
	2026	2025
Interest expenses		
Bank loans	\$ (1,168,178)	(570,002)
Others	(180,518)	(124,207)
Total	\$ (1,348,696)	(694,209)

(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(v) of the consolidated financial statements for the year ended December 31, 2025.

(i) Credit risk

1) Credit risk exposure

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

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WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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 March 31, 2026, December 31 and March 31, 2025, 96.27%, 93.67% and 96.66% of the Group's accounts receivable were all concentrated on 3 specific customers. Accordingly, concentrations of credit risk exist.

3) 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 March 31, 2026, December 31 and March 31, 2025, the other receivables did not accrue any loss allowance.

(ii) 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>
March 31, 2026					
Non-derivative financial liabilities					
Short-term borrowings	\$ 72,191,879	72,506,196	72,506,196	-	-
Long-term borrowings	9,594,000	10,715,308	448,523	10,266,785	-
Bonds payable (including current portion)	20,911,456	21,775,516	2,229,916	19,545,600	-
Notes and accounts payable (including related parties)	152,591,781	152,591,781	152,591,781	-	-
Other payables (including related parties)	10,417,585	10,417,585	10,417,585	-	-
Lease liabilities (including current and non-current)	4,300,260	5,263,231	1,073,709	2,395,844	1,793,678
Guarantee deposits received	280	280	-	280	-
Subtotal	<u>270,007,241</u>	<u>273,269,897</u>	<u>239,267,710</u>	<u>32,208,509</u>	<u>1,793,678</u>
Derivative financial liabilities					
Foreign currency forward contracts:					
Outflow	\$ <u>34,296</u>	<u>34,296</u>	<u>34,296</u>	<u>-</u>	<u>-</u>
Carrying amount	<u>34,296</u>	<u>34,296</u>	<u>34,296</u>	<u>-</u>	<u>-</u>
Subtotal	<u>34,296</u>	<u>34,296</u>	<u>34,296</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 270,041,537</u>	<u>273,304,193</u>	<u>239,302,006</u>	<u>32,208,509</u>	<u>1,793,678</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>
December 31, 2025					
Non-derivative financial liabilities					
Short-term borrowings	\$ 68,473,136	68,841,750	68,841,750	-	-
Long-term borrowings (including current portion)	10,931,400	12,208,312	1,971,092	10,237,220	-
Bonds payable (including current portion)	20,777,350	21,778,972	2,233,372	19,545,600	-
Notes and accounts payable (including related parties)	79,365,630	79,365,630	79,365,630	-	-
Other payables (including related parties)	10,484,209	10,484,209	10,484,209	-	-
Lease liabilities (including current and non-current)	3,887,447	4,749,806	978,851	2,136,646	1,634,309
Other current liabilities	6,837	6,837	6,837	-	-
Guarantee deposits received	280	280	-	280	-
Total	<u>\$ 193,926,289</u>	<u>197,435,796</u>	<u>163,881,741</u>	<u>31,919,746</u>	<u>1,634,309</u>
March 31, 2025					
Non-derivative financial liabilities					
Short-term borrowings	\$ 28,993,388	29,150,047	29,150,047	-	-
Long-term borrowings (including current portion)	1,500,000	1,543,550	1,543,550	-	-
Bonds payable (including current portion)	25,296,844	26,530,990	4,755,474	21,775,516	-
Notes and accounts payable (including related parties)	87,980,539	87,980,539	87,980,539	-	-
Other payables (including related parties)	5,756,993	5,756,993	5,756,993	-	-
Lease liabilities (including current and non-current)	3,801,622	4,677,773	843,833	2,443,835	1,390,105
Guarantee deposits received	13,244	13,244	-	13,244	-
Subtotal	<u>153,342,630</u>	<u>155,653,136</u>	<u>130,030,436</u>	<u>24,232,595</u>	<u>1,390,105</u>
Derivative financial liabilities					
Foreign currency forward contacts:					
Outflow	618	618	618	-	-
Carrying amount	618	618	618	-	-
Convertible bonds with embedded derivative instrument:					
Outflow	170,047	170,047	-	170,047	-
Carrying amount	170,047	170,047	-	170,047	-
Subtotal	<u>170,665</u>	<u>170,665</u>	<u>618</u>	<u>170,047</u>	<u>-</u>
Total	<u>\$ 153,513,295</u>	<u>155,823,801</u>	<u>130,031,054</u>	<u>24,402,642</u>	<u>1,390,105</u>

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

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WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Market risk

