

**G.M.I. Technology Inc. and Subsidiaries****Consolidated Financial Statements****With Independent Auditors' Review Report  
For the Six Months Ended June 30, 2025 and 2024**

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The independent auditors' 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.

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## Independent Auditors' Review Report

To the Board of Directors G.M.I. Technology Inc.:

### Introduction

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

### Scope of Review

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

### Basis for Qualified Conclusion

As stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect the total assets amounting to \$994,186 thousand and \$268,488 thousand, constituting 9.62% and 3.07% of the consolidated total assets; and the total liabilities amounting to \$667,541 thousand and \$303,216 thousand, constituting 8.92% and 5.19% of the consolidated total liabilities as of June 30, 2025 and 2024, respectively; as well as the total comprehensive income(loss) amounting to \$(30,021) thousand, \$(15,007) thousand, \$(20,254) thousand and \$(27,267) thousand, constituting 5.24%, (10.00)%, 5.25% and (8.37)% of consolidated total comprehensive income (loss) for the three months and six months ended June 30, 2025 and 2024, respectively.

Furthermore, as stated in Note 6(f), the other equity accounted investments of the Group in its investee companies of \$14,486 thousand and \$14,974 thousand as of June 30, 2025 and 2024, respectively, and its equity in net earnings on these investee companies of \$102 thousand, \$145 thousand, \$167 thousand and \$178 thousand for the three months and six months ended June 30, 2025 and 2024, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

### **Qualified Conclusion**

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews and the review report of another auditor (please refer to Other Matter paragraph), 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 G.M.I. Technology Inc. and its subsidiaries as of June 30, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three months and six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

### **Other Matter**

We did not review the financial statements of Unitech Electronics Co., Ltd, a subsidiary of the G.M.I. Technology Inc. and its subsidiaries. Those financial statements were reviewed by another auditor, whose review report has been furnished to us, and our conclusion, insofar as it relates to the amounts included for Unitech Electronics Co., Ltd, is based solely on the review report of another auditor. The financial statements of Unitech Electronics Co., Ltd reflect the total assets amounting to \$233,455 thousand and \$228,517 thousand, constituting 2.26% and 2.61% of the consolidated total assets as of June 30, 2025 and 2024, respectively; and share of profit of associate accounted for using equity method amounting to \$639 thousand, \$4,099 thousand, \$3,863 thousand and \$5,612 thousand, constituting (0.21)%, 2.82%, (4.10)% and 2.16% of the consolidated profit before income tax for the three months and six months ended June 30, 2025 and 2024, respectively.

The engagement partners on the reviews resulting in this independent auditors’ review report are Chi, Meng-Chun and Yang, Shu-Chih.

KPMG

Taipei, Taiwan (Republic of China)  
August 7, 2025

### **Notes to Readers**

The accompanying consolidated financial statements are intended only to present the consolidated statement of financial position, financial performance and its 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 auditors’ report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language auditors’ report and consolidated financial statements, the Chinese version shall prevail.

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

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES****Consolidated Balance Sheets****June 30, 2025, December 31, 2024, and June 30, 2024****(Expressed in Thousands of New Taiwan Dollars)**

		<b>June 30, 2025</b>		<b>December 31, 2024</b>		<b>June 30, 2024</b>						<b>June 30, 2025</b>		<b>December 31, 2024</b>		<b>June 30, 2024</b>	
<b>Assets</b>		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>			<b>Liabilities and Equity</b>		<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>	<b>Amount</b>	<b>%</b>
<b>Current assets:</b>										<b>Current liabilities:</b>							
1100	Cash and cash equivalents (note (6)(a))	\$ 1,428,457	14	2,098,460	20	1,987,448	23	2100	Short-term borrowings (notes (6)(j) and (8))	\$ 2,439,140	24	2,095,898	20	851,922	9		
1110	Current financial assets at fair value through profit or loss (notes (6)(b) and (l))	400	-	1,200	-	3,500	-	2110	Short-term notes and bills payable (notes (6)(i)and (8))	599,672	6	449,326	4	589,244	7		
1150	Notes receivable (notes (6)(c) and (r))	246,789	2	201,942	2	148,978	2	2130	Current contract liabilities (note (6)(r))	45,005	-	14,657	-	74,982	1		
1170	Accounts receivable (notes (6)(c), (r) and (8))	4,265,000	41	3,867,829	37	3,747,977	43	2170	Accounts payable	266,140	3	162,251	2	146,769	2		
1181	Accounts receivable due from related parties (notes (6)(c), (r)and (7))	22,540	-	10,993	-	26,970	-	2180	Accounts payable to related parties (note (7))	2,845,254	27	2,468,239	24	2,629,033	30		
1199	Finance lease payment receivable - related party (notes(6) (d), (r)and (7))	248,720	3	85,929	1	-	-	2213	Payable on machinery and equipment(note (6)(g))	4,449	-	912,248	9	-	-		
1200	Other receivables	30,307	-	20,700	-	30,124	-	2216	Dividends payable	227,675	2	-	-	195,150	2		
1210	Other receivables due from related parties, net (note (7))	6,812	-	-	-	-	-	2219	Other payables	67,537	1	115,215	1	85,469	1		
1220	Current income tax assets	20,456	-	20,422	-	9,727	-	2220	Other payables to related parties (note (7))	512	-	200	-	200	-		
130X	Inventories (note (6)(e))	1,610,525	16	1,218,109	12	1,303,794	15	2230	Current income tax liabilities	2,935	-	21,771	-	42,677	-		
1476	Other financial assets - current(note (8))	227,425	2	231,596	2	237,286	3	2280	Current lease liabilities (note (6)(m))	12,731	-	10,592	-	16,775	-		
1470	Other current assets	62,900	1	45,338	1	84,263	1	2300	Other current liabilities	-	-	-	-	80,000	1		
	<b>Total current assets</b>	<u>8,170,331</u>	<u>79</u>	<u>7,802,518</u>	<u>75</u>	<u>7,580,067</u>	<u>87</u>	2322	Long-term borrowings, current portion (notes (6)(k) and (8))	-	-	-	-	26,775	-		
									<b>Total current liabilities</b>	<u>6,511,050</u>	<u>63</u>	<u>6,250,397</u>	<u>60</u>	<u>4,738,996</u>	<u>53</u>		
	<b>Non-current assets:</b>								<b>Non-Current liabilities:</b>								
1510	Non-current financial assets at fair value through profit or loss (note (6)(b))	71,643	1	91,045	1	20,571	-	2530	Bonds payable (note (6)(l))	956,822	9	946,322	9	935,937	11		
1550	Investments accounted for using the equity method (notes (6)(f), (7) and (8))	247,941	3	247,312	3	243,491	3	2540	Long-term borrowings (notes (6)(k)and (8))	-	-	-	-	162,138	2		
1600	Property, plant and equipment (notes (6)(g), (7) and (8))	329,111	3	1,769,960	17	854,265	10	2580	Non-current lease liabilities (note (6)(m))	9,267	-	1,463	-	3,563	-		
1755	Right-of-use assets (note (6)(h))	21,704	-	11,278	-	19,292	-	2570	Total deferred tax liabilities	9,194	-	9,194	-	-	-		
1840	Deferred income tax assets	10,257	-	10,927	-	24,497	-		<b>Total non-current liabilities</b>	<u>975,283</u>	<u>9</u>	<u>956,979</u>	<u>9</u>	<u>1,101,638</u>	<u>13</u>		
1915	Prepayments for business facilities	2,262	-	27,876	-	-	-		<b>Total liabilities</b>	<u>7,486,333</u>	<u>72</u>	<u>7,207,376</u>	<u>69</u>	<u>5,840,634</u>	<u>66</u>		
194K	Long-term finance lease payment receivable—related parties (notes (6)(d), (r) and (7))	1,472,836	14	419,117	4	-	-		<b>Equity attributable to owners of the parent company (note (6)(p)):</b>								
1975	Net defined benefit assets- non current	6,131	-	6,131	-	2,387	-	3110	Ordinary share	1,626,254	16	1,626,254	16	1,626,254	19		
1900	Other non-current assets	4,078	-	4,290	-	4,671	-	3200	Capital surplus	371,961	4	309,068	3	289,358	3		
	<b>Total noncurrent assets</b>	<u>2,165,963</u>	<u>21</u>	<u>2,587,936</u>	<u>25</u>	<u>1,169,174</u>	<u>13</u>	3310	Legal reserve	217,708	2	178,894	2	178,894	2		
								3350	Unappropriated retained earnings	436,486	4	779,596	7	605,708	7		
								3400	Other equity interests	(94,429)	(1)	194,251	2	155,838	2		
									<b>Total equity attributable to owners of parent:</b>	<u>2,557,980</u>	<u>25</u>	<u>3,088,063</u>	<u>30</u>	<u>2,856,052</u>	<u>33</u>		
								36XX	Non-controlling interests(note (4))	291,981	3	95,015	1	52,555	1		
									<b>Total equity</b>	<u>2,849,961</u>	<u>28</u>	<u>3,183,078</u>	<u>31</u>	<u>2,908,607</u>	<u>34</u>		
<b>Total assets</b>		<u>\$ 10,336,294</u>	<u>100</u>	<u>10,390,454</u>	<u>100</u>	<u>8,749,241</u>	<u>100</u>		<b>Total liabilities and equity</b>	<u>\$ 10,336,294</u>	<u>100</u>	<u>10,390,454</u>	<u>100</u>	<u>8,749,241</u>	<u>100</u>		

See accompanying notes to consolidated financial statements.

