

**IEI INTEGRATION CORP.
AND SUBSIDIARIES**

Consolidated Financial Statements

With Independent Auditors' Review Report

For the Three Months Ended March 31, 2026 and 2025

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

Table of Contents

Contents	Page
I Cover page	1
II Table of Contents	2
III Independent Auditors' Review Report	3
IV Consolidated Balance Sheets	4
V Consolidated Statement of Comprehensive Income	5
VI Consolidated Statement of Changes in Equity	6
VII Consolidated Statement of Cash Flows	7
VIII Notes to the Consolidated Financial Statements	
1. Company History	8
2. Approval Date and Procedures of the Consolidated Financial Statements	8
3. Application of New and Revised Standards and Interpretations	8~9
4. Summary of Significant Accounting Policies	9~11
5. Key Sources of Uncertainty for Critical Accounting Judgments, Estimates and Assumptions	11
6. Explanation of Significant Accounts	12~32
7. Related Party Transactions	33~35
8. Pledged Assets	36
9. Significant Contingent Liabilities and Unrecognized Contractual Commitments	36
10. Significant Losses from Disasters	36
11. Significant Subsequent Events	36
12. Others	36
13. Supplementary Disclosures	
(1) Information on Significant Transactions	37~39
(2) Information on Investee Companies	39
(3) Information on Investments in Mainland China	40
14. Segment Information	41

Independent Auditors' Review Report

To the Board of Directors of IEI INTEGRATION CORP.:

Introduction

We have reviewed the accompanying consolidated balance sheets of IEI Integration Corp. and its subsidiaries (collectively, the "Group") as of March 31, 2026 and 2025, and the related consolidated statements of comprehensive income, changes in equity, and cash flows for the three-month periods then ended, and the notes to the consolidated financial statements (including a summary of significant accounting policies). The preparation of consolidated financial statements that fairly present in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard No. 34, "Interim Financial Reporting," endorsed by the Financial Supervisory Commission (FSC) is the responsibility of the Group's management. Our responsibility is to express a conclusion on the accompanying consolidated financial statements based on our reviews.

Scope

Except as described in the Basis for Qualified Conclusion paragraphs, we conducted our reviews in accordance with Review Standard No. 2410, "Review of Financial Statements." A review of interim financial information consists principally of making inquiries of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards, 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 described in Note 4(2) to the consolidated financial statements, certain non-significant subsidiaries included in the aforementioned consolidated financial statements are accounted for based on those investees' unreviewed financial reports for the same period. As of March 31, 2026 and 2025, total assets of these non-significant subsidiaries amounted to NT\$1,531,266 thousand and NT\$1,562,320 thousand, representing 9.55% and 10.13% of consolidated total assets, respectively; total liabilities amounted to NT\$389,142 thousand and NT\$411,028 thousand, representing 8.98% and 10.95% of consolidated total liabilities, respectively; and total comprehensive income for the periods from January 1 to March 31, 2026 and 2025 amounted to NT\$31,965 thousand and NT\$30,278 thousand, representing 10.72% and 6.62% of consolidated total comprehensive income, respectively.

As described in Note 6(7) to the consolidated financial statements, investments accounted for using the equity method held by IEI Integration Corp. and its subsidiaries as of March 31, 2026 and 2025 amounted to NT\$1,127,687 thousand and NT\$2,685,548 thousand, respectively; and the Group's share of profit or loss of associates and joint ventures accounted for using the equity method for the periods from January 1 to March 31, 2026 and 2025 amounted to NT\$2,830 thousand and NT\$77,512 thousand, respectively, which are likewise based on those investees' unreviewed financial reports for the same period.

Qualified Conclusion

Based on our reviews, except for the possible adjustments to the consolidated financial statements that might have been necessary had the unreviewed financial statements of the investees described in the Basis for Qualified Conclusion paragraphs been reviewed by accountants, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the financial position of IEI Integration Corp. and its subsidiaries as of March 31, 2026 and 2025, and their consolidated financial performance and consolidated cash flows for the three-month periods then ended, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard No. 34, "Interim Financial Reporting," endorsed by the Financial Supervisory Commission.

KPMG

Certified Public Accountants:

Han Yi-Lien

Pan Chun-Ming

Approval Document Number from the Securities Regulatory Authority:

FSC Certificate No. 1090332798

FSC Certificate No. 1110333933

May 8, 2026

Notes to Readers

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

The independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared 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 thereof, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

IEI INTEGRATION CORP. AND SUBSIDIARIES

Consolidated Balance Sheets

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

(Expressed in thousands of NTD)

Assets		2026.3.31		2025.12.31		2025.3.31		Liabilities and Equity		2026.3.31		2025.12.31		2025.3.31	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
Current assets:								Current liabilities:							
1100	Cash and cash equivalents (Notes 6(1)/(23))	\$ 3,432,970	22	2,487,337	17	4,273,174	28	2100	Short-term loans (Note 6(12))	\$ 92,494	1	-	-	-	-
1110	Financial assets at fair value through profit or loss - current (Notes 6(2)/(23))	548,848	3	499,201	3	863,336	6	2130	Current contract liabilities (Notes 6(20)&7)	540,590	4	375,251	3	384,267	3
1170	Notes and accounts receivable, net (Notes 6(4)/(20)/(23))	1,179,080	7	1,111,143	7	1,187,298	8	2170	Notes and accounts payable (Note 6(23))	1,705,556	11	1,365,762	9	1,231,515	8
1180	Accounts receivable from related parties, net (Notes 6(20)/(23)&7)	71,888	-	72,535	-	68,107	-	2180	Accounts payable to related parties (Notes 6(23)&7)	73,012	-	48,574	-	57,195	-
1210	Other receivables from related parties (Notes 6(23)&7)	51	-	56	-	32,856	-	2219	Other payables - other (Note 6(23))	606,920	4	625,649	4	611,614	4
130X	Inventories (Note 6(5))	3,011,012	19	2,202,627	15	1,526,119	10	2220	Other payables to related parties (Notes 6(23)&7)	33,138	-	20,106	-	12,235	-
1476	Other financial assets - current (Notes 6(6)/(23)&8)	1,969,345	12	3,117,670	21	2,785,550	18	2230	Current income tax liabilities	132,899	1	110,590	1	270,032	2
1479	Other current assets - other	237,402	2	162,718	1	193,143	1	2280	Current lease liabilities (Notes 6(13)/(23)&7)	6,724	-	6,724	-	7,919	-
		<u>10,450,596</u>	<u>65</u>	<u>9,653,287</u>	<u>64</u>	<u>10,929,583</u>	<u>71</u>	2399	Other current liabilities – other	43,395	-	39,261	-	33,982	-
										<u>3,234,728</u>	<u>21</u>	<u>2,591,917</u>	<u>17</u>	<u>2,608,759</u>	<u>17</u>
Non-current assets:								Non-current liabilities:							
1510	Financial assets at fair value through profit or loss - non-current (Notes 6(2)/(23))	227,219	2	225,384	2	29,897	-	2570	Deferred tax liabilities (Note 6(16))	1,041,041	6	1,085,081	7	1,075,858	7
1517	Financial assets at fair value through other comprehensive income - non-current (Notes 6(3)/(23))	54,523	-	43,275	-	50,360	-	2580	Non-current lease liabilities (Notes 6(13)/(23)&7)	5,209	-	6,876	-	14,415	-
1550	Investments accounted for using the equity method (Note 6(7))	2,859,740	18	2,778,698	18	2,685,548	18	2640	Net defined benefit liability, non-current	-	-	-	-	3	-
1600	Property, plant and equipment (Notes 6(9)&7)	1,956,043	12	1,943,089	13	1,235,304	8	2670	Other non-current liabilities – other	54,551	-	54,588	-	55,451	-
1755	Right-of-use assets (Note 6(10))	11,770	-	13,451	-	22,273	-			<u>1,100,801</u>	<u>6</u>	<u>1,146,545</u>	<u>7</u>	<u>1,145,727</u>	<u>7</u>
1760	Investment property, net (Note 6(11))	259,576	2	260,753	2	264,565	2	Total liabilities		<u>4,335,529</u>	<u>27</u>	<u>3,738,462</u>	<u>24</u>	<u>3,754,486</u>	<u>24</u>
1821	Other intangible assets, net	23,723	-	20,759	-	18,182	-	Equity attributable to owners of the parent							
1840	Deferred tax assets (Note 6(16))	123,612	1	117,099	1	112,319	1	(Notes 6(8)/(17))							
1975	Net defined benefit asset - non-current	11,068	-	11,068	-	9,335	-	3100	Share Capital	1,765,978	11	1,765,978	12	1,765,978	12
1990	Other non-current assets - other	49,063	-	51,053	-	70,753	-	3200	Capital surplus	1,135,035	7	1,134,964	8	840,240	6
		<u>5,576,337</u>	<u>35</u>	<u>5,464,629</u>	<u>36</u>	<u>4,498,536</u>	<u>29</u>	Retained earnings:							
								3310	Legal reserve	2,190,190	14	2,190,190	14	2,040,627	13
Total Assets		\$ 16,026,933	100	15,117,916	100	15,428,119	100	3320	Special reserve	300,475	2	300,475	2	385,290	2
								3350	Unappropriated earnings	6,444,189	40	6,275,201	42	6,679,084	43
										<u>8,934,854</u>	<u>56</u>	<u>8,765,866</u>	<u>58</u>	<u>9,105,001</u>	<u>58</u>
								3400	Other equity	(345,190)	(2)	(476,503)	(3)	(205,627)	(1)
								Total equity attributable to owners of the parent		11,490,677	72	11,190,305	75	11,505,592	75
								36XX	Non-controlling interests	200,727	1	189,149	1	168,041	1
								Total equity		<u>11,691,404</u>	<u>73</u>	<u>11,379,454</u>	<u>76</u>	<u>11,673,633</u>	<u>76</u>
								Total Liabilities and Equity		\$ 16,026,933	100	15,117,916	100	15,428,119	100

(Please refer to the accompanying notes to the consolidated financial statements)

IEI INTEGRATION CORP. AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income
For the Three Months Ended March 31, 2026 And 2025
(Expressed in Thousands of NTD, Except for Earnings per share)