1) Currency risk

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

March 31, 2026			
	Foreign currency (in thousands)	Exchange rate	NTD
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	4,291,056	USD/NTD=	31.980
			137,227,968
	386,627	USD/MYR=	3.890
			12,364,365
	45,093	USD/JPY=	159.640
			1,441,884
	44,615	USD/MXN=	18.084
			1,426,775
	-	USD/KRW=	1,510.000
			6
	-	USD/CNY=	6.907
			12
EUR	674,236	EUR/NTD=	36.688
			24,735,189
<u>Non-monetary items</u>			
USD	43,628	USD/NTD=	31.980
			1,395,220
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	4,091,645	USD/NTD=	31.980
			130,850,820
	944,646	USD/MYR=	3.890
			30,209,856
	43,540	USD/JPY=	159.640
			1,392,245
	53,575	USD/MXN=	18.084
			1,851,964
EUR	-	EUR/NTD=	36.688
			84

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Notes to the Consolidated Financial Statements

December 31, 2025			
	Foreign currency (in thousands)	Exchange rate	NTD
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	3,852,695	USD/NTD= 31.438	121,121,031
	402,140	USD/MYR= 4.061	12,642,394
	75,104	USD/JPY= 156.310	2,360,811
	41,506	USD/MXN= 18.001	1,405,494
	-	USD/KRW= 1,448.090	5
EUR	569,289	EUR/NTD= 36.905	21,009,650
<u>Non-monetary items</u>			
USD	34,510	USD/NTD= 31.438	1,084,910
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	3,329,803	USD/NTD= 31.438	104,682,345
	649,826	USD/MYR= 4.061	20,429,110
	93,497	USD/JPY= 156.310	2,938,973
	39,636	USD/MXN= 18.001	1,250,174
EUR	84	EUR/NTD= 36.905	3,115
March 31, 2025			
	Foreign currency (in thousands)	Exchange rate	NTD
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	1,750,599	USD/NTD= 33.182	58,088,370
	47,680	USD/MYR= 4.440	1,582,125
	33,140	USD/MXN= 20.400	1,099,675
	25,202	USD/JPY= 149.160	836,418
	-	USD/CNY= 7.252	13
	-	USD/KRW= 1,473.290	2
EUR	97,808	EUR/NTD= 35.853	3,506,742

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March 31, 2025			
	Foreign currency (in thousands)	Exchange rate	NTD
<u>Non-monetary items</u>			
USD	3,848	USD/NTD=	127,684
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	1,106,899	USD/NTD=	36,729,136
	464,496	USD/MYR=	15,412,853
	62,787	USD/JPY=	2,083,769
	54,797	USD/MXN=	1,818,301

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 three months ended March 31, 2026 and 2025, the net income would be changed by \$515,653 thousand and \$222,523 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 March 31, 2026 and 2025, foreign exchange gains (losses) (including realized and unrealized portions) amounted to \$782,716 thousand and \$971,097 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 \$52,247 thousand and \$19,121 thousand, respectively, for the three months ended March 31, 2026 and 2025, 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

(iv) 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.

	March 31, 2026				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss -non-current					
Private preferred stock	\$ 395,254	-	-	395,254	395,254
Private fund	413,450	-	-	413,450	413,450
Convertible bonds with embedded derivative instrument	5,864	-	5,864	-	5,864
Subtotal	<u>\$ 814,568</u>	<u>-</u>	<u>5,864</u>	<u>808,704</u>	<u>814,568</u>
Financial assets at fair value through other comprehensive income-current					
Accounts receivable	<u>\$ 25,389,278</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial assets at fair value through other comprehensive income-non-current					
Equity instruments	<u>\$ 999,966</u>	<u>-</u>	<u>-</u>	<u>999,966</u>	<u>999,966</u>
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 70,996,229	-	-	-	-
Accounts receivable (including related parties)	66,413,743	-	-	-	-
Other receivable (including related parties)	427,882	-	-	-	-
Other financial assets	11,000	-	-	-	-
Other non-current assets	802,726	-	-	-	-
Subtotal	<u>\$ 138,651,580</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities at fair value through profit or loss-current					
Derivative financial liabilities	<u>\$ 34,296</u>	<u>-</u>	<u>34,296</u>	<u>-</u>	<u>34,296</u>
Financial liabilities measured at amortized cost					
Short-term borrowings	\$ 72,191,879	-	-	-	-
Long-term borrowings	9,594,000	-	-	-	-
Bonds payable (including current portion)	20,911,456	-	-	-	-
Notes and accounts payable (including related parties)	152,591,781	-	-	-	-
Other payables (including related parties)	10,417,585	-	-	-	-
Lease liabilities (including current and non-current)	4,300,260	-	-	-	-
Guarantee deposits received	280	-	-	-	-
Subtotal	<u>\$ 270,007,241</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	March 31, 2025				
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income-non-current					
Equity instruments	\$ <u>291,630</u>	<u>-</u>	<u>-</u>	<u>291,630</u>	<u>291,630</u>
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 47,104,889	-	-	-	-
Accounts receivable (including related parties)	17,784,569	-	-	-	-
Other receivable (including related parties)	1,121,518	-	-	-	-
Other non-current assets	391,654	-	-	-	-
Subtotal	<u>\$ 66,402,630</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities at fair value through profit or loss-current					
Derivative financial liabilities	\$ <u>618</u>	<u>-</u>	<u>618</u>	<u>-</u>	<u>618</u>
Financial liabilities at fair value through profit or loss-non current					
Convertible bonds with embedded derivative instrument	<u>\$ 170,047</u>	<u>-</u>	<u>170,047</u>	<u>-</u>	<u>170,047</u>
Financial liabilities measured at amortized cost					
Short-term borrowings	\$ 28,993,388	-	-	-	-
Long-term borrowings (including current portion)	1,500,000	-	-	-	-
Bonds payable (including current portion)	25,296,844	-	-	-	-
Notes and accounts payable (including related parties)	87,980,539	-	-	-	-
Other payables (including related parties)	5,756,993	-	-	-	-
Lease liabilities (including current and non-current)	3,801,622	-	-	-	-
Guarantee deposits received	13,244	-	-	-	-
Subtotal	<u>\$ 153,342,630</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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.

