

**FSP Technology Inc. and Subsidiaries**  
**Consolidated Financial Statements and**  
**Independent Auditors' Review Report**  
**For the Nine Months Ended September 30, 2025 and 2024**

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## Independent Auditors' Report

To the Board of Directors of FSP Technology Inc.:

### **Preface**

We have reviewed the Consolidated Financial Statements of FSP Technology Inc. and its subsidiaries, which comprise the Consolidated Balance Sheets as of September 30, 2025 and 2024, and the Consolidated Statements of Comprehensive Income from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024, and the Consolidated Statements of Changes in Equity, the Consolidated Statements of Cash Flows, and Notes to the Consolidated Financial Statements (including a summary of significant accounting policies) from January 1 to September 30, 2025 and 2024. The 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 (IAS) 34 "Interim Financial Reporting" endorsed and issued into effect by Financial Supervisory Commission (FSC) of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### **Scope**

Except for matters described in the following paragraph titled "Basis for Qualified Conclusion," we conducted our reviews following the Standards on Auditing 2410 "Review of Financial Statements". The procedures performed to review the consolidated financial statements include inquiry (mainly the inquiry to the persons responsible for financial and accounting affairs), analysis procedure and other review procedures. A review is substantially less in scope than an audit 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 IV(II) to the consolidated financial statements, it has included part of its insignificant subsidiaries in the aforesaid consolidated financial statements based on the financial statements of these invested companies not reviewed by the independent auditors for the same period. As of September 30, 2025 and 2024, these subsidiaries had the total assets of NT\$2,684,496 thousand and NT\$2,496,400 thousand, respectively, representing 13.79% and 11.48% of the consolidated total assets, had the total liabilities of NT\$949,933 thousand and NT\$886,328 thousand, respectively, representing 14.37% and 16.73% of the consolidated total liabilities, and realized the comprehensive profit (loss) of NT\$47,654 thousand, NT\$(8,899) thousand, NT\$(34,045) thousand and NT\$13,781 thousand from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024, respectively, representing (9.39)%, (4.56)%, 1.40% and 0.57% of the consolidated comprehensive profit (loss), respectively.

In addition to the above, Note VI(VII) of the consolidated financial statements states that FSP Technology Inc. and its subsidiaries accounted for investments using the equity method amounting to

NT\$38,221 thousand and NT\$42,944 thousand as of September 30, 2025 and 2024, respectively. The share of income from associated companies and joint ventures recognized using the equity method for the period from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024 was NT\$391 thousand, NT\$863 thousand, NT\$2,518 thousand and NT\$1,171 thousand, respectively, based on the unaudited financial statements of the investee companies for the same period and have not been reviewed by the independent auditors.

### **Qualified Conclusion**

Except for possible effects from financial statements of these investees mentioned in the paragraph titled “Basis for Qualified Conclusion” if they were reviewed by independent auditors, we did not discover matters which would lead us to believe that the aforementioned consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of FSP Technology Inc. and its subsidiaries as of September 30, 2025 and 2024, and their consolidated financial performance from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024, and their consolidated cash flows from January 1 to September 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34, "Interim Financial Reporting," endorsed and issued into effect by the Financial Supervisory Commission.

The engagement partners on the audit resulting in this independent auditors’ report are Chang, Chun-I and Chiang, Chia-Chi.

KPMG Taiwan

Taipei, Taiwan (Republic of China)

November 5, 2025

### Notice to Readers

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

*For the convenience of readers, the independent auditors’ report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors’ report and consolidated financial statements shall prevail.*

**FSP Technology Inc. and Subsidiaries**

**Consolidated Balance Sheets**

**As of September 30, 2025, December 31, 2024 and September 30, 2024**

**Unit: NTS thousands**

	2025.9.30		2024.12.31		2024.9.30			2025.9.30		2024.12.31		2024.9.30	
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
<b>Assets</b>							<b>Liabilities and equity</b>						
11xx <b>Current assets:</b>							21xx <b>Current liabilities:</b>						
1100 Cash and cash equivalents (Note VI(I))	\$ 3,283,121	17	3,879,851	18	3,653,553	17	2100 Short-term borrowings (Notes VI(VIII), (XI), and VIII)	\$ 304	-	3,253	-	3,197	-
1110 Financial assets at fair value through profit or loss - current (Note VI(II))	918,443	5	983,657	4	958,890	4	2150 Notes payable	10,235	-	14,297	-	23,115	-
1150 Notes receivable, net (Notes VI(IV) and (XIX))	134,676	1	235,225	1	111,487	1	2170 Accounts payable	3,870,132	20	3,255,750	15	2,945,409	14
1170 Accounts receivable, net (Notes VI(V) and (XIX))	3,375,265	17	2,532,685	12	2,649,207	12	2180 Accounts payable - related parties (Note VII)	63,466	-	63,626	-	74,266	-
1180 Accounts receivable - related parties, net (Notes VI(IV), (XIX) and VII)	689,064	3	622,078	3	705,252	3	2200 Other payables (Notes VI(XV), (XX) and VII)	1,516,837	8	1,530,177	7	1,416,963	6
1200 Other receivables (Notes VI(III), (V) and VII)	464,060	2	451,059	2	393,834	2	2230 Current income tax liabilities	54,226	-	53,871	-	56,626	-
1220 Current income tax assets	5,769	-	6,859	-	7,004	-	2250 Provisions - current (Note VI(XIV))	100,071	1	138,268	1	133,598	1
130x Inventories (Note VI(VI))	2,276,835	12	2,172,006	10	1,963,194	9	2280 Lease liabilities - current (Notes VI(XIII) and VII)	171,645	1	173,749	1	118,726	1
1410 Prepayments	119,214	1	81,292	-	100,005	-	2300 Other current liabilities (Notes VI(XII) and (XIX))	208,571	1	189,459	1	172,053	1
1470 Other current assets (Note VIII)	14,080	-	60,843	-	19,499	-	2320 Long-term liabilities due within one year or one operating cycle (Notes VI(VIII), (XII), and VIII)	3,416	-	48,200	-	64,645	-
<b>Total current assets</b>	<b>11,280,527</b>	<b>58</b>	<b>11,025,555</b>	<b>50</b>	<b>10,561,925</b>	<b>48</b>	<b>Total current liabilities</b>	<b>5,998,903</b>	<b>31</b>	<b>5,470,650</b>	<b>25</b>	<b>5,008,598</b>	<b>23</b>
15xx <b>Non-current assets:</b>							25xx <b>Non-current liabilities:</b>						
1510 Financial assets at fair value through profit or loss - non-current (Note VI(II))	61,363	-	46,287	-	46,129	-	2540 Long-term borrowings (Notes VI(VIII), (XII), and VIII)	-	-	1,381	-	3,113	-
1517 Financial assets at fair value through other comprehensive income - non-current (Note VI(III))	5,139,646	27	7,906,709	36	8,588,286	40	2570 Deferred income tax liabilities	156,032	1	162,950	1	92,316	-
1550 Investment under equity method (Note VI(VII))	38,221	-	38,978	-	42,944	-	2580 Lease liabilities - non-current (Notes VI(XIII) and VII)	454,924	2	518,374	2	191,615	1
1600 Property, plant, and equipment (Notes VI(VIII), (XI), (XII), VIII and IX)	1,688,638	9	1,670,658	8	1,685,663	8	2645 Guarantee deposits received	626	-	522	-	525	-
1755 Right-of-use assets (Notes VI(IX), (XIII) and VII)	623,915	3	692,097	3	305,089	1	2670 Other non-current liabilities (Note VI(XII))	-	-	2,433	-	2,609	-
1780 Intangible assets (Note VI(X))	233,719	1	232,124	1	224,543	1	<b>Total non-current liabilities</b>	<b>611,582</b>	<b>3</b>	<b>685,660</b>	<b>3</b>	<b>290,178</b>	<b>1</b>
1840 Deferred income tax assets	230,115	1	238,341	1	178,691	1	<b>Total liabilities</b>	<b>6,610,485</b>	<b>34</b>	<b>6,156,310</b>	<b>28</b>	<b>5,298,776</b>	<b>24</b>
1900 Other non-current assets (Notes VI(VIII), VIII and IX)	164,088	1	166,036	1	115,316	1	2xxx <b>Equity attributable to owners of the parent (Note VI(III), (VII) &amp; (XVII)):</b>						
<b>Total non-current assets</b>	<b>8,179,705</b>	<b>42</b>	<b>10,991,230</b>	<b>50</b>	<b>11,186,661</b>	<b>52</b>	3100 Capital stock	1,872,620	10	1,872,620	9	1,872,620	9
							3200 Capital surplus	861,965	4	861,396	4	864,425	4
							3300 Retained earnings:						
							3310 Legal reserve	1,507,697	8	1,411,213	6	1,411,213	6
							3350 Unappropriated earnings	4,219,138	22	4,382,326	20	4,198,415	19
							Total retained earnings	5,726,835	30	5,793,539	26	5,609,628	25
							34xx Other equity:						
							3410 Exchange differences on translation of financial statements of foreign operations	(195,431)	(1)	(47,247)	-	(50,524)	-
							3420 Unrealized gains (losses) on financial assets at fair value through other comprehensive income	4,171,982	21	6,965,505	31	7,750,154	36
							Total other equity	3,976,551	20	6,918,258	31	7,699,630	36
							Total equity attributable to shareholders of the parent	12,437,971	64	15,445,813	70	16,046,303	74
							36xx <b>Non-controlling interests (Note VI(XVII))</b>	411,776	2	414,662	2	403,507	2
							3xxx <b>Total equity</b>	12,849,747	66	15,860,475	72	16,449,810	76
1xxx <b>Total assets</b>	<b>\$ 19,460,232</b>	<b>100</b>	<b>22,016,785</b>	<b>100</b>	<b>21,748,586</b>	<b>100</b>	2-3xxx <b>Total liabilities and equity</b>	<b>\$ 19,460,232</b>	<b>100</b>	<b>22,016,785</b>	<b>100</b>	<b>21,748,586</b>	<b>100</b>

(Please see accompanying notes to the Consolidated Financial Statements)

Chairman: Cheng, Ya-Jen

Managerial Officer: Cheng, Ya-Jen

Chief Accounting Officer: Sang, Hsi-Yun

**FSP Technology Inc. and Subsidiaries**  
**Consolidated Statements of Comprehensive Income**

**July 1 to September 30, 2025 and 2024 and January 1 to September 30, 2025 and 2024**

**Unit: NT\$ thousands**

	July to September, 2025		July to September, 2024		January to September, 2025		January to September, 2024	
	Amount	%	Amount	%	Amount	%	Amount	%
4000 <b>Operating revenue (Notes VI (XIX) and VII)</b>	\$ 3,494,301	100	3,123,487	100	10,214,866	100	8,728,084	100
5000 <b>Operating costs (Notes VI(VI), (VIII), (IX), (X), (XIII), (XIV), (XV), VII and XII)</b>	2,892,608	83	2,564,473	82	8,439,678	83	7,166,644	82
5920 Add: realized (unrealized) sales gains (losses)	(1,305)	-	1,314	-	169	-	-	-
5900 <b>Gross profit</b>	<u>600,388</u>	<u>17</u>	<u>560,328</u>	<u>18</u>	<u>1,775,357</u>	<u>17</u>	<u>1,561,440</u>	<u>18</u>
6000 <b>Operating expenses (Notes VI(IV), (VIII), (IX), (X), (XIII), (XV), (XX), VII and XII):</b>								
6100 Selling and marketing expenses	201,045	6	178,799	6	558,767	5	469,364	5
6200 General and administrative expenses	234,071	6	166,600	5	561,129	5	505,607	6
6300 Research and development expenses	169,259	5	160,784	5	490,124	5	473,238	6
6450 Expected credit loss	2,078	-	15,980	1	10,452	-	26,060	-
<b>Total operating expenses</b>	<u>606,453</u>	<u>17</u>	<u>522,163</u>	<u>17</u>	<u>1,620,472</u>	<u>15</u>	<u>1,474,269</u>	<u>17</u>
6900 <b>Net operating margin (loss)</b>	<u>(6,065)</u>	<u>-</u>	<u>38,165</u>	<u>1</u>	<u>154,885</u>	<u>2</u>	<u>87,171</u>	<u>1</u>
7000 <b>Non-operating income and expenses (Notes VI(II), (III), (VII), (VIII), (IX), (X), (XII), (XIII), (XXI), and VII):</b>								
7100 Interest income	11,121	-	12,852	1	39,384	-	47,374	-
7010 Other income	213,406	6	191,789	6	248,922	2	246,508	3
7020 Other gains and losses	69,327	2	(30,561)	(1)	(41,558)	-	100,056	1
7050 Finance costs	(4,333)	-	(1,661)	-	(12,304)	-	(7,244)	-
7060 Share of profits (losses) of associates and joint ventures under equity method	391	-	863	-	2,518	-	1,171	-
<b>Total non-operating income and expenses</b>	<u>289,912</u>	<u>8</u>	<u>173,282</u>	<u>6</u>	<u>236,962</u>	<u>2</u>	<u>387,865</u>	<u>4</u>
7900 <b>Income before income tax from continuing operations</b>	<u>283,847</u>	<u>8</u>	<u>211,447</u>	<u>7</u>	<u>391,847</u>	<u>4</u>	<u>475,036</u>	<u>5</u>
7950 <b>Less: Income tax expense (Note VI(XVI))</b>	<u>53,203</u>	<u>1</u>	<u>21,539</u>	<u>1</u>	<u>75,408</u>	<u>1</u>	<u>74,190</u>	<u>1</u>
8200 <b>Net income</b>	<u>230,644</u>	<u>7</u>	<u>189,908</u>	<u>6</u>	<u>316,439</u>	<u>3</u>	<u>400,846</u>	<u>4</u>
8300 <b>Other comprehensive income:</b>								
8310 <b>Items that will not be reclassified to profit or loss (Note VI(XVII))</b>								
8316 Unrealized gains (losses) on investments in equity instruments at fair value through other comprehensive income	(822,584)	(24)	(15,170)	(1)	(2,594,352)	(25)	1,923,102	22
8349 Less: Income tax related to components that will not be reclassified to profit or loss	-	-	-	-	-	-	-	-
<b>Total items that will not be reclassified to profit or loss</b>	<u>(822,584)</u>	<u>(24)</u>	<u>(15,170)</u>	<u>(1)</u>	<u>(2,594,352)</u>	<u>(25)</u>	<u>1,923,102</u>	<u>22</u>
8360 <b>Items that may be reclassified subsequently to profit or loss (Note VI(VII) and (XVII))</b>								
8361 Exchange differences on translation of financial statements of foreign operations	83,016	2	21,818	1	(149,563)	(2)	76,867	1
8370 Share of other comprehensive income (losses) of associates and joint ventures under equity method	1,603	-	(1,398)	-	(3,444)	-	841	-
8399 Less: Income tax related to items that may be reclassified subsequently	-	-	-	-	-	-	-	-
<b>Total items that may be reclassified subsequently to profit or loss</b>	<u>84,619</u>	<u>2</u>	<u>20,420</u>	<u>1</u>	<u>(153,007)</u>	<u>(2)</u>	<u>77,708</u>	<u>1</u>
8300 <b>Other current comprehensive income</b>	<u>(737,965)</u>	<u>(22)</u>	<u>5,250</u>	<u>-</u>	<u>(2,747,359)</u>	<u>(27)</u>	<u>2,000,810</u>	<u>23</u>
8500 <b>Total comprehensive income</b>	<u>\$ (507,321)</u>	<u>(15)</u>	<u>195,158</u>	<u>6</u>	<u>(2,430,920)</u>	<u>(24)</u>	<u>2,401,656</u>	<u>27</u>
<b>Current net income attributable to:</b>								
8610 Shareholders of the parent	\$ 220,846	7	178,878	6	295,911	3	375,647	4
8620 Non-controlling Interests	9,798	-	11,030	-	20,528	-	25,199	-
	<u>\$ 230,644</u>	<u>7</u>	<u>189,908</u>	<u>6</u>	<u>316,439</u>	<u>3</u>	<u>400,846</u>	<u>4</u>
<b>Total comprehensive income (losses) attributable to:</b>								
8710 Shareholders of the parent	\$ (519,051)	(15)	185,989	6	(2,446,625)	(24)	2,374,887	27
8720 Non-controlling Interests	11,730	-	9,169	-	15,705	-	26,769	-
	<u>\$ (507,321)</u>	<u>(15)</u>	<u>195,158</u>	<u>6</u>	<u>(2,430,920)</u>	<u>(24)</u>	<u>2,401,656</u>	<u>27</u>
<b>Earnings per share (unit: NT\$) (Note VI(XVIII))</b>								
9750 Basic earnings per share	<u>\$ 1.18</u>		<u>0.96</u>		<u>1.58</u>		<u>2.01</u>	
9850 Diluted earnings per share	<u>\$ 1.18</u>		<u>0.95</u>		<u>1.58</u>		<u>2.00</u>	

(Please see accompanying notes to the Consolidated Financial Statements)

Chairman: Cheng, Ya-Jen

Managerial Officer: Cheng, Ya-Jen

Chief Accounting Officer: Sang, Hsi-Yun

**FSP Technology Inc. and Subsidiaries**  
**Consolidated Statements of Changes in Equity**  
**January 1 to September 30, 2025 and 2024**