		For the three months ended March 31			
		2026		2025	
		Amount	%	Amount	%
4110	Sales revenue	\$ 1,598,757	100	1,781,257	100
4170	Less: Sales returns and allowances	6,403	-	4,401	-
	Net sales revenue (Notes 6(20) & 7)	<u>1,592,354</u>	<u>100</u>	<u>1,776,856</u>	<u>100</u>
5110	Cost of sales (Notes 6(5)/(15)/(21), 7 & 12)	<u>1,144,074</u>	<u>72</u>	<u>1,152,196</u>	<u>65</u>
	Gross profit	448,280	28	624,660	35
5910	Unrealized gain (loss) on intercompany sales	(138)	-	(661)	-
5920	Realized gain (loss) on intercompany sales	82	-	359	-
	Net gross profit	<u>448,224</u>	<u>28</u>	<u>624,358</u>	<u>35</u>
	Operating expenses (Notes 6(4)/(15)/(18)/(21), 7 & 12)				
6100	Selling expenses	131,060	8	130,308	7
6200	Administrative expenses	121,486	8	135,987	8
6300	Research and development expenses	159,246	10	139,307	8
	Total operating expenses	<u>411,792</u>	<u>26</u>	<u>405,602</u>	<u>23</u>
	Net operating income	<u>36,432</u>	<u>2</u>	<u>218,756</u>	<u>12</u>
	Non-operating income and expenses (Notes 6(22) & 7)				
7100	Interest income	44,334	3	61,105	4
7010	Other income	3,487	-	9,915	1
7020	Other gains and losses, net	16,875	1	72,882	4
7050	Finance costs	(183)	-	(128)	-
7060	Share of profit of associates and joint ventures accounted for using the equity method, net	88,644	5	77,512	4
	Total non-operating income and expenses	<u>153,157</u>	<u>9</u>	<u>221,286</u>	<u>13</u>
	Profit (loss) from continuing operations before tax	<u>189,589</u>	<u>11</u>	<u>440,042</u>	<u>25</u>
7950	Less: Income tax expense (Note 6(16))	<u>22,663</u>	<u>1</u>	<u>77,228</u>	<u>4</u>
	Profit (loss)	<u>166,926</u>	<u>10</u>	<u>362,814</u>	<u>21</u>
8300	Other comprehensive income:				
8310	Items that will not be reclassified subsequently to profit or loss:				
8316	Unrealized gains (losses) on investments in equity instruments measured at fair value through other comprehensive income	11,248	1	(6,134)	-
8320	Share of other comprehensive income of associates and joint ventures accounted for using the equity method that will not be reclassified subsequently to profit or loss	(16,433)	(1)	59,870	3
8349	Income tax related to items that will not be reclassified subsequently to profit or loss	-	-	-	-
	Total items that will not be reclassified subsequently to profit or loss	<u>(5,185)</u>	<u>-</u>	<u>53,736</u>	<u>3</u>
8360	Items that may be reclassified subsequently to profit or loss				
8361	Exchange differences on translation of foreign operations	127,666	8	33,185	2
8370	Share of other comprehensive income of associates and joint ventures accounted for using the equity method that may be reclassified subsequently to profit or loss	8,832	1	7,927	-
8399	Income tax related to items that may be reclassified subsequently to profit or loss	-	-	-	-
	Total items that may be reclassified subsequently to profit or loss	<u>136,498</u>	<u>9</u>	<u>41,112</u>	<u>2</u>
8300	Other comprehensive income for the year	<u>131,313</u>	<u>9</u>	<u>94,848</u>	<u>5</u>
	Total comprehensive income	<u>\$ 298,239</u>	<u>19</u>	<u>\$ 457,662</u>	<u>26</u>
	Profit (loss) attributable to:				
8610	Owners of the parent	\$ 168,988	10	363,748	21
8620	Non-controlling interests	(2,062)	-	(934)	-
		<u>\$ 166,926</u>	<u>10</u>	<u>\$ 362,814</u>	<u>21</u>
	Comprehensive income attributable to:				
8710	Owners of the parent	\$ 300,301	19	458,596	26
8720	Non-controlling interests	(2,062)	-	(934)	-
		<u>\$ 298,239</u>	<u>19</u>	<u>\$ 457,662</u>	<u>26</u>
	Earnings (Loss) per share (NT\$)				
	Basic earnings per share (NT\$) (Note 6(19))	<u>\$ 0.96</u>		<u>2.06</u>	
	Diluted earnings per share (NT\$) (Note 6(19))	<u>\$ 0.95</u>		<u>2.05</u>	

(Please refer to the accompanying notes to the consolidated financial statements)

IEI INTEGRATION CORP. AND SUBSIDIARIES
Consolidated Statement of Changes in Equity
For the Three Months Ended March 31, 2026 and 2025

(Expressed in thousands of NTD)

Code	Equity attributable to owners of the parent													
	Share Capital						Retained earnings			Other equity		Total equity attributable to owners of the parent	Non-controlling interests	Total Equity
	Ordinary Share Capital	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total	Exchange differences on translation of foreign operations	Unrealized gain (loss) on financial assets at fair value through other comprehensive income	Total					
A1	Balance at January 1, 2025	\$ 1,765,978	837,554	2,040,627	385,290	6,315,336	8,741,253	(281,642)	(18,833)	(300,475)	11,044,310	159,706	11,204,016	
D1	Net income for the period	-	-	-	-	363,748	363,748	-	-	-	363,748	(934)	362,814	
D3	Other comprehensive income	-	-	-	-	-	-	41,112	53,736	94,848	94,848	-	94,848	
D5	Total comprehensive income	-	-	-	-	363,748	363,748	41,112	53,736	94,848	458,596	(934)	457,662	
	Other changes in capital surplus:													
C7	Changes in equity of associates accounted for using the equity method	-	2,539	-	-	-	-	-	-	-	2,539	-	2,539	
C17	Other changes in capital surplus	-	147	-	-	-	-	-	-	-	147	-	147	
N1	Share-based payment	-	-	-	-	-	-	-	-	-	-	7,549	7,549	
O1	Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	1,720	1,720	
Z1	Balance at March 31, 2025	\$ 1,765,978	840,240	2,040,627	385,290	6,679,084	9,105,001	(240,530)	34,903	(205,627)	11,505,592	168,041	11,673,633	
A1	Balance at January 1, 2026	\$ 1,765,978	1,134,964	2,190,190	300,475	6,275,201	8,765,866	(363,062)	(113,441)	(476,503)	11,190,305	189,149	11,379,454	
D1	Net income for the period	-	-	-	-	168,988	168,988	-	-	-	168,988	(2,062)	166,926	
D3	Other comprehensive income	-	-	-	-	-	-	136,498	(5,185)	131,313	131,313	-	131,313	
D5	Total comprehensive income	-	-	-	-	168,988	168,988	136,498	(5,185)	131,313	300,301	(2,062)	298,239	
	Other changes in capital surplus:													
C17	Other changes in capital surplus	-	71	-	-	-	-	-	-	-	71	-	71	
N1	Share-based payment	-	-	-	-	-	-	-	-	-	-	6,912	6,912	
O1	Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	6,728	6,728	
Z1	Balance at March 31, 2026	\$ 1,765,978	1,135,035	2,190,190	300,475	6,444,189	8,934,854	(226,564)	(118,626)	(345,190)	11,490,677	200,727	11,691,404	

(Please refer to the accompanying notes to the consolidated financial statements)

IEI INTEGRATION CORP. AND SUBSIDIARIES
Consolidated Statement of Cash Flows
For the Three Months Ended March 31, 2026 and 2025

(Expressed in thousands of NTD)

		For the three months ended March 31	
		2026	2025
AAAA	Cash flows from operating activities:		
A10000	Profit (loss) from continuing operations before tax	\$ 189,589	440,042
A20000	Adjustments:		
A20010	Adjustments to reconcile profit (loss):		
A20100	Depreciation expense	35,148	34,625
A20200	Amortization expense	7,018	5,525
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	386	(3,996)
A20900	Interest expense	183	128
A21200	Interest income	(44,334)	(61,105)
A21900	Share-based payment expense	6,912	7,549
A22300	Share of loss (profit) of associates and joint ventures accounted for using the equity method	(88,644)	(77,512)
A22500	Loss (gain) on disposal of property, plant and equipment	12	(4)
A23700	Inventory write-downs and obsolescence losses	30,119	30,683
A23900	Unrealized (realized) intercompany profit	56	302
A24100	Unrealized foreign exchange loss (gain)	(53,722)	(83,125)
A29900	Other adjustments to reconcile profit (loss)	-	(74)
A20010	Total adjustments to reconcile profit (loss)	<u>(106,866)</u>	<u>(147,004)</u>
A30000	Changes in operating assets and liabilities:		
A31115	Decrease (increase) in financial assets at fair value through profit or loss	(45,259)	27,226
A31150	Decrease (increase) in accounts receivable	(61,677)	(34,783)
A31160	Decrease (increase) in accounts receivable from related parties	23,493	48,028
A31190	Decrease (increase) in other receivables from related parties	72,632	283,490
A31200	Decrease (increase) in inventories	(801,272)	(108,495)
A31240	Decrease (increase) in other current assets	(68,575)	16,700
A31990	Decrease (increase) in other operating assets	-	1
A32000	Changes in operating liabilities:		
A32125	Decrease in contract liabilities	165,339	(15,242)
A32150	Increase (decrease) in accounts payable	313,791	(65)
A32160	Increase (decrease) in accounts payable to related parties	4,406	472
A32180	Increase (decrease) in other payables	(25,725)	(26,230)
A32190	Increase (decrease) in other payables to related parties	(29,822)	(103,790)
A32200	Increase (decrease) in provisions	(103)	1,608
A32230	Increase (decrease) in other current liabilities	1,196	(2,524)
A30000	Total changes in operating assets and liabilities	<u>(451,576)</u>	<u>86,396</u>
A20000	Total adjustments	<u>(558,442)</u>	<u>(60,608)</u>
A33000	Cash inflow (outflow) generated from operations	(368,853)	379,434
A33100	Interest received	35,881	66,623
A33300	Interest paid	(183)	(129)
A33500	Income taxes refund (paid)	(44,030)	(10,992)
AAAA	Net cash flows from operating activities	<u>(377,185)</u>	<u>434,936</u>

