Stock Code:3312

G.M.I. Technology Inc. and Subsidiaries

Consolidated Financial Statements

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

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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 March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2026 and 2025 and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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 $605,960 thousand and $397,552 thousand, constituting 4.96% and 3.41% of the consolidated total assets; and the total liabilities amounting to $86,103 thousand and $458,332 thousand, constituting 1.06% and 5.53% of the consolidated total liabilities as of March 31, 2026 and 2025, respectively; as well as the total comprehensive income(loss) amounting to $47,032 thousand and $9,767 thousand, constituting 22.17% and 5.20% of consolidated total comprehensive income (loss) for the three months then ended respectively.

Furthermore, as stated in Note 6(f), the other equity accounted investments of the Group in its investee companies of $85,047 thousand and $16,169 thousand as of March 31, 2026 and 2025, respectively, and its equity in net earnings on these investee companies of $(7,844) thousand and $65 thousand for the three months ended March 31, 2026 and 2025, 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 March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting 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 $242,752 thousand and $235,960 thousand, constituting 1.99% and 2.02% of the consolidated total assets as of March 31, 2026 and 2025, respectively; and share of profit of associate accounted for using equity method amounting to $3,835 thousand and $3,224 thousand, constituting 1.69% and 1.58% of the consolidated profit before income tax for the three months ended March 31, 2026 and 2025, 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)
May 11, 2026

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

G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES

Consolidated Balance Sheets

March 31, 2026, December 31, 2025, and March 31, 2025

(Expressed in Thousands of New Taiwan Dollars)

		March 31, 2026		December 31, 2025		March 31, 2025	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets:						
1100	Cash and cash equivalents (note (6)(a))	$ 2,758,471	23	2,593,094	24	1,610,608	14
1110	Current financial assets at fair value through profit or loss (notes (6)(b) and (l))	-	-	-	-	600	-
1150	Notes receivable (notes (6)(c) and (r))	226,487	2	125,455	1	165,621	1
1170	Accounts receivable (notes (6)(c), (r) and (8))	4,758,848	39	4,267,513	38	5,200,268	45
1181	Accounts receivable due from related parties(notes (6)(c), (r)and (7))	31,306	-	119,584	1	32,007	-
1199	Finance lease payment receivable - related party (notes(6) (d), (r)and (7))	283,039	2	166,110	2	313,823	3
1200	Other receivables	41,972	-	21,536	-	32,977	-
1210	Other receivables-related parties (note (7))	68,863	1	51,824	-	-	-
1220	Current income tax assets	1,665	-	1,334	-	7,981	-
130X	Inventories (note (6)(e))	1,714,218	14	1,434,010	13	1,596,517	14
1421	Prepayments to suppliers	106,633	1	1,722	-	-	-
1476	Other financial assets - current(note (8))	303,280	2	243,223	2	239,163	2
1470	Other current assets	41,662	-	35,457	-	59,534	1
	Total current assets	10,336,444	84	9,060,862	81	9,259,099	80
	Non-current assets:						
1510	Non-current financial assets at fair value through profit or loss (note (6)(b))	-	-	273,600	3	81,342	1
1550	Investments accounted for using the equity method (notes (6)(f), (g), (7) and (8))	327,799	3	254,627	2	252,129	2
1600	Property, plant and equipment (notes (6)(h), (7) and (8))	324,838	3	332,675	3	340,226	3
1755	Right-of-use assets (note (6)(i))	13,376	-	16,169	-	8,384	-
1840	Deferred income tax assets	19,321	-	19,274	-	10,979	-
1915	Prepayments for business facilities	-	-	1,341	-	-	-
194K	Long-term finance lease payment receivable—related parties (notes (6)(d), (r) and (7))	1,177,384	10	1,230,069	11	1,693,389	14
1975	Net defined benefit assets- non current	6,799	-	6,799	-	6,131	-
1900	Other non-current assets	1,829	-	4,211	-	4,310	-
	Total noncurrent assets	1,871,346	16	2,138,765	19	2,396,890	20
	Total assets	**$ 12,207,790**	**100**	**11,199,627**	**100**	**11,655,989**	**100**

		March 31, 2026		December 31, 2025		March 31, 2025	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities:						
2100	Short-term borrowings (notes (6)(k) and (8))	$ 2,819,263	23	2,637,693	24	2,856,065	24
2110	Short-term notes and bills payable(notes (6)(j)and (8))	449,708	4	349,858	3	499,494	4
2130	Current contract liabilities (note (6)(r))	90,023	1	67,929	1	26,780	-
2170	Accounts payable	535,680	4	597,921	5	178,832	2
2180	Accounts payable to related parties (note (7))	3,058,975	25	2,238,686	20	3,608,415	31
2213	Payable on machinery and equipment(note (6)(h))	563	-	617	-	25,007	-
2219	Other payables	67,453	-	105,882	1	71,033	1
2220	Other payables to related parties (note (7))	-	-	-	-	200	-
2230	Current income tax liabilities	75,466	1	36,124	-	51,398	-
2280	Current lease liabilities (note (6)(m))	7,618	-	9,334	-	7,438	-
2300	Other current liabilities	3,671	-	10,029	-	-	-
	Total current liabilities	7,108,420	58	6,054,073	54	7,324,662	62
	Non-Current liabilities:						
2530	Bonds payable (note (6)(l))	972,693	8	967,342	9	951,557	8
2580	Non-current lease liabilities (note (6)(m))	6,126	-	7,184	-	1,530	-
2570	Deferred income tax liabilities	-	-	-	-	9,194	-
2670	Other non-current liabilities, others	160	-	-	-	-	-
	Total non-current liabilities	978,979	8	974,526	9	962,281	8
	Total liabilities	8,087,399	66	7,028,599	63	8,286,943	70
	Equity attributable to owners of the parent company (note (6)(p)):						
3110	Ordinary share	1,826,268	15	1,826,268	16	1,626,254	14
3200	Capital surplus	972,947	8	972,947	9	309,256	3
3310	Legal reserve	217,708	2	217,708	2	178,894	2
3350	Unappropriated retained earnings	989,325	8	801,975	7	950,273	8
3400	Other equity interests	114,143	1	89,383	1	221,158	2
	Total equity attributable to owners of parent:	4,120,391	34	3,908,281	35	3,285,835	29
36XX	Non-controlling interests(note (6)(g))	-	-	262,747	2	83,211	1
	Total equity	4,120,391	34	4,171,028	37	3,369,046	30
	Total liabilities and equity	**$ 12,207,790**	**100**	**11,199,627**	**100**	**11,655,989**	**100**

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 three months ended March 31, 2026 and 2025