Unit: NT\$ thousands

	Equity Attributable to Owners of the Parent					Other Equity Items		Total equity attributable to shareholders of the parent	Non-controlling Interests	Total equity	
	Capital stock - common shares	Capital surplus	Retained Earnings			Exchange differences on translation of financial statements of foreign operations	Unrealized gains (losses) on financial assets at fair value through other comprehensive income				
			Legal reserve	Unappropriated earnings	Total						Total
<b>Balance as of January 1, 2024</b>	\$ 1,872,620	861,207	1,301,707	4,126,229	5,427,936	(126,335)	6,232,008	6,105,673	14,267,436	401,788	14,669,224
Appropriation and distribution of earnings:											
Legal reserve	-	-	109,506	(109,506)	-	-	-	-	-	-	-
Cash dividends of common stock	-	-	-	(599,238)	(599,238)	-	-	-	(599,238)	-	(599,238)
Changes in other capital surplus:											
Changes in other capital surplus	-	3,218	-	-	-	-	-	-	3,218	302	3,520
Net income	-	-	-	375,647	375,647	-	-	-	375,647	25,199	400,846
Other current comprehensive income	-	-	-	-	-	75,811	1,923,429	1,999,240	1,999,240	1,570	2,000,810
Total comprehensive income	-	-	-	375,647	375,647	75,811	1,923,429	1,999,240	2,374,887	26,769	2,401,656
Disposal of equity instruments at fair value through other comprehensive income	-	-	-	405,283	405,283	-	(405,283)	(405,283)	-	-	-
Distribution of cash dividends for non-controlling interests	-	-	-	-	-	-	-	-	-	(25,352)	(25,352)
<b>Balance as of September 30, 2024</b>	<b>\$ 1,872,620</b>	<b>864,425</b>	<b>1,411,213</b>	<b>4,198,415</b>	<b>5,609,628</b>	<b>(50,524)</b>	<b>7,750,154</b>	<b>7,699,630</b>	<b>16,046,303</b>	<b>403,507</b>	<b>16,449,810</b>
<b>Balance as of January 1, 2025</b>	\$ 1,872,620	861,396	1,411,213	4,382,326	5,793,539	(47,247)	6,965,505	6,918,258	15,445,813	414,662	15,860,475
Appropriation and distribution of earnings:											
Legal reserve	-	-	96,484	(96,484)	-	-	-	-	-	-	-
Cash dividends of common stock	-	-	-	(561,786)	(561,786)	-	-	-	(561,786)	-	(561,786)
Net income	-	-	-	295,911	295,911	-	-	-	295,911	20,528	316,439
Other current comprehensive income	-	-	-	-	-	(148,184)	(2,594,352)	(2,742,536)	(2,742,536)	(4,823)	(2,747,359)
Total comprehensive income	-	-	-	295,911	295,911	(148,184)	(2,594,352)	(2,742,536)	(2,446,625)	15,705	(2,430,920)
Proceeds received from the disposal of employee stock ownership trust shares	-	569	-	-	-	-	-	-	569	-	569
Disposal of equity instruments at fair value through other comprehensive income	-	-	-	199,171	199,171	-	(199,171)	(199,171)	-	-	-
Distribution of cash dividends for non-controlling interests	-	-	-	-	-	-	-	-	-	(18,591)	(18,591)
<b>Balance as of September 30, 2025</b>	<b>\$ 1,872,620</b>	<b>861,965</b>	<b>1,507,697</b>	<b>4,219,138</b>	<b>5,726,835</b>	<b>(195,431)</b>	<b>4,171,982</b>	<b>3,976,551</b>	<b>12,437,971</b>	<b>411,776</b>	<b>12,849,747</b>

(Please see accompanying notes to the Consolidated Financial Statements)

Chairman: Cheng, Ya-Jen

Managerial Officer: Cheng, Ya-Jen

Chief Accounting Officer: Sang, Hsi-Yun

**FSP Technology Inc. and Subsidiaries**  
**Consolidated Statements of Cash Flows**  
**January 1 to September 30, 2025 and 2024**

**Unit: NT\$ thousands**

	<u>January to September, 2025</u>	<u>January to September, 2024</u>
<b>Cash flows from operating activities:</b>		
Income before income tax	\$ 391,847	475,036
<b>Adjustments for:</b>		
Adjustments to reconcile profit or loss		
Depreciation expenses	307,404	299,852
Amortization expenses	11,663	4,198
Expected credit loss	10,452	26,060
Net income from financial assets measured at fair value through profit or loss	-	(6,541)
Interest expenses	12,304	7,244
Interest income	(39,384)	(47,374)
Dividend income	(216,221)	(174,086)
Share of profits (losses) of associates and joint ventures under equity method	(2,518)	(1,171)
Loss (gain) on disposal and scrap of property, plant and equipment	394	(6,047)
Loss on disposal of intangible assets	192	36
Unrealized (realized) profit on sales	(169)	(446)
Gains on lease modifications	-	(1,215)
Total adjustments for profit or loss	<u>84,117</u>	<u>100,510</u>
Changes in operating assets and liabilities:		
Changes in operating assets:		
Financial assets at fair value through profit or loss	50,138	(299,650)
Notes receivable	100,549	15,286
Accounts receivable	(853,032)	(344,089)
Accounts receivable - related parties	(66,986)	(164,044)
Other receivables	(11,420)	34,074
Inventories	(104,829)	580,588
Prepayments	(37,922)	(36,680)
Other current assets	14,763	4,038
Other non-current assets	308	3,256
Total changes in operating assets	<u>(908,431)</u>	<u>(207,221)</u>
Changes in operating liabilities:		
Notes payable	(4,062)	11,665
Accounts payable	614,382	(48,512)
Accounts payable - related parties	(160)	(12,799)
Other payables	(28,739)	(115,056)
Provisions for liabilities	(38,197)	3,287
Other current liabilities	16,679	(28,723)
Total changes in operating liabilities	<u>559,903</u>	<u>(190,138)</u>
Total changes in operating assets and liabilities	<u>(348,528)</u>	<u>(397,359)</u>
Total adjustments	<u>(264,411)</u>	<u>(296,849)</u>
Cash flows generated by operating activities	127,436	178,187
Interest received	40,972	49,438
Interest paid	(12,304)	(7,246)
Income tax paid	(73,963)	(149,912)
<b>Net cash flows generated from operating activities</b>	<u>82,141</u>	<u>70,467</u>
<b>Cash flows from investing activities:</b>		
Acquisition of financial assets at fair value through other comprehensive income	(117,746)	(110,858)
Disposal of financial assets at fair value through other comprehensive income	286,965	463,674
Acquisition of property, plant, and equipment	(164,945)	(346,181)
Disposal of property, plant, and equipment	-	8,915
Acquisition of restricted time deposits	-	(31,650)
Disposal of restricted time deposits	32,000	-
Acquisition of intangible assets	(13,289)	(5,308)
Decrease (increase) in refundable deposits	1,276	(1,879)
Increase in prepayments for equipment	(29,190)	(16,950)
Dividends received	216,543	174,086
<b>Net cash flows from investing activities</b>	<u>211,614</u>	<u>133,849</u>
<b>Cash flows from financing activities:</b>		
Proceeds from short-term borrowings	1,066,700	4,518
Decrease in short-term loans	(1,061,486)	-
Repayments of long-term loans	(46,165)	(56,646)
Increase (decrease) in guarantee deposits received	128	(11)
Repayment of the principal of lease liabilities	(143,907)	(152,605)
Cash dividends paid	(561,786)	(599,238)
Cash dividends paid to non-controlling interests	(18,591)	(25,352)
Proceeds received from the disposal of employee stock ownership trust shares	569	-
<b>Net cash flows used in financing activities</b>	<u>(764,538)</u>	<u>(829,334)</u>
Effects of exchange rate changes on the balance of cash held in foreign currencies	(125,947)	52,723
<b>Net decrease in cash and cash equivalents</b>	<u>(596,730)</u>	<u>(572,295)</u>
<b>Cash and cash equivalents at the beginning of the period</b>	<u>3,879,851</u>	<u>4,225,848</u>
<b>Cash and cash equivalents at the end of the period</b>	<u>\$ 3,283,121</u>	<u>3,653,553</u>

(Please see accompanying notes to the Consolidated Financial Statements)

Chairman: Cheng, Ya-Jen

Managerial Officer: Cheng, Ya-Jen

Chief Accounting Officer: Sang, Hsi-Yun

**FSP Technology Inc. and Subsidiaries**  
**Notes to Consolidated Financial Statements**  
**For the Nine Months Ended September 30, 2025 and 2024**  
**(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)**

**I. Company History**

FSP Technology Inc. (the "Company") was incorporated on April 15, 1993, and registered under the Ministry of Economic Affairs, R.O.C. The Company is listed on the Taiwan Stock Exchange since October 16, 2002. The Company and its subsidiaries (the "Group") are primarily engaged in the manufacturing, processing and trading of power supplies and various electronic components.

**II. Date of Authorization for Issuance of the Parent Company Only Financial Statements and Procedures for Authorization**

These consolidated financial statements were authorized for issue by the Board of Directors on November 5, 2025.

**III. Application of New and Amended Standards and Interpretations**

(I) Impact of adopting newly issued and amended standards and interpretations approved by the Financial Supervisory Commission (hereinafter referred to as the "FSC")

The Group has adopted the International Financial Reporting Standards (IFRS) accounting standards, which have been approved by the Financial Supervisory Commission (referred to as the FSC), along with their revised guidelines and interpretations. These revisions have been in effect since January 1, 2025, and have not had a significant impact on the consolidated financial statements.

- IAS 21 "Lack of Exchangeability"
- Amendments to IFRS 9 and IFRS 7 – "Amendments to the Classification and Measurement of Financial Instruments" pertaining to the application guidance in Section 4.1 of IFRS 9 and the related disclosure requirements under IFRS 7.

(II) Impact of IFRS endorsed by the FSC but not yet adopted by the Company

The Group assesses that the adoption of the following new amendments effective from January 1, 2026 will not have a significant impact on the Consolidated Financial Statements.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

- 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” pertaining to the application guidance in Section 3.1 and 3.3 of IFRS 9 and the related disclosure requirements under IFRS 7.
  - Annual improvements to IFRS Accounting Standards
  - Amendments to IFRS 9 and IFRS 7 on "Contracts Referencing Nature-dependent Electricity"
- (III) IFRSs issued by the International Accounting Standards Board ("IASB") but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the IASB, but not yet endorsed by the FSC:

<b>New or Amended Standards</b>	<b>Content of Amendment</b>	<b>Effective Date per International Accounting Standards Board</b>
IFRS 18 "Presentation and Disclosure of Financial Statements"	<p>The new guidelines introduce three categories of income and expenses, two subtotals on the income statement, and a single footnote regarding management performance measurement. These three amendments and enhancements to the guidance on segmenting information in financial statements lay the foundation for providing users with improved and consistent information, and will have an impact on all companies.</p> <ul style="list-style-type: none"> <li>• A more structured income statement: The Company currently uses various formats to express its financial performance, which makes it challenging for investors to compare the financial performance of different companies. The new guidelines have implemented a more structured income statement. They have introduced a new subtotal called 'operating profit' and require that all revenues and expenses be classified into three new categories based on the Company's main business activities.</li> <li>• Management Performance Measurement (MPMs): The new criteria introduce the concept of management performance measurement. Companies are now required to provide an explanation, in a single footnote in the financial statements, regarding the usefulness of each measurement indicator, its calculation</li> </ul>	<p>January 1, 2027</p> <p>Note: On September 25, 2025, the Financial Supervisory Commission (FSC) announced in a press release that Taiwan will adopt IFRS 18 starting from fiscal year 2028. If a company intends to apply the standard earlier, it may do so upon obtaining FSC approval.</p>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

<u>New or Amended Standards</u>	<u>Content of Amendment</u>	<u>Effective Date per International Accounting Standards Board</u>
	<p>method, and how it is adjusted for amounts recognized in accordance with international financial reporting standards accounting principles.</p> <ul style="list-style-type: none"> <li>• More detailed information: The new guidelines provide instructions on how companies can improve the organization of information in financial statements. This guidance includes determining whether the information should be included in the primary financial statements or further disaggregated in the notes.</li> </ul>	

The Group is evaluating the impact of the initial adoption of the above-mentioned standards or interpretations on its financial position and operating performance. The results will be disclosed when the Group completes the evaluation.

The Group expects that the following new and amended standards, which have not been endorsed by the FSC, will not have a significant impact on the Consolidated Financial Statements.

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

**IV. Summary of Significant Accounting Policies**

Except for the following descriptions, the consolidated financial statements adopt the same significant accounting policies as the ones used in the consolidated financial statements for the year ended December 31, 2024. Please refer to Note IV of the consolidated financial statements for the year ended December 31, 2024 for details.

(I) Compliance declaration

These consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereafter referred to as the "Preparation Regulations") and IFRS 34 "Interim Financial Reporting" endorsed and issued into effect by the FSC. The consolidated financial statements do not include all the necessary information that shall be disclosed in annual consolidated financial statements prepared in accordance with IFRS, IAS, IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the FSC (hereafter referred to as the IFRSs endorsed by the FSC).

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

### (II) Basis of consolidation

The consolidated financial statements adopt the preparation principles as the ones used in the consolidated financial statements for the year ended December 31, 2024. Please refer to Note IV(III) of the consolidated financial statements for the year ended December 31, 2024 for details.

#### 1. Subsidiaries included in the Consolidated Financial Statements

Subsidiaries included in the Consolidated Financial Statements are as follows:

Name of Investor	Name of Subsidiary	Main Business Activities	Percentage of Ownership			Description
			2025.9.30	2024.12.31	2024.9.30	
The Company	FSP International Inc. (BVI)	Investment holdings	100.00%	100.00%	100.00%	Note 4
"	FSP Group Inc.	Engaged in safety certification	100.00%	100.00%	100.00%	Note 3
"	Amacrox Technology Co., Ltd. (BVI)	Investment holdings	100.00%	100.00%	100.00%	Note 3
"	3Y Power Technology (TAIWAN) Inc. ("3Y Power")	Trading and manufacturing of power supplies and related electronic products	65.87%	65.87%	65.87%	Note 3
"	Harmony Trading (HK) Ltd.	Trading of power supplies and related electronic products	100.00%	100.00%	100.00%	Note 3
"	FSP Technology USA Inc.	Business development and product technical service	100.00%	100.00%	100.00%	Note 3
"	FSP Turkey Dis Tic.Ltd.Sti.	Business development and product technical service	91.41%	91.41%	91.41%	Note 3
"	FSP Technology Vietnam Co., Ltd. ("FSP VN")	Manufacturing of power supplies and related electronic products	100.00%	100.00%	100.00%	Note 1 and Note 3
FSP International Inc. (BVI)	Shenzhen Huili Electronic Co., Ltd. ("Huili")	Manufacturing of power supplies and related electronic products	100.00%	100.00%	100.00%	Note 4
"	FSP Technology Inc. (BVI)	Investment holdings	100.00%	100.00%	100.00%	Note 3
"	Proteck Electronics (Samoa) Corp.	Investment holdings	100.00%	100.00%	100.00%	Note 3
"	Power Electronics Co., Ltd. (BVI)	Investment holdings	100.00%	100.00%	100.00%	

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

Name of Investor	Name of Subsidiary	Main Business Activities	Percentage of Ownership			Description
			2025.9.30	2024.12.31	2024.9.30	
"	Famous Holding Ltd.	Investment holdings	100.00%	100.00%	100.00%	
"	FSP International (HK) Ltd.	Investment holdings	100.00%	100.00%	100.00%	Note 3
FSP Technology Inc. (BVI)	FSP-C R&D Center (hereinafter referred to as FSP Jiangsu)	Research & development and design of various energy saving technology	100.00%	100.00%	100.00%	Note 3
Protek Electronics (Samoa) Corp.	Protek Electronics (China) Corp. (hereinafter referred to as Protek Dongguan)	Manufacturing of power supplies and related electronic products	100.00%	100.00%	100.00%	Note 3
Power Electronics Co., Ltd. (BVI)	Zhonghan Electronics (Shenzhen) Co., Ltd. (hereinafter referred to as Zhonghan)	Manufacturing of power supplies and related electronic products	100.00%	100.00%	100.00%	
Famous Holding Ltd.	WUXI SPI Technology Co., Ltd. (hereinafter referred to as WUXI SPI)	Manufacturing of power supplies and related electronic products	100.00%	100.00%	100.00%	
"	WUXI Zhonghan Technology Co., Ltd. Technology Co., Ltd. ("WUXI Zhonghan")	Trading and manufacturing of power supplies and related electronic products	100.00%	100.00%	100.00%	
FSP International (HK) Ltd.	Hao Han Electronic Technology (Jian) Co., Ltd. (hereinafter referred to as Hao Han)	Trading and manufacturing of electronic components	100.00%	100.00%	100.00%	Note 3
WUXI Zhonghan	Shenzhen Zhonghan Technology Co., Ltd. (hereinafter referred to as Zhonghan Tech.)	Trading and manufacturing of power supplies and related electronic products	100.00%	100.00%	100.00%	
Amacrox Technology Co., Ltd. (BVI)	Amacrox GmbH	Trading of power supplies and related electronic products	100.00%	100.00%	100.00%	Note 3

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

Name of Investor	Name of Subsidiary	Main Business Activities	Percentage of Ownership			Description
			2025.9.30	2024.12.31	2024.9.30	
3Y Power	3Y Power Technology Inc. (“3Y Power”)	Trading of power supplies and related electronic products	100.00%	100.00%	100.00%	Note 3
"	Luckyield Co., Ltd.	Investment holdings	100.00%	100.00%	100.00%	Note 3
Luckyield Co., Ltd.	WUXI 3Y Technology Co., Ltd. (hereinafter referred to as WUXI 3Y)	Design, manufacturing and trading of power supplies	100.00%	100.00%	100.00%	Note 2 and Note 3

Note 1: The Company established FSP VN for NT\$30,500 thousand (US\$1,000 thousand) on June 19, 2023 and it became a subsidiary of the Company since then. The Company received approval from the Board of Directors on March 14, 2024 to increase the capital of our subsidiary, FSP VN, by US\$4,000 thousand. As of September 30, 2025, a total of US\$4,000 thousand of capital increase had been contributed to FSP Technology Vietnam Co., Ltd.