IEI INTEGRATION CORP. AND SUBSIDIARIES
Consolidated Statement of Cash Flows (continued)
For the Three Months Ended March 31, 2026 and 2025

(Expressed in thousands of NTD)

		For the three months ended March 31	
		2026	2025
BBBB	Cash flows from investing activities		
B02700	Acquisition of property, plant, and equipment	(19,017)	(12,629)
B02800	Proceeds from disposal of property, plant and equipment	350	40
B04500	Acquisition of intangible assets	(9,538)	(9,095)
B06600	Decrease (increase) in other financial assets	1,185,786	944,372
B06700	Decrease (increase) in other non-current assets	(3,667)	(49,214)
BBBB	Net cash flows from (used in) investing activities	1,153,914	873,474
CCCC	Cash flows from financing activities		
C00100	Increase (decrease) in short-term loans	90,987	-
C03100	Increase (decrease) in guarantee deposits received	(30)	(20)
C04020	Payments of lease liabilities	(1,667)	(1,964)
C09900	Other financing activities	71	147
CCCC	Cash flows from (used in) financing activities	89,361	(1,837)
DDDD	Effect of exchange rate changes on cash and cash equivalents	79,543	12,632
EEEE	Net increase (decrease) in cash and cash equivalents	945,633	1,319,205
E00100	Cash and cash equivalents at beginning of period	2,487,337	2,953,969
E00200	Cash and cash equivalents at end of period	\$ 3,432,970	4,273,174

(Please refer to the accompanying notes to the consolidated financial statements)

IEI INTEGRATION CORP. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

For the Three Months Ended March 31, 2026 and 2025

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

1. Company History

IEI Integration Corp. (the “Company” or “IEI”) was incorporated with the approval of the Ministry of Economic Affairs, R.O.C. on April 17, 1997. The principal business of the Company and its subsidiaries (collectively the “Group”) involves the manufacturing and sales of computers, computer components and peripherals and related trading.

2. Approval Date and Procedures of the Consolidated Financial Statements

The consolidated financial statements were approved for issuance by the Board of Directors on May 8, 2026.

3. Application of New and Revised Standards and Interpretations

(1) Effect of adopting new and revised standards and interpretations endorsed by the FSC

The Group adopted the following newly revised International Financial Reporting Standards endorsed by the FSC beginning January 1, 2026, and they did not have a material impact on the consolidated financial statements:

- IFRS 17 "Insurance Contracts" and amendments to IFRS 17
- Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"
- Annual improvements to IFRS Accounting Standards
- Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

(2) New and revised standards and interpretations in issue but not yet endorsed by the FSC

Standards and interpretations issued by the IASB but not yet endorsed by the FSC that may be relevant to the Group include:

New/Revised Standard	Key Amendments	Effective Date (IASB)
IFRS 18 "Presentation and Disclosure in Financial Statements"	<p>The new standard introduces three categories of income and expenses, two income statement subtotals, and a single note on management performance measures. These three amendments and enhancements lay the foundation for providing users with better and more consistent information by strengthening guidance on how information is disaggregated in financial statements, and will affect all companies.</p> <ul style="list-style-type: none">• A more structured income statement: Under current standards, companies use different formats to present their operating results, making it difficult for investors to compare financial performance across companies. The new standard adopts a more structured income statement, introducing a newly defined "operating profit" subtotal and requiring that all income and expenses be classified into three new distinct categories based on a company's principal business activities.	January 1, 2027 (Note: The FSC announced on September 25, 2025 that Taiwan will adopt IFRS 18 for fiscal year 2028. Early adoption is permitted after FSC endorsement.)

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

New/Revised Standard	Key Amendments	Effective Date (IASB)
	<ul style="list-style-type: none"> • Management Performance Measures (MPMs): The new standard introduces a definition of management performance measures and requires companies to explain, in a single note to the financial statements, for each measure: why it provides useful information, how it is calculated, and how the measure reconciles to amounts recognized in accordance with International Financial Reporting Standards. • More disaggregated information: The new standard includes enhanced guidance on how companies should disaggregate information in their financial statements. This includes guidance on whether information should be presented in the primary financial statements or further disaggregated in the notes. 	

The Group is currently evaluating the effects of the above standards and interpretations on the consolidated financial statements and will disclose the relevant effects when the evaluation is complete.

The Group expects that the following other newly issued and amended standards that have not yet been endorsed will not have a material 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 Venture"
- IFRS 19 "Subsidiaries without Public Accountability: Disclosures" and amendments to IFRS 19
- Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"

4. Summary of Significant Accounting Policies

(1) Statement of Compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard No. 34, "Interim Financial Reporting," endorsed by the FSC. The interim consolidated financial statements do not include all the information required for a complete set of annual financial statements prepared under IFRS endorsed by the FSC.

Except as described below, the significant accounting policies adopted in the consolidated financial statements are consistent with those of the 2025 annual consolidated financial statements. For relevant information, please refer to Note 4 of the 2025 annual consolidated financial statements.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

(2) Basis of Consolidation

i. Subsidiaries Included in the Consolidated Financial Statements

Subsidiaries in the consolidated financial statements include:

Name of Investor	Name of Subsidiary	Principal Business	Ownership Percentage			Note
			2026.3.31	2025.12.31	2025.3.31	
IEI Integration Corp.	ICP Electronics Limited	Investment holding company	100%	100%	100%	
IEI Integration Corp.	Internet Application Technology Ltd.	Investment holding company	100%	100%	100%	
IEI Integration Corp.	BriteMED Technology Inc.	Manufacturing and trading of electronic components	100%	100%	100%	Note 1
ICP Electronics Limited	Fortunetec International Corp.	Investment holding company	100%	100%	100%	
ICP Electronics Limited	Fortune Name Holdings Limited	Investment holding company	100%	100%	100%	Note 1
Fortunetec International Corp.	Armorlink SH Corp. (Armorlink)	Logistics center; manufacturing and trading of computer-related products	90.70%	90.70%	90.70%	
Internet Application Technology Ltd.	Rich Excel Corporation Holdings Limited	Investment holding company	100%	100%	100%	
Rich Excel Corporation Holdings Limited	Equilico Inc.	Real estate leasing	100%	100%	100%	Note 1
Rich Excel Corporation Holdings Limited	Potency Inc.	Investment holding company	100%	100%	100%	
Equilico Inc.	Suntend LLC	Real estate leasing	100%	100%	100%	Note 1
Armorlink SH Corp.	IEI Technology (Shanghai) Co., Ltd.	Trading of computer-related products	100%	100%	100%	
Armorlink SH Corp.	Weibotong Technology (Shanghai) Co., Ltd.	Trading of computer-related products	100%	100%	100%	Note 1
Armorlink SH Corp.	Ailean Technologies Corp.	Manufacturing and trading of computer-related products	100%	100%	100%	Note 1、2
Armorlink SH Corp.	SYNCDA International Limited.	Logistics center; industrial computer sales	100%	100%	100%	Note 1
Ailean Technologies Corp.	ASH Energy Group Limited	Supply chain management	100%	100%	100%	Note 1、2
Potency Inc.	IEI Technology USA Corporation	Trading of computer-related products	100%	100%	100%	

Note 1: These are non-material subsidiaries whose financial statements have not been reviewed by accountants.

Note 2: Ailean Technologies Corp. was approved for a name change on April 18, 2025, and its Chinese name was officially changed from 優達芯發 to 優科上越電子(上海)有限公司. The English name remains unchanged.

ii. Subsidiaries not included in the consolidated financial statements: None.

iii. As approved by the Board of Directors on April 10, 2026, the functional currency of subsidiary Fortunetec International Corp. was changed from NTD to USD effective January 1, 2026, due to changes in its principal business activities and functions, and is being accounted for on a prospective basis in accordance with IAS 21.

(3) Classification of Current and Non-Current Assets and Liabilities

An asset is classified as current under one of the following criteria, and all other assets are classified as non-current assets by the Group:

- i. It is expected to be realized, or intended to be sold or consumed, in the normal operating cycle;
- ii. It holds the asset primarily for purposes of trading;
- iii. It is expected to be realized within 12 months after the reporting period; or
- iv. The asset is cash or a cash equivalent (as defined in IAS 7), unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

A liability is classified as current if it meets any of the following criteria; all other liabilities are classified as non-current:

- i. It is expected to be settled in the normal operating cycle;
- ii. It is held primarily for the purposes of trading;
- iii. It is due to be settled within twelve months after the reporting period; or
- iv. There is no right to defer settlement of the liability for at least twelve months after the reporting period.

(4) Employee benefits

The pension cost for defined benefit plans for interim periods is measured using the pension cost rates determined from actuarial valuations at the previous annual reporting date, calculated on a year-to-date basis, with adjustments for significant market fluctuations since that date, and significant curtailments, settlements, or other significant one-time events.

(5) Income taxes

The Group measures and discloses income tax expense for the interim period in accordance with IAS 34, paragraph B12.

Income tax expense is recognized based on the best estimate of the weighted average annual effective income tax rate expected for the full year applied to the pre-tax income of the interim period.

Income tax expense directly recognized in equity or other comprehensive income is measured based on temporary differences between the carrying amounts of the related assets and liabilities for financial reporting purposes and their tax bases, using the tax rates expected to apply when the temporary differences are realized or settled.

5. Key Sources of Uncertainty for Critical Accounting Judgments, Estimates and Assumptions

When preparing the consolidated financial statements in accordance with the Regulations and International Accounting Standard No. 34, "Interim Financial Reporting," endorsed by the Financial Supervisory Commission, management is required to make judgments and estimates about the future (including climate-related risks and opportunities) that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying accounting policies, and the key sources of estimation uncertainty, are consistent with those described in Note 5 of the 2025 annual consolidated financial statements.

The accounting policies involving significant judgments that materially impact the amounts recognized in the consolidated financial statements are as follows:

- Assessment of whether the Group has control over an investee

The Group holds 20.96% of the voting shares of QNAP Systems, Inc., making it the single largest shareholder. Although the remaining 79.04% of shares are not concentrated among specific shareholders, the Group does not hold a majority of the board seats or voting rights representing more than half of the shareholders present at the general meeting. Accordingly, the Group is considered to have significant influence over QNAP Systems, Inc.