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

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES****Consolidated Statements of Comprehensive Income****For the six months ended June 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars , Except for Earnings Per Common Share)**

		For the three months ended June 30				For the six months ended June 30			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	<b>Operating revenues</b> (notes (6)(r) and (7))	\$ 5,198,931	100	4,543,950	100	10,906,093	100	8,574,740	100
5000	<b>Operating costs</b> (notes (6)(e) and (7))	4,966,131	96	4,290,776	94	10,319,814	95	8,106,333	95
	<b>Gross profit (loss) from operations</b>	232,800	4	253,174	6	586,279	5	468,407	5
	<b>Operating expenses</b> (notes (6)(m), (n) and (s)):								
6100	Selling expenses	113,362	2	89,525	2	199,679	2	173,475	2
6200	Administrative expenses	32,562	1	36,664	1	81,685	1	76,310	1
6300	Research and development expenses	17,919	-	12,919	-	27,999	-	23,668	-
6450	Impairment losses (impairment gains and reversal of impairment losses) determined in accordance with IFRS 9 (note (6)(c))	5,472	-	(8,049)	-	6,970	-	3,860	-
	<b>Total operating expenses</b>	169,315	3	131,059	3	316,333	3	277,313	3
	<b>Net operating income</b>	63,485	1	122,115	3	269,946	2	191,094	2
	<b>Non-operating income and expenses</b> (notes (6)(f), (m) and (t)):								
7100	Interest income	7,699	-	16,546	-	12,021	-	21,244	-
7010	Other income	1,369	-	2,541	-	2,798	-	9,091	-
7020	Other gains and losses, net	(336,131)	(6)	17,599	-	(323,058)	(3)	62,836	1
7050	Finance costs	(34,817)	(1)	(17,519)	-	(59,959)	-	(30,138)	-
7060	Share of loss of associates and joint ventures accounted for using equity method	741	-	4,244	-	4,030	-	5,790	-
	<b>Total non-operating income and expenses</b>	(361,139)	(7)	23,411	-	(364,168)	(3)	68,823	1
7900	<b>Profit before income tax</b>	(297,654)	(6)	145,526	3	(94,222)	(1)	259,917	3
7950	Less: Income tax expense (note (6)(o))	(39,831)	(1)	31,505	1	2,590	-	56,071	1
	<b>Profit</b>	(257,823)	(5)	114,021	2	(96,812)	(1)	203,846	2
8300	<b>Other comprehensive income (loss):</b>								
8310	<b>Items that may not reclassified subsequently to profit or loss</b>								
	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified	-	-	-	-	-	-	-	-
8320	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-	-	-	-	-
8349		-	-	-	-	-	-	-	-
8360	<b>Items that may be reclassified to profit or loss</b>								
	Exchange differences on translation of foreign financial statements	(310,657)	(6)	36,123	1	(285,279)	(3)	120,863	1
	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	(4,930)	-	(104)	-	(3,401)	-	1,022	-
8370	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
8399	Total of items that may be reclassified to profit or loss	(315,587)	(6)	36,019	1	(288,680)	(3)	121,885	1
8300	<b>Other comprehensive income, net</b>	(315,587)	(6)	36,019	1	(288,680)	(3)	121,885	1
	<b>Total comprehensive income</b>	<u>\$ (573,410)</u>	<u>(11)</u>	<u>150,040</u>	<u>3</u>	<u>(385,492)</u>	<u>(4)</u>	<u>325,731</u>	<u>3</u>
	<b>Profit (loss), attributable to:</b>								
8610	Profit (loss), attributable to owners of parent	\$ (247,298)	(5)	120,605	2	(76,621)	(1)	214,256	2
8620	Profit (loss), attributable to non-controlling interests	(10,525)	-	(6,584)	-	(20,191)	-	(10,410)	-
		<u>\$ (257,823)</u>	<u>(5)</u>	<u>114,021</u>	<u>2</u>	<u>(96,812)</u>	<u>(1)</u>	<u>203,846</u>	<u>2</u>
	<b>Comprehensive income attributable to:</b>								
8710	Comprehensive income, attributable to owners of parent	\$ (562,885)	(11)	156,624	3	(365,301)	(4)	336,141	3
8720	Comprehensive income, attributable to non-controlling interests	(10,525)	-	(6,584)	-	(20,191)	-	(10,410)	-
		<u>\$ (573,410)</u>	<u>(11)</u>	<u>150,040</u>	<u>3</u>	<u>(385,492)</u>	<u>(4)</u>	<u>325,731</u>	<u>3</u>
	<b>Basic earnings per share</b> (note (6)(q))								
9750	Basic earnings per share	<u>\$ (1.52)</u>		<u>0.74</u>		<u>(0.47)</u>		<u>1.32</u>	
9850	Diluted earnings per share	<u>\$ (1.52)</u>		<u>0.74</u>		<u>(0.47)</u>		<u>1.32</u>	

See accompanying notes to consolidated financial statements.

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

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES****Consolidated Statements of Changes in Equity****For the six months ended June 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars)**

	Equity attributable to owners of parent								
	Retained earnings				Total other equity interest		Total equity attributable to owners of parent	Non-controlling interests	Total equity
	Ordinary shares	Capital surplus	Legal reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income			
<b>Balance at January 1, 2024</b>	\$ 1,626,254	223,116	146,600	618,896	33,510	443	2,648,819	61,384	2,710,203
Profit for the period	-	-	-	214,256	-	-	214,256	(10,410)	203,846
Other comprehensive income or loss for the period	-	-	-	-	121,885	-	121,885	-	121,885
Total comprehensive income or loss for the period	-	-	-	214,256	121,885	-	336,141	(10,410)	325,731
Appropriation and distribution of retained earnings:									
Legal reserve	-	-	32,294	(32,294)	-	-	-	-	-
Cash dividends of ordinary stock	-	-	-	(195,150)	-	-	(195,150)	-	(195,150)
Due to recognition of equity component of convertible bonds (preference share) issued	-	65,872	-	-	-	-	65,872	-	65,872
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	370	-	-	-	-	370	-	370
Changes in non-controlling interests	-	-	-	-	-	-	-	1,581	1,581
<b>Balance at June 30, 2024</b>	<u>\$ 1,626,254</u>	<u>289,358</u>	<u>178,894</u>	<u>605,708</u>	<u>155,395</u>	<u>443</u>	<u>2,856,052</u>	<u>52,555</u>	<u>2,908,607</u>
<b>Balance at January 1, 2025</b>	\$ 1,626,254	309,068	178,894	779,596	192,754	1,497	3,088,063	95,015	3,183,078
Profit for the period	-	-	-	(76,621)	-	-	(76,621)	(20,191)	(96,812)
Other comprehensive income or loss for the period	-	-	-	-	(285,279)	(3,401)	(288,680)	-	(288,680)
Total comprehensive income	-	-	-	(76,621)	(285,279)	(3,401)	(365,301)	(20,191)	(385,492)
Appropriation and distribution of retained earnings:									
Legal reserve	-	-	38,814	(38,814)	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	(227,675)	-	-	(227,675)	-	(227,675)
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	188	-	-	-	-	188	-	188
Changes in non-controlling interests	-	62,705	-	-	-	-	62,705	217,157	279,862
<b>Balance at June 30, 2025</b>	<u>\$ 1,626,254</u>	<u>371,961</u>	<u>217,708</u>	<u>436,486</u>	<u>(92,525)</u>	<u>(1,904)</u>	<u>2,557,980</u>	<u>291,981</u>	<u>2,849,961</u>

See accompanying notes to consolidated financial statements.

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

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES****Consolidated Statements of Cash Flows****For the six months ended June 30, 2025 and 2024****(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from (used in) operating activities:</b>		
<b>(Loss) profit before tax</b>	\$ (94,222)	259,917
<b>Adjustment:</b>		
<b>Adjustments to reconcile profit (loss):</b>		
Depreciation expense	11,850	11,046
Expected credit loss (gain)	6,970	3,860
Interest expense	59,959	30,138
Interest revenue	(12,021)	(21,244)
Finance lease interest revenue	(111,659)	-
Loss (gain) on financial assets at fair value through profit or loss	202	(2,085)
Share of loss of associates accounted for using equity method	(4,030)	(5,790)
Loss from disposal of property, plan and equipment	(527)	22
Loss on lease modification	49,012	-
<b>Total adjustments to reconcile profit</b>	<b>(244)</b>	<b>15,947</b>
<b>Changes in operating assets and liabilities:</b>		
<b>Changes in operating assets:</b>		
Increase in notes receivable	(74,890)	(51,272)
Increase in accounts receivable	(871,354)	(517,629)
Increase in accounts receivable due from related parties	(11,547)	(19,808)
Decrease in finance lease receivable due from related parties	146,504	-
Increase in other receivables	(10,371)	(8,648)
Increase in inventories	(524,765)	(220,552)
Increase in other receivables due from related parties	(6,812)	-
(Increase) decrease in other current assets	(16,150)	4,371
<b>Total changes in operating assets</b>	<b>(1,369,385)</b>	<b>(813,538)</b>
<b>Changes in operating liabilities:</b>		
Increase (decrease) in accounts payable	341,801	(74,971)
Increase in accounts payable to related parties	579,869	643,623
Decrease in other payables	(38,905)	(346)
Decrease in other payables to related parties	(4,923)	(5,047)
Increase in other current liabilities	34,960	39,878
<b>Total changes in operating liabilities</b>	<b>912,802</b>	<b>603,137</b>
<b>Total adjustments</b>	<b>(456,827)</b>	<b>(194,454)</b>
Cash inflow (outflow) from operations	(551,049)	65,463
Interest received	123,858	21,566
Interest paid	(50,559)	(29,040)
Income taxes paid	(21,827)	(24,586)
<b>Net cash flows from operating activities</b>	<b>(499,577)</b>	<b>33,403</b>
<b>Cash flows from (used in) investing activities:</b>		
Proceeds from disposal of financial assets at fair value through profit or loss	20,000	50,000
Acquisition of property, plant and equipment	(994,846)	(527,567)
Proceeds from disposal of property, plant and equipment	14,253	-
(Increase) decrease in other financial assets	(22,971)	112
Increase in other non-current assets	-	(513)
Increase in prepayments for business facilities	(2,262)	-
<b>Net cash flows from (used in) investing activities</b>	<b>(985,826)</b>	<b>(477,968)</b>
<b>Cash flows from (used in) financing activities:</b>		
Increase in short-term borrowing	4,251,041	2,689,584
Decrease in short-term borrowing	(3,907,799)	(3,192,145)
Increase in short-term notes and bills	2,895,277	1,575,535
Decrease in short-term notes and bills	(2,744,931)	(1,185,892)
Proceeds from issuing bonds	-	1,000,000
Repayments of long-term debt	-	(13,387)
Payment of lease liabilities	(8,457)	(8,056)
Contribution by non-controlling interests	280,050	1,950
Other financing activities	-	80,000
<b>Net cash flows from (used in) financing activities</b>	<b>765,181</b>	<b>947,589</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>50,219</b>	<b>(13,484)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(670,003)</b>	<b>489,540</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>2,098,460</b>	<b>1,497,908</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 1,428,457</b>	<b>1,987,448</b>

See accompanying notes to consolidated financial statements.