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

		For the three months ended March 31			
		2026		2025	
		Amount	%	Amount	%
4000	**Operating revenues** (notes (6)(r) and (7))	$ 5,660,657	100	5,707,162	100
5000	**Operating costs** (notes (6)(e) and (7))	5,358,913	95	5,353,683	94
	Gross profit (loss) from operations	301,744	5	353,479	6
	Operating expenses (notes (6)(m), (n) and (s)):				
6100	Selling expenses	79,233	1	86,317	2
6200	Administrative expenses	47,507	1	49,123	1
6300	Research and development expenses	6,867	-	10,080	-
6450	Impairment losses (impairment gains) determined in accordance with IFRS 9 (note (6)(c))	7,453	-	1,498	-
	Total operating expenses	141,060	2	147,018	3
	Net operating income	160,684	3	206,461	3
	Non-operating income and expenses (notes (6)(f), (m) and (t)):				
7100	Interest income	2,945	-	4,322	-
7010	Other income	918	-	1,429	-
7020	Other gains and losses, net	90,559	2	13,073	-
7050	Finance costs	(24,429)	-	(25,142)	-
7060	Share of profit (loss) of associates accounted for using equity method(note (6)(f))	(4,009)	-	3,289	-
	Total non-operating income and expenses	65,984	2	(3,029)	-
7900	**Profit before income tax**	226,668	5	203,432	3
7950	Less: Income tax expense (note (6)(o))	39,318	1	42,421	1
	Profit	187,350	4	161,011	2
8300	**Other comprehensive income (loss):**				
8310	**Items that may not reclassified subsequently to profit or loss**				
8320	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	-	-	-	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
8360	**Items that may be reclassified to profit or loss**				
8361	Exchange differences on translation of foreign financial statements	24,316	-	25,378	-
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	444	-	1,529	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	Total of items that may be reclassified to profit or loss	24,760	-	26,907	-
8300	**Other comprehensive income, net**	24,760	-	26,907	-
8500	**Total comprehensive income**	**$ 212,110**	**4**	**187,918**	**2**
	Profit (loss), attributable to:				
8610	Profit (loss), attributable to owners of parent	$ 187,350	4	170,677	2
8620	Profit (loss), attributable to non-controlling interests	-	-	(9,666)	-
		$ 187,350	**4**	**161,011**	**2**
	Comprehensive income attributable to:				
8710	Comprehensive income, attributable to owners of parent	$ 212,110	4	197,584	2
8720	Comprehensive income, attributable to non-controlling interests	-	-	(9,666)	-
		$ 212,110	**4**	**187,918**	**2**
	Basic earnings per share(note (6)(q))				
9750	Basic earnings per share	**$ 1.03**		**1.05**	
9850	Diluted earnings per share	**$ 0.98**		**1.00**	

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 three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent								
			Retained earnings		Total other equity interest				
	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	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at January 1, 2025	$ 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	-	-	-	170,677	-	-	170,677	(9,666)	161,011
Other comprehensive income or loss for the period	-	-	-	-	25,378	1,529	26,907	-	26,907
Total comprehensive income or loss for the period	-	-	-	170,677	25,378	1,529	197,584	(9,666)	187,918
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	188	-	-	-	-	188	-	188
Changes in non-controlling interests	-	-	-	-	-	-	-	(2,138)	(2,138)
Balance at March 31, 2025	**$ 1,626,254**	**309,256**	**178,894**	**950,273**	**218,132**	**3,026**	**3,285,835**	**83,211**	**3,369,046**
Balance at January 1,2026	$ 1,826,268	972,947	217,708	801,975	88,296	1,087	3,908,281	262,747	4,171,028
Profit for the period	-	-	-	187,350	-	-	187,350	-	187,350
Other comprehensive income or loss for the period	-	-	-	-	24,316	444	24,760	-	24,760
Total comprehensive income or loss for the period	-	-	-	187,350	24,316	444	212,110	-	212,110
Changes in non-controlling interests	-	-	-	-	-	-	-	(262,747)	(262,747)
Balance at March 31, 2026	**$ 1,826,268**	**972,947**	**217,708**	**989,325**	**112,612**	**1,531**	**4,120,391**	**-**	**4,120,391**

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 three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2026	2025
Cash flows from (used in) operating activities:		
Profit before tax	$ 226,668	203,432
Adjustment:		
Adjustments to reconcile profit (loss):		
Depreciation expense	4,813	5,737
Expected credit loss (reversal of impairment loss)	7,453	1,498
Interest expense	24,429	25,142
Interest revenue	(2,945)	(4,322)
Finance lease interest revenue	(56,287)	(37,434)
Loss (gain) on financial assets at fair value through profit or loss	-	304
Share of loss (profit) of associates accounted for using equity method	4,009	(3,289)
Total adjustments to reconcile profit	(18,528)	(12,364)
Changes in operating assets and liabilities:		
Changes in operating assets:		
(Increase) decrease in notes receivable	(99,193)	38,265
Increase in accounts receivable	(453,586)	(1,289,840)
Decrease (increase) in accounts receivable due from related parties	88,278	(21,015)
Decrease in finance lease receivable due from related parties	14,988	74,692
Increase in other receivables	(20,293)	(12,506)
Increase in other receivables due from related parties	(16,831)	-
Increase in inventories	(266,756)	(365,067)
Increase in prepaid suppliers	(106,633)	-
Increase in other current assets	(19,059)	(14,115)
Total changes in operating assets	(879,085)	(1,589,586)
Changes in operating liabilities:		
Increase in contract liabilities	20,274	-
(Decrease) increase in accounts payable	(84,784)	471
Increase in accounts payable to related parties	773,816	1,117,530
Decrease in other payables	(29,680)	(42,001)
Decrease in other payables to related parties	-	(4,923)
Increase in other current liabilities	3,630	11,729
Total changes in operating liabilities	683,256	1,082,806
Total adjustments	(214,357)	(519,144)
Cash inflow (outflow) from operations	12,311	(315,712)
Interest received	3,025	4,641
Interest paid	(16,779)	(17,674)
Income taxes paid	(553)	(250)
Net cash flows from operating activities	(1,996)	(328,995)
Cash flows from (used in) investing activities:		
Proceeds from disposal of financial assets at fair value through profit or loss	-	10,000
Acquisition of property, plant and equipment	(170)	(997,058)
Increase in other financial assets	(57,160)	(5,158)
Increase in other non-current assets	(2,687)	-
Decrease in prepayments for business facilities	-	27,876
Cash inflow from loss of control of a subsidiary	(63,914)	-
Net cash flows from (used in) investing activities	(123,931)	(964,340)
Cash flows from (used in) financing activities:		
Increase in short-term borrowing	967,469	2,318,263
Decrease in short-term borrowing	(786,082)	(1,562,150)
Increase in short-term notes and bills	1,448,439	1,447,478
Decrease in short-term notes and bills	(1,348,589)	(1,397,310)
Payment of lease liabilities	(3,174)	(4,318)
Increase in other non-current liabilities	160	-
(Increase) decrease in non-controlling interests	-	(1,950)
Net cash flows from (used in) financing activities	278,223	800,013
Effect of exchange rate changes on cash and cash equivalents	13,081	5,470
Net increase (decrease) in cash and cash equivalents	165,377	(487,852)
Cash and cash equivalents at beginning of period	2,593,094	2,098,460
Cash and cash equivalents at end of period	$ 2,758,471	1,610,608

See accompanying notes to consolidated financial statements.

G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

March 31, 2026 and 2025

(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 three months ended March 31, 2026 and 2025 were authorized for issuance by the board of directors on May 11, 2026.

(3) New standards, amendments and interpretations adopted:

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

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

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

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

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

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:

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

(Continued)

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

(4) Summary of material accounting policies:

The significant accounting policies presented in the consolidated financial statements are summarized below. Except for those specifically indicated, the following accounting policies were applied consistently throughout the periods presented in the consolidated financial statements.