The Group holds 24.49% of the voting shares of Sheng Feng Co., Ltd., also making it the single largest shareholder. Despite the remaining 75.51% of shares not being concentrated among specific shareholders, the Group similarly does not control the majority of board seats or voting rights of shareholders present at the general meeting. Therefore, the Group is deemed to have significant influence over Sheng Feng Co., Ltd.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

6. Explanation of Significant Accounts

Except as described below, the notes to significant accounts in the consolidated financial statements do not differ materially from those in the 2025 annual consolidated financial statements. For relevant information, please refer to Note 6 of the 2025 annual consolidated financial statements.

(1) Cash and Cash Equivalents

	<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
Cash on hand	\$ 2,631	2,763	4,306
Bank deposits	765,799	1,256,178	1,101,588
Cash equivalents	2,664,540	1,228,396	3,167,280
Cash and cash equivalents in the consolidated statement of cash flows	<u>\$ 3,432,970</u>	<u>2,487,337</u>	<u>4,273,174</u>

- i. None of the cash and cash equivalents have been pledged as collateral.
- ii. Time deposits that do not meet the definition of cash equivalents have been reclassified under other financial assets. Please refer to Note 6(6).
- iii. For details on interest rate risk and sensitivity analysis related to the Group's financial assets and liabilities, please refer to Note 6(23).

(2) Financial Assets Measured at Fair Value through Profit or Loss

	<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
Mandatorily measured at fair value through profit or loss:			
Current:			
Fund beneficiary certificate	\$ 456,181	454,474	816,936
Open-end wealth management products	92,667	44,727	46,400
	<u>\$ 548,848</u>	<u>499,201</u>	<u>863,336</u>
Non-current:			
U.S. Treasury bonds	\$ 142,241	140,608	-
Fund beneficiary certificate	7,109	6,552	-
Secondary market foreign bonds	77,869	78,224	29,897
	<u>\$ 227,219</u>	<u>225,384</u>	<u>29,897</u>

- i. For details on the amounts remeasured at fair value through profit or loss, please refer to Note 6(22).
- ii. For details on credit risk and market risk, please refer to Note 6(23).
- iii. The above financial assets have not been pledged as collateral.

(3) Financial Assets Measured at Fair Value through Other Comprehensive Income

	<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
Equity instruments measured at fair value through other comprehensive income:			
Domestic unlisted common stocks	\$ 54,523	43,275	50,360

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

- i. The Group has designated the above equity investments as measured at fair value through other comprehensive income (FVOCI), as they are held for long-term strategic purposes and not for trading.
- ii. For information on credit risk and market risk, please refer to Note 6(23).
- iii. The above financial assets have not been pledged as collateral.

(4) Notes and Accounts Receivable

	<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
Notes receivable	\$ 109,911	51,699	46,172
Accounts receivable	1,071,876	1,062,106	1,143,703
Less: Allowance for doubtful accounts	<u>(2,707)</u>	<u>(2,662)</u>	<u>(2,577)</u>
	<u>\$ 1,179,080</u>	<u>1,111,143</u>	<u>1,187,298</u>

The Group applies the simplified approach to measuring expected credit losses, which requires the use of a lifetime expected credit loss provision for all notes and trade receivables. For the purpose of measuring expected credit losses, these receivables are grouped based on shared credit risk characteristics and the customers' ability to settle amounts due in accordance with the contractual terms. Forward-looking information has also been incorporated into the assessment.

The aging analysis of notes and trade receivables is as follows:

	<u>2026.3.31</u>		
	<u>Gross Carrying Amount</u>	<u>Weighted Average Expected Credit Loss Rate</u>	<u>Allowance for Expected Credit Losses</u>
Not past due	\$ 1,160,050	0%	-
0~90 days past due	19,651	0%~9.54%	1,875
91~180 days past due	1,236	0%	-
Over 181 days past due	<u>849</u>	<u>25.08%~100%</u>	<u>832</u>
	<u>\$ 1,181,786</u>		<u>2,707</u>

	<u>2025.12.31</u>		
	<u>Gross Carrying Amount</u>	<u>Weighted Average Expected Credit Loss Rate</u>	<u>Allowance for Expected Credit Losses</u>
Not past due	\$ 1,078,630	0%	-
0~90 days past due	33,869	0%~5.49%	1,859
91~180 days past due	268	0%	-
Over 181 days past due	<u>1,038</u>	<u>8.33%~100%</u>	<u>803</u>
	<u>\$ 1,113,805</u>		<u>2,662</u>

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

	2025.3.31		
	Gross Carrying Amount	Weighted Average Expected Credit Loss Rate	Allowance for Expected Credit Losses
Not past due	\$ 1,015,909	0%	-
0~90 days past due	167,716	0%~1.27%	2,117
91~180 days past due	5,790	0%	-
Over 181 days past due	460	100%	460
	<u>\$ 1,189,875</u>		<u>2,577</u>

The movements in the loss allowance for notes and trade receivables of the Group are as follows:

	For the three months ended March 31	
	2026	2025
Beginning balance	\$ 2,662	2,562
Foreign exchange gains (losses)	45	15
Ending balance	<u>\$ 2,707</u>	<u>2,577</u>

As of March 31, 2026, December 31, 2025 and March 31, 2025, none of the Group's notes and trade receivables were pledged as collateral.

(5) Inventories

	2026.3.31	2025.12.31	2025.3.31
Finished goods	\$ 1,023,959	1,042,592	551,445
Work in process	327,296	126,972	255,767
Raw materials	1,659,757	1,033,063	718,907
	<u>\$ 3,011,012</u>	<u>2,202,627</u>	<u>1,526,119</u>

i. For the three-month periods ended March 31, 2026 and 2025, inventory costs recognized as cost of sales and expenses were NT\$1,144,074 thousand and NT\$1,152,196 thousand, respectively, and inventory write-downs recognized as cost of sales due to reduction to net realizable value were NT\$30,119 thousand and NT\$30,683 thousand, respectively.

ii. As of March 31, 2026, December 31, 2025, and March 31, 2025, none of the Group's inventories were pledged as collateral.

(6) Other Financial Assets

Details of the Group's other financial assets are as follows:

	2026.3.31	2025.12.31	2025.3.31
Current:			
Time deposits and restricted assets	\$ 1,969,345	3,117,670	2,580,473
National debt reverse repurchase	-	-	205,077
	<u>\$ 1,969,345</u>	<u>3,117,670</u>	<u>2,785,550</u>

For information on other financial assets pledged as collateral, please refer to Note 8.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

(7) Investments Accounted for Using the Equity Method

The Group's investments accounted for using the equity method at the reporting date are as follows:

	<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
Associates	<u>\$ 2,859,740</u>	<u>2,778,698</u>	<u>2,685,548</u>

i. Information on associates that are material to the Group is as follows:

<u>Name of Associate</u>	<u>Nature of Relationship with the Group</u>	<u>Principal Place of Business / Country of Incorporation</u>	<u>Percentage of Ownership Interest and Voting Rights</u>		
			<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
QNAP Systems, Inc.	Sales of network security, network-attached storage (NAS), and network communications products	Taiwan	20.96%	20.96%	23.24%
Sheng Feng Co., Ltd.	Real estate leasing	Taiwan	24.49%	24.49%	24.49%

The fair values of associates that are material to the Group and are listed (or OTC) are as follows:

	<u>2026.3.31</u>	<u>2025.12.31</u>
QNAP Systems, Inc.	<u>\$ 4,610,700</u>	<u>5,277,308</u>

The following presents summarized financial information for associates that are individually material to the Group. The amounts have been adjusted from those included in the associates' IFRS financial statements to reflect fair value adjustments made upon the Group's acquisition of interests in the associates and adjustments for differences in accounting policies:

Summarized Financial Information for QNAP Systems, Inc.:

	<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
Current assets	\$ 5,384,817	5,043,632	3,650,352
Non-current assets	4,424,766	4,253,664	4,623,909
Current liabilities	(2,638,896)	(1,274,950)	(1,720,312)
Non-current liabilities	(128,420)	(132,754)	(108,352)
Net assets	<u>\$ 7,042,267</u>	<u>7,889,592</u>	<u>6,445,597</u>

	<u>For the three months ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Revenue	<u>\$ 1,406,189</u>	<u>1,407,789</u>
Net income from continuing operations	\$ 430,747	353,594
Other comprehensive income (loss)	(19,318)	159,321
Total comprehensive income	<u>\$ 411,429</u>	<u>512,915</u>
Total comprehensive income attributable to the Group	<u>\$ 89,802</u>	<u>120,339</u>

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

	For the three months ended March 31	
	2026	2025
Beginning balance of the Group's equity in associates	\$ 1,650,291	1,375,216
Total comprehensive income for the period attributable to the Group	89,802	120,339
Changes recognized in associates	-	2,539
Ending balance of the Group's share of net assets in associates	1,740,093	1,498,094
Less: Unrealized gains on downstream transactions	7,941	5,092
Unrealized gains on upstream transactions	99	29
Ending carrying amount of the Group's equity in associates	\$ 1,732,053	1,492,973

QNAP Systems, Inc. held 13,367 thousand shares of the Company as of March 31, 2026, December 31, 2025 and March 31, 2025.

Summarized Financial Information for Sheng Feng Co., Ltd.:

	2026.3.31	2025.12.31	2025.3.31
Current assets	\$ 92,616	138,057	89,889
Non-current assets	3,135,974	3,126,055	3,421,150
Current liabilities	(35,001)	(39,749)	(43,514)
Net assets	\$ 3,193,589	3,224,363	3,467,525

	For the three months ended March 31	
	2026	2025
Revenue	\$ 4,774	4,389
Net income from continuing operations	\$ 9,491	(10,677)
Other comprehensive income (loss)	(40,264)	111,257
Total comprehensive income	\$ (30,773)	100,580
Total comprehensive income attributable to the Group	\$ (7,537)	24,633
Beginning balance of the Group's equity in associates	\$ 789,673	824,592
Total comprehensive income for the period attributable to the Group	(7,537)	24,633
Ending balance of the Group's share of net assets in associates	782,136	849,225
Less: Unrealized gains on downstream transactions	-	-
Unrealized gains on upstream transactions	-	-
Ending carrying amount of the Group's equity in associates	\$ 782,136	849,225

Sheng Feng Co., Ltd. held 10,596 thousand shares of the Company as of March 31, 2026, December 31, 2025 and March 31, 2025.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

- ii. The aggregate financial information for associates that are individually immaterial to the Group is as follows, based on the amounts included in the Group's consolidated financial statements:

	2026.3.31	2025.12.31	2025.3.31
Aggregate carrying amount of the Group's interests in individually immaterial associates	\$ 345,551	338,734	343,350

	For the three months ended March 31	
	2026	2025
The Group's share of:		
Net profit (loss) from continuing operations	\$ 505	1,969
Other comprehensive income (loss)	6,312	3,489
Total comprehensive income (loss)	\$ 6,817	5,458

- iii. Collateral

As of March 31, 2026, December 31, 2025 and March 31, 2025, none of the Group's investments accounted for using the equity method were pledged as collateral.