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WIWYNN CORPORATION AND SUBSIDIARIES
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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.

4) Changes between Level 3:

	<u>Fair value through profit or loss</u> <u>Non-derivative financial assets</u> <u>mandatorily measured at fair</u> <u>value through profit or loss</u> <u>(Held-for-trading non-derivative</u> <u>financial assets)</u>	<u>Fair value through</u> <u>other comprehensive</u> <u>income</u>	<u>Total</u>
		<u>Unquoted equity</u> <u>instruments</u>	
Balance on January 1, 2026	\$ 499,146	793,642	1,292,788
Acquisition	187,201	-	187,201
Total gains and losses recognized			
in profit or loss	116,097	-	116,097
in other comprehensive income	-	206,324	206,324
Effect of exchange rate changes	6,260	-	6,260
Balance on March 31, 2026	<u>\$ 808,704</u>	<u>999,966</u>	<u>1,808,670</u>
Balance on January 1, 2025	\$ 567,424	-	567,424
Acquisition	-	291,630	291,630
Total gains and losses recognized			
in profit or loss	(18,134)	-	(18,134)
in other comprehensive income	-	-	-
Effect of exchange rate changes	2,182	-	2,182
Balance on March 31, 2025	<u>\$ 551,472</u>	<u>291,630</u>	<u>843,102</u>

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WIWYNN CORPORATION AND SUBSIDIARIES
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For the three months ended March 31, 2026 and 2025, 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 March 31	
	2026	2025
Total gains and losses recognized:		
in profit or loss, and presented in “other gains and losses”	\$ 116,097	(18,134)
in other comprehensive income, and presented in “unrealized gains (losses) from financial assets measured at fair value through other comprehensive income”	206,324	-
	\$ 322,421	(18,134)

- 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:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets measured at fair value through profit or loss-equity investments without an active market	Black-Scholes Option Pricing Model	·Volatility (as of March 31, 2026, December 31 and March 31, 2025 were 48.08%, 48.08% and 38.96%)	·The estimated fair value would decrease if the volatility was higher.
	Net asset value method	·Net asset value	·The estimated fair value would increase if the net assets were 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 March 31, 2026 and December 31, 2025 were 5.69 and 5.1)	·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

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WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- 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:

	Inputs	Increase or decrease	Profit or loss		Other comprehensive income	
			Favorable	Unfavorable	Favorable	Unfavorable
March 31, 2026						
Financial assets measured at fair value through profit or loss:						
Equity investments without an active market	Volatility	5%	\$ 11,632	(11,632)	-	-
Equity investments without an active market	Net asset value method	5%	7,675	(7,675)	-	-
Private fund	Net asset value method	5%	16,331	(16,331)	-	-
Financial assets measured at fair value through other comprehensive income:						
Equity investments without an active market	Price-book ratio	5%	-	-	39,999	(39,999)
December 31, 2025						
Financial assets measured at fair value through profit or loss:						
Equity investments without an active market	Volatility	5%	11,435	(11,435)	-	-
Private fund	Net asset value method	5%	11,536	(11,536)	-	-
Financial assets measured at fair value through other comprehensive income:						
Equity investments without an active market	Price-book ratio	5%	-	-	31,746	(31,746)
March 31, 2025						
Financial assets measured at fair value through profit or loss:						
Equity investments without an active market	Volatility	5%	11,315	(11,126)	-	-
Private fund	Net asset value method	5%	17,003	(17,003)	-	-
Financial assets at fair value through other comprehensive income:						
Equity investments without an active market	Net asset value method	5%	-	-	14,582	(14,582)

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WIWYNN CORPORATION AND SUBSIDIARIES
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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.