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

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**

**Notes to the Consolidated Financial Statements**

**June 30, 2025 and 2024**

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

**(1) Company history**

G.M.I. TECHNOLOGY INC. (hereinafter referred to as the "Company") was established in October 1995 with the approval of the Ministry of Economic Affairs, R.O.C., and its registered office is located at 2F, No. 57, Xingzhong Rd, Neihu District, Taipei, Taiwan. The Company and its subsidiaries (hereinafter collectively referred to as the "Group") are principally engaged in the trading and manufacturing of electronic equipment and components, computer software development, trading ,machinery and equipment rental, as well as related business services.

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

The consolidated financial statements for the six Months ended June 30, 2025 and 2024 were authorized for issuance by the board of directors on August 7, 2025.

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

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

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

- Amendments to IAS21 “Lack of Exchangeability”

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

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

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

(Continued)

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

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

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

(Continued)

## G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

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

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

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

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

##### (a) Statement of compliance

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

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

##### (b) Basis of consolidation

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

List of the subsidiaries included in the consolidated financial statements:

Name investor	Name of investee	Scope of business	Percentage of ownership			Description
			June 30, 2025	December 31, 2024	June 30, 2024	
The Company	G.M.I. Technology (BVI) Co., Ltd	Investment holding	100 %	100 %	100 %	Note 1
The Company	Rehear Audiology Co., Ltd.	Research, Development and sales of medical equipment	23.65 %	25.76 %	27.05 %	Note 2 、 4
The Company	GMI USA Corporation	Server Leasing	100 %	- %	- %	Note 1 、 3
G.M.I. Technology (BVI) Co., Ltd	Harken Investments Limited	Investment holding	100 %	100 %	100 %	Note 1
G.M.I. Technology (BVI) Co., Ltd	Vector Electronic	Trading of electronic components and investment holding	100 %	100 %	100 %	Note 1
Vector Electronic Co. Ltd	G.M.I. (Shanghai) Trading Company Limited	Trading of electronic components and business marketing consultancy service	100 %	100 %	100 %	Note 1
Vector Electronic Co. Ltd	Hong Da Fu Tong Electronics Company Limited	Trading of electronic components	100 %	100 %	100 %	Note 1

Note 1: Its financial statements were not audited due to being an immaterial subsidiary.

(Continued)

## G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

Note 2: On August 1, 2024, the investee conducted a cash capital increase by issuing 1,000 thousand shares. As the Company did not subscribe to these new shares, its ownership interest decreased to 25.76%. Moreover, on June 24, 2025, the investee conducted a cash capital increase and issued 3,525 thousand shares, at an issue price of NT\$80 per share. As the Company did not subscribe to these new shares, its ownership interest decreased to 23.65%, resulting in its non-controlling interests to increase by \$217,157 thousand.

Note 3: The subsidiary has completed its establishment and registration procedures on February 12, 2025, but its share capital has yet to be invested.

Note 4: Its financial statements for the six months ended June 30, 2025 were not audited due to being an immaterial subsidiary.

(ii) Subsidiaries excluded from the consolidated financial statements: None.

(c) 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 (and allocated to current and deferred taxes based on its proportionate size).

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

(d) 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.

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

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

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

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(6) Explanation of significant accounts:**

(a) Cash and cash equivalents

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Cash on hand	\$ 1,379	1,324	2,194
Cheques and demand deposits	1,427,078	2,097,136	1,985,254
	<u><u>\$ 1,428,457</u></u>	<u><u>2,098,460</u></u>	<u><u>1,987,448</u></u>

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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Mandatorily measured at fair value through profit or loss-current:			
Issued of convertible corporate bonds- Embedded recall right	\$ <u>400</u>	<u>1,200</u>	<u>3,500</u>
Mandatorily measured at fair value through profit or loss-non current:			
Beneficiary funds	\$ <u>71,643</u>	<u>91,045</u>	<u>20,571</u>

(i) Please refer to note 6(t) for the amount of the financial assets at fair value through profit or loss.

(ii) None of the Group's financial asset at fair valule through profit or loss had been pledged as collateral.

(c) Notes and accounts receivable

(i) The detail are as follow:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Notes receivable - arising from operations	\$ 247,531	202,550	149,426
Accounts receivable - measured at amortized cost	4,305,119	3,904,248	3,786,516
Accounts receivable due from related parties	22,540	10,993	26,970
Less: Allowance for losses	<u>(40,861)</u>	<u>(37,027)</u>	<u>(38,987)</u>
	<u><u>\$ 4,534,329</u></u>	<u><u>4,080,764</u></u>	<u><u>3,923,925</u></u>

(Continued)

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

<b>June 30, 2025</b>			
	<b>Notes and accounts receivable carrying amount</b>	<b>Weighted- average loss ratio</b>	<b>Allowance provision</b>
Current	\$ 4,571,194	0.89%	40,783
Less than 90 days past due	3,996	1.95%	78
	<b>\$ 4,575,190</b>		<b>40,861</b>
<b>December 31, 2024</b>			
	<b>Notes and accounts receivable carrying amount</b>	<b>Weighted- average loss ratio</b>	<b>Allowance provision</b>
Current	\$ 4,101,726	0.86%	35,395
Less than 90 days past due	15,719	8.18%	1,286
More than 180 days past due	346	100%	346
	<b>\$ 4,117,791</b>		<b>37,027</b>
<b>June 30, 2024</b>			
	<b>Notes and accounts receivable carrying amount</b>	<b>Weighted- average loss ratio</b>	<b>Allowance provision</b>
Current	\$ 3,925,694	0.93%	36,595
Less than 90 days past due	36,905	6.33%	2,335
90 to 180 days past due	313	18.21%	57
	<b>\$ 3,962,912</b>		<b>38,987</b>

(Continued)

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) The movement in the allowance for notes and accounts receivable were as follows:

	<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 37,027	33,650
Impairment losses recognized	6,970	3,860
Foreign exchange gains or (losses)	(3,136)	1,477
Balance at June 30	<u><u>\$ 40,861</u></u>	<u><u>38,987</u></u>

For details on financial assets guaranteed as long-term loans and financing guarantees mentioned above, please refer to note 8.

(d) Finance lease payment receivable - related party

The Group leases the GPU server to its related party, GMI Computing International Ltd., wherein the Group classified the lease as a finance lease because the leases included the whole of the remaining term of the head lease. Please refer to note 7 for the description of related party transactions.

A maturity analysis of lease payments, showing the undiscounted lease payments to be received after the reporting date, is as follows:

	<b>June 30, 2025</b>		<b>December 31, 2024</b>		<b>June 30, 2024</b>	
	<u>USD</u>	<u>NTD</u>	<u>USD</u>	<u>NTD</u>	<u>USD</u>	<u>NTD</u>
Less than one year	\$ 16,843	493,497	4,680	153,449	-	-
1~2 year	17,949	525,892	4,680	153,449	-	-
2~3 year	17,949	525,892	4,680	153,449	-	-
3~4 year	17,949	525,892	4,680	153,449	-	-
4~5 year	<u>12,161</u>	<u>356,359</u>	<u>2,342</u>	<u>76,722</u>	<u>-</u>	<u>-</u>
Total lease payments receivable	82,851	2,427,532	21,062	690,518	-	-
Unearned finance income	<u>(24,094)</u>	<u>(705,976)</u>	<u>(5,803)</u>	<u>(185,472)</u>	<u>-</u>	<u>-</u>
Present value of lease payments receivable	<u><u>\$ 58,757</u></u>	<u><u>1,721,556</u></u>	<u><u>15,259</u></u>	<u><u>505,046</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Finance lease payment receivable - current	\$ 248,720	85,929	-
Long term finance lease payment receivable	1,472,836	419,117	-
	<b><u>\$ 1,721,556</u></b>	<b><u>505,046</u></b>	<b><u>-</u></b>

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

For the financing guarantees on June 30, 2025 and December 31, 2024, please refer to note 8.

(e) Inventories

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Goods for sale	<b><u>\$ 1,610,525</u></b>	<b><u>1,218,109</u></b>	<b><u>1,303,794</u></b>
	<b>For the three months ended June 30,</b>	<b>For the six months ended June 30,</b>	
	<b><u>2025</u></b>	<b><u>2024</u></b>	<b><u>2025</u></b>
	<b><u>2024</u></b>	<b><u>2025</u></b>	<b><u>2024</u></b>
Cost of goods sold	\$ 4,918,726	4,298,224	10,302,807
Write down of inventory (Reversal of write down)	(1,607)	(7,448)	(32,005)
Loss on lease modification	49,012	-	49,012
Operating Cost	<b><u>\$ 4,966,131</u></b>	<b><u>4,290,776</u></b>	<b><u>10,319,814</u></b>
	<b><u>8,106,333</u></b>		<b><u>8,106,333</u></b>

For loss on lease modification information, please refer to note 7.