- iv. Unreviewed equity method investments

Except for QNAP Systems Inc., whose financial statements have been reviewed by accountants, all other equity method investments and the related shares of profit and other comprehensive income were determined based on unreviewed financial statements.

(8) Subsidiaries with Material Non-Controlling Interests

Subsidiaries with non-controlling interests that are material to the Group are as follows:

Name of Subsidiary	Principal Place of Business / Country of Incorporation	Non-controlling Interest Percentage of Ownership and Voting Rights		
		2026.3.31	2025.12.31	2025.3.31
Armorlink SH Corp. (Armorlink)	China	9.30%	9.30%	9.30%

Armorlink's ownership percentage decreased from 100% to 90.70% in 2024 due to the issuance of restricted employee shares. Please refer to Note 6(17) for share-based payment information. The summarized financial information for the above subsidiary is as follows, prepared in accordance with IFRSs endorsed by the FSC, and adjusted to reflect fair value adjustments made at the acquisition date and differences in accounting policies. The amounts represent figures before elimination of intercompany transactions:

Summarized Financial Information for Armorlink:

	2026.3.31	2025.12.31	2025.3.31
Current assets	\$ 2,879,825	2,741,111	2,719,456
Non-current assets	881,148	852,418	905,131
Current liabilities	(2,308,190)	(2,175,037)	(2,249,288)
Non-current liabilities	(2,586)	(2,497)	(2,477)
Net assets	\$ 1,450,197	1,415,995	1,372,822
Ending carrying amount of non-controlling interests	\$ 200,727	189,149	168,041

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

	For the three months ended March 31	
	2026	2025
Revenue	\$ 646,746	720,900
Net loss income for the period	\$ (22,168)	(10,046)
Other comprehensive income (loss)	(158)	(14)
Total comprehensive income	\$ (22,326)	(10,060)
Net income attributable to non-controlling interests	\$ (2,062)	(934)
Cash flows from operating activities	\$ (231,080)	17,199
Cash flows from investing activities	(6,657)	(34,985)
Cash flows from financing activities	(77,673)	-
Net decrease in cash and cash equivalents	\$ (315,410)	(17,786)

(9) Property, Plant and Equipment

The changes in cost, accumulated depreciation, and impairment losses of the Group's property, plant and equipment are as follows:

	Land	Buildings	Machinery	Other Equipment	Total
Cost or deemed cost:					
Balance at January 1, 2026	\$ 1,154,481	1,072,670	336,895	457,077	3,021,123
Additions	-	-	14,971	6,725	21,696
Reclassification	3,957	2,394	-	-	6,351
Disposals	-	-	(602)	(6,749)	(7,351)
Effect of exchange rate changes	1,711	24,232	11,147	4,768	41,858
Balance at March 31, 2026	\$ 1,160,149	1,099,296	362,411	461,821	3,083,677
Balance at January 1, 2025	\$ 438,848	1,082,889	309,879	466,766	2,298,382
Additions	-	890	2,458	5,123	8,471
Reclassification	(9,389)	9,389	-	-	-
Disposals	-	-	(1,256)	(1,408)	(2,664)
Effect of exchange rate changes	1,048	10,039	4,060	2,421	17,568
Balance at March 31, 2025	\$ 430,507	1,103,207	315,141	472,902	2,321,757
Depreciation and impairment losses:					
Balance at January 1, 2026	\$ -	547,047	186,141	344,846	1,078,034
Depreciation	-	9,626	13,140	9,454	32,220
Disposals	-	-	(575)	(6,320)	(6,895)
Effect of exchange rate changes	-	15,384	6,031	2,860	24,275
Balance at March 31, 2026	\$ -	572,057	204,737	350,840	1,127,634

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

	<u>Land</u>	<u>Buildings</u>	<u>Machinery</u>	<u>Other Equipment</u>	<u>Total</u>
Balance at January 1, 2025	\$ -	561,097	144,545	342,977	1,048,619
Depreciation	-	10,319	12,024	9,010	31,353
Disposals	-	-	(1,131)	(1,403)	(2,534)
Effect of exchange rate changes	-	6,002	1,852	1,161	9,015
Balance at March 31, 2025	<u>\$ -</u>	<u>577,418</u>	<u>157,290</u>	<u>351,745</u>	<u>1,086,453</u>
Carrying amount:					
January 1, 2026	<u>\$ 1,154,481</u>	<u>525,623</u>	<u>150,754</u>	<u>112,231</u>	<u>1,943,089</u>
March 31, 2026	<u>\$ 1,160,149</u>	<u>527,239</u>	<u>157,674</u>	<u>110,981</u>	<u>1,956,043</u>
January 1, 2025	<u>\$ 438,848</u>	<u>521,792</u>	<u>165,334</u>	<u>123,789</u>	<u>1,249,763</u>
March 31, 2025	<u>\$ 430,507</u>	<u>525,789</u>	<u>157,851</u>	<u>121,157</u>	<u>1,235,304</u>

- i. For details on the gains and losses on disposal of property, plant and equipment, please refer to Note 6(22).
- ii. As of March 31, 2026, December 31, 2025 and March 31, 2025, none of the Group's property, plant and equipment were pledged as collateral.

(10) Right-of-Use Assets

The changes in cost and depreciation of the right-of-use assets recognized for the Group's leased buildings and structures are as follows:

	<u>Buildings</u>
Cost of right-of-use assets:	
Balance at January 1, 2026	\$ 20,177
Balance at March 31, 2026	<u>\$ 20,177</u>
Balance at January 1, 2025	\$ 37,640
Additions	24,298
Disposals	(37,640)
Balance at March 31, 2025	<u>\$ 24,298</u>
Depreciation and impairment losses of right-of-use assets:	
Balance at January 1, 2026	\$ 6,726
Depreciation for the period	1,681
Balance at March 31, 2026	<u>\$ 8,407</u>
Balance at January 1, 2025	\$ 34,703
Depreciation for the period	2,025
Disposals	(34,703)
Balance at March 31, 2025	<u>\$ 2,025</u>
Carrying amount:	
Balance at January 1, 2026	<u>\$ 13,451</u>
Balance at March 31, 2026	<u>\$ 11,770</u>
Balance at January 1, 2025	<u>\$ 2,937</u>
Balance at March 31, 2025	<u>\$ 22,273</u>

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

(11) Investment Property

	<u>Land and Improvements</u>	<u>Buildings</u>	<u>Total</u>
Carrying amount:			
Balance at January 1, 2026	\$ 124,376	136,377	260,753
Balance at March 31, 2026	\$ 124,376	135,200	259,576
Balance at January 1, 2025	\$ 124,376	141,407	265,783
Balance at March 31, 2025	\$ 124,376	140,189	264,565

- i. There were no material additions, disposals, impairment provisions or reversals in investment property during the three-month periods ended March 31, 2026 and 2025. For current period depreciation, please refer to Note 12. For other relevant information, please refer to Note 6(11) of the 2025 annual consolidated financial statements.
- ii. The fair value of investment property does not differ materially from that disclosed in Note 6(11) of the 2025 annual consolidated financial statements.
- iii. None of the Group's investment property was pledged as collateral as of March 31, 2026, December 31, 2025, and March 31, 2025.

(12) Short-term Loans

	<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
Unsecured bank loans	\$ 92,494	-	-
Unused credit facilities	\$ 566,522	412,713	623,758
Interest rate range	2.35%	-	-

(13) Lease Liabilities

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

	<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
Current	\$ 6,724	6,724	7,919
Non-current	\$ 5,209	6,876	14,415

For maturity analysis, please refer to Note 6(23) financial instruments.

Amounts recognized in profit or loss are as follows:

	<u>For the three months ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Interest expense on lease liabilities	\$ 70	128
Expense relating to short-term leases	\$ 3,221	2,939

Amounts recognized in the statement of cash flows are as follows:

	<u>For the three months ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Total cash outflows for leases	\$ 4,958	5,031

Land, Buildings and Structures Leases

In January 2025, the Group leased buildings and structures as factory space. The lease term is generally three years with an option to extend for the same period upon expiration.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

(14) Operating Leases

There were no material new operating lease contracts entered into during the three-month periods ended March 31, 2026 and 2025. For related information, please refer to Note 6(13) of the 2025 annual consolidated financial statements.

(15) Employee Benefits

i. Defined Benefit Plans

As there were no significant market fluctuations or significant curtailments, settlements, or other significant one-time events after the previous annual reporting date, the Group uses the pension cost rates determined by actuarial valuations as of December 31, 2025 and 2024 to measure and disclose interim period pension costs.