March 31, 2026						
Financial assets that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial assets (a)	Gross amounts of financial liabilities offset in the balance sheet (b)	Net amount of financial assets presented in the balance sheet (c)=(a)-(b)	Amounts not offset in the balance sheet (d)		
				Financial instruments	Cash collateral received	Net amounts (e)=(c)-(d)
Other receivables	\$ 875,789	875,789	-	-	-	-
March 31, 2026						
Financial liabilities that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial liabilities (a)	Gross amounts of financial assets offset in the balance sheet (b)	Net amount of financial liabilities presented in the balance sheet (c)=(a)-(b)	Amounts not offset in the balance sheet (d)		
				Financial instruments	Cash collateral received	Net amounts (e)=(c)-(d)
Notes payable and accounts payable	\$ 17,999,979	875,789	17,124,190	-	-	17,124,190
December 31, 2025						
Financial assets that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial assets (a)	Gross amounts of financial liabilities offset in the balance sheet (b)	Net amount of financial assets presented in the balance sheet (c)=(a)-(b)	Amounts not offset in the balance sheet (d)		
				Financial instruments	Cash collateral received	Net amounts (e)=(c)-(d)
Other receivables	\$ 166,862	166,862	-	-	-	-
December 31, 2025						
Financial liabilities that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial liabilities (a)	Gross amounts of financial assets offset in the balance sheet (b)	Net amount of financial liabilities presented in the balance sheet (c)=(a)-(b)	Amounts not offset in the balance sheet (d)		
				Financial instruments	Cash collateral received	Net amounts (e)=(c)-(d)
Notes payable and accounts payable	\$ 11,342,160	166,862	11,175,298	-	-	11,175,298
March 31, 2025						
Financial assets that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial assets (a)	Gross amounts of financial liabilities offset in the balance sheet (b)	Net amount of financial assets presented in the balance sheet (c)=(a)-(b)	Amounts not offset in the balance sheet (d)		
				Financial instruments	Cash collateral received	Net amounts (e)=(c)-(d)
Other receivables	\$ 1,430,225	1,430,225	-	-	-	-

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WIWYNN CORPORATION AND SUBSIDIARIES
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March 31, 2025						
Financial liabilities that are offset which have an exercisable master netting arrangement or similar agreement						
	Gross amounts of recognized financial liabilities (a)	Gross amounts of financial assets offset in the balance sheet (b)	Net amount of financial liabilities presented in the balance sheet (c)=(a)-(b)	Amounts not offset in the balance sheet (d)		Net amounts (e)=(c)-(d)
				Financial instruments	Cash collateral received	
Notes payable and accounts payable	\$ 11,541,701	1,430,225	10,111,476	-	-	10,111,476

(w) Financial risk management

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

(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, 2025. 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, 2025. For the related information, please refer to note 6(x) of the consolidated financial statements for the year ended December 31, 2025.

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

For the three months ended March 31, 2026 and 2025, reconciliations of liabilities arising from financing activities were as follows:

			Non-cash changes				March 31, 2026
	January 1, 2026	Cash flows	Change in lease payments	Addition	Interest expenses	Foreign exchange movement	
Short-term borrowings	\$ 68,473,136	3,425,041	-	-	-	293,702	72,191,879
Bonds payable	18,553,245	-	-	-	133,723	-	18,686,968
Current portion of bonds payable	2,224,105	-	-	-	-	383	2,224,488
Lease liabilities (including current and non-current)	3,887,447	(156,989)	(3,821)	556,988	-	16,635	4,300,260
Total liabilities from financing activities	\$ 93,137,933	3,268,052	(3,821)	556,988	133,723	310,720	97,403,595

			Non-cash changes				March 31, 2025
	January 1, 2025	Cash flows	Change in lease payments	Addition	Interest expenses	Reclassification	
Short-term borrowings	\$ 1,399,750	27,417,323	-	-	-	-	176,315
Long-term borrowings	1,500,000	-	-	-	-	(1,500,000)	-
Bonds payable	20,503,745	-	-	-	68,099	-	20,571,844
Current portion of long-term borrowings	-	-	-	-	-	1,500,000	1,500,000
Lease liabilities (including current and non-current)	4,008,416	(180,569)	(103,906)	35,019	-	-	42,662
Total liabilities from financing activities	\$ 27,411,911	27,236,754	(103,906)	35,019	68,099	-	218,977

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(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 March 31, 2026, December 31 and March 31, 2025, it owns 35.45% of all shares outstanding of the Company, and has issued the consolidated financial statements available for public use.