(f) Investments accounted for using the equity method

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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Associates	\$ 571,518	570,889	567,068
Accumulated impairment	(323,577)	(323,577)	(323,577)
	<b><u>\$ 247,941</u></b>	<b><u>247,312</u></b>	<b><u>243,491</u></b>

(Continued)



**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Associates

For Affiliates that are significant to the Group, their relevant information are as follows:

Associate Name	Nature of the relationship with the Group	Main business sector/Country of company registration	Proportion of ownership interest and voting rights		
			June 30, 2025	December 31, 2024	June 30, 2024
Unitech Electronics Co., Ltd.	Invested by the Group using equity method	Taiwan	12.73 %	12.73 %	12.73 %

The aggregated financial information of the affiliates that are material to the Group is as follows. The financial information has been adjusted to the amounts included in the IFRS consolidated financial statements of each Affiliate to reflect the Group's fair value adjustments and adjustments made for differences in accounting policies for affiliates when acquiring equity in Affiliates:

1) Unitech Electronics's Aggregate Financial Information:

	June 30, 2025	December 31, 2024	June 30, 2024
Current Asset	\$ 2,013,839	2,004,388	1,999,106
Non-Current Asset	515,794	547,490	554,638
Current Liability	(592,187)	(567,107)	(620,873)
Non-Current Liability	(82,213)	(101,189)	(100,943)
Net Assets	<u>\$ 1,855,233</u>	<u>1,883,582</u>	<u>1,831,928</u>
For the six months ended June 30,			
	2025	2024	
Operating Income	<u>\$ 1,187,293</u>	<u>1,227,950</u>	
Current period net profit	\$ 30,515	44,284	
Other comprehensive gains and losses	(13,805)	1,710	
Total comprehensive gains and losses	<u>\$ 16,710</u>	<u>45,994</u>	

(Continued)

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>
Beginning carrying balance of the Group's share of net assets of affiliates	\$ 231,361	222,590
The Group's total gains and losses attributable to affiliates	2,094	5,927
Ending balance of the Group's share of net assets of affiliates	<u>\$ 233,455</u>	<u>228,517</u>

- 2) As of June 30, 2025, the Group's equity-accounted investment—Unitech Electronics incurred impairment losses of \$76,640 thousand because its carrying amount had exceeded fair value.
- 3) The aggregate financial information of the Group's equity-method associates, which are individually insignificant, is summarized as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Carrying amount of equity in individual insignificant associates	<u>\$ 265,740</u>	<u>371,845</u>	<u>460,266</u>

- (iii) The Group lost control of its investee company, GW Electronics, in June 2017 and changed to using the equity method. During 2017, the Group assessed that there was uncertainty in the recovery of the investment in GW Electronics, hence, recognized the full amount as impairment. As of June 30, 2025, the accumulated impairment loss was \$246,937 thousand.
- (iv) The aggregate financial information of the Group's equity-method associates, which are individually insignificant, is summarized as follows (amounts included in the Group's consolidated financial statements):

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Carrying amount of equity in individual insignificant associates	<u>\$ 14,486</u>	<u>15,951</u>	<u>14,974</u>

	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Attributable to the Group:				
Net gain for the period	\$ 102	145	167	178
Other comprehensive income or loss	(1,785)	206	(1,632)	707
Comprehensive income or loss	<u>\$ (1,683)</u>	<u>351</u>	<u>(1,465)</u>	<u>885</u>

(Continued)

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(v) Collaterals

As of June 30, 2025 and 2024, some of the Group's investments accounted for using the equity method had been pledged as collateral, please refer to note 8.

(g) Property, plant and equipment

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

		<u>Land</u>	<u>Buildings and Construction</u>	<u>Machinery and equipment</u>	<u>Transportati on equipment</u>	<u>Leasehold improvements</u>	<u>office equipment</u>	<u>Other equipment</u>	<u>Unfinished construction</u>	<u>Total</u>
Costs										
Balance on January 1, 2025	\$	270,496	51,264	1,819	156	1,356	18,303	3,807	1,440,041	1,787,242
Additions		-	-	112,189	-	-	2,734	-	-	114,923
Reclassification		-	-	1,440,041	-	-	-	-	(1,440,041)	-
Disposal		-	-	(1,552,230)	-	-	(249)	-	-	(1,552,479)
Effects of changes in foreign exchange rates		-	-	(105)	(13)	(117)	(541)	(3)	-	(779)
Balance on June 30, 2025	\$	<u>270,496</u>	<u>51,264</u>	<u>1,714</u>	<u>143</u>	<u>1,239</u>	<u>20,247</u>	<u>3,804</u>	<u>-</u>	<u>348,907</u>
Balance on January 1, 2024	\$	270,496	51,264	1,171	151	4,236	18,118	2,127	-	347,563
Additions		-	-	524,862	-	-	2,705	-	-	527,567
Disposal		-	-	-	-	-	(641)	(74)	-	(715)
Effects of changes in foreign exchange rates		-	-	31	4	190	208	11	-	444
Balance on June 30, 2024	\$	<u>270,496</u>	<u>51,264</u>	<u>526,064</u>	<u>155</u>	<u>4,426</u>	<u>20,390</u>	<u>2,064</u>	<u>-</u>	<u>874,859</u>
Depreciation and impairment losses:										
Balance on January 1, 2025	\$	-	5,775	1,141	148	1,288	8,087	843	-	17,282
Additions		-	850	575	-	-	2,005	411	-	3,841
Disposal		-	-	(527)	-	-	(249)	-	-	(776)
Effects of changes in foreign exchange rates		-	-	(94)	(12)	(111)	(333)	(1)	-	(551)
Balance on June 30, 2025	\$	<u>-</u>	<u>6,625</u>	<u>1,095</u>	<u>136</u>	<u>1,177</u>	<u>9,510</u>	<u>1,253</u>	<u>-</u>	<u>19,796</u>
Balance on January 1, 2024	\$	-	4,076	1,054	143	3,851	8,011	711	-	17,846
Additions		-	849	6	-	168	1,883	185	-	3,091
Disposal		-	-	-	-	-	(619)	(74)	-	(693)
Effects of changes in foreign exchange rates		-	-	28	4	181	129	8	-	350
Balance on June 30, 2024	\$	<u>-</u>	<u>4,925</u>	<u>1,088</u>	<u>147</u>	<u>4,200</u>	<u>9,404</u>	<u>830</u>	<u>-</u>	<u>20,594</u>
Carrying amounts:										
Balance on January 1, 2025	\$	<u>270,496</u>	<u>45,489</u>	<u>678</u>	<u>8</u>	<u>68</u>	<u>10,216</u>	<u>2,964</u>	<u>1,440,041</u>	<u>1,769,960</u>
Balance on June 30, 2025	\$	<u>270,496</u>	<u>44,639</u>	<u>619</u>	<u>7</u>	<u>62</u>	<u>10,737</u>	<u>2,551</u>	<u>-</u>	<u>329,111</u>
Balance on January 1, 2024	\$	<u>270,496</u>	<u>47,188</u>	<u>117</u>	<u>8</u>	<u>385</u>	<u>10,107</u>	<u>1,416</u>	<u>-</u>	<u>329,717</u>
Balance on June 30, 2024	\$	<u>270,496</u>	<u>46,339</u>	<u>524,976</u>	<u>8</u>	<u>226</u>	<u>10,986</u>	<u>1,234</u>	<u>-</u>	<u>854,265</u>

(Continued)

**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

In order to expand its business and rendering various kinds of services, the Company built a total of 52 GPU servers, which were completed in June 2024, based on a resolution approved during its board meeting held on March 12, 2024. After continuous evaluation and consideration due to a number of factors such as the long preparation time of the professional AI computing team, the difficulty in technology training, and the timing of the AI cloud market, instead of building its own organizational team to operate in cloud services in July, the Company entered into an agreement with GMI Computing International Ltd., a related party, to lease out the GPU servers that have been built, to which it charge a rental fee from them.

The 127 GPU servers acquired by the Company have been received and installed as of March 31, 2025 for cloud computing operations, based on the resolution approved during its board meeting held on September 5, 2024. Moreover, the said equipment was recognized as "payable on machinery equipment" as of June 30, 2025, and December 31, 2024 since the relevant construction work has been completed and the servers were leased to GMI Computing, wherein the rental fees of \$4,404 thousand and \$912,248 thousand, respectively, have been collected.

Based on the decisions made by its board on September 5 and October 22, 2024, to be submitted during its shareholders' meeting for approval on December 10, 2024, the Group recognized the above lease, and the disposal of the subject asset, as a finance lease because the lease included the entire remaining term of the head lease, and finance lease receivable, respectively. Please refer to note 6(d) and note 7 for the finance lease payment receivable disclosed in the following table and related party transactions, respectively.

As of June 30, 2025, December 31 and June 30, 2024, certain property, plant and equipment of the Group had been pledged as collateral. Please refer to note 8.

(h) Right-of-use assets

	<b>Buildings and Construction</b>	<b>Transportation Equipment</b>	<b>Total</b>
Carrying amounts :			
Balance on January 1, 2025	\$ <u>9,102</u>	<u>2,176</u>	<u>11,278</u>
Balance on June 30, 2025	\$ <u>20,616</u>	<u>1,088</u>	<u>21,704</u>
Balance on January 1, 2024	\$ <u>16,158</u>	<u>4,352</u>	<u>20,510</u>
Balance on June 30, 2024	\$ <u>16,028</u>	<u>3,264</u>	<u>19,292</u>

During the six months ended June 30, 2025 and 2024, the Group's right-of-use assets, recognized for leases of building structures, did not experience any significant increase, impairment, or reversal. For relevant information, please refer to note 6(h) to the consolidated financial statements for the year ended December 31, 2024.

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(i) Short-term notes and bills payable

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Commercial paper payable	<u>\$ 599,672</u>	<u>449,326</u>	<u>589,244</u>

(i) Loans and payments

For six months ended June 30, 2025 and 2024, the amounts, with interest rates ranging from 1.93%~1.97% and 1.86%~1.99%, and maturing dates that fall between July 2025, as well as July and August 2024, increased by \$2,895,277 thousand and \$1,575,535 thousand, resulting in the payments of \$2,744,931 thousand and \$1,185,892 thousand, respectively, during the periods.

(ii) Collateral for short-term notes

For the collateral for short-term notes and bills payable, please refer to note 8.

(j) Short-term borrowing

The short-term borrowings were summarized as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Unsecured bank loans	\$ 1,909,140	1,815,898	851,922
Secured bank loans	<u>530,000</u>	<u>280,000</u>	<u>-</u>
	<u>\$ 2,439,140</u>	<u>2,095,898</u>	<u>851,922</u>
Unused short-term credit lines	<u>\$ 4,951,605</u>	<u>5,978,199</u>	<u>6,527,204</u>
Range of Interest rate	<u>1.85%~5.89%</u>	<u>1.88%~6.29%</u>	<u>1.89%~6.85%</u>

(i) Loans and repayments

For the six months ended June 30, 2025 and 2024, the amounts, with interest rates ranging from 1.85%~5.89% and 1.89%~6.85%, maturing between July and November 2025, as well as July 2024 and June 2025, were \$4,251,041 thousand and \$2,689,584 thousand, resulting in the payments of \$3,907,799 thousand and \$3,192,145 thousand, respectively, during the periods.