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

(b) Basis of consolidation

(i) List of subsidiaries in the consolidated financial statements

List of the subsidiaries included in the consolidated financial statements:

			Percentage of ownership			
Name investor	**Name of investee**	**Scope of business**	**March 31, 2026**	**December 31, 2025**	**March 31, 2025**	**Description**
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 %	23.65 %	27.62 %	Note 1、2
The Company	GMI USA Corporation	Server Leasing	100 %	100 %	100 %	Note 3
The Company	GMI Technology HK Limited	Trading of electronic components and investment holding	100 %	- %	- %	Note 4
G.M.I. Technology (BVI) Co., Ltd	Harken Investments Limited	Investment holding	100 %	100 %	100 %	Note 1

(Continued)

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

			Percentage of ownership			
Name investor	**Name of investee**	**Scope of business**	**March 31, 2026**	**December 31, 2025**	**March 31, 2025**	**Description**
G.M.I. Technology (BVI) Co., Ltd	Vector Electronic Co. Ltd	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.

Note 2: Rehear Audiology Co., Ltd. was established and registered on March 22, 2023. The Group held a 29% equity interest in the company. Although the Group did not directly hold more than half of the voting rights, Rehear Audiology Co., Ltd. was included in the consolidated entitiy because its chairman and management personnel were appointed by the Group, and the Group was able to obtain the support of a relative majority of the voting rights.
However, considering that the Group no longer has control over the relevant operational decisions of Rehear Audiology Co., Ltd. starting from 2026, Rehear Audiology Co., Ltd. has been excluded from the scope of consolidation from January 1, 2026.

Note 3: The subsidiary has completed its establishment and registration procedures on February 12, 2025, and its share capital has been invested in July 2025.

Note 4: The company was established on October 30, 2025. The Group invested HKD 60,000 thousand in the first quarter of 2026, and therefore it has been included in the consolidated entitiy since that date.

(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.

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(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.

Except as described below, the significant judgments made by management in applying the accounting policies of the consolidated entities, as well as the key sources of estimation uncertainty in the preparation of the consolidated financial statements, are consistent with those disclosed in Note 5 to the consolidated financial statements for the year 2025.

(i) Judgment on whether the Company has substantive control over investees

1) The Company invested in Rehear Audiology Co., Ltd. in 2023. Although the Company did not directly hold more than a majority of the voting rights, it participated in the relevant operating activities of Rehear Audiology Co., Ltd. during the period from 2023 to 2025. Based on such involvement, the Company assessed that it had control over Rehear Audiology Co., Ltd., and accordingly, Rehear Audiology Co., Ltd. was included in the consolidated financial statements.

2) However, starting from 2026, the Company ceased to participate in decisions relating to the relevant operating activities of Rehear Audiology Co., Ltd. In addition, as the Company holds only 23.65% of the equity interest in Rehear Audiology Co., Ltd. and is unable to obtain a majority of the seats on the board of directors, it has been determined that the Company no longer has control over Rehear Audiology Co. Ltd. but retains only significant influence. Accordingly, Rehear Audiology Co., Ltd. has been deconsolidated from the consolidated financial statements.

(6) Explanation of significant accounts:

(a) Cash and cash equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$ 2,443	3,665	1,826
Cheques and demand deposits	2,756,028	2,589,429	1,608,782
	$ 2,758,471	**2,593,094**	**1,610,608**

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

	March 31, 2026	December 31, 2025	March 31, 2025
Mandatorily measured at fair value through profit or loss-current:			
Issued of convertible corporate bonds-Embedded recall right	**$ -**	**-**	**600**
Mandatorily measured at fair value through profit or loss-non current:			
Beneficiary funds	**$ -**	**273,600**	**81,342**

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G.M.I. TECHNOLOGY INC. AND SUBSIDIARIES
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(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 assets at fair value through profit or loss had been pledged as collateral.

(c) Notes and accounts receivable

(i) The details are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable	$ 227,168	125,832	166,119
Accounts receivable	4,802,952	4,304,118	5,239,223
Accounts receivable due from related parties	31,306	119,584	32,007
Less:Allowance for losses	(44,785)	(36,982)	(39,453)
	$ 5,016,641	**4,512,552**	**5,397,896**

(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:

	March 31, 2026		
	Notes and accounts receivable carrying amount	**Weighted-average loss ratio**	**Allowance provision**
Current	$ 5,057,927	0.87%	44,116
Less than 90 days past due	3,499	19.12%	669
	$ 5,061,426		**44,785**

	December 31, 2025		
	Notes and accounts receivable carrying amount	**Weighted-average loss ratio**	**Allowance provision**
Current	$ 4,546,595	0.81%	36,856
Less than 90 days past due	2,939	4.29%	126
	$ 4,549,534		**36,982**

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	March 31, 2025		
	Notes and accounts receivable carrying amount	Weighted-average loss ratio	Allowance provision
Current	$ 5,436,931	0.73%	39,451
Less than 90 days past due	418	0.48%	2
	$ 5,437,349		**39,453**

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

	For the three months ended March 31,	
	2026	**2025**
Balance at January 1	$ 36,982	37,027
Impairment losses recognized	7,453	1,498
Foreign exchange gains or (losses)	350	928
Balance at March 31	**$ 44,785**	**39,453**

(iv) As of March 31, 2026, December 31, 2025, and March 31, none of the above financial assets were pledged as collateral for long-term borrowings or credit facilities.

(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:

	March 31, 2026		December 31, 2025		March 31, 2025	
	USD	NTD	USD	NTD	USD	NTD
Less than one year	$ 15,158	484,989	11,841	372,170	17,949	595,981
1~2 year	15,158	484,989	15,158	476,425	17,949	595,981
2~3 year	15,158	484,989	15,158	476,425	17,949	595,982
3~4 year	13,741	439,632	14,213	446,720	17,948	595,981
4~5 year	2,211	70,752	5,528	173,757	13,332	442,707
Total lease payments receivable	61,426	1,965,351	61,898	1,945,497	85,127	2,826,632
Unearned finance income	(15,781)	(504,928)	(17,478)	(549,318)	(24,678)	(819,420)
Present value of lease payments receivable	**$ 45,645**	**1,460,423**	**44,420**	**1,396,179**	**60,449**	**2,007,212**

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	March 31, 2026	December 31, 2025	March 31, 2025
Finance lease payment receivable - current	$ 283,039	166,110	313,823
Long term finance lease payment receivable	1,177,384	1,230,069	1,693,389
	$ 1,460,423	1,396,179	2,007,212

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

For the financing guarantees on March 31, 2026, December 31, and March 31, 2025, please refer to note 8.

(e) Inventories

	March 31, 2026	December 31, 2025	March 31, 2025
Goods for sale	$ 1,714,218	1,434,010	1,596,517

The details of cost of goods sold for the three months ended March 31, 2026 and 2025 are as follows:

	For the three months ended March 31,	
	2026	2025
Cost of goods sold	$ 5,336,313	5,384,081
Write down of inventory (Reversal of write down)	22,600	(30,398)
Operating Cost	$ 5,358,913	5,353,683

As of March 31, 2026, December 31, 2025, and March 31, 2025, the Group did not provide any inventories as collateral for its loans.