(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.

<u>Name of related party</u>	<u>Relationship with the Group</u>
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
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 (WIA)	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
Wistron InfoComm Mexico S.A. de C.V. (WIMX)	Other related parties
WIEDU CORPORATION (WETW)	Other related parties
Wistron Automotive Electronics (Kunshan) Co., Ltd. (WAEK)	Other related parties
Meta Green Cooling Technology Co., Ltd. (MGC)	Other related parties
Wiwynn Foundation (WYF)	Other related parties

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(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:

	<u>Sales</u>		<u>Receivables from related parties</u>		
	<u>For the three months ended March 31</u>		<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>
	<u>2026</u>	<u>2025</u>	<u>2026</u>	<u>2025</u>	<u>2025</u>
Other related parties	<u>\$ 3,633,804</u>	<u>361,350</u>	<u>3,676,806</u>	<u>1,162,537</u>	<u>366,358</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:

	<u>Purchases</u>		<u>Payables to related parties</u>		
	<u>For the three months ended March 31</u>		<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>
	<u>2026</u>	<u>2025</u>	<u>2026</u>	<u>2025</u>	<u>2025</u>
WHQ	\$ 29,126,896	16,609,705	17,197,461	11,334,577	10,204,215
Other related parties	1,653,326	974,143	1,796,643	3,084,532	1,220,461
Total	<u>\$ 30,780,222</u>	<u>17,583,848</u>	<u>18,994,104</u>	<u>14,419,109</u>	<u>11,424,676</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:

	<u>For the three months ended</u>	
	<u>March 31,</u>	
	<u>2026</u>	<u>2025</u>
WHQ	\$ 2,751	12,132
Other related parties	<u>199,397</u>	<u>152,838</u>
Total	<u>\$ 202,148</u>	<u>164,970</u>

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

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(iv) Acquisition of assets

The acquisition of assets from related parties were as follows:

	For the three months ended	
	March 31,	
	2026	2025
Other related parties:		
MGC	\$ 10,093	-
WIA	264	276
WITX	-	1,416
Total	\$ 10,357	1,692

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

(v) 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		
	March 31,	December	March 31,
	2026	31, 2025	2025
WHQ	\$ 134,496	587,529	1,101,425
Other related parties:			
WITX	179,491	24,358	2,338
Other related parties	568	57	1,464
Total	\$ 314,555	611,944	1,105,227

(vi) Other payables

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

	Other payables to related parties		
	March 31,	December 31,	March 31,
	2026	2025	2025
WHQ	\$ 8,291	14,671	14,143
Other related parties	191,088	136,793	195,778
Total	\$ 199,379	151,464	209,921

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(vii) 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:

	Lease liabilities		
	(including current and non-current)		
	March 31, 2026	December 31, 2025	March 31, 2025
WIMX	\$ 512,977	523,115	534,655
WNC	129,161	161,050	43
Total	<u>\$ 642,138</u>	<u>684,165</u>	<u>534,698</u>
		Interest expense	
		For the three months ended	
		March 31,	
		2026	2025
WIMX	\$	15,273	19,060
WNC		698	421
Total	<u>\$</u>	<u>15,971</u>	<u>19,481</u>

(d) Key management personnel compensation

Key management personnel compensation comprised:

	For the three months ended	
	March 31,	
	2026	2025
Short-term employee benefits	\$ 150,148	106,899
Post-employment benefits	372	335
Total	<u>\$ 150,520</u>	<u>107,234</u>

(8) Pledged assets:

The carrying amounts of pledged assets were as follows:

Pledged assets	Object	March 31, 2026	December 31, 2025	March 31, 2025
Other non-current assets	Guarantee	\$ 130,540	137,000	147,965
Other non-current assets	Guarante for customs duties	63,960	62,876	-
Other non-current assets	Performance guarantee	-	-	13,337
Total		<u>\$ 194,500</u>	<u>199,876</u>	<u>161,302</u>

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(9) Commitments and contingencies:

(a) Unrecognized contractual commitments

The Group's unrecognized contractual commitments are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Acquisition of property, plant and equipment	<u>\$ 12,611,563</u>	<u>8,566,316</u>	<u>5,243,895</u>

(b) As of March 31, 2026, December 31 and March 31, 2025, the unused letters of credit were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Unused letters of credit	<u>\$ 193,012</u>	<u>471,521</u>	<u>215,247</u>

(c) Contingencies

On January 9, 2026, Vicor Corporation filed a patent infringement complaint against the Group, who has appointed an attorney to deal with the matter. The case is still pending in the court.

(10) Losses due to major disasters: None.