(ii) Collateral for bank loans

For the collateral for bank loans, please refer to note 8.

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(k) Long-term borrowings

The details, terms and conditions of the long-term borrowings were summarized as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Secured bank loans	\$ -	-	188,913
Less: current portion	-	-	(26,775)
	<u>\$ -</u>	<u>-</u>	<u><b>162,138</b></u>
Unused short-term credit lines	<u>\$ -</u>	<u>-</u>	<u>-</u>
Range of interest rates (%)	<u>-</u>	<u>-</u>	<u><b>2.02%</b></u>

(i) Loans and repayments

There were no significant released, repurchases and payments of long-term borrowings for the six months ended June 30, 2025 and 2024. Information on interest expense for the period is discussed in note 6(t). Please refer to note 6(k) to the 2024 annual consolidated financial statements for other related information.

(l) Bonds Payable

(i) The information of the Group's Unsecured Bonds issued were as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Total convertible corporate bond issued	\$ 1,000,000	1,000,000	1,000,000
Unamortised discount on corporate bonds payable	(43,178)	(53,678)	(64,063)
Balance of corporate bonds payable at end of period	<u><b>\$ 956,822</b></u>	<u><b>946,322</b></u>	<u><b>935,937</b></u>
Embedded derivative – recallable right, included in financial assets at fair value through profit or loss	<u><b>\$ 400</b></u>	<u><b>1,200</b></u>	<u><b>3,500</b></u>
Equity component – conversion options, included in capital surplus– stock options	<u><b>\$ 65,872</b></u>	<u><b>65,872</b></u>	<u><b>65,872</b></u>

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Embedded derivative – recallable right at fair value through profit or loss, included in financial liabilities at fair value through profit or loss	\$ <u>(200)</u>	<u>1,700</u>	<u>(800)</u>	<u>1,700</u>

(ii) The principal terms of issue of the first convertible corporate bonds are as follows:

- 1) Periods: 3 Year (As of June 25, 2024 to June 25, 2027)
- 2) Coupon rate : 0%
- 3) Redemption method: The Company may redeem the bonds under the following circumstances:
  - A. For the period from 3 months after the issuance date to the 40 days before the expiration of the issuance period. If the Company's ordinary shares, which are listed on the Taiwan Stock Exchange (TWSE), have a closing price exceeding the current conversion price more than 30% for 30 consecutive business days, the Company has the right to redeem the bonds at the face value.
  - B. For the period from 3 months after the issuance date to the 40 days before expiration of the issuance period. If the outstanding balance of the convertible corporate bonds is less than 10% of the total face value of the original issue, the Company has the right to redeem the bonds at face value.
- 4) Conversion Method:
  - A. Creditors may apply for conversion into ordinary shares of the Company in accordance with the conversion method from September 26, 2024 to June 25, 2027.
  - B. Conversion Price: \$76.8 per share at the time of issuance, and in the event of an adjustment of the conversion price of the Company's common shares in accordance with the provisions of the issuance terms, the conversion price shall be adjusted in accordance with the formula specified in the issuance terms.

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(m) Lease liabilities

The carrying amounts of the Group's lease liabilities were as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Current	\$ <u>12,731</u>	<u>10,592</u>	<u>16,775</u>
Non-current	\$ <u>9,267</u>	<u>1,463</u>	<u>3,563</u>

The amounts of leases recognized in profit or loss were as follows:

	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interest expense on lease liabilities	\$ <u>75</u>	<u>202</u>	<u>204</u>	<u>449</u>
Expenses relating to short-term leases	\$ <u>433</u>	<u>497</u>	<u>930</u>	<u>975</u>

The amounts of leases recognized in the statement of cash flows for the Group was as follows:

	<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>
Total cash outflow for leases	\$ <u>9,591</u>	<u>9,480</u>

The Group leases buildings for its office space and employee housing, with terms that typically run for the periods of five and two years, respectively. Some leases include an option to extend the lease for the same period as the original contract upon maturity. To the extent that it is not reasonably certain that an optional extension of the lease term will be exercised, payments related to the period covered by the option are not included in the lease liability.

(n) Employee benefits

(i) Defined benefit plans

As there were no significant market fluctuations, curtailment, settlement or other significant one-off events subsequent to the previous year's reporting date, the Group adopted the actuarial pension costs as of December 31, 2024 and 2023 to measure and disclose the pension costs for the interim period.

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

	<b>For the three months ended June 30,</b>		<b>For the six months ended June 30,</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Operating Expense	\$ <u>80</u>	<u>85</u>	<u>165</u>	<u>180</u>

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Defined contribution plans

Under the defined pension plan, the Group's pension expenses, which had been contributed to the Labor Insurance Bureau, were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Operating Expense	\$ <u>4,233</u>	<u>3,874</u>	<u>8,447</u>	<u>7,573</u>

(o) Income taxes

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Current tax expense				
Current period	\$ <u>(39,831)</u>	<u>31,505</u>	<u>2,590</u>	<u>56,071</u>

There were no income tax expense recognized the Group equity and other comprehensive income for amount on June 30, 2025 and 2024.

The Company's tax returns for the years through 2022 were assessed by the National Taxation Bureau of R.O.C..

(p) Capital and other equity

Except for the following disclosure, there was no significant change in capital and other equity for the periods from January 1 to June 30, 2025 and 2024. For the related information, please refer to note 6(n) to the consolidated financial statements for the year ended December 31, 2024.

(i) Capital surplus

The balances of capital surplus as of June 30, 2025 and 2024, were as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Share capital at premium	\$ 219,941	219,941	219,941
Capital Surplus from actual acquisition or disposal of subsidiary equity at a price different from book value	558	370	370
Changes in net equity of associates recognized by equity method	36	36	36
Employee stock options	3,139	3,139	3,139
Subsidiary cash capital increase	82,415	19,710	-
Convertible corporate bonds stock options	65,872	65,872	65,872
	<u>\$ 371,961</u>	<u>309,068</u>	<u>289,358</u>

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## G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

The Group did not participate in the cash capital increase of its subsidiary, Rehear Audiology, who issued 1,000 thousand shares, at a par value of \$5 per share and an issue price of \$80, with the base date set on August 1, 2024, based on its board meeting held on March 25, 2024. Instead, the entire shares above, totaling \$80,000 thousand, had been fully subscribed by Transcend Information, Inc., with the relevant procedures having been completed on August 16, 2024, resulting in the Group's shareholding ratio to decrease from 27.05% to 25.76%, while maintaining control over Rehear Audiology and its relevant activities. Considering the future business development needs of its subsidiary and to optimize the shareholder structure, the Group repurchased 390 thousand shares on March 21, 2025, increasing its ownership percentage from 25.76% to 27.62%. Furthermore, the above transaction resulted in an increase of \$188 thousand in the Group's capital reserve.

The subsidiary of the Group, Rehear Audiology, completed a cash capital increase on April 25, 2025, as approved by its board of directors. A total of 3,525 thousand new shares were issued at a par value of NT\$5 per share and an issue price of NT\$80 per share, with total proceeds of NT\$282,000 thousand. The base date for the capital increase was set on June 24, 2025. The Group did not subscribe to the new shares in proportion to its original shareholding, resulting in a decrease in its ownership percentage from 27.62% to 23.65%, resulting in a change in ownership interests and an increase of NT\$62,705 thousand in capital reserve.

#### (ii) Retained earning

In accordance with the Company's Articles of Association, if there is any surplus in the annual final accounts, the Company shall first pay taxes to cover for the prior years' deficits and then set aside 10% of the legal reserve, except when the legal reserve has reached the Company's paid-in capital; in addition, special reserve shall be set aside in accordance with the Company's operating needs and laws and regulations. Then any remaining profit together with any undistributed retained earnings shall be distributed according to the distribution plan proposed by the Board of Directors and submitted to the stockholders' meeting for approval.

In order to maintain a sound financial structure and to take into account the interests of investors, the Company adopts a balanced dividend policy by distributing no less than 30% of the distributable earnings and paying cash dividends on 10% or more of the dividends distributed in a given year. If the dividend is less than \$3, the Company may distribute stock dividends in full.

#### 1) Earing distribution

On June 25, 2025, the 2024 earnings appropriation was resolved in a board meeting. On June 26, 2024, the 2023 earnings appropriation was approved in a general shareholders' meeting. The amounts of dividends distributed to owners were as follows

	2024		2023	
	Amount per share	Total Amount	Amount per share	Total Amount
Dividends distributed to ordinary shareholders:				
Cash	\$ 1.40	<u>227,675</u>	1.20	<u>195,150</u>

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(q) Earnings per share

(i) Basic earnings per share

The Group's earnings per share, basic and diluted, were calculated as follows :

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Profit attributable to ordinary shareholders of the Company	\$ <u>(247,298)</u>	<u>120,605</u>	<u>(76,621)</u>	<u>214,256</u>
Weighted-average number of outstanding ordinary shares (thousand shares)	<u>162,625</u>	<u>162,625</u>	<u>162,625</u>	<u>162,625</u>
Earning per shares	\$ <u>(1.52)</u>	<u>0.74</u>	<u>(0.47)</u>	<u>1.32</u>

(ii) Diluted earnings per share

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Profit (Loss) attributable to ordinary shareholders of the Company (basic)	\$ <u>(247,298)</u>	<u>120,605</u>	<u>(76,621)</u>	<u>214,256</u>
Effect of dilutive potential ordinary shares				
Profit attributable to ordinary shareholders of the Company (dilutive)	\$ <u>(247,298)</u>	<u>120,605</u>	<u>(76,621)</u>	<u>214,256</u>
Weighted-average number of ordinary shares outstanding (thousand shares)	162,625	162,625	162,625	162,625
Effect of employee share bonus	-	3	-	8

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Weighted-average number of ordinary shares outstanding at June 30 (dilution) (thousand shares)	<u>162,625</u>	<u>162,628</u>	<u>162,625</u>	<u>162,633</u>
Diluted Earnings per share	<u>\$ (1.52)</u>	<u>0.74</u>	<u>(0.47)</u>	<u>1.32</u>

The Company incurred net losses after tax for the three months and six months ended 2025, resulting in its issuance of employee stock bonuses and corporate bonds to have anti-dilutive effect. Therefore, the diluted earnings per share were not included in the calculation in the consolidated financial statements.