Note 2: Held by the Company through Luckyield Co., Ltd. The Company invested in WUXI 3Y through Luckyield Co., Ltd., and the comprehensive shareholding percentage as of September 30, 2025, December 31, 2024 and September 30, 2024 were all 65.87%.

Note 3: It was a non-significant subsidiary, and its financial statements were not reviewed by the independent auditors.

Note 4: On February 1, 2024, the Company received approval from the Investment Commission to increase the capital of our subsidiary, FSP International Inc. (BVI), by US\$10,000 thousand. Subsequently, FSP International Inc. (BVI) increased the capital of Shenzhen Huili Electronic Co., Ltd. in mainland China by US\$10,000 thousand. As of September 30, 2025, a total of US\$8,000 thousand has been remitted through FSP International Inc. (BVI) for the capital increase of Shenzhen Huili Electronic Co., Ltd. in mainland China.

2. Subsidiaries which are not included in the Consolidated Financial Statements:  
None.

### (III) Employee benefits

The pension cost under defined benefit plan for the interim period is calculated based on actuarial pension cost rate of the preceding ending date of the fiscal year from the start to the end of the year, and adjusted for material market fluctuations, material project modifications, settlements or other material one-time matters for the period.

### (IV) Income tax

The Group measured and disclosed the income tax expenses of the interim period pursuant to Paragraph B12, IAS 34 “Interim Financial Reporting.”

Income tax expenses were accrued by applying management's best estimate of tax rate applicable based on expected total annual earnings to the pre-tax income of the interim period and fully recognized as income tax expense of the current period.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

Income tax expenses recognized directly in equity or other comprehensive income were measured using the applicable tax rates at the time of expected realization or settlement of the temporary differences between the carrying amount of related assets and liabilities for financial reporting purposes and their tax bases.

**V. Primary Sources of Uncertainties in Material Accounting Judgments, Estimates, and Assumptions**

When preparing the consolidated financial statements according to Preparation Regulations and IAS 34 "Interim Financial Reporting" endorsed by the FSC, the management must make judgments (including climate-related risks and opportunities) and estimates regarding the future which may influence the adoption of accounting policies, and the reporting amount of assets, liabilities, incomes, and expenses. Actual results may differ from the estimates.

When preparing the consolidated financial statements, significant accounting judgments, estimates and key sources of uncertainty made by the management for the adoption of the Group's accounting policies are consistent with Note V of the consolidated financial statements for the year ended December 31, 2024.

**VI. Details of Significant Accounts**

Except for the following descriptions, the details of significant accounts in the consolidated financial statements are not materially different from the consolidated financial statements for the year ended December 31, 2024. Please refer to Note VI of the consolidated financial statements for the year ended December 31, 2024 for relevant information.

(I) Cash and cash equivalents

	<b>2025.9.30</b>	<b>2024.12.31</b>	<b>2024.9.30</b>
Cash on hand	\$ 7,869	7,405	8,216
Cash equivalents			
Repurchase agreements	13,398	14,425	13,926
Deposits in saving accounts and checking accounts	1,669,498	2,469,138	1,989,014
Time deposits	1,592,356	1,388,883	1,642,397
	<b>\$ 3,283,121</b>	<b>3,879,851</b>	<b>3,653,553</b>

Please refer to Note VI (XXII) for the disclosure of interest rate risk and sensitivity analysis of the Group's financial assets.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

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

	<b>2025.9.30</b>	<b>2024.12.31</b>	<b>2024.9.30</b>
Financial assets mandatorily measured at fair value through profit or loss - current:			
Non-derivative financial assets			
Beneficiary certificates	\$ 309,690	355,779	354,795
Private equity funds	185,431	121,250	115,682
Foreign unlisted stocks	60,287	72,248	72,248
Structured deposits	363,035	434,380	416,165
Subtotal	918,443	983,657	958,890
Financial assets mandatorily measured at fair value through profit or loss - non-current:			
Non-derivative financial assets			
Preferred shares of foreign listed companies	18,046	-	-
Structured products	43,317	46,287	46,129
Subtotal	61,363	46,287	46,129
Total	<b>\$ 979,806</b>	<b>1,029,944</b>	<b>1,005,019</b>

As of September 30, 2025, December 31, 2024, and September 30, 2024, the Group held structured deposits and expected yields ranged from 0.70% to 1.95%, 0.85% to 2.20%, and 1.05% to 2.45% with maturity from October to December 2025, March 2024 to April 2025, and December 2024, respectively.

The Group recognized dividend income of NT\$3,188 thousand and NT\$1,831 thousand for the aforementioned financial assets at fair value through profit or loss from January 1 to September 30, 2025 and 2024, respectively.

Please refer to Note VI (XXI) for the amount recognized in profit or loss remeasured at fair value.

Please refer to Note VI (XXII) for the information on market risk.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(III) Financial assets at fair value through other comprehensive income

	<b>2025.9.30</b>	<b>2024.12.31</b>	<b>2024.9.30</b>
Equity instruments at fair value through other comprehensive income			
Domestic listed (OTC) stocks	\$ 4,800,770	7,582,980	8,377,665
Foreign listed stocks	17,116	9,028	9,729
Foreign unlisted stocks	55,302	55,302	26,493
Domestic unlisted stocks	266,458	259,399	174,399
<b>Total</b>	<b>\$ 5,139,646</b>	<b>7,906,709</b>	<b>8,588,286</b>

1. Investments in equity instruments at fair value through other comprehensive income

The Group holds these investments in equity instruments as long-term strategic investments and are not held for trading purposes, so these investments have been designated to be measured at fair value through other comprehensive income.

The Group recognized dividend income of NT\$213,033 thousand and NT\$172,255 thousand for the aforementioned investments in equity instruments at fair value through other comprehensive income from January 1 to September 30, 2025 and 2024, respectively.

In order to meet the needs of funding plan, the Group divested the financial assets designated at fair value through other comprehensive income from January 1, 2025 to September 30, 2025 and the fair value at the time of disposal totaled NT\$290,456 thousand and with disposal gains totaled NT\$199,171 thousand. As of September 30, 2025, the outstanding proceeds from disposal amounted to NT\$4,430 thousand, which was recognized under other receivables. In order to meet the needs of funding plan, the Group divested the financial assets designated at fair value through other comprehensive income from January 1, 2024 to September 30, 2024 and the fair value at the time of disposal was NT\$463,411 thousand, with disposal gains at NT\$405,283. As of September 30, 2024, the outstanding disposal price was NT\$8,179 thousand, which was recorded as other receivables.

2. Please refer to Note VI (XXII) for the information on market risk.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(IV) Notes receivable and accounts receivable

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Notes receivable	\$ 134,676	235,225	111,487
Accounts receivable	3,405,537	2,553,215	2,662,652
Accounts receivable - related parties	689,064	622,078	705,252
Less: Loss allowances	(30,272)	(20,530)	(13,445)
	<u><b>\$ 4,199,005</b></u>	<u><b>3,389,988</b></u>	<u><b>3,465,946</b></u>

Group's notes receivable and accounts receivable were not discounted or provided as collaterals.

The Group applies the simplified approach to estimate expected credit loss for all notes receivable and accounts receivable, i.e. the use of lifetime expected credit loss for all receivables. For the measurement purpose, notes receivable and accounts receivable are grouped according to common credit risk characteristics that represent the customer's ability to pay all amounts due under the terms of the contract. Forward-looking information, including macroeconomy and related industry information, is taken into consideration as well.

Analysis of expected credit loss on notes receivable and accounts receivable of the Group's operating entity in Taiwan was as follows:

	<u>2025.9.30</u>		
	<u>Carrying amount of notes receivable and accounts receivable</u>	<u>Weighted-average expected credit loss rate (%)</u>	<u>Allowance for expected credit loss</u>
Not past due	\$ 3,286,312	0.14	4,515
Past due within 30 days	78,887	2.02	1,596
Past due 31~60 days	7,514	8.14	612
Past due 61~90 days	11,094	15.14	1,680
Past due 91~120 days	4,573	30.29	1,385
Past due over 121 days	6,057	100	6,057
	<u><b>\$ 3,394,437</b></u>		<u><b>15,845</b></u>

The carrying amount of the above notes and accounts receivable did not include the account receivable due from a specific customer, amounting to NT\$8,127 thousand. Due to poor recovery of the account receivable due from this customer, the Group has specifically recorded an allowance for loss of NT\$1,625 thousand for this uncollected payment, and therefore the amount was excluded from the above calculation of allowance for expected credit loss.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

	<b>2024.12.31</b>		
	<b>Carrying amount of notes receivable and accounts receivable</b>	<b>Weighted- average expected credit loss rate (%)</b>	<b>Allowance for expected credit loss</b>
Not past due	\$ 2,441,936	0.09	2,128
Past due within 30 days	42,814	5.74	2,459
Past due 31~60 days	6,879	18.10	1,245
Past due 61~90 days	5,837	34.65	2,023
Past due 121~180 days	1,620	100.00	1,620
Past due 181~365 days	2,235	100.00	2,235
Past due over a year above	750	100.00	750
	<b>\$ 2,502,071</b>		<b>12,460</b>

The carrying amount of the above notes and accounts receivable did not include the account receivable due from a specific customer, amounting to NT\$13,108 thousand. Due to poor recovery of the account receivable due from this customer, the Group has specifically recorded an allowance for loss of NT\$2,622 thousand for this uncollected payment, net of insurance claims, and therefore the amount was excluded from the above calculation of allowance for expected credit loss.

	<b>2024.9.30</b>		
	<b>Carrying amount of notes receivable and accounts receivable</b>	<b>Weighted- average expected credit loss rate (%)</b>	<b>Allowance for expected credit loss</b>
Not past due	\$ 2,593,821	0.23	6,066
Past due within 30 days	38,530	6.03	2,324
Past due 31~60 days	3,100	18.55	575
Past due 61~90 days	1,835	35.14	645
Past due 91~120 days	208	44.64	92
Past due over 121 days	3,350	100.00	3,350
	<b>\$ 2,640,844</b>		<b>13,052</b>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

The analysis of the expected credit loss on notes receivable and accounts receivable for the Group's operating entities in Mainland China is provided below:

	<b>2025.9.30</b>		
	<b>Carrying amount of notes receivable and accounts receivable</b>	<b>Weighted- average expected credit loss rate (%)</b>	<b>Allowance for expected credit loss</b>
Not past due	\$ 601,014	0.06	348
Past due within 30 days	35,437	0.06	21
Past due 31~60 days	2,258	0.06	1
Past due 61~90 days	261	0.06	-
Past due 91~120 days	3	0.06	-
Past due over a year above	1,243	0.06	1
	<b>\$ 640,216</b>		<b>371</b>
	<b>2024.12.31</b>		
	<b>Carrying amount of notes receivable and accounts receivable</b>	<b>Weighted- average expected credit loss rate (%)</b>	<b>Allowance for expected credit loss</b>
Not past due	\$ 708,265	0.05	365
Past due within 30 days	20,404	0.05	11
Past due 31~60 days	17,247	0.05	9
Past due 61~90 days	2,198	0.05	1
Past due 91~120 days	1,458	0.05	1
Past due 121~180 days	1,080	0.05	1
Past due 181~360 days	482	0.05	-
Past due over a year above	1,304	0.05	1
	<b>\$ 752,438</b>		<b>389</b>
	<b>2024.9.30</b>		
	<b>Carrying amount of notes receivable and accounts receivable</b>	<b>Weighted- average expected credit loss rate (%)</b>	<b>Allowance for expected credit loss</b>
Not past due	\$ 671,487	0.06	382
Past due within 30 days	12,463	0.06	7
Past due 31~60 days	348	0.06	-
Past due 61~90 days	1,960	0.06	1
Past due 91~120 days	3,286	0.06	2
Past due over a year above	1,317	0.06	1
	<b>\$ 690,861</b>		<b>393</b>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

The analysis of the expected credit loss on notes receivable and accounts receivable for other operating entities of the Group is provided below:

	<b>2025.9.30</b>		
	<b>Carrying amount of notes receivable and accounts receivable</b>	<b>Weighted- average expected credit loss rate (%)</b>	<b>Allowance for expected credit loss</b>
Not past due	\$ 165,558	-	-
Past due within 30 days	3,822	-	-
Past due 31~60 days	4,686	-	-
Past due 181~365 days	12,431	100	12,431
	<b>\$ 186,497</b>		<b>12,431</b>
	<b>2024.12.31</b>		
	<b>Carrying amount of notes receivable and accounts receivable</b>	<b>Weighted- average expected credit loss rate (%)</b>	<b>Allowance for expected credit loss</b>
Not past due	\$ 93,209	-	-
Past due within 30 days	32,608	-	-
Past due 31~60 days	3,698	0.14	5
Past due 181~365 days	13,386	37.76	5,054
	<b>\$ 142,901</b>		<b>5,059</b>
	<b>2024.9.30</b>		
	<b>Carrying amount of notes receivable and accounts receivable</b>	<b>Weighted- average expected credit loss rate (%)</b>	<b>Allowance for expected credit loss</b>
Not past due	\$ 107,941	-	-
Past due within 30 days	16,721	-	-
Past due 31~60 days	8,519	-	-
Past due over 121 days	14,505	-	-
	<b>\$ 147,686</b>		<b>-</b>

Changes in the allowance for notes receivable and accounts receivable were as follows:

	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Beginning balance	\$ 20,530	14,448
Impairment losses recognized	10,452	26,060
Write-off	(133)	(27,645)
Effect of foreign exchange rate changes	(577)	582
Ending balance	<b>\$ 30,272</b>	<b>13,445</b>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(V) Other receivables

	<b>2025.9.30</b>	<b>2024.12.31</b>	<b>2024.9.30</b>
Other receivables	\$ 491,917	481,057	422,794
Less: Loss allowances	(27,857)	(29,998)	(28,960)
	<b>\$ 464,060</b>	<b>451,059</b>	<b>393,834</b>

Changes in loss allowance for other receivables:

	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Beginning balance	\$ 29,998	28,605
Effect of foreign exchange rate changes	(2,141)	355
Ending balance	<b>\$ 27,857</b>	<b>28,960</b>

(VI) Inventories

	<b>2025.9.30</b>	<b>2024.12.31</b>	<b>2024.9.30</b>
Finished goods	\$ 1,283,557	1,197,721	1,066,686
Work in process	460,414	481,919	434,304
Raw materials	532,864	492,366	462,204
	<b>\$ 2,276,835</b>	<b>2,172,006</b>	<b>1,963,194</b>

Breakdown of cost of goods sold:

	<b>July to September, 2025</b>	<b>July to September, 2024</b>	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Inventories sold	\$ 2,852,890	2,524,639	8,337,295	7,039,252
Inventory valuation loss (reversal gain)	(2,334)	13,691	(1,819)	54,556
Unallocated manufacturing expense	41,866	25,571	100,330	69,016
Loss on inventory obsolescence	186	572	3,872	3,820
	<b>\$ 2,892,608</b>	<b>2,564,473</b>	<b>8,439,678</b>	<b>7,166,644</b>

As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group did not pledge any inventories as collateral.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(VII) Investments Recognized Through the Equity Method

A summary of the Group's investments accounted for using the equity method at the reporting date is provided below:

	<b>2025.9.30</b>	<b>2024.12.31</b>	<b>2024.9.30</b>
Associate	<b><u>\$ 38,221</u></b>	<b><u>38,978</u></b>	<b><u>42,944</u></b>

1. Associate

Aggregated financial information on associates that were accounted for using the equity method and were not individually material to the Group is summarized below. This financial information was included in the amount of the Consolidated Financial Statements:

	<b>2025.9.30</b>	<b>2024.12.31</b>	<b>2024.9.30</b>
The carrying amount of investments in associates that were not individually material to the Company at the end of the period	<b><u>\$ 38,221</u></b>	<b><u>38,978</u></b>	<b><u>42,944</u></b>

	<b>July to September, 2025</b>	<b>July to September, 2024</b>	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Attributable to the Group:				
Income from continuing operations	\$ 391	863	2,518	1,171
Other comprehensive Income	<u>1,603</u>	<u>(1,398)</u>	<u>(3,444)</u>	<u>841</u>
Total comprehensive income	<b><u>\$ 1,994</u></b>	<b><u>(535)</u></b>	<b><u>(926)</u></b>	<b><u>2,012</u></b>

2. Collateral

As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group did not pledge any investments accounted for under the equity method as collateral.

3. Unreviewed investments recognized through the equity method

The shares of profit or loss and other comprehensive income entitled by the Group and investments recognized through the equity method are calculated on the basis

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

of the financial statements which has not been reviewed by the independent auditors.