(11) Subsequent events:

- (a) With its board approval on November 9, 2025, the Company issued its second unsecured overseas convertible bonds, which were officially listed on the Singapore Exchange on April 1, 2026, at an issuance value of USD2,000,000 thousand, with approval No. 1150335576 from the FSC on March 9, 2026.
- (b) The Company participated in the cash capital increase of its subsidiary, Wiyynn International Corporation, at an amount of USD500,000 thousand, based on a resolution approved during its board meeting held on May 7, 2026.
- (c) For the construction of its headquarter building, the Company has entered into a mechanical and electrical engineering agreement with Taiwan Power Engineering Co., Ltd. in April, 2026, at a total amount of NTD 980,000 thousand.

(Continued)

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(12) Other:

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

By function	For the three months ended March 31					
	2026			2025		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salary	2,181,573	1,664,026	3,845,599	1,418,839	1,010,071	2,428,910
Labor and health insurance	270,828	63,244	334,072	173,416	50,025	223,441
Pension	214,526	26,931	241,457	121,651	18,701	140,352
Remuneration of directors	-	25,260	25,260	-	15,270	15,270
Others	133,731	16,064	149,795	85,136	12,901	98,037
Depreciation	744,710	81,914	826,624	451,651	54,243	505,894
Amortization	19,114	55,375	74,489	6,361	45,179	51,540

(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 three months ended March 31, 2026:

- (i) Loans to other parties: None.
- (ii) Guarantees and endorsements for other parties: Table 1 attached.
- (iii) Material securities held as of March 31, 2026 (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.

(Continued)

WIWYNN CORPORATION AND SUBSIDIARIES
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(b) Information on investments:

The following are the information on investments for the three months ended March 31, 2026 (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 Condensed Consolidated Financial Statements

Table 1 Guarantees and endorsements for other parties
(March 31, 2026)

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	42,049,280	597,347	597,347	597,347	-	0.43%	70,082,134	Y	N	N	(Note 5)
0	The Company	WYUS	2	42,049,280	307,008	307,008	307,008	-	0.22%	70,082,134	Y	N	N	(Note 5)
1	WYUS	WYMX	4	14,998,856	693,892	693,892	693,892	-	1.39%	24,998,093	N	N	N	(Note 5)
1	WYUS	WYMUS	4	14,998,856	6,596,850	6,596,850	-	-	13.19%	24,998,093	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 condensed consolidated financial statements.

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Condensed Consolidated Financial Statements

Table 2 Securities Held (excluding investment in subsidiaries, associates and joint ventures)
(March 31, 2026)

(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	682	203,373	5.21%	203,373	-
The Company	AYAR LAB, INC	Stock	-	Financial assets measured at fair value through profit or loss-non-current	115	191,881	0.24%	191,881	-
The Company	LAMBDA, INC.	Stock	-	Financial assets at fair value through other comprehensive income-non-current	500	999,966	0.28%	999,966	-
WYUS	Andra Capital Fund LP	Fund	-	Financial assets measured at fair value through profit or loss-non-current	-	413,450	-	413,450	-

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Condensed 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 (March 31, 2026)