(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:

	March 31, 2026	December 31, 2025	March 31, 2025
Associates	$ 651,376	578,204	575,706
Accumulated impairment	(323,577)	(323,577)	(323,577)
	$ 327,799	254,627	252,129

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(ii) For associates that are significant to the Group, their relevant information is 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		
			March 31, 2026	**December 31, 2025**	**March 31, 2025**
Unitech Electronics Co., Ltd.	Invested by the Group using equity method	Taiwan	12.73 %	12.73 %	12.73 %
Rehear Audiology Co., Ltd.	Invested by the Group using equity method	Taiwan	23.65 %	23.65 %	27.62 %

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:

	March 31, 2026	December 31, 2025	March 31, 2025
Current Asset	$ 2,208,650	2,101,930	1,990,566
Non-Current Asset	513,059	522,096	526,011
Current Liability	(758,801)	(599,690)	(535,503)
Non-Current Liability	(80,390)	(85,734)	(107,119)
Net Assets	**$ 1,882,518**	**1,938,602**	**1,873,955**

	For the three months ended March 31,	
	2026	**2025**
Operating Income	**$ 620,782**	**563,722**
Current period net profit	$ 30,237	25,462
Other comprehensive gains and losses	3,452	9,970
Total comprehensive gains and losses	**$ 33,689**	**35,432**

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	For the three months ended March 31,	
	2026	**2025**
Beginning carrying balance of the Group's share of net assets of affiliates	$ 238,634	231,361
The Group's total gains and losses attributable to affiliates	4,118	4,599
Ending carrying balance of the Group's share of net assets of affiliates	**$ 242,752**	**235,960**

2) The Group's equity-accounted investment in Rehear Audiology Co., Ltd. resulted from the loss of control over the investee starting from 2026. Please refer to Note 6(g) for details.

Rehear Audiology's Aggregate Financial Information:

	March 31, 2026	**December 31, 2025**	**March 31, 2025**
Current Asset	$ 69,491	76,819	28,397
Non-Current Asset	260,697	289,483	89,232
Current Liability	(20,067)	(22,169)	(2,666)
Net Assets	**$ 310,121**	**344,133**	**114,963**

	For the three months ended March 31,	
	2026	**2025**
Operating Income	**$ 2,821**	**-**
Current period net profit	(27,901)	(13,020)
Other comprehensive gains and losses	-	-
Total comprehensive gains and losses	**$ (27,901)**	**(13,020)**

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	For the three months ended March 31, 2026
Beginning carrying balance of the Group’s share of net assets of affiliates	$ 76,458
The Group’s total gains and losses attributable to affiliates	(8,044)
Ending balance of the Group’s share of net assets of affiliates	68,414
Add: Gain on disposal of intangible assets (realized)	279
Add: Acquisition of non-controlling interests	-
Ending balance of the Group’s share of net assets of associates	**$ 68,693**

3) As of March 31, 2026, the Group’ s equity-accounted investment— Unitech Electronics incurred impairment losses of $76,640 thousand because its carrying amount had exceeded fair value.

4) The aggregate financial information of the Group’s equity-method associates, which are individually insignificant, is summarized as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Unitech Electronics Co., Ltd.	**$ 254,747**	**275,299**	**307,800**

(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 March 31, 2026, 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):

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount of equity in individual insignificant associates	**$ 16,354**	**15,993**	**16,169**

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	For the three months ended March 31,	
	2026	**2025**
Attributable to the Group:		
Net gain for the period	$ 200	65
Other comprehensive income or loss	161	153
Comprehensive income or loss	**$ 361**	**218**

(v) Collaterals

As of March 31, 2026 and 2025, some of the Group's investments accounted for using the equity method had been pledged as collateral, please refer to note 8.

(g) Loss of control over subsidiaries

The Group determined that it no longer has control over Rehear Audiology Co., Ltd., as it no longer has the power over the relevant operational decisions starting from 2026. Accordingly, Rehear Audiology Co., Ltd. has been excluded from the consolidated financial statements since January 1, 2026.

As of December 31, 2025, the carrying amounts of assets and liabilities of Rehear Audiology Co., Ltd were as follows:

	December 31, 2025
Cash and cash equivalents	$ 63,914
Accounts receivable	604
Current income tax assets	99
Inventories	136
Other current assets	14,595
Non-current financial assets at fair value through profit or loss	273,600
Property, plant and equipment	6,926
Prepayments for business facilities	1,341
Other non-current assets	5,087
Other payables	(11,619)
Payable on machinery and equipment	(521)
Other current liabilities- others	(10,029)
Carrying amount of net assets	**$ 344,133**

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(h) Property, plant and equipment

The cost and accumulated depreciation of the property, plant and equipment of the Group for the three months ended March 31, 2026 and 2025 were as follows:

	Land	Buildings and Construction	Machinery and equipment	Transportati on equipment	Leasehold improvements	office equipment	Other equipment	Unfinished construction	Total
Costs									
Balance on January 1, 2026	$ 270,496	51,264	1,824	158	1,361	22,547	8,692	-	356,342
Additions	-	-	-	-	-	636	-	-	636
Reclassification	-	-	-	-	-	(133)	-	-	(133)
Disposal	-	-	(607)	-	-	(3,203)	(4,647)	-	(8,457)
Effects of changes in foreign exchange rates	-	-	36	4	41	185	1	-	267
Balance on March 31, 2026	**$ 270,496**	**51,264**	**1,253**	**162**	**1,402**	**20,032**	**4,046**	**-**	**348,655**
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	-	-	108,479	-	-	1,338	-	-	109,817
Reclassification	-	-	1,440,041	-	-	-	-	(1,440,041)	-
Disposal	-	-	(1,537,977)	-	-	-	-	-	(1,537,977)
Effects of changes in foreign exchange rates	-	-	25	4	28	108	1	-	166
Balance on March 31, 2025	**$ 270,496**	**51,264**	**12,387**	**160**	**1,384**	**19,749**	**3,808**	**-**	**359,248**
Depreciation and impairment losses:									
Balance on January 1, 2026	$ -	7,474	1,242	149	1,293	11,461	2,048	-	23,667
Additions	-	425	-	-	-	985	221	-	1,631
Disposal	-	-	-	-	-	(133)	-	-	(133)
Reclassification	-	-	(147)	-	-	(1,016)	(368)	-	(1,531)
Effects of changes in foreign exchange rates	-	-	32	5	39	107	-	-	183
Balance on March 31, 2026	**$ -**	**7,899**	**1,127**	**154**	**1,332**	**11,404**	**1,901**	**-**	**23,817**
Balance on January 1, 2025	$ -	5,775	1,141	148	1,288	8,087	843	-	17,282
Additions	-	425	24	-	-	971	206	-	1,626
Effects of changes in foreign exchange rates	-	-	23	4	27	60	-	-	114
Balance on March 31, 2025	**$ -**	**6,200**	**1,188**	**152**	**1,315**	**9,118**	**1,049**	**-**	**19,022**
Carrying amounts:									
Balance on January 1, 2026	**$ 270,496**	**43,790**	**582**	**9**	**68**	**11,086**	**6,644**	**-**	**332,675**
Balance on March 31, 2026	**$ 270,496**	**43,365**	**126**	**8**	**70**	**8,628**	**2,145**	**-**	**324,838**
Balance on March 31, 2025	**$ 270,496**	**45,064**	**11,199**	**8**	**69**	**10,631**	**2,759**	**-**	**340,226**
Balance on January 1, 2025	**$ 270,496**	**45,489**	**678**	**8**	**68**	**10,216**	**2,964**	**1,440,041**	**1,769,960**

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(i) 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 March 31, 2026, December 31 and March 31, 2025, since the relevant construction work has been completed and the servers were leased to GMI Computing, wherein the rental fees of $0 thousand, $0 thousand and $25,007 thousand, respectively, have been collected.

(ii) 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.

(iii) As of March 31, 2026, December 31 and March 31, 2025, certain property, plant and equipment of the Group had been pledged as collateral. Please refer to note 8.