### (VIII) Property, Plant, and Equipment

The changes in costs, depreciation and impairment loss of property, plant and equipment from January 1 to September 30, 2025 and 2024 were as follows:

	Land	Housing and Construction	Buildings and Building Improvements	Machinery	Transportation Equipment	Other Equipment	Leasehold Improvements	Construction in Progress and Equipment Pending Inspection	Total
Cost or deemed cost:									
Balance as of January 1, 2025	\$ 307,879	1,255,665	28,794	1,439,745	25,469	534,449	96,975	207,531	3,896,507
Addition	-	19,667	-	88,623	391	23,189	3,160	45,118	180,148
Disposal and obsolescence	-	-	-	(34,617)	-	(4,923)	-	-	(39,540)
Reclassification (Note)	-	159,207	-	28,481	-	614	1,127	(159,875)	29,554
Effect of exchange rate changes	-	(21,348)	(1,152)	(53,860)	(1,270)	(6,533)	(6,268)	1,189	(89,242)
Balance as of September 30, 2025	<u>\$ 307,879</u>	<u>1,413,191</u>	<u>27,642</u>	<u>1,468,372</u>	<u>24,590</u>	<u>546,796</u>	<u>94,994</u>	<u>93,963</u>	<u>3,977,427</u>
Balance as of January 1, 2024	\$ 310,476	1,224,490	27,949	1,307,563	22,060	517,402	89,879	9,348	3,509,167
Addition	-	11,935	-	91,688	3,522	20,792	2,049	212,224	342,210
Disposal and obsolescence	(2,597)	(6,749)	-	(15,035)	(898)	(12,319)	-	-	(37,598)
Reclassification (Note)	-	8,460	-	1,729	-	581	-	(9,348)	1,422
Effect of exchange rate changes	-	12,036	1,073	40,371	722	6,590	3,467	2,830	67,089
Balance as of September 30, 2024	<u>\$ 307,879</u>	<u>1,250,172</u>	<u>29,022</u>	<u>1,426,316</u>	<u>25,406</u>	<u>533,046</u>	<u>95,395</u>	<u>215,054</u>	<u>3,882,290</u>
Depreciation and impairment loss:									
Balance as of January 1, 2025	\$ -	618,592	14,105	1,063,284	17,232	451,605	61,031	-	2,225,849
Recognition in current period	-	43,633	1,507	78,963	1,589	25,692	8,466	-	159,850
Disposal and obsolescence	-	-	-	(34,232)	-	(4,914)	-	-	(39,146)
Effect of exchange rate changes	-	(11,956)	(530)	(36,672)	(707)	(4,539)	(3,360)	-	(57,764)
Balance as of September 30, 2025	<u>\$ -</u>	<u>650,269</u>	<u>15,082</u>	<u>1,071,343</u>	<u>18,114</u>	<u>467,844</u>	<u>66,137</u>	<u>-</u>	<u>2,288,789</u>
Balance as of January 1, 2024	\$ -	564,899	11,598	960,777	14,277	428,499	47,401	-	2,027,451
Recognition in current period	-	39,127	1,630	74,612	2,649	26,911	9,039	-	153,968
Disposal and obsolescence	-	(6,620)	-	(14,914)	(898)	(12,298)	-	-	(34,730)
Effect of exchange rate changes	-	10,817	431	31,236	507	4,817	2,130	-	49,938
Balance as of September 30, 2024	<u>\$ -</u>	<u>608,223</u>	<u>13,659</u>	<u>1,051,711</u>	<u>16,535</u>	<u>447,929</u>	<u>58,570</u>	<u>-</u>	<u>2,196,627</u>
Carrying amounts:									
Balance as of January 1, 2025	<u>\$ 307,879</u>	<u>637,073</u>	<u>14,689</u>	<u>376,461</u>	<u>8,237</u>	<u>82,844</u>	<u>35,944</u>	<u>207,531</u>	<u>1,670,658</u>
Balance as of September 30, 2025	<u>\$ 307,879</u>	<u>762,922</u>	<u>12,560</u>	<u>397,029</u>	<u>6,476</u>	<u>78,952</u>	<u>28,857</u>	<u>93,963</u>	<u>1,688,638</u>
Balance as of September 30, 2024	<u>\$ 307,879</u>	<u>641,949</u>	<u>15,363</u>	<u>374,605</u>	<u>8,871</u>	<u>85,117</u>	<u>36,825</u>	<u>215,054</u>	<u>1,685,663</u>

Note: From January 1 to September 30, 2025 and 2024, the amount transferred from equipment prepayment was NT\$29,554 thousand and NT\$1,422 thousand, respectively.

Please refer to Note VIII for the details of property, plant and equipment that have been pledged as collaterals for long-term and short-term borrowings and credit facilities as of September 30, 2025, December 31, 2024 and September 30, 2024.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(IX) Right-of-use assets

The changes in the costs and depreciation of land, buildings and construction and transportation equipment leased by the Group were as follows:

	Land	Housing and Construction	Office Equipment	Transportatio n Equipment	Total
Costs of right-of-use assets:					
Balance as of January 1, 2025	\$ 26,555	1,593,334	402	6,656	1,626,947
Addition	-	116,479	287	734	117,500
Reduction (contract expired)	-	-	-	(907)	(907)
Effect of exchange rate changes	(759)	(84,709)	-	(38)	(85,506)
Balance as of September 30, 2025	<u>\$ 25,796</u>	<u>1,625,104</u>	<u>689</u>	<u>6,445</u>	<u>1,658,034</u>
Balance as of January 1, 2024	\$ 27,483	1,194,676	-	5,618	1,227,777
Addition	-	2,204	-	1,719	3,923
Lease modification	-	3,331	-	-	3,331
Reduction (contract expired and contract modification)	(1,486)	(1,627)	-	(716)	(3,829)
Effect of exchange rate changes	723	47,645	-	16	48,384
Balance as of September 30, 2024	<u>\$ 26,720</u>	<u>1,246,229</u>	<u>-</u>	<u>6,637</u>	<u>1,279,586</u>
Depreciation of right-of-use assets:					
Balance as of January 1, 2025	\$ 6,096	924,807	13	3,934	934,850
Depreciation in current period	706	145,108	103	1,637	147,554
Reduction (contract expired)	-	-	-	(907)	(907)
Effect of exchange rate changes	(137)	(47,206)	-	(35)	(47,378)
Balance as of September 30, 2025	<u>\$ 6,665</u>	<u>1,022,709</u>	<u>116</u>	<u>4,629</u>	<u>1,034,119</u>
Balance as of January 1, 2024	\$ 5,087	785,603	-	2,405	793,095
Depreciation in current period	722	143,507	-	1,655	145,884
Lease modification	-	1,139	-	-	1,139
Reduction (contract expired and contract modification)	(37)	(294)	-	(716)	(1,047)
Effect of exchange rate changes	113	35,307	-	6	35,426
Balance as of September 30, 2024	<u>\$ 5,885</u>	<u>965,262</u>	<u>-</u>	<u>3,350</u>	<u>974,497</u>
Carrying amounts:					
Balance as of January 1, 2025	<u>\$ 20,459</u>	<u>668,527</u>	<u>389</u>	<u>2,722</u>	<u>692,097</u>
Balance as of September 30, 2025	<u>\$ 19,131</u>	<u>602,395</u>	<u>573</u>	<u>1,816</u>	<u>623,915</u>
Balance as of September 30, 2024	<u>\$ 20,835</u>	<u>280,967</u>	<u>-</u>	<u>3,287</u>	<u>305,089</u>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(X) Intangible Assets

The changes in costs, amortization and impairment loss of intangible assets from January 1 to September 30, 2025 and 2024 were as follows:

	<u>Goodwill</u>	<u>Software Cost</u>	<u>Patent</u>	<u>Total</u>
Costs:				
Balance as of January 1, 2025	\$ 218,672	30,072	16,731	265,475
Addition in current period	-	13,474	11	13,485
Disposal and obsolescence	-	(3,881)	(339)	(4,220)
Effect of exchange rate changes	-	(14)	(32)	(46)
Balance as of September 30, 2025	<u>\$ 218,672</u>	<u>39,651</u>	<u>16,371</u>	<u>274,694</u>
Balance as of January 1, 2024	\$ 218,672	15,376	16,715	250,763
Addition in current period	-	5,254	54	5,308
Disposal in current period	-	-	(88)	(88)
Effect of exchange rate changes	-	1	37	38
Balance as of September 30, 2024	<u>\$ 218,672</u>	<u>20,631</u>	<u>16,718</u>	<u>256,021</u>
Amortization and impairment loss:				
Balance as of January 1, 2025	-	17,228	16,123	33,351
Amortization for the period	-	11,619	44	11,663
Disposal and obsolescence	-	(3,881)	(147)	(4,028)
Effect of exchange rate changes	-	(3)	(8)	(11)
Balance as of September 30, 2025	<u>\$ -</u>	<u>24,963</u>	<u>16,012</u>	<u>40,975</u>
Balance as of January 1, 2024	-	11,237	16,086	27,323
Amortization for the period	-	4,135	63	4,198
Disposal in current period	-	-	(52)	(52)
Effect of exchange rate changes	-	-	9	9
Balance as of September 30, 2024	<u>\$ -</u>	<u>15,372</u>	<u>16,106</u>	<u>31,478</u>
Carrying amounts:				
Balance as of January 1, 2025	<u>\$ 218,672</u>	<u>12,844</u>	<u>608</u>	<u>232,124</u>
Balance as of September 30, 2025	<u>\$ 218,672</u>	<u>14,688</u>	<u>359</u>	<u>233,719</u>
Balance as of September 30, 2024	<u>\$ 218,672</u>	<u>5,259</u>	<u>612</u>	<u>224,543</u>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(XI) Short-term loans

The details of the Group's short-term borrowings are provided below:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Secured bank borrowings	\$ -	-	2,881
Credit loans	304	3,253	316
Total	<u>\$ 304</u>	<u>3,253</u>	<u>3,197</u>
Unused facility	<u>\$ 1,701,344</u>	<u>834,175</u>	<u>945,554</u>
Interest rate range	<u>5.51~5.98</u>	<u>5.56~7.10</u>	<u>5.83~7.05</u>

Please refer to Note VIII for the details of the Group's assets pledged as collateral for bank borrowings.

(XII) Long-term loans

The details of the Group's long-term borrowings are provided below:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Secured bank borrowings	\$ 3,113	48,788	67,758
Other long-term borrowings	303	793	-
Subtotal	3,416	49,581	67,758
Less: current portion of long-term debt	3,416	48,200	64,645
Total	<u>\$ -</u>	<u>1,381</u>	<u>3,113</u>
Unused facility	<u>\$ -</u>	<u>-</u>	<u>-</u>
Interest rate range	<u>1.58</u>	<u>1.58~3.50</u>	<u>1.40</u>

1. Collateral for bank borrowings

Please refer to Note VIII for the details of the Group's assets pledged as collateral for bank borrowings.

2. Government-subsidized loan with preferential interest rate

In August 2020, the Group obtained a NT\$371,000 thousand low-interest loan from Mega International Commercial Bank under the "Guidelines of Project Loans for Returning Overseas Taiwanese Businesses". The drawdown period was until December 31, 2021, and multiple drawdowns were allowed. As of the expiry date, the amount of actual utilization of the Group was NT\$296,650 thousand as of December 31, 2021. Based on the market interest rate of 1.58% to recognize and measure the loan, the difference between the actual repayment preferential interest rate of 0.65% and the market interest rate was NT\$6,585 thousand which were treated as government subsidies and recognized as deferred income under other current liabilities and other non-current liabilities. Such deferred revenue

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
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was transferred to other income amounted to NT\$17 thousand, NT\$129 thousand, NT\$141 thousand and NT\$463 thousand, respectively, from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024.

(XIII) Lease liabilities

The carrying amount of lease liabilities were as follows:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Current	\$ 171,645	173,749	118,726
Non-current	454,924	518,374	191,615
Total	<u>\$ 626,569</u>	<u>692,123</u>	<u>310,341</u>

Please refer to Note VI(XXII) Financial Instrument for the maturity analysis.

The amounts recognized in profit or loss were as follows:

	<u>July to September, 2025</u>	<u>July to September, 2024</u>	<u>January to September, 2025</u>	<u>January to September, 2024</u>
Interest expense on lease liabilities	<u>\$ 3,092</u>	<u>1,178</u>	<u>10,092</u>	<u>5,253</u>
Variable lease payments not included in the measurement of lease liabilities	<u>\$ 433</u>	<u>345</u>	<u>1,275</u>	<u>1,489</u>
Expenses of short-term leases	<u>\$ 820</u>	<u>3,349</u>	<u>11,423</u>	<u>10,648</u>
Expenses relating to leases of low-value assets (excluding short-term leases of low-value assets)	<u>\$ 97</u>	<u>57</u>	<u>208</u>	<u>196</u>

Amount recognized in the Statements of Cash Flows was as follows:

	<u>January to September, 2025</u>	<u>January to September, 2024</u>
Total cash outflow in operating activities	\$ 22,998	17,586
Total cash outflow in financing activities	143,907	152,605
Total cash flows on lease	<u>\$ 166,905</u>	<u>170,191</u>

1. Lease of land, buildings and construction

The Group leases land, buildings, and construction as factories, office premises, staff quarters, and warehouses with lease terms ranging from 1 to 10 years. Some of these leases include the option to extend the lease term for the same period as the original contract at the end of the lease term.

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(Continued)**

The lease payments for some of the warehouses are based on the actual floor area used each month.

For these lease contracts, the variable lease payments paid by the Group from January 1 to September 30, 2025 were as follows:

	<b>Variable Payment</b>	<b>Estimated Impact on Lease Payment for Each 1% Increase in the Actual Floor Area Used</b>
Lease contracts with variable payment calculated based on the actual floor area used per month	<b>\$ 1,275</b>	<b>13</b>

2. Other leases

The Group leases offices and transportation equipment with the lease terms ranging from 1 year to 8 years.

The lease terms of some of the Group's leases of buildings, construction, machinery and transportation equipment are within 1 year. These leases are considered as short-term leases or leases of low-value assets and the Group elected to apply for exemption and did not recognize related right-of-use assets and lease liabilities.

(XIV) Provisions for liabilities

	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Balance as of January 1	\$ 138,268	130,311
Addition of provision during the year	39,971	42,310
Amount utilized during the year	(78,168)	(39,023)
Balance as of September 30	<b>\$ 100,071</b>	<b>133,598</b>

The provision of the Group is mainly for sales-related maintenance obligation. The provision is estimated based on historical maintenance rates and maintenance cost per unit of specific products.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(XV) Employee benefits

1. Defined benefit plans

Since no major market fluctuations, major reductions, liquidations or other major one-off events occurred after the previous annual reporting date, the Group has measured and disclosed the pension costs for the interim period by the pension costs determined by actuary on December 31, 2024, and 2023.

The details of costs and expenses presented by the Group are as follows:

	<b>July to September, 2025</b>	<b>July to September, 2024</b>	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Operating Costs	\$ 36	29	109	88
Selling and marketing expenses	101	48	303	143
General and administrative expenses	152	107	457	322
Research and development expenses	278	153	839	458
	<b><u>\$ 567</u></b>	<b><u>337</u></b>	<b><u>1,708</u></b>	<b><u>1,011</u></b>

2. Defined contribution plans

The pension expenses of the Company and its domestic consolidated subsidiaries in accordance with the Measures for Determining Pension Appropriation are as follows:

	<b>July to September, 2025</b>	<b>July to September, 2024</b>	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Operating Costs	\$ 599	569	1,736	1,718
Selling and marketing expenses	1,855	1,871	5,396	5,403
General and administrative expenses	2,603	2,521	7,713	7,578
Research and development expenses	4,775	4,839	14,091	14,104
	<b><u>\$ 9,832</u></b>	<b><u>9,800</u></b>	<b><u>28,936</u></b>	<b><u>28,803</u></b>

Per the above mentioned defined contribution plan, it contributes monthly an amount equal to 6% of each employee's monthly wages to the employee's individual pension fund account at the Bureau of Labor Insurance in accordance with the provisions of the Labor Pension Act. Under this defined contribution

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

plan, the Group has no legal or constructive obligation to pay additional amounts after contributing a fixed amount to the Bureau of Labor Insurance.

In accordance with local regulations, other consolidated subsidiaries recognized pension expenses of NT\$31,089 thousand, NT\$26,490 thousand, NT\$103,108 thousand and NT\$76,620 thousand, respectively, from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024.

3. Other short-term employee benefits

From July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024, the Group contributed NT\$3,883 thousand, NT\$3,870 thousand, NT\$11,605 thousand and NT\$12,523 thousand, respectively, to a specific trust account for employee incentives, which were recognized as operating costs and operating expenses.

As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group had accrued unused leave bonuses of NT\$55,195 thousand, NT\$50,372 thousand and NT\$53,258 thousand, respectively, which were recorded under other payables.

(XVI) Income tax

The income tax expense of the Group from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024 were as below:

	<u>July to September, 2025</u>	<u>July to September, 2024</u>	<u>January to September, 2025</u>	<u>January to September, 2024</u>
Income tax expense for the period	<u>\$ 53,203</u>	<u>21,539</u>	<u>75,408</u>	<u>74,190</u>

The Company's profit-seeking enterprise income tax has been approved by the tax authority to the year of 2023.

(XVII) Capital and other equity

Except for the following descriptions, there was no significant change in the capital and other equity of the Group from January 1 to September 30, 2025, and 2024. Please refer to Note VI(XVII) of the consolidated financial statements for the year ended December 31, 2024 for details.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

1. Capital surplus

The Company's capital surplus was as follows:

	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Paid-in capital in excess of par value	\$ 856,427	856,427	856,427
Proceeds received from the disposal of employee stock ownership trust shares	758	189	-
Adjustments arising from changes in percentage of ownership in subsidiaries	4,780	4,780	4,780
Others	-	-	3,218
	<u>\$ 861,965</u>	<u>861,396</u>	<u>864,425</u>

Pursuant to the Company Act, any realized capital surplus is initially used to cover accumulated deficit, and the balance, if any, can be transferred to common stock as stock dividends or distributed by cash based on the original shareholding percentage. Realized capital surplus includes the premium derived from the issuance of shares of stock in excess of par value and donations received by the Company. In accordance with the "Regulations Governing the Offering and Issuance of Securities by Securities Issuers", distribution of stock dividends from capital surplus in each year shall not exceed 10% of paid-in capital.