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	WBR	The Company's other related company	Sale	295,104	0.30%	OA90	-	-	302,481	0.24%	-
"	WYUS	The Company's subsidiary	Sale	35,979,626	36.67%	OA150	-	-	83,414,243	66.42%	(Note)
"	WYJP	The Company's subsidiary	Sale	1,694,406	1.73%	OA90	-	-	1,392,424	1.11%	(Note)
"	WYKR	The Company's subsidiary	Sale	2,481,074	2.53%	OA90	-	-	2,461,649	1.96%	(Note)
"	WYHK	The Company's subsidiary	Sale	306,675	0.31%	OA90	-	-	147,201	0.12%	(Note)
"	WYKS	The Company's subsidiary	Sale	144,796	0.15%	OA90	-	-	414,620	0.33%	(Note)
"	WHQ	The Company's parent company	Purchase	29,067,117	32.86%	OA45	-	-	(17,124,190)	(33.80%)	-
"	WYUS	The Company's subsidiary	Purchase	14,083,408	15.92%	OA90	-	-	(3,009,071)	(5.94%)	(Note)
"	WYMY	The Company's subsidiary	Purchase	29,706,666	33.58%	OA30	-	-	(11,814,432)	(23.32%)	(Note)
"	WYMTN	The Company's subsidiary	Purchase	14,104,478	15.94%	OA90	-	-	(13,678,909)	(27.00%)	(Note)
WYUS	The Company	WYUS's parent company	Sale	14,083,408	6.68%	OA90	-	-	3,009,071	5.61%	(Note)
"	WBR	WYUS's other related company	Sale	3,307,399	1.44%	OA90	-	-	3,342,635	6.16%	-
"	WITX	WYUS's other related company	Purchase	1,653,139	0.52%	OA90	-	-	(1,796,453)	(0.95%)	-
"	The Company	WYUS's parent company	Purchase and Service cost	35,979,626	11.50%	OA150	-	-	(83,414,243)	(44.23%)	(Note)
"	WYMX	WYUS's affiliate company	Processing fee	2,462,196	0.77%	OA60	-	-	(951,892)	(0.50%)	(Note)
"	WYMUS	WYUS's affiliate company	Purchase	494,888	0.16%	OA90	-	-	(500,152)	0.00%	(Note)
WYJP	The Company	WYJP's parent company	Purchase	1,694,406	100.00%	OA90	-	-	(1,392,424)	(100.00%)	(Note)
WYKR	The Company	WYKR's parent company	Purchase	2,481,074	100.00%	OA90	-	-	(2,461,649)	(100.00%)	(Note)
WYHK	The Company	WYHK's parent company	Purchase	306,675	100.00%	OA90	-	-	(147,201)	(100.00%)	(Note)
WYKS	The Company	WYKS's parent company	Purchase	144,796	100.00%	OA90	-	-	(414,620)	(100.00%)	(Note)
WYMY	The Company	WYMY's parent company	Sale	29,706,666	99.54%	OA30	-	-	11,814,432	98.81%	(Note)
"	WYMTN	WYMY's affiliate company	Purchase	145,914	0.00%	OA90	-	-	(149,562)	0.00%	(Note)
WYMX	WYUS	WYMX's affiliate company	Processing income	2,462,196	100.00%	OA60	-	-	951,892	100.00%	(Note)
WYMTN	The Company	WYMTN's parent company	Sale	14,104,478	99.06%	OA90	-	-	13,678,909	98.94%	(Note)
"	WYMY	WYMTN's affiliate company	Sale	145,914	0.94%	OA90	-	-	149,562	1.06%	(Note)
WYMUS	WYUS	WYMUS's affiliate company	Sale	494,888	100.00%	OA90	-	-	500,152	100.00%	(Note)

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

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Condensed Consolidated Financial Statements

Table 4 Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock
(March 31, 2026)

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	WBR	The Company's other related company	302,481	560.81%	-	-	302,481	-	-
"	WYUS	The Company's subsidiary	83,414,243	185.40%	18,318,586	Collecting	12,758,978	-	(Note)
"	WYJP	The Company's subsidiary	1,392,424	312.93%	-	-	-	-	(Note)
"	WYKR	The Company's subsidiary	2,461,649	373.83%	-	-	-	-	(Note)
"	WYHK	The Company's subsidiary	147,201	642.24%	-	-	-	-	(Note)
"	WYKS	The Company's subsidiary	414,620	114.33%	263,347	Collecting	-	-	(Note)
WYUS	WBR	WYUS's other related company	3,342,635	607.69%	-	-	1,038,022	-	-
"	The Company	WYUS's parent company	3,009,071	3018.14%	-	-	26	-	(Note)
WYMY	The Company	WYMY's parent company	11,814,432	1,046.23%	1,561,051	Collecting	11,814,432	-	(Note)
WYMX	WYUS	WYMX's affiliate company	951,892	906.50%	-	-	951,892	-	(Note)
WYMTN	The Company	WYMTN's parent company	13,678,909	491.85%	-	-	9,910,773	-	(Note)
"	WYMY	WYMTN's affiliate company	149,562	323.74%	-	-	64,725	-	(Note)
WYMUS	WYUS	WYMUS's affiliate company	500,152	761.06%	-	-	-	-	(Note)
Other Receivables									
The Company	WYMTN	The Company's subsidiary	587,209	-	-	-	443,303	-	(Note)
"	WYMY	The Company's subsidiary	4,707,388	-	-	-	3,865,606	-	(Note)
"	WYUS	The Company's subsidiary	1,744,508	-	4,731	Collecting	4,952	-	(Note)
WYUS	The Company	WYUS's parent company	363,363	-	-	-	11,562	-	(Note)
"	WYMTN	WYUS's affiliate company	122,129	-	-	-	23,044	-	(Note)
"	WYMUS	WYUS's affiliate company	160,437	-	-	-	-	-	(Note)
"	WYMY	WYUS's affiliate company	280,768	-	-	-	75,691	-	(Note)
"	WITX	WYUS's other related company	179,491	-	-	-	79,834	-	-
WYMTN	The Company	WYMTN's parent company	581,047	-	-	-	548	-	(Note)
"	WYUS	WYMTN's affiliate company	535,941	-	-	-	-	-	(Note)

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

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Condensed Consolidated Financial Statements

Table 5 Significant intercompany transactions and business relationships between parent company and its subsidiaries
(March 31, 2026)