	For the three months ended March 31	
	2026	2025
Selling expenses	\$ 3	3
Research and development expenses	5	5
Total	\$ 8	8

ii. Defined Contribution Plans

The retirement benefit costs recognized under the Group's defined contribution pension plan, which have been contributed to the Bureau of Labor Insurance, are as follows:

	For the three months ended March 31	
	2026	2025
Operating costs	\$ 533	475
Selling expenses	1,655	1,607
Administrative expenses	747	631
Research and development expenses	3,161	2,843
Total	\$ 6,096	5,556

(16) Income Taxes

i. The components of income tax expense of the Group are as follows:

	For the three months ended March 31	
	2026	2025
Current income tax expense:		
Current period	\$ 78,780	81,177
Adjustments for prior period	(7,305)	-
	71,475	81,177
Deferred income tax expense:		
Origination and reversal of temporary differences	(48,812)	(3,949)
Income tax expense	\$ 22,663	77,228

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

ii. The most recent tax years assessed by the tax authorities for the Company and its domestic subsidiaries are as follows:

Company Name	Year Assessed
The Company	Year 2024
BriteMED Technology Inc.	Year 2024

(17) Capital and Other Equity

Except as described below, there were no material changes in capital and other equity during the three-month periods ended March 31, 2026 and 2025. For relevant information, please refer to Note 6(16) of the 2025 annual consolidated financial statements.

i. Additional Paid-in Capital

The composition of the Company's additional paid-in capital is as follows:

	2026.3.31	2025.12.31	2025.3.31
Share premium	\$ 46,223	46,223	46,223
Premium on conversion of corporate bonds	730,821	730,821	730,821
Treasury stock transactions	13,187	13,187	13,187
Changes in net equity of associates accounted for using the equity method	326,262	326,262	31,538
Others	18,542	18,471	18,471
	\$ 1,135,035	1,134,964	840,240

ii. Retained Earnings

According to the Company's Articles of Incorporation, if there is a surplus in the annual final accounts, the Company shall first pay taxes, make up for prior losses, then set aside 10% as legal reserve, and set aside or reverse special reserve as required by law. Any remaining balance, together with accumulated undistributed earnings, shall be distributed by a resolution of the shareholders' meeting based on a proposal submitted by the Board of Directors.

As the Company is in a period of business growth, future dividend payments will be considered in light of the overall industry environment and business scale expansion requirements. The Company adopts a balanced dividend policy with the goal of pursuing stable and sustainable development. The Board of Directors proposes the dividend plan after considering historical distribution, industry standards and future operating capabilities. The total annual shareholder dividends shall not exceed 90% of accumulated distributable earnings, and the proportion of cash dividends shall not be less than 5% of total shareholder dividends.

(i) Legal Reserve

When there is no deficit, the Company may, by a resolution of the shareholders' meeting, distribute legal reserves as new shares or cash, but only the portion that exceeds 25% of paid-in capital.

(ii) Special Reserve

In accordance with FSC regulations, when distributing distributable earnings, the Company shall set aside a special reserve from current profit or prior year undistributed earnings for net deductions in other equity attributable to the current year. Prior year cumulative net deductions in other equity that have been set aside as a special reserve cannot be distributed. When the net deductions in other equity are subsequently reversed, the reversed amount may be distributed.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

(iii) Earnings Distribution

The Board of Directors proposed the 2025 earnings distribution plan on March 6, 2026, and the shareholders' meeting approved the 2024 earnings distribution on May 29, 2025. The dividends distributed to shareholders are as follows:

	Year 2025		Year 2024	
	Per Share (NT\$)	Amount	Per Share (NT\$)	Amount
Dividends to ordinary shareholders:				
Cash	\$ 3.50	<u>618,092</u>	4.50	<u>794,690</u>

iii. Other Equity (Net of Tax)

	Exchange Differences on Translating Financial Statements of Foreign Operations	Unrealized Gains (Losses) on Financial Assets Measured at FVOCI	Total
Balance at January 1, 2026	\$ (363,062)	(113,441)	(476,503)
Exchange differences arising on translating the net assets of foreign operations	127,666	-	127,666
Unrealized gains on financial assets measured at FVOCI	-	11,248	11,248
Share of associates' unrealized gains (losses) on financial assets measured at FVOCI	-	(16,433)	(16,433)
Share of associates' exchange differences on translation	<u>8,832</u>	-	<u>8,832</u>
Balance at March 31, 2026	<u>\$ (226,564)</u>	<u>(118,626)</u>	<u>(345,190)</u>
Balance at January 1, 2025	\$ (281,642)	(18,833)	(300,475)
Exchange differences arising on translating the net assets of foreign operations	33,185	-	33,185
Unrealized gains on financial assets measured at FVOCI	-	(6,134)	(6,134)
Share of associates' unrealized gains (losses) on financial assets measured at FVOCI	-	59,870	59,870
Share of associates' exchange differences on translation	<u>7,927</u>	-	<u>7,927</u>
Balance at March 31, 2025	<u>\$ (240,530)</u>	<u>34,903</u>	<u>(205,627)</u>

(18) Share-Based Payment

Except as described below, there were no material changes in share-based payment transactions during the three-month periods ended March 31, 2026 and 2025. For relevant information, please refer to Note 6(17) of the 2025 annual consolidated financial statements.

i. Employee Expenses

The expenses arising from share-based payments recognized by the subsidiaries for the three-month periods ended March 31, 2026 and 2025 are as follows:

	For the three months ended March 31	
	2026	2025
Expense from restricted employee shares	<u>\$ 6,912</u>	<u>7,549</u>

ii. As of March 31, 2026 and 2025, the unearned compensation balances for subsidiary employees were NT\$67,927 thousand (RMB 14,688 thousand) and NT\$96,044 thousand (RMB 20,766 thousand), respectively.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

(19) Earnings Per Share

The calculation of basic and diluted earnings per share attributable to the owners of the Company is as follows:

	For the three months ended March 31	
	2026	2025
Basic EPS (NT\$)		
Net income attributable to ordinary shareholders of the Company	<u>\$ 168,988</u>	<u>363,748</u>
Weighted average shares outstanding (thousands)	<u>176,598</u>	<u>176,598</u>
	<u>\$ 0.96</u>	<u>2.06</u>
Diluted EPS (NT\$)		
Net income attributable to ordinary shareholders of the Company (adjusted for dilutive potential ordinary shares)	<u>\$ 168,988</u>	<u>363,748</u>
Weighted average shares outstanding (thousands)	<u>176,598</u>	<u>176,598</u>
Effect of dilutive potential ordinary shares:		
Effect of employee share compensation	<u>779</u>	<u>793</u>
Weighted average shares outstanding (adjusted for dilutive potential ordinary shares)	<u>177,377</u>	<u>177,391</u>
	<u>\$ 0.95</u>	<u>2.05</u>

(20) Revenue from Contracts with Customers

i. Disaggregation of Revenue

	For the three months ended March 31, 2026				
	Order-taking, Design and Brand Sales	Product Manufacturing	China Brand Sales	Other Operating Segments	Total
Major geographic markets:					
Taiwan	\$ 66,115	-	-	-	66,115
Asia	504,335	61,099	402,343	251	968,028
Americas	147,800	246	-	261,496	409,542
Europe	140,034	1,760	-	12	141,806
Others	6,863	-	-	-	6,863
	<u>\$ 865,147</u>	<u>63,105</u>	<u>402,343</u>	<u>261,759</u>	<u>1,592,354</u>

	For the three months ended March 31, 2025				
	Order-taking, Design and Brand Sales	Product Manufacturing	China Brand Sales	Other Operating Segments	Total
Major geographic markets:					
Taiwan	\$ 48,222	-	-	-	48,222
Asia	435,193	67,272	346,979	-	849,444
Americas	368,848	164	-	337,202	706,214
Europe	151,933	5,957	-	1,267	159,157
Others	13,819	-	-	-	13,819
	<u>\$ 1,018,015</u>	<u>73,393</u>	<u>346,979</u>	<u>338,469</u>	<u>1,776,856</u>

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

ii. Contract Balances

	<u>2026.3.31</u>	<u>2025.12.31</u>	<u>2025.3.31</u>
Notes and accounts receivable	\$ 1,181,787	1,113,805	1,189,875
Accounts receivable - related parties	71,888	72,535	68,107
Less: Allowance for doubtful accounts	<u>(2,707)</u>	<u>(2,662)</u>	<u>(2,577)</u>
Total	<u>\$ 1,250,968</u>	<u>1,183,678</u>	<u>1,255,405</u>
Contract liabilities - advance receipts	<u>\$ 540,590</u>	<u>375,251</u>	<u>384,267</u>

For disclosures on accounts receivable and their impairment, please refer to Note 6(4).

Contract liability opening balances recognized as revenue for the three-month periods ended March 31, 2026 and 2025 were NT\$375,251 thousand and NT\$399,509 thousand, respectively.

(21) Employee and Director Remuneration

On May 29, 2025, the Company's shareholders' meeting resolved to amend the Articles of Incorporation. Under the amended articles, if the Company earns a profit in a given year, 5% to 20% shall be allocated as employee remuneration and no more than 3% as director and supervisor remuneration. At least 5% of employee remuneration shall be distributed to base-level employees. However, if the Company has accumulated losses, the amount required to cover such losses shall be reserved first. Employee remuneration may be distributed in the form of shares or cash, including to employees of affiliated subsidiaries meeting certain conditions. Prior to the amendment, the articles required the same allocation percentages for employee and director/supervisor remuneration but did not include the base-level employee provision.

Estimated employee compensation for the three-month periods ended March 31, 2026 and 2025 was NT\$7,800 thousand and NT\$22,612 thousand, respectively. Estimated director remuneration was NT\$825 thousand for each period, calculated based on pre-compensation pre-tax profit multiplied by the applicable appropriation ratios in the Articles of Incorporation, and recorded as operating costs or expenses. Any difference between the actual distribution in the following year and the estimated amount will be treated as a change in accounting estimate and recognized in the following year's profit or loss.

Employee compensation appropriations for the years ended December 31, 2025 and 2024 were NT\$54,133 thousand and NT\$95,401 thousand, respectively. Director remuneration appropriations were NT\$3,300 thousand for each of the two years. The amounts appropriated were consistent with the actual amounts distributed. The relevant information is available on the Market Observation Post System (MOPS).

(22) Non-Operating Income and Expenses

i. Interest Income

The components of interest income of the Group are as follows:

	<u>For the three months ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Interest on bank deposits	<u>\$ 44,334</u>	<u>61,105</u>

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

ii. Other Income

The components of other income of the Group are as follows:

	For the three months ended March 31	
	2026	2025
Rental income	\$ 2,368	2,342
Government subsidies	401	185
Other income	718	7,388
Total	\$ 3,487	9,915

iii. Other Gains and Losses

The components of other gains and losses of the Group are as follows:

	For the three months ended March 31	
	2026	2025
Foreign currency exchange gains (losses)	\$ 18,580	71,182
Net gains (losses) on financial assets at fair value through profit or loss	(386)	3,996
Gains (losses) on disposal of property, plant and equipment	(12)	4
Others	(1,307)	(2,300)
Total	\$ 16,875	72,882

iv. Finance Costs

The components of finance costs of the Group are as follows:

	For the three months ended March 31	
	2026	2025
Interest expense:		
Interest on borrowings	\$ 113	-
Other finance charges	70	128
Total	\$ 183	128

(23) Financial Instruments

Except as described below, there are no significant changes in the fair values of the Group's financial instruments or the Group's exposures to credit risk, liquidity risk, and market risk arising from financial instruments. For relevant information, please refer to Note 6(22) of the 2025 annual consolidated financial statements.

i. Credit Risk

(i) Exposure to Credit Risk

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

(ii) Concentration of Credit Risk

As of March 31, 2026 and 2025, accounts receivable balances from five customers and four customers accounted for 56.00% and 59.35% of total accounts receivable, respectively, indicating a concentration of credit risk.