2. Earning distribution

On March 7, 2025 and March 14, 2024, the Board of Directors resolved on the amount of cash dividends of the distribution of earnings for the years ended December 31, 2024 and 2023, respectively, and the amount of dividends distributed to shareholders was as follows:

	<u>2024</u>	<u>2023</u>
Cash dividend distributed to the shareholders of common stock	\$ <u>561,786</u>	<u>599,238</u>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

3. Other equity items (net after tax)

	Exchange differences on translation of financial statements of foreign operations	Unrealized gains (losses) on financial assets at fair value through other comprehensive income	Total
Balance as of January 1, 2025	\$ (47,247)	6,965,505	6,918,258
Exchange differences on translation of financial statements of foreign operations	(144,740)	-	(144,740)
Share of other comprehensive income of associates and joint-ventures under the equity method	(3,444)	-	(3,444)
Unrealized gains (losses) on investments in equity instruments at fair value through other comprehensive income	-	(2,594,352)	(2,594,352)
Disposal of equity instruments at fair value through other comprehensive income	-	(199,171)	(199,171)
Balance as of September 30, 2025	<u>\$ (195,431)</u>	<u>4,171,982</u>	<u>3,976,551</u>
Balance as of January 1, 2024	\$ (126,335)	6,232,008	6,105,673
Exchange differences on translation of financial statements of foreign operations	74,970	-	74,970
Share of other comprehensive income of associates and joint-ventures under the equity method	841	-	841
Unrealized gains (losses) on investments in equity instruments at fair value through other comprehensive income	-	1,923,429	1,923,429
Disposal of equity instruments at fair value through other comprehensive income	-	(405,283)	(405,283)
Balance as of September 30, 2024	<u>\$ (50,524)</u>	<u>7,750,154</u>	<u>7,699,630</u>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

4. Non-controlling interests (net after tax)

	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Beginning balance	\$ 414,662	401,788
Changes in capital surplus attributable to non-controlling interests.	-	302
Net income for the year attributable to non-controlling interests	20,528	25,199
Unrealized gains (losses) on investments in equity instruments at fair value through other comprehensive income	-	(327)
Exchange differences on translation of financial statements of foreign operations	(4,823)	1,897
Distribution of cash dividends to non-controlling interests	(18,591)	(25,352)
Ending balance	<u>\$ 411,776</u>	<u>403,507</u>

(XVIII) Earnings per share

	<b>July to September, 2025</b>	<b>July to September, 2024</b>	<b>January to September, 2025</b>	<b>January to September, 2024</b>
<b>Basic earnings per share:</b>				
Net income attributable to the ordinary shareholders of the Company	<u>\$ 220,846</u>	<u>178,878</u>	<u>295,911</u>	<u>375,647</u>
Weight-average number of ordinary shares outstanding (Unit: Thousands of shares)	<u>187,262</u>	<u>187,262</u>	<u>187,262</u>	<u>187,262</u>
Basic earnings per share (Unit: In New Taiwan Dollars)	<u>\$ 1.18</u>	<u>0.96</u>	<u>1.58</u>	<u>2.01</u>
<b>Diluted earnings per share:</b>				
Net income attributable to the ordinary shareholders of the Company	<u>\$ 220,846</u>	<u>178,878</u>	<u>295,911</u>	<u>375,647</u>
Weight-average number of ordinary shares outstanding (Unit: Thousands of shares)	187,262	187,262	187,262	187,262
Employee compensation (Unit: Thousands of shares)	421	443	616	752
Weight-average number of ordinary shares outstanding (Unit: Thousands of shares)	<u>187,683</u>	<u>187,705</u>	<u>187,878</u>	<u>188,014</u>
Diluted earnings per share (Unit: In New Taiwan Dollars)	<u>\$ 1.18</u>	<u>0.95</u>	<u>1.58</u>	<u>2.00</u>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(XIX) Revenue from contracts with customers

1. Breakdown of revenue

<b>July to September, 2025</b>						
	<b>The Company and its processing subsidiaries</b>		<b>Zhonghan Tech.</b>	<b>WUXI Zhonghan</b>	<b>Others</b>	<b>Total</b>
	<b>3Y Power</b>					
Primary geographical markets:						
Taiwan	\$ 572,361	148,210	-	-	-	720,571
China	457,803	11,728	315,867	122,027	2,450	909,875
U.S.A.	196,832	234	-	-	145,620	342,686
Germany	744,406	20,233	-	-	-	764,639
Other countries	707,727	19,702	-	-	29,101	756,530
	<b>\$ 2,679,129</b>	<b>200,107</b>	<b>315,867</b>	<b>122,027</b>	<b>177,171</b>	<b>3,494,301</b>

Major product/service line:						
Sales of power supply	<b>\$ 2,679,129</b>	<b>200,107</b>	<b>315,867</b>	<b>122,027</b>	<b>177,171</b>	<b>3,494,301</b>

<b>July to September, 2024</b>						
	<b>The Company and its processing subsidiaries</b>		<b>Zhonghan Tech.</b>	<b>WUXI Zhonghan</b>	<b>Others</b>	<b>Total</b>
	<b>3Y Power</b>					
Primary geographical markets:						
Taiwan	\$ 441,316	149,458	-	-	-	590,774
China	452,998	26,859	386,540	151,006	3,041	1,020,444
U.S.A.	229,934	4,119	-	-	134,878	368,931
Germany	365,589	36,722	-	-	-	402,311
Other countries	701,304	5,880	-	-	33,843	741,027
	<b>\$ 2,191,141</b>	<b>223,038</b>	<b>386,540</b>	<b>151,006</b>	<b>171,762</b>	<b>3,123,487</b>

Major product/service line:						
Sales of power supply	<b>\$ 2,191,141</b>	<b>223,038</b>	<b>386,540</b>	<b>151,006</b>	<b>171,762</b>	<b>3,123,487</b>

<b>January to September, 2025</b>						
	<b>The Company and its processing subsidiaries</b>		<b>Zhonghan Tech.</b>	<b>WUXI Zhonghan</b>	<b>Others</b>	<b>Total</b>
	<b>3Y Power</b>					
Primary geographical markets:						
Taiwan	\$ 1,724,082	481,475	-	-	-	2,205,557
China	1,393,705	57,827	788,403	360,607	7,377	2,607,919
U.S.A.	575,775	4,795	-	-	478,007	1,058,577
Germany	1,975,337	104,622	-	-	-	2,079,959
Other countries	2,117,408	46,604	-	-	98,842	2,262,854
	<b>\$ 7,786,307</b>	<b>695,323</b>	<b>788,403</b>	<b>360,607</b>	<b>584,226</b>	<b>10,214,866</b>

Major product/service line:						
Sales of power supply	<b>\$ 7,786,307</b>	<b>695,323</b>	<b>788,403</b>	<b>360,607</b>	<b>584,226</b>	<b>10,214,866</b>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

January to September, 2024

	The Company and its processing subsidiaries					
	3Y Power	Zhonghan Tech.	WUXI Zhonghan	Others	Total	
Primary geographical markets:						
Taiwan	\$ 1,303,224	406,960	-	-	-	1,710,184
China	1,208,927	76,925	976,258	429,420	9,228	2,700,758
U.S.A.	715,788	14,421	-	-	440,213	1,170,422
Germany	1,088,409	83,269	-	-	-	1,171,678
Other countries	1,837,670	18,395	-	-	118,977	1,975,042
	<b>\$ 6,154,018</b>	<b>599,970</b>	<b>976,258</b>	<b>429,420</b>	<b>568,418</b>	<b>8,728,084</b>
Major product/service line:						
Sales of power supply	<b>\$ 6,154,018</b>	<b>599,970</b>	<b>976,258</b>	<b>429,420</b>	<b>568,418</b>	<b>8,728,084</b>

2. Contract balance

	2025.9.30	2024.12.31	2024.9.30
Notes and accounts receivable (including related parties)	\$ 4,229,277	3,410,518	3,479,391
Less: Loss allowances	(30,272)	(20,530)	(13,445)
Total	<b>\$ 4,199,005</b>	<b>3,389,988</b>	<b>3,465,946</b>
Contract liabilities (recognized in other current liabilities)	<b>\$ 83,387</b>	<b>60,843</b>	<b>81,029</b>

The change in contractual liabilities primarily occurs due to the discrepancy between the timing of fulfilling contractual obligations and the timing of customer payments.

Please refer to Note VI (IV) for notes receivable, accounts receivable and related impairment.

(XX) Remuneration of Employees and Directors

On June 11, 2025, the Company's shareholders approved an amendment to the Articles of Incorporation. According to the amended Articles, if the Company generates profit for the year, no less than 6% of such profit shall be allocated as employee compensation (of which not less than 10% shall be distributed to non-managerial employees), and no more than 3% shall be allocated as director remuneration. However, if the Company has accumulated losses, the Company shall set aside a part of the surplus profit first for making up the losses. Employees who are entitled to receive the employee remuneration in shares or cash include the employees of subsidiaries of the Company who meet certain specific requirements. According to

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

stipulations of the Articles of Incorporation prior to amendment, a minimum of 6% of annual profit, if any, shall be allocated to employee remuneration and a maximum of 3% of annual profit shall be allocated to Directors' remuneration. However, if the Company has accumulated losses, the Company shall set aside a part of the surplus profit first for making up the losses. Employees who are entitled to receive the employee remuneration in shares or cash include the employees of subsidiaries of the Company who meet certain specific requirements.

The Company accrued NT\$17,692 thousand, NT\$11,721 thousand, NT\$22,724 thousand, and NT\$26,507 thousand as employee compensation and NT\$3,482 thousand, NT\$404 thousand, NT\$3,787 thousand, and NT\$2,192 thousand as remuneration for Directors from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024, respectively. These amounts were calculated using the Company's pre-tax income before deducting for remuneration for employees and Directors multiplied by the percentages which are stated under the Company's Article of Incorporation. The amounts were recognized as operating expenses for the periods. The difference between accrual and actual payment is treated as the change in accounting estimate and recognized in profit or loss in the following year. If employee compensation is resolved to be distributed in stock, the number of shares is determined by dividing the amount of compensation by the closing price on the day preceding the Board of Directors' meeting.

For the years ended December 31, 2024 and 2023, the Company provided its remuneration to employees amounted to NT\$56,000 thousand and NT\$66,000 thousand, respectively, and the remuneration for Directors of NT\$5,600 thousand and NT\$7,000 thousand, respectively, which was consistent with the actual status of the distribution. The information can be obtained from the open information monitoring website.

(XXI) Non-operating Income and Expenses

1. Interest income

	<u>July to September, 2025</u>	<u>July to September, 2024</u>	<u>January to September, 2025</u>	<u>January to September, 2024</u>
Bank deposits	\$ 11,121	12,852	39,384	47,374

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

2. Other income

	<b>July to September, 2025</b>	<b>July to September, 2024</b>	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Dividend income	\$ 205,584	171,472	216,221	174,086
Other income				
Compensation payment	-	-	-	30,000
Government grant	2,119	804	8,860	7,068
Tax refund	2,619	16,789	12,883	23,111
Gain on write-off of overdue payable	127	3	127	3
Technical service fees	1,060	582	1,187	1,788
Others	1,897	2,139	9,644	10,452
	<b><u>\$ 213,406</u></b>	<b><u>191,789</u></b>	<b><u>248,922</u></b>	<b><u>246,508</u></b>

3. Other gains and losses

	<b>July to September, 2025</b>	<b>July to September, 2024</b>	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Foreign currency exchange gain (loss), net	\$ 46,021	(29,727)	(65,296)	86,614
Gain (loss) on financial assets measured at fair value through profit or loss	26,111	(4,010)	26,345	6,541
Gain (loss) on disposal of property, plant and equipment, net	-	(16)	(394)	6,047
Loss on disposal of intangible assets, net	-	-	(192)	(36)
Gains on lease modifications	-	3,258	-	1,215
Others	(2,805)	(66)	(2,021)	(325)
	<b><u>\$ 69,327</u></b>	<b><u>(30,561)</u></b>	<b><u>(41,558)</u></b>	<b><u>100,056</u></b>

4. Finance costs

	<b>July to September, 2025</b>	<b>July to September, 2024</b>	<b>January to September, 2025</b>	<b>January to September, 2024</b>
Interest expense:				
Lease liabilities	\$ 3,092	1,178	10,092	5,253
Loan interest	1,241	483	2,212	1,991
	<b><u>\$ 4,333</u></b>	<b><u>1,661</u></b>	<b><u>12,304</u></b>	<b><u>7,244</u></b>

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

### (XXII) Financial instruments

Except for the following descriptions, there have been no significant changes in the classification and fair value of the Group's financial instruments, and the exposure to credit risk, liquidity risk and market risk arising from the financial instruments. Please refer to Note VI(XXII) of the consolidated financial statements for the year ended December 31, 2024 for relevant information.

#### 1. Credit risk

##### (1) Exposure to credit risk

The maximum exposure to credit risk is equal to the carrying amount of the financial assets.

##### (2) Concentration of credit risk

As of September 30, 2025, December 31, 2024 and September 30, 2024, the top three customers accounted for 24%, 20%, and 21%, respectively, of the Group's accounts receivable balance.

##### (3) Credit risk from receivables and debt securities

Please refer to Note VI(IV) for credit risk exposure of notes receivable and accounts receivable. For the details of other receivables, please refer to Note VI(V). Other financial assets measured at amortized cost include other receivables, restricted bank deposits, and deposits as collateral. The above-mentioned financial assets are considered low credit risk financial assets, and the loss allowance is measured using 12-month expected credit loss.

#### 2. Liquidity risk

The Group manages and maintains sufficient cash and cash equivalents to support the Group's operations and mitigate the impact of cash flow fluctuations. The management of the Group supervises the use of the credit line and ensures compliance with the terms of the loan contracts.

The table below shows the contractual maturity dates for financial liabilities, including the effect of estimated interest.

	Carrying Amount	Contractual Cash Flows	Within 6 Months	6-12 Months	1-2 Years	2-5 Years	Over 5 Years
<b>September 30, 2025</b>							
Non-derivative financial liabilities							
Short-term loans	\$ 304	317	313	4	-	-	-
Long-term loans	3,416	3,557	3,495	62	-	-	-
Notes payable	10,235	10,235	10,235	-	-	-	-
Accounts payable	3,870,132	3,870,132	3,870,132	-	-	-	-
Accounts payable - related parties	63,466	63,466	63,466	-	-	-	-
Other payables	1,516,837	1,516,837	1,516,837	-	-	-	-
Lease liabilities	626,569	653,172	96,507	85,665	177,079	265,184	28,737

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

	Carrying Amount	Contractual Cash Flows	Within 6 Months	6-12 Months	1-2 Years	2-5 Years	Over 5 Years
Guarantee deposits received	626	626	626	-	-	-	-
	<b>\$ 6,091,585</b>	<b>6,118,342</b>	<b>5,561,611</b>	<b>85,731</b>	<b>177,079</b>	<b>265,184</b>	<b>28,737</b>
<b>December 31, 2024</b>							
Non-derivative financial liabilities							
Short-term loans	\$ 3,253	3,335	3,334	1	-	-	-
Long-term loans	49,581	50,038	38,711	9,911	1,416	-	-
Notes payable	14,297	14,297	14,297	-	-	-	-
Accounts payable	3,255,750	3,255,750	3,255,750	-	-	-	-
Accounts payable - related parties	63,626	63,626	63,626	-	-	-	-
Other payables	1,530,177	1,530,177	1,530,177	-	-	-	-
Lease liabilities	692,123	726,791	99,030	86,647	140,955	368,891	31,268
Guarantee deposits received	522	522	522	-	-	-	-
	<b>\$ 5,609,329</b>	<b>5,644,536</b>	<b>5,005,447</b>	<b>96,559</b>	<b>142,371</b>	<b>368,891</b>	<b>31,268</b>
<b>September 30, 2024</b>							
Non-derivative financial liabilities							
Short-term loans	\$ 3,197	3,464	3,458	6	-	-	-
Long-term loans	67,758	68,294	38,391	26,778	3,125	-	-
Notes payable	23,115	23,115	23,115	-	-	-	-
Accounts payable	2,945,409	2,945,409	2,945,409	-	-	-	-
Accounts payable - related parties	74,266	74,266	74,266	-	-	-	-
Other payables	1,416,963	1,416,963	1,416,963	-	-	-	-
Lease liabilities	310,341	325,305	73,561	50,211	62,417	106,745	32,371
Guarantee deposits received	525	525	525	-	-	-	-
	<b>\$ 4,841,574</b>	<b>4,857,341</b>	<b>4,575,688</b>	<b>76,995</b>	<b>65,542</b>	<b>106,745</b>	<b>32,371</b>

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

### 3. Foreign exchange risk

#### (1) Exposure to foreign exchange risk

The Group's financial assets and liabilities exposed to significant foreign currency exchange risk were as follows:

	2025.9.30			2024.12.31			2024.9.30		
	Foreign currencies	Exchange rate	NT\$	Foreign Currencies	Exchange rate	NT\$	Foreign Currencies	Exchange rate	NT\$
<u>Financial assets</u>									
<u>Monetary items</u>									
RMB	\$ 143,518	4.271	612,965	171,663	4.478	768,707	147,307	4.523	666,270
USD	127,557	30.445	3,883,473	120,698	32.785	3,957,084	118,357	31.650	3,745,999
HKD	5,889	3.913	23,044	3,653	4.222	15,423	7,844	4.075	31,964
EUR	20	35.770	715	69	34.140	2,356	21	35.380	743
<u>Non-monetary items</u>									
USD	4,786	30.464	145,801	5,261	30.726	161,647	2,534	28.268	71,632
RMB	12,350	4.478	55,302	12,350	4.478	55,302	6,322	4.191	26,494
HKD	2,689	3.911	10,517	2,139	4.221	9,028	2,390	4.071	9,729
AUD	1,226	20.102	24,645	-	-	-	-	-	-

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

	2025.9.30			2024.12.31			2024.9.30		
	Foreign currencies	Exchange rate	NT\$	Foreign Currencies	Exchange rate	NT\$	Foreign Currencies	Exchange rate	NT\$
<u>Financial liabilities</u>									
<u>Monetary items</u>									
RMB	105,730	4.271	451,573	86,450	4.478	387,123	85,064	4.523	384,744
USD	107,006	30.445	3,257,798	82,642	32.785	2,709,418	75,455	31.650	2,388,151
HKD	11,465	3.913	44,863	9,126	4.222	38,530	8,907	4.075	36,296

### (2) Sensitivity analysis

The Group's exposure to foreign exchange risk arises from cash and cash equivalents, accounts receivable (including related parties), other receivables, financial assets measured at fair value through profit or loss, short-term borrowings, accounts payable (including related parties) and other payables that are denominated in foreign currencies and subject to foreign exchange loss in currency translation. As of September 30, 2025 and 2024, assuming a 5% depreciation or appreciation of the New Taiwan Dollar against the US Dollar, Renminbi, Hong Kong Dollar, and Euro with all other factors remaining unchanged, net income would increase or decrease by NT\$38,298 thousand and NT\$65,431 thousand, respectively, from January 1 to September 30, 2025 and 2024. The analysis of the two periods was conducted on the same basis.