(i) Right-of-use assets

	Buildings and Construction	Transportation Equipment	Total
Carrying amounts：			
Balance on January 1, 2026	$ 16,169	-	16,169
Balance on March 31, 2026	$ 13,376	-	13,376
Balance on January 1, 2025	$ 9,102	2,176	11,278
Balance on March 31, 2025	$ 6,752	1,632	8,384

During the three months ended March 31, 2026 and 2025, 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(i) to the consolidated financial statements for the year ended December 31, 2025.

(j) Short-term notes and bills payable

	March 31, 2026	December 31, 2025	March 31, 2025
Commercial paper payable	$ 449,708	349,858	499,494

(i) Loans and payments

For three months ended March 31, 2026 and 2025, the amounts, with interest rates ranging from 1.93%～1.96% and 1.93%～1.96%, and maturing dates that fall between April 2026, as well as April and May 2025, increased by $1,448,439 thousand and $1,447,478 thousand, resulting in the payments of $1,348,589 thousand and $1,397,310 thousand, respectively, during the periods.

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(ii) Collateral for short-term notes

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

(k) Short-term borrowing

The short-term borrowings were summarized as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank loans	$ 2,523,265	2,357,693	2,144,613
Secured bank loans	295,998	280,000	711,452
	$ 2,819,263	**2,637,693**	**2,856,065**
Unused short-term credit lines	**$ 5,944,169**	**7,917,796**	**4,560,644**
Range of Interest rates	**1.85%~5.06%**	**1.85%~5.49%**	**1.85%~5.85%**

(i) Loans and repayments

For the three months ended March 31, 2026 and 2025, the amounts, with interest rates ranging from 1.85%～5.06% and 1.85%～5.85%, maturing between April and September 2026, as well as April and September 2025, were $967,469 thousand and $2,318,263 thousand, resulting in the payments of $786,082 thousand and $1,562,150 thousand, respectively, during the periods.

(ii) Collateral for bank loans

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

(l) Bonds Payable

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

	March 31, 2026	December 31, 2025	March 31, 2025
Total convertible corporate bond issued	$ 1,000,000	1,000,000	1,000,000
Unamortised discount on corporate bonds payable	(27,207)	(32,558)	(48,443)
Cumulative converted amount	(100)	(100)	-
Balance of corporate bonds payable at end of period	**$ 972,693**	**967,342**	**951,557**

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	March 31, 2026	December 31, 2025	March 31, 2025
Embedded derivative – recallable right, included in financial assets at fair value through profit or loss	$ -	-	600
Equity component – conversion options, included in capital surplus– stock options	$ 65,865	65,865	65,872

	For the three months ended March 31,	
	2026	2025
Embedded derivative – recallable right at fair value through profit or loss, included in financial liabilities at fair value through profit or loss	$ -	(600)
Interest expense	$ 5,351	5,235

For the year ended December 31, 2025, the Group had one convertible corporate bond exercised by the bondholder. The conversion price was $73.5, resulting in the issuance of 2 thousand common shares.

(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.

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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.
As of March 31, 2026, the conversion price was $73.2 per share.

(m) Lease liabilities

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

	March 31, 2026	December 31, 2025	March 31, 2025
Current	$ 7,618	9,334	7,438
Non-current	$ 6,126	7,184	1,530

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

	For the three months ended March 31,	
	2026	2025
Interest expense on lease liabilities	$ 237	129
Expenses relating to short-term leases	$ 563	497

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

	For the three months ended March 31,	
	2026	2025
Total cash outflow for leases	$ 3,974	4,944

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.

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(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 January 1 to March 31, 2026 and 2025 to measure and disclose the pension costs for the interim period.

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

	For the three months ended March 31,	
	2026	**2025**
Operating Expence	64	85

(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 March 31,	
	2026	**2025**
Operating Expence	$ 4,061	4,214

(o) Income taxes

	For the three months ended March 31,	
	2026	**2025**
Current tax expense		
Current period	$ 39,318	42,421

(i) There were no income tax expense recognized the Group equity and other comprehensive income for amount on March 31, 2026 and 2025.

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

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(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 March 31, 2026 and 2025. For the related information, please refer to note 6(p) to the consolidated financial statements for the year ended December 31, 2025.

(i) Capital surplus

The balances of capital surplus as of March 31, 2026 and 2025, were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Share capital at premium	$ 816,030	816,030	219,941
Capital Surplus from actual acquisition or disposal of subsidiary equity at a price different from book value	558	558	558
Changes in net equity of associates recognized by equity method	36	36	36
Employee stock options	8,043	8,043	3,139
Subsidiary cash capital increase	82,415	82,415	19,710
Convertible corporate bonds stock options	65,865	65,865	65,872
	$ 972,947	**972,947**	**309,256**

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 $5 per share and an issue price of NT$80 per share, with total proceeds of $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 $62,705 thousand in capital reserve.

During the current period, the Group no longer has control over its investment in Rehear Audiology Co., Ltd. and has therefore accounted for such investment using the equity method. The aforementioned capital surplus was generated during the period of control and represented the result of historical equity transactions; accordingly, no changes were recognized as of the end of the current period.

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(ii) Retained earnings

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 shareholders' 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.

(iii) Earnings distribution

On March 9, 2026, the 2025 earnings appropriation was resolved in a board meeting. On June 25, 2025, the 2024 earnings appropriation was approved in a general shareholders' meeting. The amounts of dividends distributed to owners were as follows:

	2025		2024	
	Amount per share	**Total Amount**	**Amount per share**	**Total Amount**
Dividends distributed to ordinary shareholders:				
Cash	$ 1.30	237,415	1.40	227,675

(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 March 31,	
	2026	**2025**
Profit attributable to ordinary shareholders of the Company	$ 187,350	170,677
Weighted-average number of outstanding ordinary shares (thousand shares)	182,627	162,625
Earning per shares	1.03	1.05

(Continued)

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	For the three months ended March 31,	
	2026	**2025**
Profit (Loss) attributable to ordinary shareholders of the Company (basic)	$ 187,350	170,677
Effect of dilutive potential ordinary shares		
Interest expense on convertible bonds, net of tax and gains on remeasurements of redemption of convertible corporate bonds at fair value	4,281	4,788
Profit attributable to ordinary shareholders of the Company (dilutive)	**$ 191,631**	**175,465**
Weighted-average number of ordinary shares outstanding (thousand shares)	182,627	162,625
Bonds payable	13,660	13,193
Effect of employee share bonus	18	15
Weighted-average number of ordinary shares outstanding at March 31 (dilution) (thousand shares)	**196,305**	**175,833**
Diluted Earnings per share	**$ 0.98**	**1.00**

(r) Revenue from contracts with customers

(i) Details of revenue

	For the three months ended March 31,	
	2026	**2025**
Primary geographical markets:		
Taiwan	$ 185,161	155,217
United States	50,270	19,424
China	5,387,388	5,162,101
Other	37,838	370,420
	$ 5,660,657	**5,707,162**
Major products/service lines:		
Digital Communication Solutions and Components	$ 4,147,725	5,164,692
Storage Applications Solutions and Components	1,337,037	458,211
Analog Electronic Components	119,608	46,825
Server lease interest revenue	56,287	37,434
	$ 5,660,657	**5,707,162**

(Continued)

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(ii) Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable	$ 227,168	125,832	166,119
Accounts receivable	4,802,952	4,304,118	5,239,223
Accounts receivable due from related parties	31,306	119,584	32,007
Less: Loss allowance	(44,785)	(36,982)	(39,453)
Total	**$ 5,016,641**	**4,512,552**	**5,397,896**
Contract liabilities	**$ 90,023**	**67,929**	**26,780**

The opening balances of contract liabilities of $59,176 thousand and $7,608 thousand on January 1, 2026 and 2025 were recognized as income for the three months ended March 31, 2026 and 2025, 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' remuneration

On June 25, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Company's Articles 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 directors' remuneration, and not less than 0.1% (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 directors' remuneration, 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 and director should be submitted and reported to the shareholders' meeting.