(r) Revenue from contracts with customers

(i) Details of revenue

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Primary geographical markets:				
Taiwan	\$ 156,109	100,281	311,326	258,695
United states	56,950	-	76,374	-
China	4,903,665	4,270,116	10,065,766	8,001,411
Other	<u>82,207</u>	<u>173,553</u>	<u>452,627</u>	<u>314,634</u>
	<u>\$ 5,198,931</u>	<u>4,543,950</u>	<u>10,906,093</u>	<u>8,574,740</u>
Major products/service lines:				
Digital Communication Solutions and Components	\$ 4,534,608	4,013,010	9,699,300	7,597,826
Storage Applications Solutions and Components	553,822	478,021	1,012,033	874,837
Analog Electronic Components	36,276	52,919	83,101	102,077
Server lease interest revenue	<u>74,225</u>	<u>-</u>	<u>111,659</u>	<u>-</u>
	<u>\$ 5,198,931</u>	<u>4,543,950</u>	<u>10,906,093</u>	<u>8,574,740</u>

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Contract balances

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Notes receivable	\$ 247,531	202,550	149,426
Accounts receivable	4,305,119	3,904,248	3,786,516
Accounts receivable due from related parties	22,540	10,993	26,970
Less: Loss allowance	(40,861)	(37,027)	(38,987)
Total	<u>\$ 4,534,329</u>	<u>4,080,764</u>	<u>3,923,925</u>
	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Contract liabilities	<u>\$ 45,005</u>	<u>14,657</u>	<u>74,982</u>

The opening balances of contract liabilities of \$8,155 thousand and \$26,464 thousand on January 1, 2025 and 2024 were recognized as income for the six months ended June 2025 and 2024, respectively.

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

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

(s) Employee compensation and directors' and supervisors' remuneration

On June 25, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Company Article of Incorporation, if the Company incurs profit for the year, the profit shall first be used to offset against any accumulated deficits. Thereafter, a maximum of 2% (in cash) of the remaining net profit shall be allocated as remunerations to directors and supervisors, and not less than 1% (in shares or in cash) as employee remuneration, including a minimum of 15% to those base-level employees. The distribution shall also include those employees of the Company's subsidiaries who meet certain requirements. Prior to the amendment, the Articles of Incorporation stipulated that, if the Company incurs profit for the year, the profit shall first be used to offset against any accumulated deficits. Thereafter, a maximum of 2% (in cash) of the remaining net profit shall be allocated as remunerations to directors and supervisors, and a minimum of 0.1% (in shares or in cash) as employee remuneration, including those employees of the Company's subsidiaries who meet certain requirements. The distribution of employee remuneration, be it in shares or in cash, has to be resolved at the board meeting. Thereafter, the remuneration to each employee, director and supervisor should be submitted and reported to the shareholders' meeting.

For the three months and six months ended 2025, the Company did not accrue any remunerations to employees and directors due to the pre-tax net losses it incurred during the year. Furthermore, for the three months and six months ended 2024, the Company accrued its employee remunerations of NT\$150 thousand and NT\$300 thousand; as well as its remunerations to directors and supervisors of NT\$3,100 thousand and NT\$5,500 thousand, respectively. The estimated amounts mentioned above

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

were calculated based on the net profit before tax, excluding the remuneration to employees, directors and supervisors of each period, multiplied by the percentage of remuneration to employees, directors and supervisors as specified in the Company's articles. These remunerations were expensed under operating costs or operating expenses during the six months ended June 30, 2025 and 2024. If the actual amounts differ from the estimated amounts, the differences shall be accounted as changes in accounting estimates and recognized as profit or loss in the following year. However, if the Board of Directors resolved that the employee remuneration is distributed through stock dividends, the numbers of shares to be distributed will be calculated based on the closing price of the Company's ordinary shares one day before the date of the meeting of Board of Directors.

During 2024 and 2023, employee remunerations were estimated at \$600 thousand and \$450 thousand, respectively; director remunerations were estimated at \$10,000 thousand and \$8,200 thousand, respectively. There is no difference between the actual distribution and the estimated distribution. Relevant information is available on the Market Observation Post System website.

(t) Non-operating income and expenses:

(i) Interest income

Interest income of the Group are detailed as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest income	\$ 7,699	16,546	12,021	21,244

(ii) Other income

The Group's other income was as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Other	\$ 1,369	2,541	2,798	9,091

(iii) Other gains and losses

The Group's other gains and losses were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Foreign exchange gains	\$ (336,760)	15,765	(323,383)	60,773
Net gain on financial assets at fair value through profit or loss	102	1,856	(202)	2,085
Gain or loss on disposals of property, plant and equipment	527	(22)	527	(22)
	\$ (336,131)	17,599	(323,058)	62,836

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iv) Finance costs

Finance costs of the Group are detailed as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest on bank loans	\$ (29,477)	(17,317)	(49,255)	(29,689)
Interest expenses on lease liabilities	(75)	(202)	(204)	(449)
Interest expenses on convertible corporate bonds	(5,265)	-	(10,500)	-
	<u>\$ (34,817)</u>	<u>(17,519)</u>	<u>(59,959)</u>	<u>(30,138)</u>

(u) Financial instruments

Except as set out below, there was no material change in both the fair value of the Group's financial instruments and the associated exposure to credit risk, liquidity risk and market risk. Please refer to note 6(u) to the consolidated financial statements for the year ended December 31, 2024 for relevant information.

(i) Currency risk

1) Exposure of foreign currency risk

The Group's significant exposure to foreign currency risk was as follows:

	June 30, 2025			December 31, 2024			June 30, 2024		
	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD
<u>Financial assets</u>									
<u>Monetary items</u>									
USD	\$ 317,833	29.300	9,312,507	248,307	32.785	8,140,745	208,801	32.450	6,775,592
RMB	241	4.091	986	219	4.478	981	429	4.445	1,907
<u>Financial liabilities</u>									
<u>Monetary items</u>									
USD	189,547	29.300	5,553,727	131,228	32.785	4,302,310	136,351	32.450	4,424,590

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, other receivables, loans and borrowings, accounts payable and other payables that are denominated in foreign currency. A strengthening (weakening) of 1% of the NTD against the USD and the CNY at June 30, 2025 and 2024, would have increased or decreased the profit before tax by \$37,598 thousand and \$23,529 thousand, respectively. The analysis assumes that all other variables remain constant and was performed on the same basis for both periods.

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3) Foreign exchange gains and losses on monetary items

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the the six months ended June 30, 2025 and 2024, foreign exchange gain (loss) (including realized and unrealized portions) amounted to \$(323,383) thousand and \$60,773 thousand, respectively.

(ii) Fair value of financial instruments

1) Fair value hierarchy

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

		June 30, 2025			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through profit or loss</b>					
Fund	\$ 71,643	71,643	-	-	71,643
Convertible corporate bonds-recallable right	400	-	400	-	400
	<u>\$ 72,043</u>	<u>71,643</u>	<u>400</u>	<u>-</u>	<u>72,043</u>
		December 31, 2024			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through profit or loss</b>					
Fund	\$ 91,045	91,045	-	-	91,045
Convertible corporate bond recallable rights	1,200	-	1,200	-	1,200
	<u>\$ 92,245</u>	<u>91,045</u>	<u>1,200</u>	<u>-</u>	<u>92,245</u>

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**Notes to the Consolidated Financial Statements**

		June 30, 2024			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Fund	\$ 20,571	20,571	-	-	20,571
Convertible corporate bond recallable rights	3,500	-	3,500	-	3,500
	\$ 24,071	20,571	3,500	-	24,071

2) Valuation techniques for financial instruments measured at fair value

If a financial instrument has a public price in an active market, the public price in an active market is the fair value. Market prices published by major exchanges and central government bond over-the-counter trading centers are considered sought after securities and are the basis for the fair value of listed equity instruments and debt instruments publicly quoted in active markets.

The public price of a financial instrument is provided on a timely and regular basis by an exchange, broker, underwriter, trade association, pricing service or authority, which represents actual and frequent fair market traders. If the above conditions are not met, the market is considered inactive. In general, large bid-ask spreads, increasing bid-ask spreads, or low volume are indicators of market inactivity.

3) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

The Group's financial instruments that use Level 3 inputs to measure fair value include "financial assets measured at fair value through profit or loss – debt investments" and "fair value through other comprehensive income – equity investments".

Quantified information of significant unobservable inputs was as follows:

Items	Valuation technique:	Significant unobservable input	Inter-relationship between significant unobservable inputs and fair value measurement:
Derivatives financial assets: recallable right	Options Pricing Model	Volatility (As at June 30, 2025, 59.42%~55.13%)	The estimated fair value would increase (decrease) if: The volatility is higher (lower).

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
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(v) Financial risk management

The Group's financial risk management objectives and policies do not differ materially from those disclosed in note 6(v) to the consolidated financial statements for the year ended December 31, 2024.

(w) Capital management

The Group's capital management objectives and policies do not differ materially from those disclosed in the consolidated financial statements for the year ended December 31, 2024. Besides, the aggregate quantitative information on capital management items do not differ materially from that disclosed in the consolidated financial statements for the year ended December 31, 2024. For relevant information, please refer to note 6(w) to the consolidated financial statements for the year ended December 31, 2024.