### (3) Foreign exchange gain (loss) on monetary items

As the Group has a large variety of functional currencies, the exchange gains and losses of monetary items were disclosed on an aggregated basis. The foreign exchange gains (losses) (including realized and unrealized) from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024 were NT\$46,021 thousand, NT\$(29,727) thousand, NT\$(65,296) thousand and NT\$86,614 thousand, respectively.

### 4. Market risk

If the prices of securities with active market quotations at the reporting date had changed (using the same basis for both periods and assuming no change in other variables), the impact on the comprehensive income would have been as follows:

Security Price at the Reporting Date	January to September, 2025		January to September, 2024	
	Other Comprehensive Income (Pre-tax)	Pre-tax Income	Other Comprehensive Income (Pre-tax)	Pre-tax Income
Increase by 5%	\$ 240,894	15,485	419,370	17,740
Decrease by 5%	\$ (240,894)	(15,485)	(419,370)	(17,740)

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

Please refer to Note VI(IV) “Measurement of the fair value of Level 3, the sensitivity analysis of the fair value using reasonably possible alternative assumptions” for details of the price changes of the Level 3 equity securities.

5. Interest rate analysis

The Group's demand deposits, time deposits and short-term liabilities are subject to floating interest rates. However, changes in market interest rates are not significant and thus changes in interest rates do not give rise to significant cash flow risk.

6. Fair value information

(1) Category of financial instruments and their fair value

Group's financial instruments measured at fair value on a recurring basis include the financial assets at fair value through profit or loss and the financial assets at fair value through other comprehensive income. Carrying amount and fair value of various financial assets and financial liabilities (including fair value level information, except for financial instruments whose carrying amount is a reasonable approximation of fair value, and lease liabilities which are not required to disclose their fair value information) were as follows:

	<b>2025.9.30</b>				
	<b>Carrying Amount</b>	<b>Fair value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
Financial assets at fair value through profit or loss					
Beneficiary certificates	\$ 309,690	309,690	-	-	309,690
Private equity funds	185,431	-	-	185,431	185,431
Preferred shares of foreign listed companies	18,046	-	-	18,046	18,046
Non-publicly quoted equity instruments measured at fair value	60,287	-	-	60,287	60,287
Structured deposits	363,035	-	-	363,035	363,035
Structured products	43,317	-	43,317	-	43,317
Subtotal	<u>979,806</u>	<u>309,690</u>	<u>43,317</u>	<u>626,799</u>	<u>979,806</u>
Financial assets at fair value through other comprehensive income					
Domestic listed (OTC) stock	\$ 4,800,770	4,800,770	-	-	4,800,770
Foreign listed stock	17,116	17,116	-	-	17,116
Foreign unlisted stocks	55,302	-	-	55,302	55,302
Domestic unlisted stocks	266,458	-	-	266,458	266,458
Subtotal	<u>5,139,646</u>	<u>4,817,886</u>	<u>-</u>	<u>321,760</u>	<u>5,139,646</u>
Financial assets at amortized cost					
Cash and cash equivalents	3,283,121	-	-	-	-

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

<b>2025.9.30</b>					
	<b>Carrying Amount</b>	<b>Fair value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
Notes receivable and accounts receivable (including related parties)	4,199,005	-	-	-	-
Other receivables	464,060	-	-	-	-
Restricted bank deposits (classified in other non- current assets)	100	-	-	-	-
Refundable deposits (classified in other non- current assets)	49,106	-	-	-	-
Subtotal	7,995,392	-	-	-	-
<b>Total</b>	<b>\$ 14,114,844</b>	<b>5,127,576</b>	<b>43,317</b>	<b>948,559</b>	<b>6,119,452</b>
Financial liabilities measured at amortized cost					
Long-term and short-term borrowings	\$ 3,720	-	-	-	-
Accounts payable and trade payables (including related parties)	3,943,833	-	-	-	-
Other payables	1,516,837	-	-	-	-
Lease liabilities	626,569	-	-	-	-
Guarantee deposits received	626	-	-	-	-
<b>Total</b>	<b>\$ 6,091,585</b>	-	-	-	-

<b>2024.12.31</b>					
	<b>Carrying Amount</b>	<b>Fair Value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
Financial assets at fair value through profit or loss					
Beneficiary certificates	\$ 355,779	355,779	-	-	355,779
Private equity funds	121,250	-	-	121,250	121,250
Non-publicly quoted equity instruments measured at fair value					
Structured deposits	434,380	-	-	434,380	434,380
Structured products	46,287	-	46,287	-	46,287
Subtotal	1,029,944	355,779	46,287	627,878	1,029,944
Financial assets at fair value through other comprehensive income					
Domestic listed (OTC) stock	\$ 7,582,980	7,582,980	-	-	7,582,980
Foreign listed stock	9,028	9,028	-	-	9,028
Foreign unlisted stocks	55,302	-	-	55,302	55,302
Domestic unlisted stocks	259,399	-	-	259,399	259,399
Subtotal	7,906,709	7,592,008	-	314,701	7,906,709
Financial assets at amortized cost					
Cash and cash equivalents	3,879,851	-	-	-	-
Notes receivable and accounts receivable (including related parties)	3,389,988	-	-	-	-
Other receivables	451,059	-	-	-	-
Restricted bank deposits	32,785	-	-	-	-

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

2024.12.31					
	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
(classified in other current assets)					
Restricted bank deposits (classified in other non-current assets)	100	-	-	-	-
Refundable deposits (classified in other non-current assets)	50,382	-	-	-	-
Subtotal	7,804,165	-	-	-	-
<b>Total</b>	<b>\$ 16,740,818</b>	<b>7,947,787</b>	<b>46,287</b>	<b>942,579</b>	<b>8,936,653</b>
Financial liabilities measured at amortized cost					
Long-term and short-term borrowings	\$ 52,834	-	-	-	-
Accounts payable and trade payables (including related parties)	3,333,673	-	-	-	-
Other payables	1,530,177	-	-	-	-
Lease liabilities	692,123	-	-	-	-
Guarantee deposits received	522	-	-	-	-
<b>Total</b>	<b>\$ 5,609,329</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

2024.9.30					
	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Beneficiary certificates	\$ 354,795	354,795	-	-	354,795
Private equity funds	115,682	-	-	115,682	115,682
Non-publicly quoted equity instruments measured at fair value	72,248	-	-	72,248	72,248
Structured deposits	416,165	-	-	416,165	416,165
Structured products	46,129	-	46,129	-	46,129
Subtotal	1,005,019	354,795	46,129	604,095	1,005,019
Financial assets at fair value through other comprehensive income					
Domestic listed (OTC) stock	\$ 8,377,665	8,377,665	-	-	8,377,665
Foreign listed stock	9,729	9,729	-	-	9,729
Non-publicly quoted equity instruments measured at fair value	200,892	-	-	200,892	200,892
Subtotal	8,588,286	8,387,394	-	200,892	8,588,286
Financial assets at amortized cost					
Cash and cash equivalents	3,653,553	-	-	-	-
Notes receivable and accounts receivable (including related parties)	3,465,946	-	-	-	-
Other receivables	393,834	-	-	-	-
Restricted bank deposits (classified in other non-current assets)	31,750	-	-	-	-

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

	2024.9.30				
	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
Refundable deposits (classified in other non- current assets)	48,799	-	-	-	-
Subtotal	7,593,882	-	-	-	-
Total	<b>\$ 17,187,187</b>	<b>8,742,189</b>	<b>46,129</b>	<b>804,987</b>	<b>9,593,305</b>
Financial liabilities measured at amortized cost					
Long-term and short-term borrowings	\$ 70,955	-	-	-	-
Accounts payable and trade payables (including related parties)	3,042,790	-	-	-	-
Other payables	1,416,963	-	-	-	-
Lease liabilities	310,341	-	-	-	-
Guarantee deposits received	525	-	-	-	-
Total	<b>\$ 4,841,574</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

(2) Valuation techniques for financial instruments measured at fair value - non-derivative financial instruments

If there is an active market for a financial instrument, the fair value is based on the quoted price in the active market. The market prices announced by major exchanges are the basis for the fair value of listed (over-the-counter) equity instruments and debt instruments that are publicly quoted in the active market.

A financial instrument has an active market for public quotations if public quotations can be obtained from an exchange, broker, underwriter, industry association, pricing service agencies or competent authority in a timely manner and on a regular basis, and if the price fairly represents actual and frequent market transactions. If the above conditions are not met, the market is deemed inactive. Generally speaking, a large bid-ask spread, a significant increase in the bid-ask spread, or a low volume of transactions are all indicators of an inactive market.

Among the financial instruments held by the Group, the listed stocks and beneficiary certificates are financial assets with standard terms and conditions that are traded in the active market, and their fair values are determined with reference to quoted market prices.

Except for the above-mentioned financial instruments with active markets, the fair values of the remaining financial instruments are obtained using valuation techniques or by referencing to quoted prices from counterparties. The fair value of financial instruments measured by using valuation

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

techniques can refer to current fair value of instruments with similar terms and characteristics in substance, discounted cash flow method or other valuation methods, including calculated by applying model using market information available at the Consolidated Balance Sheets date.

The fair value of financial instruments held by the Group that are not publicly quoted equity instruments with no active market is estimated using the market method and net asset value method. The market method is measured by reference to the recent fundraising activities of the investee or based on the earnings or equity net worth multiplier derived from the quoted market prices of comparable listed companies, adjusted for the effect of discount on the lack of marketability of the equity securities. Net assets value method is based on the assumption that the net worth of the investee is measured on a per share basis. Additionally, the fair value of the foreign listed preferred shares held by the Group is determined with reference to recent transaction prices. Therefore, such investments are not included in the disclosure of quantitative information of significant unobservable input values and the sensitivity analysis of fair value for reasonably possible alternative assumptions.

### (3) Quantitative information of significant unobservable inputs (Level 3) relating to fair value measurement

The Group's fair value measurements categorized as Level 3 primarily include financial assets measured at fair value through profit or loss—equity securities investments, private equity fund investments, preferred shares of foreign listed companies, and financial assets measured at fair value through other comprehensive income—equity securities investments.

The Group's equity instrument investment with no active market has multiple significant unobservable inputs. Significant unobservable inputs for investments in equity instruments with no active market are not correlated with each other because they are independent of each other.

Because the correlation between significant unobservable input value and fair value cannot be fully identified in practice, Group's structured deposits are not included in the disclosure of quantitative information of significant unobservable input values and the sensitivity analysis of fair value for reasonably possible alternative assumptions.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

Table of quantitative information of significant unobservable inputs is provided below:

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Relationship between significant unobservable inputs and fair value</u>
Financial assets measured at fair value through profit or loss - Investment in equity instrument without an active market	Net assets value method	<ul style="list-style-type: none"> <li>• Net asset value</li> </ul>	<ul style="list-style-type: none"> <li>• The higher the net assets value, the higher the fair value</li> </ul>
Financial assets measured at fair value through profit or loss - private equity fund investment	Net assets value method	<ul style="list-style-type: none"> <li>• Net asset value</li> </ul>	<ul style="list-style-type: none"> <li>• The higher the net assets value, the higher the fair value</li> </ul>
Financial assets measured at fair value through other comprehensive income - Investment in equity instrument without an active market	Comparable to the Company Act	<ul style="list-style-type: none"> <li>• P/E ratios (as of September 30, 2025, December 31, 2024, and September 30, 2024) were 16.22, 16.22, and 2.48, respectively</li> <li>• Net worth multiples (as of September 30, 2025, December 31, 2024, and September 30, 2024) ranged from 1.75 to 4.55, 1.92 to 6.5, and 2.46 to 6.27, respectively</li> <li>• Lack of market liquidity discount (as of September 30, 2025, December 31, 2024, and September 30, 2024, all at 29.39%)</li> </ul>	<ul style="list-style-type: none"> <li>• The higher the multiple, the higher the fair value</li> <li>• The higher the multiple, the higher the fair value</li> <li>• The higher the discount for lack of market liquidity, the lower the fair value</li> </ul>

(4) Fair value measurement in Level 3 - sensitivity analysis of reasonably possible alternative assumptions

The Group's measurement on the fair value of financial instruments is considered reasonable. However, the fair value may change if different valuation models or inputs are used. For financial instruments classified in

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

Level 3, changing the valuation assumptions would have the following effects on other comprehensive income:

	Input	Upward or Downward Change	Fair Value Change Reflected in Current Profit or Loss		Fair Value Change Reflected in Other Comprehensive Income	
			Favorable Change	Unfavorable Change	Favorable Change	Unfavorable Change
<b>September 30, 2025</b>						
Financial assets at fair value through profit or loss						
Investment in equity instrument without an active market	Net assets value method	5%	3,014	(3,014)	-	-
Private equity funds	Net assets value method	5%	9,272	(9,272)	-	-
Financial assets at fair value through other comprehensive income						
Investment in equity instrument without an active market	Price-to-earnings ratio	5%	-	-	2,765	(2,765)
Investment in equity instrument without an active market	Net worth ratio	5%	-	-	13,323	(13,323)
<b>December 31, 2024</b>						
Financial assets at fair value through profit or loss						
Investment in equity instrument without an active market	Net assets value method	5%	3,612	(3,612)	-	-
Financial assets at fair value through other comprehensive income						
Investment in equity instrument without an active market	Price-to-earnings ratio	5%	-	-	2,765	(2,765)
Investment in equity instrument without an active market	Net worth ratio	5%	-	-	12,970	(12,970)
<b>September 30, 2024</b>						
Financial assets at fair value through profit or loss						
Investment in equity instrument without an active market	Net assets value method	5%	3,612	(3,612)	-	-
Financial assets at fair value through other comprehensive income						
Investment in equity instrument without an active market	Price-to-earnings ratio	5%	-	-	1,325	(1,325)
Investment in equity instrument without an active market	Net worth ratio	5%	-	-	8,720	(8,720)

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

The favorable and unfavorable effects represent the changes in fair value, which is based on a variety of unobservable inputs calculated using the valuation technique. If the fair value of a financial instrument is subject to more than one input, the analysis above reflects only the effect of the change in a single input and does not consider the interrelationship between inputs.

(XXIII) Financial risk management

There were no significant changes in the objectives and policies of the Group's financial risk management comparing to those disclosed in Note VI(XXIII) of the consolidated financial statements for the year ended December 31, 2024.

(XXIV) Capital management

The Group's capital management objectives, policies and procedures were consistent with those disclosed in the consolidated financial statements for the year ended December 31, 2024. In addition, there were no significant changes in the aggregate quantitative information of capital management items comparing to the information disclosed in the consolidated financial statements for the year ended December 31, 2024. Please refer to Note VI(XXIV) of the consolidated financial statements of 2024 for relevant information.