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For the three months ended 2026 and 2025, the Company accrued its employee remuneration of $300 thousand for both periods; as well as its directors' remuneration of $4,000 thousand for both periods. The estimated amounts mentioned above were calculated based on the net profit before tax, excluding the remuneration to employees and directors of each period, multiplied by the percentage of remuneration to employees and directors as specified in the Company's articles. Such remuneration was expensed under operating costs or operating expenses during the three months ended March 31, 2026 and 2025. 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 2025 and 2024, employee remuneration was estimated at $400 thousand and $600 thousand, respectively; director remuneration was estimated at $7,800 thousand and $10,000 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 is detailed as follows:

	For the three months ended March 31, 2026	2025
Interest income	$ 2,945	4,322

(ii) Other income

The Group’s other income was as follows:

	For the three months ended March 31, 2026	2025
Other	$ 918	1,429

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(iii) Other gains and losses

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

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Foreign exchange gains	$ 90,667	13,377
Net gain on financial assets at fair value through profit or loss	-	(304)
Miscellaneous disbursements	(108)	-
	$ 90,559	13,073

(iv) Finance costs

Finance costs of the Group are detailed as follows:

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Interest on bank loans	$ (18,841)	(19,778)
Interest expenses on lease liabilities	(237)	(129)
Interest expenses on convertible corporate bonds	(5,351)	(5,235)
	$ (24,429)	(25,142)

(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, 2025 for relevant information.

(i) Currency risk

1) Exposure to foreign currency risk

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

	March 31, 2026			December 31, 2025			March 31, 2025		
	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD
Financial assets									
Monetary items									
USD	$ 353,324	31.995	11,304,601	302,668	31.430	9,512,855	319,863	33.205	10,621,051
RMB	446	4.629	2,065	737	4.496	3,314	336	4.573	1,537
Financial liabilities									
Monetary items									
USD	188,299	31.995	6,024,627	169,020	31.430	5,312,299	193,829	33.205	6,436,092

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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 March 31, 2026 and 2025, would have increased or decreased the profit before tax by $52,820 thousand and $41,865 thousand, respectively. The analysis assumes that all other variables remain constant and was performed on the same basis for both periods.

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 three months ended March 31, 2026 and 2025, foreign exchange gain (loss) (including realized and unrealized portions) amounted to $90,667 thousand and $13,377 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:

	March 31, 2026				
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	$ -	-	-	-	-

	December 31, 2025				
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Fund	**$ 273,600**	**273,600**	-	-	**273,600**

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	March 31, 2025				
		Fair Value			
	Book Value	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through profit or loss					
Fund	$ 81,342	81,342	-	-	81,342
Convertible corporate bond recallable rights	600	-	600	-	600
	$ 81,942	**81,342**	**600**	**-**	**81,942**

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.

Measurements of fair value of financial instruments without an active market are based on valuation techniques or quoted prices from competitors. Fair values, measured by using valuation techniques that can be derived from the current fair values of other financial instruments with substantially similar terms and characteristics, discounted cash flow analysis, or other valuation techniques, including models utilizing market information available at the reporting date.

(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, 2025.

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

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(x) Investing and financing activities not affecting cash flows

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

			Non-Cash changes				
	January 1, 2026	Cash flows	Amortization of discount premium	Conversion of common stock	Lease modification	Foreign exchange movement	March 31, 2026
Short-term notes and bills payables	$ 349,858	99,850	-	-	-	-	449,708
Short-term borrowings	2,637,693	181,387	-	-	-	183	2,819,263
Lease liabilities	16,518	(3,174)	-	-	-	400	13,744
Bonds payable	967,342	-	5,351	-	-	-	972,693
Total liabilities from financing activities	**$ 3,971,411**	**278,063**	**5,351**	**-**	**-**	**583**	**4,255,408**

			Non-Cash changes			
	January 1, 2025	Cash flows	Amortization of discount premium	Lease modification	Foreign exchange movement	March 31, 2025
Short-term notes and bills payables	$ 449,326	50,168	-	-	-	499,494
Short-term borrowings	2,095,898	756,113	-	-	4,054	2,856,065
Bonds payable	12,055	(4,318)	-	1,087	144	8,968
Lease liabilities	946,322	-	5,235	-	-	951,557
Total liabilities from financing activities	**$ 3,503,601**	**801,963**	**5,235**	**1,087**	**4,198**	**4,316,084**

(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:

Name of related party	Relationship with the Group
Unitech Electronics Co., Ltd. (hereinafter referred to as “Unitech Electronics”)	Investee company accounted for using the 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.

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Name of related party	Relationship with the Group
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 immediate family member of the Chairman of the company.
GMI Cloud US INC(hereinafter referred to as "GMI Cloud US")	The Chairman of the company is the immediate family member of the Chairman of the company.
HI-JET INCORPORATION (hereinafter referred to as "HI-JET")	The entity has the same Chairmean as 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 entity has the same Chairmean as the company
Rehear Audiology Co., Ltd. (hereinafter referred to as "Rehear Audiology")	Investee company accounted for using equity method by the Group
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.

(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 March 31,	
	2026	**2025**
Other related parties-Realtek	$ 31,493	17,132
Other related parties-Realtek Singapore	7,233	13,765
Other related parties-Unitech Electronics	-	45
Other related parties-Rehear Audiology	1,454	-
	$ 40,180	**30,942**

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.

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(ii) Purchases

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

	For the three months ended March 31, 2026	For the three months ended March 31, 2025
Other related parties-Realtek	$ 2,909,569	3,582,451
Other related parties-Realtek Singapore	1,239,424	1,613,611
Other related parties-RayMx	50,404	57,598
Other related parties-Actions (HK)	68,739	44,140
Other related parties-Realsil	1	3
	$ 4,268,137	5,297,803

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.

(iii) Receivables from related parties

The receivables from related parties were as follows:

Account	Relationship	March 31, 2026	December 31, 2025	March 31, 2025
Receivable to related parties	Realtek	$ 23,330	6,254	15,736
Receivable to related parties	Realtek Singapore	7,233	11,655	16,224
Receivable to related parties	Unitech Electronics	-	-	47
Receivable to related parties	Rehear Audiology	743	-	-
		$ 31,306	17,909	32,007

(iv) Payable from related parties

The payables to related parties were as follows:

Account	Relationship	March 31, 2026	December 31, 2025	March 31, 2025
Payables to related parties	Realtek	$ 2,065,508	1,606,612	2,483,122
Payables to related parties	Realtek Singapore	916,431	553,896	1,052,564
Payables to related parties	RayMx	33,184	49,291	28,171
Payables to related parties	Actions (HK)	43,852	28,887	44,558
		$ 3,058,975	2,238,686	3,608,415

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(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.