(x) Investing and financing activities not affecting cash flows

The reconciliation of liabilities arising from financing activities was as follows:

	January 1, 2025	Cash flows	Non-Cash changes			June 30, 2025
			Amortization of discount premium	Lease modification	Foreign exchange movement	
Short-term notes and bills payables	\$ 449,326	150,346	-	-	-	599,672
Short-term borrowings	2,095,898	343,242	-	-	-	2,439,140
Lease liabilities	12,055	(8,457)	-	20,263	(1,863)	21,998
Bonds payable	946,322	-	10,500	-	-	956,822
Total liabilities from financing activities	<u>\$ 3,503,601</u>	<u>485,131</u>	<u>10,500</u>	<u>20,263</u>	<u>(1,863)</u>	<u>4,017,632</u>

	January 1, 2024	Cash flows	Non-Cash changes			June 30, 2024
			Amortization of discount premium	Lease modification	Foreign exchange movement	
Short-term notes and bills payables	\$ 199,601	389,643	-	-	-	589,244
Short-term borrowings	1,350,950	(502,561)	-	-	3,533	851,922
Long-term borrowings	202,300	(13,387)	-	-	-	188,913
Bonds payable	-	1,000,000	(64,063)	-	-	935,937
Lease liabilities	21,628	(8,056)	-	6,190	576	20,338
Total liabilities from financing activities	<u>\$ 1,774,479</u>	<u>865,639</u>	<u>(64,063)</u>	<u>6,190</u>	<u>4,109</u>	<u>2,586,354</u>

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(7) Related-party transactions**

**(a) 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><b>Name of related party</b></u>	<u><b>Relationship with the Group</b></u>
Unitech Electronics Co., Ltd. (hereinafter referred to as "Unitech Electronics")	Investee company accounted for using equity method by the Group
Realtek Semiconductor Corp. (hereinafter referred to as "Realtek")	The Chairman of the company is the beneficial party of the entity
Realtek Singapore private Limited (hereinafter referred to as "Realtek Singapore")	Subsidiary of Realtek Semiconductor Co.
RayMx Microelectronics Corp (hereinafter referred to as RayMx)	Subsidiary of Realtek Semiconductor Co.
Actions Technology (HK) Company Ltd. (hereinafter referred to as "Actions (HK)").	The Chairman of the company is the beneficial party of the entity
GMI Computing International Ltd. (hereinafter referred to as "GMI Computing")	The Chairman of the company is the first-degree family of the Chairman of the company.
HI-JET INCORPORATION (hereinafter referred to as "HI-JET")	The Chairman of the company is the same as of the Chairman of the company
Realsil Microelectronics (Suzhou) Co., Ltd. - Realsil (hereinafter referred to as "Realsil")	Subsidiary of Realtek Semiconductor Co.
UNITECH COMPUTER CO.,LTD.(hereinafter referred to as "UNITECH COMPUTER")	The Chairman of the company is the same as of the Chairman of the company
Chia-Wen Yeh	The Chairman of the company.
Wan-Yu Cho	The senior manager of the company.
Po-Jen Liao	The senior manager of the company.

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
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(b) Significant related-party transactions

(i) Sale revenue

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

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Other related parties- Realtek	\$ 17,649	16,433	34,781	40,141
Other related parties- Realtek Singapore	7,123	9,692	20,888	11,484
Other related parties- Unitech Electronics	-	22	45	143
	<u>\$ 24,772</u>	<u>26,147</u>	<u>55,714</u>	<u>51,768</u>

The sales price to related parties are not significantly different from that of the general sales price. Receivables between related parties are not subject to collateral based on the Group's assessment.

(ii) Purchases

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

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Other related parties- Realtek	\$ 3,019,356	2,648,872	6,601,807	5,149,815
Other related parties- Realtek Singapore	1,252,617	1,056,486	2,866,228	1,981,715
Other related parties-RayMx	49,643	5,260	107,241	52,294
Other related parties-Actions (HK)	99,076	103,715	143,216	163,144
Other related parties-Realsil	-	-	3	-
	<u>\$ 4,420,692</u>	<u>3,814,333</u>	<u>9,718,495</u>	<u>7,346,968</u>

The Group did not purchase the product specifications from the related party from other vendors, so the purchase price was not comparable to other vendors. The payment terms were not significantly different from those of non-related-parties.

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Receivables from related parties

The receivables from related parties were as follows:

<u>Account</u>	<u>Relationship</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Receivable to related parties	Realtek	\$ 13,756	2,539	17,255
Receivable to related parties	Realtek Singapore	8,784	8,407	9,692
Receivable to related parties	Unitech Electronics	-	47	23
Financial lease payment receivables -related parties	GMI Computing	1,721,556	505,046	-
Other receivables due from related parties	GMI Computing	6,812	-	-
		<u>\$ 1,750,908</u>	<u>516,039</u>	<u>26,970</u>

(iv) Payable from related parties

The payables to related parties were as follows:

<u>Account</u>	<u>Relationship</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Payables to related parties	Realtek	\$ 1,976,642	1,343,386	1,855,987
Payables to related parties	Realtek Singapore	777,112	1,057,514	736,638
Payables to related parties	RayMx	30,412	36,050	5,022
Payables to related parties	Actions (HK)	61,088	31,289	31,386
		<u>\$ 2,845,254</u>	<u>2,468,239</u>	<u>2,629,033</u>

(v) Property transaction

- 1) In April 2024, the Group sold its 200 thousand shares in Rehear Audiology to its management for \$1,000 thousand, which has already been received. As the Company considers its development and improvement of its shareholder structure, it has reached an agreement with the aforementioned management on December 31, 2024 for the Group to repurchase the entire shares above at the original price on March 21, 2025, wherein the payment has been made as of the reporting date.

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
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- 2) On March 11, 2025, the Group sold equipment to a related party for a total consideration of NT\$14,253 thousand, as approved by the board of directors on March 11, 2025, resulting in a loss of NT\$527 thousand. In addition, the Group also purchased equipment from GMI Computing for a total of NT\$7,857 thousand. As of June 30, 2025, the outstanding net receivable related to both transactions above amounted to NT\$6,812 thousand. For further details on property, plant, and equipment, please refer to Note 6(g).

(vi) Financial leases

The Group entered into two 5-year lease agreements, at the total contract amounts of \$2,202,835 thousand (US\$66,340 thousand) and \$747,936 thousand (US\$23,402 thousand), for its 127 and 52 units of GPU servers to be leased out to its related party, GMI Computing, starting from March 1, 2025 and July 1, 2024, with the monthly rentals of US\$1,106 thousand (excluding tax) and US\$390 thousand (excluding tax) within seven days after invoicing, wherein the Group had obtained the principal notes of \$422,705 thousand and \$120,841 thousand, respectively, from GMI Computing.

The lease periods under the aforementioned agreements cover the major useful life of the underlying assets. Based on the contractual terms, substantially all risks and rewards incidental to ownership of the assets have been transferred. Therefore, the Group has classified these leases as finance leases. On March 1, 2025 (the lease commencement date) and July 1, 2024 (the lease commencement date), the Group derecognized the machinery and equipment costs of \$1,537,977 thousand and \$524,347 thousand, respectively, and recognized finance lease receivables from the related party. As of June 30, 2025, the present value of the outstanding lease receivables amounted to \$1,721,556 thousand (USD 58,757 thousand). For related disclosures, please refer to note 6(d).

On May 9, 2025, the board of directors approved revisions of the server transaction terms, resulting in a lease modification loss of NT\$49,012 thousand (US\$1,673 thousand), which was recorded under "Operating costs".

According to above trade, the Group recognizes rental interest of \$111,659 thousand (be recognized in operating revenue), related rental payment was \$146,504 thousand (US\$ 4,552 thousand) had been fully reimbursed.

In addition, during the period from January 1 to June 30, 2025, the Group paid server room rental and related expenses totaling \$77,553 thousand (excluding tax) on behalf of another related party, GMI Computing. As of June 30, 2025, the related amounts had been fully reimbursed.

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
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(vii) Others

During the periods from January 1 to June 30 of 2025 and 2024, the Group paid investment advisory fees of \$1,143 thousand to another related party. In addition, during the period from January 1 to June 30 of 2025, the Group paid cloud server maintenance fees of \$1,187 thousand to another related party. As of June 30, 2025 and 2024, unpaid amounts totaling NT\$512 thousand and NT\$200 thousand for each year were recorded under “Other payables to related parties.”

(viii) Endorsement

As of June 30, 2025 and 2024, the Group's bank loans were jointly guaranteed by the chairman of the Company to the extent of \$250,000 thousand.

(c) Key management personnel compensation

Key management personnel compensation includes:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Short-term employee benefits	\$ (1,742)	6,577	20,193	20,690
Post-employment benefits	51	76	101	151
	<u>\$ (1,691)</u>	<u>6,653</u>	<u>20,294</u>	<u>20,841</u>

(8) Pledged assets:

The carrying values of pledged assets were as follows:

Pledged assets	Object	June 30, 2025	December 31, 2024	June 30, 2024
Time deposit (classified under other financial assets)	Bank loan limit	\$ 227,425	231,596	237,286
Property, plant and equipment	Short-term bank loans	294,413	294,867	-
Property, plant and equipment	Long-term bank loans	-	-	295,321
Stock (classified under Investments accounted for using the equity method)	Short-term notes and bills payable	233,455	231,361	228,517
Finance lease receivables(note)	Short-term bank loans	410,862	505,046	-
		<u>\$ 1,166,155</u>	<u>1,262,870</u>	<u>761,124</u>

Note: Since the machinery and equipment were recognized as assets held under finance leases, the amount of net lease investment had been accounted for as finance lease receivables.

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**G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES**  
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**(9) Commitments and contingencies:**

- (a) Guarantees provided by the Group's bank to its suppliers for the delivery of goods:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Purchase Guarantee	<u>\$ 335,800</u>	<u>306,710</u>	<u>304,700</u>

- (b) The amount of unused outstanding letters of credit were as follows:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Outstanding standby letters of credit	<u>\$ 3,059,291</u>	<u>2,924,951</u>	<u>2,729,933</u>

- (c) The tax payable on imported goods guaranteed by the Group's bank:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Taxes on imported goods guaranteed by banks	<u>\$ 4,000</u>	<u>4,000</u>	<u>4,000</u>

- (d) As of June 30, 2025, December 31 and June 30, 2024, the Group had issued \$1,222,645 thousand, \$1,252,645 thousand and \$1,282,645 thousand, respectively, of guarantee notes for the purchase of goods from vendors.