(XXV) Investing and financing activities not affecting cash flows

The reconciliation of liabilities arising from financing activities from January 1 to September 30, 2025 and 2024 was as follows:

	2025.1.1	Cash flow	Non-cash changes			2025.9.30
			Addition	Contract termination and reassessment	Changes in foreign exchange rate	
Long-term loans	\$ 49,581	(46,165)	-	-	-	3,416
Short-term loans	3,253	5,214	-	-	(8,163)	304
Lease liabilities	692,123	(143,907)	117,500	-	(39,147)	626,569
Total liabilities from financing activities	<u>\$ 744,957</u>	<u>(184,858)</u>	<u>117,500</u>	<u>-</u>	<u>(47,310)</u>	<u>630,289</u>

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

	2024.1.1	Cash flow	Non-cash changes			2024.9.30
			Addition	Contract termination and reassessment	Changes in foreign exchange rate	
Long-term loans	\$ 124,404	(56,646)	-	-	-	67,758
Short-term loans	1,536	4,518	-	-	(2,857)	3,197
Lease liabilities	445,234	(152,605)	3,923	(1,805)	15,594	310,341
Total liabilities from financing activities	<u>\$ 571,174</u>	<u>(204,733)</u>	<u>3,923</u>	<u>(1,805)</u>	<u>12,737</u>	<u>381,296</u>

**VII. Related Party Transactions**

(I) Related party name and relationship

Related parties that had transactions with the Group during the reporting periods were listed below:

Related Party	Relationship with the Group
FSP Group USA Corp.	Group's associate
Sparkle Power Inc.	The entity's Chairman is the second-degree relatives of the Chairman of the Company
Amacrox Technology Inc. ("Amacrox")	The entity's Chairman is the second-degree relatives of the Chairman of the Company
Voltronic Power Technology Corp. ("Voltronic")	Substantive related party
Fortron/Source (Europa) GmbH	Substantive related party
FSP(GB) Ltd.	Substantive related party
FSP North America Inc.	Substantive related party
FSP Power Solution GmbH	Substantive related party
3Y Power Exchange Inc.	Substantive related party
Cheng, Ya-Jen	Chairman of the Company

(II) Significant related party transactions

1. Operating revenue

The amounts of significant sales to related parties were as follows:

	July to September, 2025	July to September, 2024	January to September, 2025	January to September, 2024
Associate	\$ 26,044	12,755	69,610	48,905
Other related party	423,697	459,204	1,311,023	1,345,776
	<u>\$ 449,741</u>	<u>471,959</u>	<u>1,380,633</u>	<u>1,394,681</u>

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

The prices and credit terms of the Group's sales to the above related parties were not significantly different from those of its regular customers.

### 2. Purchases

The amounts of purchases from related parties were as follows:

	July to September, 2025	July to September, 2024	January to September, 2025	January to September, 2024
Other related party	\$ 22,859	29,598	100,359	106,410

The Group purchased goods from the above-mentioned related parties, and did not purchase similar products from other manufacturers, so there was no transaction price from regular manufacturers for comparison. The payment terms were not significantly different from those of regular manufacturers.

### 3. Receivables from related parties

The details of the receivables of the Group arising from sales transactions, business needs and disbursement fee were as follows:

Accounting Subject	Related Party Category/Name	2025.9.30	2024.12.31	2024.9.30
Accounts receivable - related parties, net	Associate	\$ 26,713	25,666	12,482
	Other related party			
	FSP Power Solution GmbH	293,732	350,026	343,670
	Others	368,619	246,386	349,100
		689,064	622,078	705,252
Other receivables	Associate	1,006	565	1,320
	Other related party			
	Others	18,178	15,710	22,649
		19,184	16,275	23,969
		\$ 708,248	638,353	729,221

As of September 30, 2024, December 31, 2023, and September 30, 2023, no loss allowance was required to be recognized for accounts receivable – related parties and other receivables. Please refer to Notes VI(IV) and VI(V) for details.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

4. Payables to related parties

The details of the payables arising from the purchase of goods and the purchase via related parties were as follows:

<u>Accounting Subject</u>	<u>Related Party Category/Name</u>	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Accounts payable	Other related party	\$ 63,466	63,626	74,266
	- related parties			

5. Purchase of services from related parties

The details of the technical service fee, labor fee and commission paid by the Group to the related parties were as follows:

	<u>July to September, 2025</u>	<u>July to September, 2024</u>	<u>January to September, 2025</u>	<u>January to September, 2024</u>
Associate				
FSP Group USA Corp.	\$ 2,934	2,652	7,969	8,236
Other related party				
FSP North America Inc.	4,830	6,143	17,129	6,698
Others	6,003	5,524	13,593	11,700
	<u>\$ 13,767</u>	<u>14,319</u>	<u>38,691</u>	<u>26,634</u>

The details of the Group's recognized payable amounts due to related parties as a result of the above transactions and payments/collections on behalf of related parties were as follows:

<u>Accounting Subject</u>	<u>Related Party Category/Name</u>	<u>2025.9.30</u>	<u>2024.12.31</u>	<u>2024.9.30</u>
Other payables	Associate	\$ 915	1,258	702
	Other related party	13,643	20,920	21,720
		<u>\$ 14,558</u>	<u>22,178</u>	<u>22,422</u>

6. Leases

The Group leased an office to the Chairman of the Company. The balance of lease liabilities as of September 30, 2025, December 31, 2024 and September 30, 2024, were NT\$4,231 thousand, NT\$4,946 thousand, and NT\$5,182 thousand, respectively. The recognized interest expense from July 1 to September 30 and January 1 to September 30, 2025 and 2024 was NT\$20 thousand, NT\$24 thousand, NT\$62 thousand and NT\$74 thousand, respectively.

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

(III) Compensation for key management personnel

	July to September, 2025	July to September, 2024	January to September, 2025	January to September, 2024
Short-term employee benefits	\$ 21,906	33,703	40,063	52,852
Post-employment benefits	117	129	353	467
	<b>\$ 22,023</b>	<b>33,832</b>	<b>40,416</b>	<b>53,319</b>

**VIII. Pledged Assets**

The carrying amount of pledged assets for custom duty performance guarantee and borrowings was as follows:

Assets	Pledged to Secure	2025.9.30	2024.12.31	2024.9.30
Restricted time deposits (recognized in other non-current assets)	Custom duty performance guarantee	\$ 100	100	100
Restricted time deposits (recognized in other non-current assets)	Long-term and short-term loan facilities	-	-	31,650
Restricted time deposits (recognized in other current assets)	Subsidiaries' short-term loan facilities	-	32,785	-
Land	Long-term and short-term loan facilities	161,077	161,077	161,077
Housing and construction	Long-term and short-term loan facilities	156,461	162,458	164,457
Total		<b>\$ 317,638</b>	<b>356,420</b>	<b>357,284</b>

**IX. Significant Contingent Liabilities and Unrecognized Contract Commitments**

(I) As of September 30, 2025, December 31, 2024 and September 30, 2024, the guarantee facilities extended by banks for customs and excise duties were NT\$203,000 thousand, and utilized facilities were NT\$30,000 thousand, NT\$60,000 thousand and NT\$30,000 thousand, respectively.

(II) The Group purchased products of Beyond Innovation Technology Co., Ltd. (hereinafter referred to as Beyond Innovation) through a distributor in Taiwan. O2 Micro International Limited (hereinafter referred to as O2), a competitor of Beyond Innovation, states that such products infringe upon its patent rights in the United States, and therefore filed a civil lawsuit against three companies including the Group in the Marshall Division, United States District Court for the Eastern District of Texas (hereinafter referred to as the United States District Court).

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

O2 withdrew all claims for monetary compensation against all defendants in the preceding civil lawsuit on April 24, 2006. The United States District Court subsequently rendered a first-instance judgment and injunction prohibiting the sale of the products to the United States on March 21, 2007. It also ruled that the attorneys' fees and litigation costs incurred in this lawsuit, totaling US\$2,268,402.22, should be borne jointly by the merged company, Beyond Innovation, and Lien Chang Electronic Enterprise Co., Ltd. After the defendants filed an appeal to the United States Court of Appeals for the Federal Circuit, the Federal Circuit issued a decision on April 3, 2008. It found the lower court's ruling, in which the defendants were found to be in violation of patent rights, did not meet the requirements for legal proceedings and therefore reversed and remanded to the original court for retrial. As for the ruling regarding the litigation expenses, although it was not reviewed by the court of appeals, the reversal of the first-instance judgment means that the ruling has lost its basis and is therefore nullified.

After the case was remanded to the United States District Court, the Court only reviewed the lawsuit between O2 and Beyond Innovation, and rendered a judgment on September 27, 2010, which found that although Beyond Innovation had infringed upon O2's patent rights, the infringement was not based on malicious intent. Beyond Innovation later filed an appeal and the United States Court of Appeals for the Federal Circuit (CAFC) rejected Beyond Innovation's appeal and affirmed the decision of the lower court.

The litigation between the merged company and O2 was separated from the aforementioned litigation between O2 and Beyond Innovation on July 21, 2009. However, the merged company has not yet received a notice of hearing from the US Court.

The Group was implicated by the use of Beyond Innovation's products, and after learning that Beyond Innovation's products were involved in such disputes, we have switched to alternative materials that do not involve infringement disputes. According to the intellectual property right guarantee signed by the Group and Beyond Innovation, Beyond Innovation shall bear all liabilities, losses, damages, costs, or other expenses incurred by the Group as a result of the use of its products. As a result, Beyond Innovation shall bear the adjudication costs borne by the Group. Therefore, the attorneys' fees and litigation costs incurred in the above patent litigation do not have a significant impact on the Group's financial statements. The merged company recognized the aforementioned expenses in as expenses for the year in which they occurred based on fiscal conservatism.

- (III) As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group had entered into purchase agreements for property, plant and equipment amounting to

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

NT\$593,672 thousand, NT\$483,800 thousand and NT\$505,682 thousand, respectively, and had paid NT\$167,976 thousand, NT\$50,760 thousand and NT\$62,305 thousand, respectively, which were recorded as construction in progress of property, plant and equipment as well as other non-current assets.

**X. Significant Disaster Loss: None.**

**XI. Significant Events after the Balance Sheet Date: None.**

**XII. Others**

(I) A summary of employee benefits, depreciation, and amortization by function is provided below:

By function By nature	July to September, 2025			July to September, 2024		
	Operation Costs	Operation Expenses	Total	Operation Costs	Operation Expenses	Total
Employee benefits						
Salary expense	396,114	284,347	680,461	336,430	260,617	597,047
Insurance expense	7,201	22,117	29,318	5,334	22,336	27,670
Pension expense	29,340	12,148	41,488	24,945	11,682	36,627
Other employee benefit expense	15,485	11,546	27,031	13,947	11,163	25,110
Depreciation expenses	72,704	29,380	102,084	73,578	27,742	101,320
Amortization expenses	650	3,590	4,240	64	1,109	1,173

By function By nature	January to September, 2025			January to September, 2024		
	Operation Costs	Operation Expenses	Total	Operation Costs	Operation Expenses	Total
Employee benefits						
Salary expense	1,122,635	795,582	1,918,217	932,902	764,576	1,697,478
Insurance expense	20,276	67,593	87,869	15,383	64,877	80,260
Pension expense	98,194	35,558	133,752	72,231	34,203	106,434
Other employee benefit expense	44,155	34,027	78,182	38,678	30,781	69,459
Depreciation expenses	221,767	85,637	307,404	219,313	80,539	299,852
Amortization expenses	1,806	9,857	11,663	195	4,003	4,198

(II) Seasonality in operation

The operation of the Group is not subject to impacts from seasonal or cyclical factors.

**XIII. Supplementary Disclosures**

(I) Information on Significant Transactions

In accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, information on significant transactions from January 1 to September 30, 2025 is disclosed as follows:

1. Financing provided to other parties: None.

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

2. Guarantees and endorsements provided to other parties: None.
3. Significant marketable securities held at the end of the period (excluding investments in subsidiaries, associates and joint ventures):

Securities Holding Company	Type and Name of Securities	Relationship with Issuer of Securities	Ledger Account	Year-end				Remark
				Shares/Units	Carrying amount	Percentage of shareholding	Fair value	
Shares units: Shares								
The Company	Stock: Mekong Resort Development Construction Co., Ltd.	—	Financial assets at fair value through profit or loss	1,998,330	60,287	8.65	60,287	
The Company	Preferred shares: HARRIS TECHNOLOGY	—	"	44,870,678	18,046	-	18,046	
The Company	Beneficiary certificates: Fuh Hwa Guardian Fund	—	"	3,504,199	75,416	-	75,416	
	Fuh Hwa Ruei Hua Fund	—	"	1,961,169	24,654	-	24,654	
	Fuh Hwa A-rated bonds with a flexible maturity of three to eight years (in New Taiwan Dollars)	—	"	2,500,000	26,699	-	26,699	
	Yuanta FTSE4Good TIP Taiwan ESG ETF Securities Investment Trust Fund	—	"	400,000	20,340	-	20,340	
	Taiwan Technology High Dividend Fund A	—	"	6,000,000	63,120	-	63,120	
	Asia-Pacific Technology (in USD)	—	"	52,994	37,437	-	37,437	
	0056 Yuanta High Dividend	—	"	300,000	11,040	-	11,040	
	00919 Capital Taiwan High Dividend	—	"	300,000	6,384	-	6,384	
	00939 Unified Taiwan High Interest	—	"	1,000,000	14,130	-	14,130	
	00940 Yuanta Taiwan High-yield Value	—	"	1,000,000	9,430	-	9,430	
3Y Power	Fuh Hwa Taiwan Technology High Dividend Fund	—	"	2,000,000	21,040	-	21,040	
					309,690		309,690	
The Company	Private equity fund: Heshunhsing Intelligent Mobile LP	—	"	77,954,545	92,262	-	92,262	
	Hong Chi Sustainable Climate Limited Partnership	—	"	36,000,000	54,291	-	54,291	
	Mesh Cooperative Ventures Fund	—	"	30,000,000	28,875	-	28,875	
	FSP Yu-Hang Innovation & Sustainability Limited Partnership	—	"	10,000,000	10,003	-	10,003	
					185,431		185,431	
The Company	Structured products: X220401	—	"	10,000	29,299	-	29,299	
3Y Power	XP240807	—	"	5,000	14,018	-	14,018	
					43,317		43,317	
					616,771		616,771	
The Company	Stock: Voltronic Power Technology Corp.	Other party	Financial assets at fair value through other comprehensive income	2,990,822	2,772,492	3.41	2,772,492	
	JESS-LINK Products Co., Ltd.	—	"	10,010,000	1,616,615	8.20	1,616,615	
	WT Microelectronics Co., Ltd. (Preferred stock)	—	"	1,000,000	50,600	0.74	50,600	
	WT Microelectronics Co., Ltd.	—	"	330,000	46,365	0.03	46,365	
	HARRIS TECHNOLOGY	—	"	29,829,678	6,599	9.07	6,599	
	Hon Hai Precision Industry Co., Ltd.	—	"	30,000	6,480	-	6,480	
	Taiwan Semiconductor Manufacturing Co., Ltd.	—	"	9,000	11,745	-	11,745	
	Coretronic Corporation	—	"	235,000	25,732	0.06	25,732	
	Eastern Union Interactive Corp.	—	"	829,000	190,886	3.34	190,886	
	Champ-ray Industrial Co., Ltd.	—	"	235,000	25,145	0.78	25,145	
	Delta Electronics Inc.	—	"	4,000	3,416	-	3,416	
	Quanta Computer Inc.	—	"	110,000	31,900	-	31,900	
	Chroma ATE Inc.	—	"	6,000	3,474	-	3,474	
	Formosa International Hotels Corporation	—	"	80,000	15,920	0.06	15,920	

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

Securities Holding Company	Type and Name of Securities	Relationship with Issuer of Securities	Ledger Account	Year-end				Remark
				Shares/Units	Carrying amount	Percentage of shareholding	Fair value	
FSP Jiangsu	TOT BIOPHARM International Co., Ltd.	—	"	1,195,200	10,517	0.15	10,517	
	Taiwan Truewin Technology Co., Ltd.	—	"	1,965,317	119,873	3.03	119,873	
	StockSense Media Technology Co., Ltd.	—	"	1,602,121	80,106	5.35	80,106	
	Liwatt X Inc.	—	"	1,000,000	6,479	14.29	6,479	
	LINCO Technology Co., Ltd.	—	"	550,000	60,000	0.66	60,000	
					5,084,344		5,084,344	
	Powerland Technology Inc.	—	"	-	55,302	-	55,302	
				5,139,646		5,139,646		

#### 4. Total purchases from and sales to related parties which exceed NT\$100,000 thousand or 20% of the paid-in capital:

Company	Counterparty	Relationship	Transaction Situation				Unusual Transaction Terms and Reasons		Notes and Accounts Receivable (Payable)		Remark
			Purchases (Sales)	Amount	Percentage of Total Purchases (Sales) (%)	Credit Period	Unit Price	Credit Period	Balance	Percentage of Total Notes and Accounts Receivable (Payable)%	
The Company	SparklePower Inc.	The Chairman of the Company is the second-degree relatives of the entity's Chairman	(Sales)	(272,757)	(3.16)	Note 1			126,969	3.54	
The Company	Fortron/Source (Europa) GmbH	Substantive related party of the Company	(Sales)	(401,427)	(4.66)	Note 1			192,823	5.37	
The Company	FSP Power Solution GmbH	Substantive related party of the Company	(Sales)	(437,860)	(5.08)	Note 1			260,795	7.26	
The Company	WUXI Zhonghan	100% owned investment via indirect shareholding	(Sales)	(206,365)	(2.39)	Note 1			108,831	3.03	Note 5
The Company	Zhonghan Tech.	100% owned investment via indirect shareholding	(Sales)	(185,657)	(2.15)	Note 1			-	-	Note 5
The Company	FSP Technology USA Inc.	100% owned investment via indirect shareholding	(Sales)	(240,549)	(2.79)	Note 1			88,394	2.46	Note 5
The Company	Huili	100% owned investment via indirect shareholding	Purchases (Note 2)	683,300	11.37	Note 4		Note 4	(93,474) (Note 3)	(2.66)	Note 5
The Company	Zhonghan	100% owned investment via indirect shareholding	Purchases (Note 2)	292,499	4.87	Note 4		Note 4	(35,893) (Note 3)	(1.02)	Note 5
The Company	WUXI SPI	100% owned investment via indirect shareholding	Purchases (Note 2)	213,797	3.56	Note 4		Note 4	(29,568) (Note 3)	(0.84)	Note 5
The Company	3Y Power	65.87% owned investment via indirect shareholding	Purchases (Note 2)	226,495	3.77	Note 1			(113,004) (Note 3)	(3.22)	Note 5
3Y Power	FSP Power Solution GmbH	Substantive related party of the Company	(Sales)	(104,622)	(7.37)	Note 1			32,937	9.96	
3Y Power	Zhonghan Tech.	Affiliate	(Sales)	(359,263)	(25.31)	Note 1			-	-	

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

Company	Counterparty	Relationship	Transaction Situation				Unusual Transaction Terms and Reasons		Notes and Accounts Receivable (Payable)		Remark
			Purchases (Sales)	Amount	Percentage of Total Purchases (Sales) (%)	Credit Period	Unit Price	Credit Period	Balance	Percentage of Total Notes and Accounts Receivable (Payable)%	
3Y Power	3Y Power Technology Inc.	Substantive related party of the Company	(Sales)	(102,087)	(7.19)	Note 1			10,606	3.21	Note 5
3Y Power	Huili	Affiliate	Purchases (Note 2)	182,398	20.78	Note 4		Note 4	-	-	Note 5
FSP Technology Vietnam Co., Ltd.	The Company	100% owned investment via indirect shareholding	(Sales)	(336,712)	(100.00)	Note 1			34,709	100.00	Note 5

Note 1: The Company's trading terms for this related party are not significantly different from those of other customers.