2) On March 11, 2025, the Group sold equipment to a related party for a total consideration of $14,253 thousand, as approved by the Board of Directors on the same date, and completed the transaction in June 2025, resulting in a gain on disposal of $527 thousand. In addition, the Group also purchased equipment from GMI Computing for a total of $7,857 thousand. As of December 31, 2025, the outstanding net receivable related to both transactions has been fully collected.

3) In December 2025, the Group sold computer peripherals to another related party, GMI Computing, with the related receivable amounting to $1,438 thousand. As of December 31, 2025 and March 31, 2026, the outstanding receivables were $1,438 thousand and $0 thousand, respectively.

(vi) Financial leases

1) The Group entered into two 5-year lease agreements, at the total contract amounts of $2,202,835 thousand (USD66,340 thousand) and $747,936 thousand (USD23,402 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 USD1,106 thousand (excluding tax) and USD390 thousand (excluding tax) within seven days after invoicing, wherein the Group had obtained the principal notes of $76,855 thousand and $6,238 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.

2) On May 9, 2025, the Board of Directors approved revisions to the transaction terms for 127 GPU servers, changing the collection period from within seven days after monthly invoicing to within ninety days. During the second quarter of 2025, the Group recognized a lease modification loss of approximately $49,012 thousand (USD1,673 thousand), which was recorded under "Operating costs".

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3) On December 26, 2025, the Group's shareholders' meeting approved an adjustment based on actual operating comditions, whereby 127 units of H200 GPU servers were transferred to the U.S. subsidiary, GMI USA, at a sale price of USD44,233 thousand (approximately NTD1,390,243 thousand), to be received in 36 installments. In addition, the original lessee, GMI Computing International LTD. Taiwan Branch (CAYMAN ISLANDS REPUBLIC) (hereinafter " GMI Computing"), agreed to change the lessee from GMI Computing to GMI Cloud US Inc. Other terms of the transaction, including the lease period and monthly lease payments, remained unchanged; therefore, the Group signed a supplementary agreement with the related party on December 26, 2025, to transfer all rights and obligations under the equipment lease agreement dated January 10, 2025, to GMI USA and GMI Cloud US Inc.

4) Due to market factors, GMI Computing negotiated with the Company to terminate the lease agreements for certain servers and committed to bear any losses incurred by the Company as a result of the disposal of the related assets. On October 20, 2025, the Board of Directors approved the termination of the lease agreements for 31 servers. Subsequently, the Company sold such servers to Konsttech LTD. on October 27, 2025, for a total consideration of USD5,019 thousand (approximately NTD154,185 thousand), which was fully collected in October 2025. In addition, pursuant to the agreement between the Company and GMI Computing, GMI Computing bore the disposal loss totaling USD 3,000 thousand (approximately NTD93,000 thousand), and the related compensation was fully received in December 2025.

5) For the three months ended March 31, 2026 and 2025, the Group recognized rental interest income and the present value of the related lease receivables arising from the above transactions. For related disclosures, please refer to Notes 6(d) and 6(r). Cash collections from finance lease receivables amounted to NTD14,988 thousand (USD473 thousand) and NTD74,692 thousand (USD2,276 thousand), respectively.

(vii) Others

1) During the period from January 1 to December 31, 2025, the Group paid server room rental and related expenses amounting to $50,386 thousand (excluding VAT) on behalf of another related party, GMI Computing. As of March 31, 2026, the related outstanding amount was recorded under "Other receivables – related parties."

2) For the three months ended March 31, 2026, the Group paid server room rental and related expenses totaling $18,477 thousand (excluding VAT) on behalf of other related parties, GMI Computing and GMI Cloud US. As of March 31, 2026, the related outstanding amount has not yet been collected and was recorded under " Other receivables – related parties."

3) For the three months ended March 31, 2026 and 2025, the Group paid consulting fees of $0 thousand and $571 thousand, respectively, to other related parties. In addition, for the three months ended March 31, 2026, the Group paid warehousing fees of $10 thousand to other related parties. As of March 31, 2026, all related payments have been fully paid.

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(viii) Details of the accounts receivable, accounts receivable – related parties, and lease receivables arising from the transactions described in Items 6 and 7 above are as follows:

Account	Relationship	March 31, 2026	December 31, 2025	March 31, 2025
Accounts receivable – relatedparties	GMI Computing	$ -	101,675	-
Other receivables – relatedparties	GMI Computing	68,863	51,824	-
Net investment in finance lease– related parties	GMI Computing	154,885	161,085	2,007,212
Net investment in finance lease– related parties	GMI Cloud US	1,305,538	1,235,094	-
		$ 1,529,286	**1,549,678**	**2,007,212**

(ix) Endorsement

As of March 31, 2026 and 2025, the Group's bank loans were jointly guaranteed by the chairman of the Company to the extent of $0 thousand and $250,000 thousand, respectively.

(c) Key management personnel compensation

Key management personnel compensation includes:

	For the three months ended March 31, 2026	2025
Short-term employee benefits	$ 19,528	21,935
Post-employment benefits	27	50
	$ 19,555	**21,985**

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(8) Pledged assets:

The carrying values of pledged assets were as follows:

Pledged assets	Object	March 31, 2026	December 31, 2025	March 31, 2025
Time deposit (classified under other financial assets)	Bank loan limit	$ 303,280	243,223	239,163
Accounts receivable	The unused letters of credit and secured loans	-	-	183,328
Property, plant and equipment	Short-term bank loans	293,732	293,959	294,640
Stock (classified under Investments accounted for using the equity method)	Short-tern notes and bills payable	-	-	235,960
Finance lease receivables(note)	Short-term bank loans	-	-	486,525
		$ 597,012	**537,182**	**1,439,616**

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.

(9) Commitments and contingencies:

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

	March 31, 2026	December 31, 2025	March 31, 2025
Purchase Guarantee	**$ 657,930**	**392,870**	**309,230**

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

	March 31, 2026	December 31, 2025	March 31, 2025
Outstanding standby letters of credit	**$ 4,033,326**	**2,244,089**	**3,685,974**

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

	March 31, 2026	December 31, 2025	March 31, 2025
Taxes on imported goods guaranteed by banks	**$ 4,000**	**4,000**	**4,000**

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(d) As of March 31, 2026, December 31 and March 31, 2025, the Group had issued $1,220,890 thousand, $1,222,645 thousand and $1,222,645 thousand, respectively, of guarantee notes for the purchase of goods from vendors.

(10) Losses Due to Major Disasters: None

(11) Subsequent Events:

(a) Participation in the Subscription of Preferred Shares Issued by a Related Party

In order to rapidly enter the global AI computing power supply chain and enhance its long-term competitiveness and corporate value, the Group intends to participate in the subscription of preferred shares to be issued by a related party, GMI Computing Holding (Cayman) Ltd., with a proposed investment amount of USD11,000 thousand. This investment proposal was approved by the Board of Directors on April 22, 2026.

(b) Endorsement and Guarantee Provided for a Related Party

In order to strengthen its cooperative relationship with a related party with which the Company has business dealings, GMI Computing International Ltd., the Group intends to provide a letter of guarantee in the amount of USD8,000 thousand to USD12,000 thousand as a security deposit for GMI Computing International Ltd.'s AI data center lease agreement. The endorsement and guarantee period is one year, and the Group will charge interest at 1% and a guarantee fee at 5%. In addition, the parent company, GMI Computing Holding (Cayman) Ltd., will provide a joint and several guarantee for this transaction. This endorsement and guarantee arrangement was approved by the Board of Directors on April 22, 2026.