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

**(11) Subsequent Events:None.**

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**(12) Other:**

- (a) A summary of current-period employee benefits, depreciation, and amortization, by function, is as follows:

	By function	For the three months ended June 30					
		2025			2024		
		Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
<b>By item</b>							
Employee benefits							
Salary		-	52,035	52,035	-	54,263	54,263
Labor and health insurance		-	3,800	3,800	-	3,290	3,290
Pension		-	4,313	4,313	-	3,959	3,959
Others		-	4,872	4,872	-	1,937	1,937
Depreciation		-	6,113	6,113	-	5,600	5,600

	By function	For the six months ended June 30					
		2025			2024		
		Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
<b>By item</b>							
Employee benefits							
Salary		-	103,705	103,705	-	111,047	111,047
Labor and health insurance		-	7,793	7,793	-	6,734	6,734
Pension		-	8,612	8,612	-	7,753	7,753
Others		-	9,256	9,256	-	5,876	5,876
Depreciation		-	11,850	11,850	-	11,046	11,046

- (b) Seasonality of operations

The operations Group was not influence by seasonality or cyclical factors.

**(13) Other disclosures:**

- (a) Information on significant transactions:

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group:

- (i) Loans to other parties: None.
- (ii) Guarantees and endorsements for other parties: None.

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## G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

(iii) Securities held as of June 30, 2025 (excluding investment in subsidiaries, associates and joint ventures):

Company holding securities	Security type and name	Relationship with company	Account	June 30, 2025				Remark
				Shares (in thousands)	Carrying value	Percentage of ownership (%)	Market value (or net valu)	
Rehear Audiology Company Ltd.	CTBC Hua Win Money Market Fund	-	Non-current financial assets at fair through profit or loss	-	71,643	- %	71,643	-

(iv) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/ Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
The Company	Realtek	The Chairman of the company is the beneficial party of the entity	Purchase	6,601,807	61.91 %	O/A 45 days	No purchases from other vendors	No material variance	(1,976,642)	(63.53)%	-
The Company	Realtek Singapore	Subsidiary of Realtek Semiconductor Co.	Purchase	2,866,228	26.88 %	O/A 45 days	No purchases from other vendors	No material variance	(777,112)	(24.98)%	-
The Company	RayMx	Subsidiary of Realtek Semiconductor Co.	Purchase	107,241	1.01 %	O/A 45 days	No purchases from other vendors	No material variance	(30,412)	(0.98)%	-
The Company	Actions (HK)	The Chairman of the company is the beneficial party of the entity	Purchase	143,216	1.34 %	O/A 30 days	No purchases from other vendors	No material variance	(61,088)	(1.96)%	-
The Company	G.M.I (Shanghai)	Subsidiaries	Sales	(245,915)	(2.25) %	O/A 60 days	No material variance	No material variance	181,719	4.01%	Note
The Company	Vector Electronic Co. Ltd	Subsidiaries	Sales	(542,531)	(4.97) %	O/A 60 days	No material variance	No material variance	419,232	9.25%	Note

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

(v) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts	Note
					Amount	Action taken			
The Company	G.M.I (Shanghai)	Subsidiaries	181,719	310.18 %	23,182	Collecting	108,189	-	Note
The Company	Vector Electronic Co. Ltd	Subsidiaries	419,232	360.08 %	117,714	Collecting	98,174	-	Note
The Company	GMI Computing	The Chairman of the company is the first-degree family of the Chairman of the Company.	1,721,556	26.92 %	-		12,466	-	-

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

(vi) Business relationships and significant intercompany transactions:

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	GMI company	Hong Da Fu Tong	1	Business consultation fees	44,159	Monthly payment	0.40%
0	GMI company	G.M.I (Shanghai)	1	Sales revenue	245,915	Based on cost-plus approach	2.25%
0	GMI company	G.M.I (Shanghai)	1	Accounts receivable	181,719	Monthly payment O/A 60 days	1.76%
0	GMI company	G.M.I (Shanghai)	1	Business consultation fees	28,654	Monthly payment	0.26%
0	GMI company	Vector Electronic	1	Sales revenue	542,531	Based on cost-plus approach	4.97%
0	GMI company	Vector Electronic	1	Accounts receivable	419,232	Monthly payment O/A 60 days	4.06%

Note 1: Numbers are filled in as follows:

1. "0" represents the Group
2. The subsidiaries start with number 1.

2: Relationship with the listed companies:

1. Transactions from parent Group to subsidiary
2. Transactions from subsidiary to parent Group
3. Transactions between subsidiaries

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G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES  
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(b) Information on investees:

The following is the information on investees for the six months ended June 30, 2025 (excluding information on investees in Mainland China):

(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of June 30, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				June 30, 2025	December 31, 2024	Shares (thousands)	Percentage of wnership	Carrying value			
GMI Technology Inc.	G.M.I. Technology (BVI) Ltd.	British Virgin Islands	Investment holding	556,991	556,991	18,277	100.00 %	(55,777)	9,269	9,269	Note 1
GMI Technology Inc.	GLOBAL MOBILE INTERNET CO., LTD	Taiwan	Sale of electronic products	15,484	15,484	1,548	34.21 %	14,486	925	167	
GMI Technology Inc.	Unitech Electronics Co., Ltd.	Taiwan	Sale of electronic products	200,739	200,739	9,559	12.73 %	233,455	30,347	3,863	
G.M.I. Technology (BVI) Ltd.	Vector Electronic Co. Ltd	Hong Kong	Trading of electronic components and investment holding	151,141	151,141	34,149	100.00 %	(55,852)	9,269	9,269	Note 1
G.M.I. Technology (BVI) Ltd.	HARKEN INVESTMENTS LIMITED	British Virgin Islands	Investment holding	393,484	393,484	13,169	100.00 %	71	-	-	Note 1
HARKEN INVESTMENTS LIMITED	GW Electronics Company Limited	Hong Kong	Trading of electronic components	393,236	393,236	102,000	51.00 %	-	-	-	
GMI Technology Inc.	Rehear Audiology Company LTD.	Taiwan	Research, development and sales of medical equipments	29,000	27,050	5,800	23.65 %	84,955	(27,561)	(7,370)	Note 1
GMI Technology Inc.	GMI USA Corporation	USA	Service Leasing	-	-	-	- %	-	-	-	Note 2

Note1: The transactions were written off in the consolidated financial statements.  
Note2: The subsidiary has completed its establishment and registration procedures on February 12, 2025, but its share capital has yet to be invested.

(c) Information on investment in mainland China:

(i) The names of investees in Mainland China, the main businesses and products, and other information:

(In Thousands of New Taiwan Dollars)

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2025	Net income (losses) of the investee	Percentage of ownership	Investment income (losses)	Book value	Accumu-lated remittance of earnings in current period	Note
					Outflow	Inflow							
G.M.I (Shanghai) Trading Company Limited.	Trading of electronic components and business marketing consulting	68,382	( 2 )	48,708	-	-	48,708 (Note 2)	(1,448)	100.00%	(1,448)	(67,828)	-	
Hong Da Fu Tong Electronics Company Limited	Trading of electronic components	65,445	( 2 )	44,660	-	-	44,660 (Note 2)	2,770	100.00%	2,770	(6,945)	-	

Note 1: Three types of investment method are as follows:  
(a) Direct investment in Mainland China.  
(b) Through investing in an existing company in the third area, which then invested in the investee in Mainland China.  
(c) Others  
Note 2: The difference between the amount of paid-in capital and the accumulated investment amount remitted from Taiwan at the end of the period is the direct investment by Vector Electronic Co. Ltd with its own capital.

(ii) Limitation on investment in Mainland China:

Accumulated Investment in Mainland China as of June 30, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
93,368	629,123	1,534,788

(iii) Significant transactions:

The significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in “Information on significant transactions”.

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**(14) Segment information:**

The Group added a new equipment leasing business department in July, 2024, resulting in a departmental division basis that is different from the consolidated financial report for the first quarter of 2024. The reportable departments after adjustment are as follows:

(a) General information

The reportable segments are the Group's strategic divisions. They offer different products and services, and are managed separately because they require different technology and marketing strategies. Most of the strategic divisions were acquired separately. The management of the acquired divisions remains employed by the Group.

(b) Information about reportable segments and their measurement and reconciliations

The Group uses the segment profit before tax from internal management reports reviewed by the chief operating decision maker as the basis for resource allocation and performance evaluation by management.

For the three months ended June 30, 2025				
	<u>Business department</u>	<u>Leasing business department</u>	<u>Reconciliati on and eliminations</u>	<u>Total</u>
Revenue :				
Revenue from external customers	\$ 5,124,706	74,225	-	5,198,931
Intersegment revenues	-	-	-	-
Total revenue	<u>\$ 5,124,706</u>	<u>74,225</u>	<u>-</u>	<u>5,198,931</u>
Reportable segment profit and loss	<u>\$ 55,495</u>	<u>7,990</u>	<u>-</u>	<u>63,485</u>

For the three months ended June 30, 2024				
	<u>Business department</u>	<u>Leasing business department</u>	<u>Reconciliati on and eliminations</u>	<u>Total</u>
Revenue :				
Revenue from external customers	\$ 4,543,950	-	-	4,543,950
Intersegment revenues	-	-	-	-
Total revenue	<u>\$ 4,543,950</u>	<u>-</u>	<u>-</u>	<u>4,543,950</u>
Reportable segment profit and loss	<u>\$ 122,115</u>	<u>-</u>	<u>-</u>	<u>122,115</u>

(Continued)

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For the six months ended June 30, 2025				
	<b>Business department</b>	<b>Leasing business department</b>	<b>Reconciliati on and eliminations</b>	<b>Total</b>
Revenue :				
Revenue from external customers	\$ 10,794,434	111,659	-	10,906,093
Intersegment revenues	-	-	-	-
Total revenue	<u>\$ 10,794,434</u>	<u>111,659</u>	<u>-</u>	<u>10,906,093</u>
<b>Reportable segment profit and loss</b>	<u><b>\$ 225,953</b></u>	<u><b>43,993</b></u>	<u><b>-</b></u>	<u><b>269,946</b></u>
For the six months ended June 30, 2024				
	<b>Business department</b>	<b>Leasing business department</b>	<b>Reconciliati on and eliminations</b>	<b>Total</b>
Revenue :				
Revenue from external customers	\$ 8,574,740	-	-	8,574,740
Intersegment revenues	-	-	-	-
Total revenue	<u>\$ 8,574,740</u>	<u>-</u>	<u>-</u>	<u>8,574,740</u>
<b>Reportable segment profit and loss</b>	<u><b>\$ 191,094</b></u>	<u><b>-</b></u>	<u><b>-</b></u>	<u><b>191,094</b></u>