(iii) Credit Risk of Receivables

For credit risk exposure information on notes and accounts receivable, please refer to Note 6(4).

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

Other financial assets measured at amortized cost include other receivables and other financial assets. For related investment details, please refer to Note 6(6). The above are all low credit risk financial assets; therefore, the loss allowance is measured at the 12-month expected credit losses. Time deposits and treasury bond reverse repurchase products held by the Group are transacted with investment-grade or above financial institutions and are therefore considered to have low credit risk.

For information on the loss allowance for the three-month periods ended March 31, 2026 and 2025, please refer to Note 6(4).

ii. Liquidity Risk

The following table details the Group's remaining contractual maturity for its financial liabilities, including estimated interest but excluding the impact of netting agreements.

	<u>Carrying Amount</u>	<u>Contractual Cash Flows</u>	<u>Within 6 Months</u>	<u>6~12 Months</u>	<u>1~2 Years</u>	<u>2~5 Years</u>
March 31, 2026						
Non-derivative financial liabilities:						
Unsecured bank loans	\$ 92,494	94,715	1,159	93,556	-	-
Non-interest-bearing liabilities (including related parties)	2,418,626	2,418,626	2,355,868	54,133	8,625	-
Lease liabilities	11,933	12,156	3,473	3,473	5,210	-
	\$ 2,523,053	2,525,497	2,360,500	151,162	13,835	-
December 31, 2025						
Non-derivative financial liabilities:						
Non-interest-bearing liabilities (including related parties)	\$ 2,060,091	2,060,091	2,005,958	54,133	-	-
Lease liabilities	13,600	13,893	3,473	3,473	6,947	-
	\$ 2,073,691	2,073,984	2,009,431	57,606	6,947	-
March 31, 2025						
Non-derivative financial liabilities:						
Non-interest-bearing liabilities (including related parties)	\$ 1,912,559	1,912,559	1,793,721	95,401	23,437	-
Lease liabilities	22,334	23,006	4,183	4,183	8,366	6,274
	\$ 1,934,893	1,935,565	1,797,904	99,584	31,803	6,274

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

iii. Foreign Exchange Risk

(i) Exposure to Foreign Exchange Risk

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

	<u>2026.3.31</u>			<u>2025.12.31</u>			<u>2025.3.31</u>			
	<u>Foreign Currency</u>	<u>Exchange Rate</u>	<u>NTD</u>	<u>Foreign Currency</u>	<u>Exchange Rate</u>	<u>NTD</u>	<u>Foreign Currency</u>	<u>Exchange Rate</u>	<u>NTD</u>	
Financial Assets										
Monetary items:										
USD: NTD	\$	58,475	32,000	1,871,195	114,990	31,400	3,610,686	142,335	33,200	4,725,515
RMB: USD		250,902	0.1445	1,160,347	-	-	-	-	-	-
RMB: NTD		-	-	-	287,721	4,4673	1,285,338	287,724	4,2690	1,330,754
USD: RMB (Note)		39,184	6.92	1,253,882	47,412	7.03	1,488,722	53,133	7.18	1,764,010

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

	2026.3.31			2025.12.31			2025.3.31		
	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD
<u>Financial Liabilities</u>									
<u>Monetary items:</u>									
USD: NTD	32,445	32.000	1,038,243	26,206	31.400	822,870	23,893	33.200	793,254
USD: RMB (Note)	11,218	6.92	358,974	9,677	7.03	303,862	10,147	7.18	336,882

Note: As some entities within the consolidated group have a functional currency other than New Taiwan Dollars, this must be taken into account in disclosures. For example, when a subsidiary's functional currency is RMB but it also has USD foreign currency positions, these must also be considered.

(ii) Sensitivity Analysis

The foreign exchange risk of the Group's monetary items arises primarily from cash and cash equivalents, accounts receivable, other receivables, accounts payable and other payables denominated in foreign currencies, which give rise to foreign exchange gains and losses upon translation. If the New Taiwan Dollar had depreciated/appreciated by 5% against the US Dollar at March 31, 2026 and 2025, with all other variables held constant, the after-tax profit for the three-month periods ended March 31, 2026 and 2025 would have decreased/increased by NT\$115,528 thousand and NT\$267,606 thousand, respectively. The analyses for both periods are prepared on the same basis.

(iii) Exchange Gains and Losses on Monetary Items

As the Group has various functional currencies, the exchange gains and losses on monetary items are disclosed on an aggregated basis. Foreign exchange gains (losses), comprising both realized and unrealized amounts, for the three-month periods ended March 31, 2026 and 2025 were NT\$18,580 thousand and NT\$71,182 thousand, respectively.

iv. Interest Rate Risk

The Group's interest rate exposure on financial assets and liabilities is described in the liquidity risk management section of this note.

When reporting interest rate information internally to key management, the Group uses a change of five basis points, which represents management's assessment of the reasonably possible change in interest rates.

If interest rates had increased/decreased by five basis points, with all other variables held constant, the after-tax profit for the three-month periods ended March 31, 2026 and 2025 would have decreased/increased by NT\$77 thousand and NT\$110 thousand, respectively.

v. Other Price Risk

If commodity prices or equity security prices at the reporting date had changed (both periods analyzed on the same basis, with all other variables held constant), the impact on comprehensive income would be as follows:

Securities Price at Reporting Date	For the three months ended March 31, 2026		For the three months ended March 31, 2025	
	Other Comprehensi ve Income after Tax	Profit or Loss after Tax	Other Comprehensi ve Income after Tax	Profit or Loss after Tax
Increase 5%	\$ 2,726	38,803	2,518	44,662
Decrease 5%	\$ (2,726)	(38,803)	(2,518)	(44,662)

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

	2025.3.31				
	Carrying Amount	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at FVTPL:					
Mandatorily measured at FVTPL - non-derivative financial assets	\$ 893,233	893,233	-	-	893,233
Financial assets at FVOCI:					
Domestic unlisted stocks	\$ 50,360	-	-	50,360	50,360
Financial assets measured at amortized cost:					
Cash and cash equivalents	\$ 4,273,174	-	-	-	-
Notes and accounts receivable (including related parties)	1,255,405	-	-	-	-
Other receivables - related parties	32,856	-	-	-	-
Other financial assets - current	2,785,550	-	-	-	-
Subtotal	8,346,985	-	-	-	-
Financial liabilities measured at amortized cost:					
Notes and accounts payable (including related parties)	\$ 1,288,710	-	-	-	-
Other payables (including related parties)	623,849	-	-	-	-
Lease liabilities	22,334	-	-	-	-
Subtotal	\$ 1,934,893	-	-	-	-

(ii) Valuation Techniques for Financial Instruments Not Measured at Fair Value

The methods and assumptions used by the Group to estimate the fair value of instruments not measured at fair value are as follows:

(ii-1) Financial Assets and Financial Liabilities Measured at Amortized Cost

Where transaction prices or market maker quotes are available, the most recent transaction prices and quoted data are used as the basis for estimating fair value. Where no market values are available for reference, valuation techniques are applied to estimate fair value. The estimates and assumptions used in such valuation techniques estimate fair value based on the discounted present value of future cash flows.

(iii) Valuation Techniques for Financial Instruments Measured at Fair Value

(iii-1) Non-Derivative Financial Instruments

Where financial instruments have quoted prices in active markets, those quoted prices are used as fair value. Prices announced by major exchanges and the OTC market for central government bonds determined to be actively traded serve as the basis for the fair value of listed equity instruments and debt instruments with quoted prices in active markets. A financial instrument is regarded as having a quoted price in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring fair market transactions. If the above conditions are not met, the market is considered to be inactive. In general, a wide bid-ask spread, a significant increase in bid-ask spread, or low trading volume are indicators of an inactive market. For financial instruments other than those with quoted prices in active markets, fair value is obtained using valuation techniques or by reference to counterparty quotes. Fair value obtained through valuation techniques may be determined by reference to the current fair value of other financial instruments that are substantially similar in terms and characteristics, discounted cash flow methods, or other valuation techniques, including models based on market information available at the consolidated balance sheet date.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

- (iv) Transfers between Level 1 and Level 2: None.
(v) Movement in Level 3 Fair Value Measurements

	Measured at FVOCI - Equity Instruments without Quoted Prices
January 1, 2026	\$ 43,275
Total gains or losses:	
Recognized in other comprehensive income	11,248
Effect of exchange rate changes	-
March 31, 2026	\$ 54,523
January 1, 2025	\$ 56,494
Total gains or losses:	
Recognized in other comprehensive income	(6,134)
Effect of exchange rate changes	-
March 31, 2025	\$ 50,360

The above total losses are presented under "Unrealized valuation gains (losses) on financial assets at fair value through other comprehensive income." The amounts related to assets still held as of March 31, 2026 and 2025 are as follows:

	For the three months ended March 31	
	2026	2025
Total gains or losses:		
Recognized in other comprehensive income (reported in "Unrealized valuation gains (losses) on financial assets at fair value through other comprehensive income")	\$ 11,248	(6,134)

- (vi) Quantitative Information of Significant Unobservable Inputs (Level 3) in Fair Value Measurement

The Group's fair value measurements classified as Level 3 primarily include financial assets measured at FVOCI - equity security investments.