(12) Other:

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

	For the three months ended March 31					
	2026			2025		
By funtion / By item	Cost of Sales	Operating Expenses	Total	Cost of Sales	Operating Expenses	Total
Employee benefits						
Salary	-	48,132	48,132	-	51,670	51,670
Labor and health insurance	-	3,847	3,847	-	3,993	3,993
Pension	-	4,125	4,125	-	4,299	4,299
Others	-	4,509	4,509	-	4,384	4,384
Depreciation	-	4,813	4,813	-	5,737	5,737

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(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:

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company										
1	GMI Technology HK Limited	GMI USA Corporation	4	4,120,391	47,993	47,993	15,998	47,993	1.16 %	4,120,391	N	N	N

Note 1: The Company's endorsement and guarantee amount for a single enterprise is limited to 80% of the Company's shareholders’ equity, but for a single overseas affiliate, it is limited to 100% of the Company's shareholders’ equity.

Note 2: The relationship between the guarantor and the target of the endorsement is as follows.

(1) Companies with business dealings.
(2) Companies in which the Company directly or indirectly holds more than 50% of the voting shares.
(3) A company that directly or indirectly holds more than 50% of the voting shares of the company.
(4) A company in which the company directly or indirectly holds more than 90% of the voting shares.
(5) A company that is mutually insured by a contract between peers or co-founders for the purpose of contracting.
(6) A company whose joint investment is guaranteed by all contributing shareholders in proportion to their shareholdings.
(7) Interbank companies that are engaged in the performance guarantee of pre-sale contracts in accordance with the Consumer Protection Act.

(iii) Material securities held as of March 31, 2026 (excluding investment in subsidiaries, associates and joint ventures): None.

(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	2,909,569	51.60 %	Monthly settlement occurs 45 days after the invoiceis issued	No purchases from other vendors	No material variance	(2,065,508)	(57.46)%	-
The Company	Realtek Singapore	Subsidiary of Realtek Semiconductor Co.	Purchase	1,239,424	21.98 %	Monthly settlement occurs 45 days after the invoiceis issued	No purchases from other vendors	No material variance	(916,431)	(25.49)%	-
The Company	G.M.I (Shanghai)	Subsidiaries	Sales	(368,310)	(6.51) %	Monthly settlement occurs 120 days after the invoiceis issued	No material variance	No material variance	175,175	3.49%	Note
The Company	Vector Electronic Co. Ltd	Subsidiaries	Sales	(240,590)	(4.25) %	Monthly settlement occurs 120 days after the invoiceis issued	No material variance	No material variance	387,259	7.72%	Note

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

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(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	175,175	808.97 %	-		175,175	-	Note
The Company	Vector Electronic Co. Ltd	Subsidiaries	387,259	255.19 %	-		202,195	-	Note
The Company	GMI USA Corporation	Subsidiaries	1,276,958	6.72 %	-		39,312	-	Note
The Company	GMI Computing	Other related parties	154,885	21.76 %	-	-	5,040	-	-
GMI USA Corporation	GMI Cloud US	Other related parties	1,305,538	15.02 %	-		35,376	-	-

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	21,859	Monthly payment	0.39%
0	GMI company	G.M.I (Shanghai)	1	Sales revenue	368,310	Based on cost-plus approach	6.51%
0	GMI company	G.M.I (Shanghai)	1	Accounts receivable	175,175	Monthly settlement occurs 120days after the invoice is issued	1.43%
0	GMI company	G.M.I (Shanghai)	1	Business consultation fees	14,220	Monthly payment	0.25%
0	GMI company	Vector Electronic	1	Sales revenue	240,590	Based on cost-plus approach	4.25%
0	GMI company	Vector Electronic	1	Accounts receivable	387,259	Monthly settlement occurs 120days after the invoice is issued	3.17%
0	GMI company	GMI Technology HK Limited	1	Sales revenue	15,318	Based on cost-plus approach	0.27%
0	GMI company	GMI Technology HK Limited	1	Accounts receivable	15,489	Monthly settlement occurs 120days after the invoice is issued	0.13%
0	GMI company	GMI USA Corporation	1	Long-term accounts receivable	1,276,958	Installment sales	10.46%
1	Vector Electronic	Hong Da Fu Tong	3	Business consultation fees	2,429	Monthly payment	0.04%

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

(b) Information on investees:

The following is the information on investees for the three months ended March 31, 2026 (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 March 31, 2026			Net income (losses) of investee	Share of profits/losses of investee	Note
				March 31, 2026	December 31, 2025	Shares (thousands)	Percentage of wnership	Carrying value			
GMI Technology Inc.	G.M.I. Technology (BVI) Ltd.	British Virgin Island	Investment holding	556,991	556,991	18,277	100.00 %	(42,964)	48,284	48,284	Note 1
GMI Technology Inc.	GLOBAL MOBILE INTERNET CO., LTD	Taiwan	Sale of electronic products	15,484	15,484	1,548	34.21 %	16,354	585	200	-
GMI Technology Inc.	Unitech Electronics Co., Ltd.	Taiwan	Sale of electronic products	200,739	200,739	9,559	12.73 %	242,752	30,132	3,835	-
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 %	(43,046)	48,284	48,284	Note 1
G.M.I. Technology (BVI) Ltd.	HARKEN INVESTMENTS LIMTED	British Virgin Islands	Investment holding	393,484	393,484	13,169	100.00 %	78	-	-	Note 1
HARKEN INVESTMENTS LIMTED	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	29,000	5,800	23.65 %	68,693	(27,901)	(8,044)	-
GMI Technology Inc.	GMI USA Corporation	USA	Service Leasing	14,700	14,700	500	100.00 %	38,354	21,032	21,032	Note 1 , Note 2
GMI Technology Inc.	GMI Technology HK Limited	Hong Kong	Trading of electronic components and investment holding	245,820	-	60,000	100.00 %	245,160	298	298	Note 1 , Note 3

Note1: The transactions were written off in the consolidated financial statements.

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Note2: The subsidiary has completed its establishment and registration procedures on February 12, 2025, and its share capital is invested in July 2025.
Note 3: The subsidiary has completed its establishment and registration procedures on October 30, 2025. As of the reporting date, capital contributions of HKD60,000 thousand had been injected.

(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, 2026	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2026	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)	41,778	100.00%	41,778	(58,425)	-	
Hong Da Fu Tong Electronics Company Limited	Trading of electronic components	65,445	(2)	44,660	-	-	44,660 (Note 2)	4,522	100.00%	4,522	(1,764)	-	

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 March 31, 2026	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
93,368	629,123	2,472,234

(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 operating segment information and reconciliations of the Group 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 March 31, 2026			
	Business department	**Leasing business department**	**Reconciliation and eliminations**	**Total**
Revenue：				
Revenue from external customers	$ 5,604,370	56,287	-	5,660,657
Intersegment revenues	-	-	-	-
Total revenue	**$ 5,604,370**	**56,287**	**-**	**5,660,657**
Reportable segment profit or loss	**$ 107,081**	**53,603**	**-**	**160,684**

	For the three months ended March 31, 2025			
	Business department	**Leasing business department**	**Reconciliation and eliminations**	**Total**
Revenue：				
Revenue from external customers	$ 5,669,728	37,434	-	5,707,162
Intersegment revenues	-	-	-	-
Total revenue	**$ 5,669,728**	**37,434**	**-**	**5,707,162**
Reportable segment profit or loss	**$ 170,458**	**36,003**	**-**	**206,461**