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	35,979,626	OA150	13.01%
0	"	WYJP	1	Sale	1,694,406	OA90	0.61%
0	"	WYKR	1	Sale	2,481,074	OA90	0.90%
0	"	WYHK	1	Sale	306,675	OA90	0.11%
0	"	WYKS	1	Sale	144,796	OA90	0.05%
1	WYUS	The Company	2	Sale	14,083,408	OA90	5.09%
2	WYMY	The Company	2	Sale	29,706,666	OA30	10.74%
3	WYMTN	The Company	2	Sale	14,104,478	OA90	5.10%
4	"	WYMY	3	Sale	145,914	OA90	0.05%
4	WYMX	WYUS	3	Processing income	2,462,196	OA60	0.89%
4	WYMUS	WYUS	3	Sale	494,888	OA90	0.18%
0	The Company	WYUS	1	Account receivable	83,414,243	OA150	19.28%
0	"	WYJP	1	Account receivable	1,392,424	OA90	0.32%
0	"	WYKR	1	Account receivable	2,461,649	OA90	0.57%
0	"	WYHK	1	Account receivable	147,201	OA90	0.03%
0	"	WYKS	1	Account receivable	414,620	OA90	0.10%
1	WYUS	The Company	2	Account receivable	3,009,071	OA90	0.70%
2	WYMY	The Company	2	Account receivable	11,814,432	OA30	2.73%
3	WYMTN	The Company	2	Account receivable	13,678,909	OA90	3.16%
4	"	WYMY	3	Account receivable	149,562	OA90	0.03%
4	WYMX	WYUS	3	Account receivable	951,892	OA60	0.22%
4	WYMUS	WYUS	3	Account receivable	500,152	OA90	0.12%

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 Condensed Consolidated Financial Statements

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

The following are the information on investees for January 1 to March 31, 2026 (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 March 31, 2026			Net income (losses) of the investee	Share of profits/losses of investee	Notes
				March 31, 2026	December 31, 2025	Shares(In thousands)	Percentage of ownership	Carrying value			
The Company	WYJP	Japan	Sales of cloud data center equipment	6,620	6,620	-	100.00%	702,340	44,352	44,352	(Note)
"	WYUS	U.S.A	Sales of cloud data center equipment	45,238,581	45,238,581	1,469,010	100.00%	49,996,187	377,501	377,501	(Note)
"	WYHK	Hong Kong	Investing activities and sales of cloud data center equipment	12,181	12,181	400	100.00%	422,984	12,986	12,986	(Note)
"	WYKR	South Korea	Sales of cloud data center equipment	2,903	2,903	20	100.00%	181,357	8,750	8,750	(Note)
"	WYMY	Malaysia	Manufacturing and sales of cloud data center equipment	6,972,733	6,972,733	1,046,012	100.00%	12,381,279	830,371	830,371	(Note)
"	WYMX	Mexico	Manufacturing of cloud data center equipment	1,741,251	1,741,251	1,113,761	100.00%	5,230,551	323,878	323,878	(Note)
"	WYSMX	Mexico	Real property rental and management	58,025	58,025	40,444	100.00%	76,743	1,029	1,029	(Note)
"	WYMTN	Taiwan	Manufacturing and sales of cloud data center equipment	10,001,000	10,001,000	50,005	100.00%	10,355,110	(70,617)	(70,617)	(Note)
"	WYMUS	U.S.A	Manufacturing and sales of cloud data center equipment	9,700,636	9,700,636	300,000	100.00%	9,733,757	148,073	148,073	(Note)
"	LiquidStack	Netherlands	R&D of liquid cooling technology	-	276,609	-	-	-	(1,207,394)	(136,843)	(Note 1)

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

(Note 1): The Company disposed of all shares of LiquidStack in the first quarter of 2026.

WIWYNN CORPORATION AND SUBSIDIARIES
Notes to the Condensed 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, 2026	Investment Flows		Accumulated Outflow of Investment from Taiwan as of March 31, 2026	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	6,701	100%	6,701	(Note)2	183,995	-	(Note 5)

(ii) Limitation on investment in mainland China

Accumulated Investment in mainland China as of March 31, 2026 (Note 1)	Investment Amounts Authorized by Investment Commission, MOEA(Note 6)	Upper Limit on Investment (Note 4)
10,659(USD 350,000)	11,193(USD 350,000)	84,098,561

(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 condensed consolidated financial statements.

(Note 6) Translated using the ending rates on March 31, 2026.

(iii) Significant transactions

From January 1 to March 31, 2026, the significant inter-company transactions with the subsidiary in mainland China, which were eliminated in the preparation of condensed consolidated financial statements, are disclosed in "Information on significant transactions".