Note 2: Including purchases of products, purchases of raw materials and processing.

Note 3: Including accounts payable arising from purchases of products and raw materials and processing fee.

Note 4: The transaction price is not available for regular customers for comparison, and the credit term is 5 days after the monthly settlement.

Note 5: Eliminated under consolidation.

### 5. Receivables from related parties which exceed NT\$100,000 thousand or 20% of the paid-in capital:

Company with accounts receivable	Counterparty	Relationship	Balance of Receivables from Related Parties	Turnover Rate	Overdue receivables from related parties		Recovery from overdue receivables from related parties (Note 1)	Loss allowance
					Amount	Action Taken		
The Company	Sparkle Power Inc.	The Chairman of the Company is the second-degree relatives of the entity's Chairman	126,969	2.92	-		39,364	-
The Company	FSP Power Solution GmbH	Substantive related party of the Company	260,795	2.05	-		45,201	-
The Company	Fortron/Source (Europa) GmbH	Substantive related party of the Company	192,823	4.01	-		868	-
The Company	FSP Technology Vietnam Co., Ltd.	100% owned investment via indirect shareholding	115,303 (Note 2)	3.08	-		-	-
The Company	WUXI Zhonghan	100% owned investment via indirect shareholding	108,831 (Note 2)	2.16	-		-	-
3Y Power	The Company	65.87% owned reinvestment via indirect shareholding	113,004 (Note 2)	3.23	-		1,149	-

Note 1: As of October 21, 2025.

Note 2: Eliminated under consolidation.

### 6. Business relationship and significant intercompany transactions:

Number (Note 1)	Company	Counterparty	Nature of Relationship (Note 2)	Description of Transactions			
				Ledger Account	Amount	Transaction Term	Percentage of Total Consolidated Operating Revenue or Total Assets (Note 3)
0	The Company	3Y Power	1	Cost of goods sold	226,495	No significant difference from other suppliers	2.22%
0	The Company	Huili	1	Cost of goods sold	683,300	No comparison is available	6.69%
0	The Company	Zhonghan	1	Cost of goods sold	292,499	No comparison is available	2.86%
0	The Company	WUXI SPI	1	Cost of goods sold	213,797	No comparison is available	2.09%
0	The Company	WUXI Zhonghan	1	Operating	206,365	No significant difference	2.02%

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

Number (Note 1)	Company	Counterparty	Nature of Relationship (Note 2)	Description of Transactions			
				Ledger Account	Amount	Transaction Term	Percentage of Total Consolidated Operating Revenue or Total Assets (Note 3)
0	The Company	Zhonghan Tech.	1	revenue Operating revenue	185,657	from other customers No significant difference from other customers	1.82%
0	The Company	FSP Technology USA Inc.	1	Operating revenue	240,549	No significant difference from other customers	2.35%
1	3Y Power	3Y Power Technology Inc.	3	Operating revenue	102,087	No significant difference from other customers	1.00%
1	3Y Power	Huili	3	Cost of goods sold	182,398	No comparison is available	1.79%
1	3Y Power	Zhonghan Tech.	3	Operating revenue	359,263	No significant difference from other customers	3.52%
2	FSP Technology Vietnam Co., Ltd.	The Company	2	Operating revenue	336,712	No significant difference from other customers	3.30%

Note 1: Fill in the number as per below:

1. 0 represents the parent company.
2. Subsidiaries are sorted in a numerical order starting from 1.

Note 2: The relationships with counterparty are as follows:

1. The parent company to subsidiaries.
2. Subsidiaries to the parent company.
3. Subsidiaries to subsidiaries.

Note 3: Information is disclosed only for the amounts that exceed 1% of total consolidated assets (balance sheet items) and 1% of total revenue (income statement items).

### (II) Information on invested companies:

Reinvestment information from January 1 to September 30, 2025 is as follows:

Name of Investor	Name of Investee	Location	Main Business Activities	Initial Investment Amount		Year-End Holdings			Profit (Loss) of Investee for the Period	Investment gain (loss)recogniz ed for the period	Remark
				Ending Balance for the Current Period	At the End of Last Year	Shares	Shareholding (%)	Carrying amount			
The Company	FSP International Inc. (BVI)	British Virgin Islands	Investment holdings	1,501,391	1,468,081	40,202,500	100.00	2,059,306	(111,179) (Note 1)	(111,081) (Note 1)	Subsidiary
	FSP Group Inc.	British Cayman Islands	Engaged in safety certification	1,752	1,752	50,000	100.00	301	(22) (Note 2)	(22) (Note 2)	Subsidiary
	Amacrox Technology Co., Ltd. (BVI)	British Virgin Islands	Investment holdings	40,925	40,925	1,109,355	100.00	77,370	409 (Note 2)	409 (Note 2)	Subsidiary
	3Y Power	Taiwan	Manufacturin g and trading of power supply	304,406	304,406	16,309,484	65.87	808,127	59,199 (Note 2)	39,624 (Note 2)	Subsidiary
	Harmony Trading (HK) Ltd.	Hong Kong	Investment holdings	45	45	10,000	100.00	1,889	(137) (Note 2)	(137) (Note 2)	Subsidiary
	FSP Technology USA Inc.	U.S.A.	Business development and product technical service	3,143	3,143	100,000	100.00	20,886	9,760 (Note 2)	9,760 (Note 2)	Subsidiary
	FSP Turkey Dis Tic.Ltd.Sti.	Turkey	Business development and product technical service	22,640	22,640	6,673,000	91.41	19,190	(175) (Note 2)	(160) (Note 2)	Subsidiary
FSP Technology VIETNAM CO.,LTD.	Vietnam	Manufacturin g and trading of power supply	222,010	222,010	169,691,000	100.00	135,139	(8,013) (Note 2)	(5,541) (Note 2)	Subsidiary	
FSP International Inc. (BVI)	FSP Technology Inc. (BVI)	British Virgin Islands	Investment holdings	62,883	62,883	2,100,000	100.00	97,173	(20,816) (Note 2)	-	Sub- subsidiary
	Power Electronics Co., Ltd. (BVI)	British Virgin Islands	Investment holdings	217,707	217,707	7,000,000	100.00	136,931	(10,455) (Note 1)	-	Sub- subsidiary
	Famous Holding Ltd.	Samoa	Investment	807,483	807,483	27,000,000	100.00	1,237,030	(42,481)	-	Sub-

# Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

Name of Investor	Name of Investee	Location	Main Business Activities	Initial Investment Amount		Year-End Holdings			Profit (Loss) of Investee for the Period	Investment gain (loss) recognized for the period	Remark
				Ending Balance for the Current Period	At the End of Last Year	Shares	Shareholding (%)	Carrying amount			
Amacrox Technology Co., Ltd. (BVI)	Proteck Electronics (Samoa) Corp.	Samoa	holdings Investment holdings	32,984	32,984	1,100,000	100.00	17,142	(Note 1) (3,746)	-	Sub-subsidiary
	FSP International (HK) Ltd.	Hong Kong	Investment holdings	141,042	141,042	4,770,000	100.00	24,392	(Note 2) (9,155)	-	Sub-subsidiary
	Amacrox GmbH	Germany	Trading of power supply	18,181	18,181	25,000	100.00	3,183	(Note 2) 67	-	Sub-subsidiary
	FSP Group USA Corp.	U.S.A.	Trading of power supply	14,903	14,903	247,500	45.00	38,221	(Note 2) 5,596	2,518 (Note 2)	Associate
	3Y Power	3Y Power Technology Inc.	U.S.A.	Trading of power supply	233,850	233,850	600,000	100.00	234,982	(Note 2) (5,382)	-
	Luckyield Co., Ltd.	Samoa	Investment holdings	4,500	4,500	45,000	100.00	5,710	(Note 2) 955	-	Sub-subsidiary

Note 1: The investment profit or loss of the company was recognized based on the financial statements of the investee company for the same period audited by the independent auditors of Taiwan's parent company, accounted for and valued by the equity method.

Note 2: The investment profit or loss of the company was recognized based on the financial statements of the investee company for the same period without being reviewed by the independent auditors, accounted for and valued by the equity method.

Note 3: The profit and loss of the sub-subsidiary has been consolidated into the profit and loss of the subsidiary. The transactions between the Company and each subsidiary of the Group including sales transaction amount, accounts receivable and payable, carrying amount of long-term equity investment, except for the associates and investment profit and loss recognized in the current period, have been eliminated in preparing the consolidated financial statements.

### (III) Information on investment in mainland China:

#### 1. Information on the name of investee company in mainland China and their main businesses and products

Investee Company	Main Business Activities	Paid-in Capital	Method of Investments (Note 1)	Accumulated Amount of Investments Remitted from Taiwan at Beginning of Period	Amount of Investments Remitted or Repatriated for the Period		Accumulated Amount of Investments Remitted from Taiwan at End of Period	Profit (Loss) of Investee for the Period	Percentage of ownership of direct or indirect investment	Share of profits/losses for the period	Carrying amount of investment at the end of the period	Accumulated Investment Income Repatriated at End of Period
					Remitted	Repatriated						
Huili	Processing of power supply	389,729	(II), 1	403,203	33,310	-	436,513	(19,551)	100.00	(19,551)	447,486	197,299
Zhonghan	Processing of power supply	220,341 (Note 2)	(II), 1	104,342	-	-	104,342	(10,383)	100.00	(10,383)	135,049	75,044
WUXI SPI	Processing of power supply	710,225 (Note 2)	(II), 1	508,326	-	-	508,326	11,390	100.00	11,390	100,384	-
WUXI Zhonghan	Manufacturing and trading of power supply	409,106	(II), 1	380,595	-	-	380,595	(67,761)	100.00	(67,761)	769,182	-
Zhonghan Tech.	Manufacturing and trading of power supply	128,130	(II), 1	20,196	-	-	20,196	(55,119)	100.00	(55,119)	667,199	-
FSP Jiangsu	Research & development and design of various energy saving technology	69,009 (Note 2)	(II), 1	13,380	-	-	13,380	(20,816)	100.00	(20,816)	98,860	-
Proteck Dongguan	Processing of power supply	38,729	(II), 1	38,038	-	-	38,038	(3,731)	100.00	(3,731)	16,942	-
Hao Han	Transformer processing	160,923 (Note 2)	(II), 1	-	-	-	-	(9,155)	100.00	(9,155)	24,392	-
WUXI 3Y	Design, manufacturing and trading of power supplies	4,053	(II), 2	-	-	-	-	955	65.87	629	5,710	-

Note 1: Method of investment can be divided into the following 3 categories:

- (I) Direct investment in mainland China.
- (II) Indirect investment in mainland China through a holding company established in other countries
  1. Through FSP International Inc. to invest in mainland China.
  2. Through 3Y Power to invest in mainland China.
- (III) Others.

Note 2: This includes the amount of capital contributed by a foreign subsidiary from its earnings or dividends from an investee company in China.

Note 3: The investment profit or loss of the company and the carrying amount of the investment at the end of the period were recognized based on the financial statements of the investee company audited by the independent auditors of Taiwan's parent company, accounted for and valued by the equity method.

Note 4: The investment profit or loss of the company and the carrying amount of the investment at the end of the period were recognized based on the financial statements of the investee company for the same period without being reviewed by the independent auditors, accounted for and valued by the equity method.

Note 5: Eliminated under consolidation.

## Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries (Continued)

### 2. The limit of investment in mainland China:

Accumulated investment in mainland China at the end of period	Investment amounts approved by Investment Commission, MOEA	Limit of investment in mainland China approved by Investment Commission, MOEA
1,468,916 (Note 2) (HK\$ 12,500 thousand and US\$ 43,640 thousand)	1,939,851 (Note 2) (HK\$ 12,500 thousand and US\$ 62,110 thousand)	7,462,783 (Note 1)

Note 1: 60% of net worth.

Note 2: For the amounts of the above investment in mainland China, except that the accumulated investment amount remitted from Taiwan to mainland China at the end of the current period is based on the historical exchange rate, the investment profit and loss recognized in the current period is based on the weighted average exchange rate (USD/TWD: 1:31.2223, CNY/TWD: 1:4.3183, HKD/TWD: 1:4.0023). Paid-in capital, investment amount approved by the Investment Commission of MOEA, and the carrying amount at the end of the period are based on the exchange rates on September 30, 2025 (USD/TWD: 1:30.4450, CNY/TWD: 1:4.2710, HKD/TWD: 1:3.9130).

### 3. Significant transactions with the investee company in mainland China:

Please refer to the "Information on Significant Transactions" for direct or indirect material transactions between the Group and investees in China (which have been eliminated during the preparation of consolidated financial statements) from January 1 to September 30, 2025.

## XIV. Department Information

The Group's operating segment information and reconciliation were as follows:

	The Company and its processing subsidiaries		Zhonghan Tech.	WUXI Zhonghan	Others	Adjustment and elimination	Total
	3Y Power						
<b>July to September, 2025</b>							
Revenue:							
Revenue from external customers	\$ 2,679,129	200,107	315,867	122,027	177,171	-	3,494,301
Intersegment revenue	833,991	282,276	8,545	3,731	162,297	(1,290,840)	-
<b>Total revenues</b>	<b>\$ 3,513,120</b>	<b>482,383</b>	<b>324,412</b>	<b>125,758</b>	<b>339,468</b>	<b>(1,290,840)</b>	<b>3,494,301</b>
<b>Reportable segment profit or loss</b>	<b>\$ 318,602</b>	<b>26,614</b>	<b>(6,950)</b>	<b>(11,227)</b>	<b>(43,648)</b>	<b>456</b>	<b>283,847</b>
<b>July to September, 2024</b>							
Revenue:							
Revenue from external customers	\$ 2,191,141	223,038	386,540	151,006	171,762	-	3,123,487
Intersegment revenue	764,781	284,937	3,576	4,872	44,000	(1,102,166)	-
<b>Total revenues</b>	<b>\$ 2,955,922</b>	<b>507,975</b>	<b>390,116</b>	<b>155,878</b>	<b>215,762</b>	<b>(1,102,166)</b>	<b>3,123,487</b>
<b>Reportable segment profit or loss</b>	<b>\$ 194,638</b>	<b>47,101</b>	<b>(4,698)</b>	<b>(2,099)</b>	<b>(26,722)</b>	<b>3,227</b>	<b>211,447</b>
<b>January to September, 2025</b>							
Revenue:							
Revenue from external customers	\$ 7,786,307	695,323	788,403	360,607	584,226	-	10,214,866
Intersegment revenue	2,358,781	716,562	30,960	13,953	392,165	(3,512,421)	-
<b>Total revenues</b>	<b>\$ 10,145,088</b>	<b>1,411,885</b>	<b>819,363</b>	<b>374,560</b>	<b>976,391</b>	<b>(3,512,421)</b>	<b>10,214,866</b>
<b>Reportable segment profit or loss</b>	<b>\$ 403,859</b>	<b>57,282</b>	<b>(12,764)</b>	<b>(19,667)</b>	<b>(36,525)</b>	<b>(338)</b>	<b>391,847</b>
<b>January to September, 2024</b>							

**Notes to Consolidated Financial Statements of FSP Technology Inc. and Subsidiaries  
(Continued)**

	The Company and its processing subsidiaries	3Y Power	Zhonghan Tech.	WUXI Zhonghan	Others	Adjustment and elimination	Total
Revenue:							
Revenue from external customers	\$ 6,154,018	599,970	976,258	429,420	568,418	-	8,728,084
Intersegment revenue	1,843,065	813,536	15,729	12,014	121,994	(2,806,338)	-
<b>Total revenues</b>	<b>\$ 7,997,083</b>	<b>1,413,506</b>	<b>991,987</b>	<b>441,434</b>	<b>690,412</b>	<b>(2,806,338)</b>	<b>8,728,084</b>
<b>Reportable segment profit or loss</b>	<b>\$ 433,530</b>	<b>106,445</b>	<b>(26,400)</b>	<b>(7,059)</b>	<b>(35,010)</b>	<b>3,530</b>	<b>475,036</b>

The significant adjustment items of the above reportable segment information are described as follows:

The total revenue of the reportable segment and the inter-segment revenue to be eliminated were NT\$1,290,840 thousand, NT\$1,102,166 thousand, NT\$3,512,421 thousand, and NT\$2,806,338 thousand from July 1 to September 30, 2025 and 2024 and from January 1 to September 30, 2025 and 2024, respectively.