Most of the Group's fair value measurements classified as Level 3 have only a single significant unobservable input, except for equity instrument investments without an active market which have multiple significant unobservable inputs. The significant unobservable inputs for equity instrument investments without an active market are independent of each other and therefore have no interrelationship.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

The quantitative information of significant unobservable inputs is as follows:

Item	Valuation Technique	Significant Unobservable Inputs	Relationship between Significant Unobservable Inputs and Fair Value
FVOCI financial assets - equity instrument investments without an active market	<ul style="list-style-type: none"> • Discounted cash flow method; • Asset approach; • Comparable listed company method 	<ul style="list-style-type: none"> • Weighted average cost of capital (7.65%, 8.35% and 7.39% as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively) • Discount for lack of marketability (20.00% as of March 31, 2026, December 31, 2025 and March 31, 2025) • Discount for lack of control (18.57%~21.30% as of March 31, 2026, December 31, 2025 and March 31, 2025) • Price-to-book ratio (1.68, 1.40~2.57 and 1.34~2.78 as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively) • Price-to-revenue ratio (2.45, 2.33~2.40 and 2.26~2.81 as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively) 	<ul style="list-style-type: none"> • The higher the weighted average cost of capital, minority interest discount, and discount for lack of marketability, the lower the fair value • The lower the multiples, the lower the fair value

(vii) Sensitivity Analysis of Fair Value Measurement for Level 3 to Reasonably Possible Alternative Assumptions

If the Group uses different valuation models or valuation parameters for measuring the fair value of financial instruments, different valuation results may occur.

(24) Financial risk management

The Group's objectives, policies and procedures for financial risk management are consistent with those disclosed in Note 6(23) of the 2025 annual consolidated financial statements.

(25) Capital management

The Group's objectives, policies and procedures for capital management are consistent with those disclosed in the 2025 annual consolidated financial statements. The summary quantitative data regarding items managed as capital also have no significant changes from those disclosed in the 2025 annual consolidated financial statements. For relevant information, please refer to Note 6(24) of the 2025 annual consolidated financial statements.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

7. Related Party Transactions

(1) Names and Relationships of Related Parties

Related parties that had transactions with the Group during the period covered by the consolidated financial statements are as follows:

<u>Name of Related Party</u>	<u>Relationship with the Group</u>
QNAP Systems, Inc.	Associate
Sheng Feng Co., Ltd. (Note 1)	Associate
QNAP Inc.(USA)	Associate
QNAP Inc.(CANADA)	Associate
QNAP UK Limited	Associate
QNAP Co., Ltd. (Japan)	Associate
QNAP Gmbh	Associate
Oring Industrial Networking Corp.	Associate
Oring Industrial Networking Americas Inc.	Associate
Acquire System Inc.	Associate
Xingwei Computer (Kunshan) Co., Ltd.	Associate
Xuanwei Electronics (Beijing) Co., Ltd.	Associate
Anewtech Systems Pte Ltd.	Associate
Oring Industrial Networking Corp. (Shanghai)	Associate
BEYONDZB Inc.	Associate
QNAP HK Limited	Associate
QNAP KOREA Co., Ltd	Associate
Kuo Po-Ta	Other related party

(2) Significant Transactions with Related Parties

i. Revenue

Significant sales to related parties are as follows:

	For the three months ended March 31	
	2026	2025
Associates	\$ 66,672	77,536

The sales terms to associates are not significantly different from those with general customers. The Group engages in agency transactions, for which revenue and cost accounts have been presented on a net basis.

The related receivables and payables from agency transactions are presented on a gross basis as they do not meet the criteria for derecognition of financial assets and liabilities.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

ii. Purchases

Purchases from related parties are as follows:

	For the three months ended March 31	
	2026	2025
Associates - QNAP Systems, Inc.	\$ 74,514	45,042
Associates - Xingwei Computer (Kunshan) Co., Ltd.	27,316	35,999
Associates	18,778	4,375
	\$ 120,608	85,416

The purchase prices from associates are not significantly different from those of general suppliers.

iii. Receivables (Payables)

The components of the Group's receivables (payables) are as follows:

Account Item	Category of Related Party	2026.3.31	2025.12.31	2025.3.31
Accounts receivable	Associates			
	- QNAP Systems, Inc.	\$ 64,761	66,468	55,826
Accounts receivable	Associates	7,127	6,067	12,281
		\$ 71,888	72,535	68,107
Other receivables	Associates			
	- QNAP Inc. (USA)	51	56	6,591
Other receivables	Associates			
	- QNAP Inc. (CANADA)	-	-	26,245
Other receivables	Associates	-	-	20
		\$ 51	56	32,856
Accounts payable	Associates			
	- QNAP Systems, Inc.	\$ 41,477	32,364	24,851
Accounts payable	Associates - Xingwei Computer (Kunshan) Co., Ltd.	19,829	10,802	31,270
Accounts payable	Associates	11,706	5,408	1,074
		\$ 73,012	48,574	57,195
Other payables	Associates			
	- QNAP Systems, Inc.	\$ 32,543	19,785	10,574
Other payables	Associates	595	321	1,661
		\$ 33,138	20,106	12,235

As of March 31, 2026, December 31, 2025, and March 31, 2025, there were no overdue amounts in the Group's receivables from related parties, and no expected credit losses were recognized.

iv. Acquisition of Property, Plant and Equipment

The total acquisition price of property, plant and equipment acquired from related parties is as follows:

	For the three months ended March 31	
	2026	2025
Associates - QNAP Systems, Inc.	\$ 1,110	-

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

v. Leases

(i) As Lessor

<u>Account Item</u>	<u>Category of Related Party</u>	For the three months ended March 31	
		2026	2025
Rental income	Associates - QNAP Systems, Inc.	\$ 2,006	2,006
Rental income	Associates	-	115
		\$ 2,006	2,121

(ii) As Lessee

The Group leased facilities from QNAP Systems Inc. in April and September 2022. The initial right-of-use asset and lease liability recognized were NT\$20,383 thousand. In January 2025, the contract was terminated early and a new lease was entered into, generating a lease modification gain of NT\$74 thousand. The new right-of-use asset and lease liability recognized were NT\$24,298 thousand. Interest expense recognized for the three-month periods ended March 31, 2026 and 2025 was NT\$70 thousand and NT\$128 thousand, respectively. Outstanding lease liability balances as of March 31, 2026, December 31, 2025, and March 31, 2025 were NT\$11,933 thousand, NT\$13,600 thousand, and NT\$22,334 thousand, respectively.

vi. Others

<u>Account Item</u>	<u>Category of Related Party</u>	For the three months ended March 31	
		2026	2025
Other income	Associates - QNAP Systems, Inc.	\$ -	272
Manufacturing and other operating costs and expenses	Associates	\$ 30,911	14,640

(3) Key Management Personnel Transactions

Key management personnel compensation comprises:

	For the three months ended March 31	
	2026	2025
Short-term employee benefits	\$ 8,282	9,065
Post-employment benefits	142	164
	\$ 8,424	9,229

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

8. Pledged Assets

The carrying amounts of assets pledged by the Group as collateral are as follows:

Asset Name	Purpose of Pledge	2026.3.31	2025.12.31	2025.3.31
Other financial assets - current	Tax payable for imported goods released before customs clearance and performance bonds for government-subsidized projects	\$ 13,036	13,007	12,984
Other financial assets - current	Bankers' acceptance notes	-	20,987	116,522
		\$ 13,036	33,994	129,506

9. Significant Contingent Liabilities and Unrecognized Contractual Commitments

(1) Significant Unrecognized Contractual Commitments:

As of the date of these financial statements, the Group has signed contracts for the construction of the Taoyuan Yangmei plant with a total contract value of NT\$940,876 thousand. As of March 31, 2026, NT\$11,539 thousand has been paid under these contracts.

10. Significant Losses from Disasters: None.

11. Significant Subsequent Events: None.

12. Others

(1) Summary of Employee Benefits, Depreciation and Amortization by Function:

By Nature	For the three months ended March 31, 2026			For the three months ended March 31, 2025		
	Operating Costs	Operating Expenses	Total	Operating Costs	Operating Expenses	Total
Employee benefit expenses:						
Salaries and wages	60,506	201,251	261,757	57,171	208,735	265,906
Labor and health insurance	8,903	26,835	35,738	9,000	25,668	34,668
Pension expenses	533	5,571	6,104	475	5,089	5,564
Other employee benefit expenses	2,351	10,082	12,433	2,051	13,364	15,415
Depreciation expenses	17,932	15,969	33,901	17,072	16,306	33,378
Amortization expenses	256	6,762	7,018	108	5,417	5,525

The above depreciation expenses do not include depreciation of investment property. Amounts recorded as non-operating expenses are as follows:

	For the three months ended March 31	
	2026	2025
Depreciation of investment property	<u>\$ 1,247</u>	<u>1,247</u>

(2) Seasonality of operations:

The Group's operations are not subject to seasonal or cyclical factors.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

13. Supplementary Disclosures

(1) Information on Significant Transactions

In accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, information on significant transactions of the Group for the three-month period ended March 31, 2026 is as follows:

i. Loans to Other Parties: None.

ii. Endorsements and Guarantees for Others: None.

iii. Significant Securities Held at Period-End (Excluding Investments in Subsidiaries, Associates and Joint Ventures):

Unit: NT\$ Thousands

Holding Company	Type and Name of Security (Note 1)	Relationship with Issuer	Account Item	Period-End				Remarks
				Thousands of Units/Shares	Carrying Amount	Ownership Ratio	Fair Value	
IEI Integration Corp.	Mega Diamond Money Market Fund	-	Financial assets at FVTPL - current	5,300	70,628	- %	70,628	
"	Fubon Money Market Fund	-	"	12,795	201,758	- %	201,758	
"	Franklin Templeton Sinoam Money Market Fund	-	"	9,181	100,902	- %	100,902	
"	Hundure Technology Co., Ltd.	-	Financial assets at FVOCI - non-current	497	5,051	4.78 %	5,051	
"	HUA DA Venture Capital Corporation	-	"	150	3,737	10.00 %	3,737	
"	ANTEYA Technology Corporation	-	"	500	-	5.26 %	-	
"	Genesis Photonics Inc.	-	"	309	-	0.41 %	-	
"	CASTEC International Corp.	-	"	2,400	6,257	6.60 %	6,257	
"	Zhun Sheng Venture Capital Co., Ltd.	-	"	3,000	39,478	10.00 %	39,478	
BriteMED Technology Inc.	Franklin Templeton SinoAm Money Market Fund	-	Financial assets at FVTPL - current	3,739	41,090	- %	41,090	
"	Fubon Money Market Fund	-	"	2,651	41,803	- %	41,803	
Ailean Technologies Corp.	China Construction Bank Structured Deposit (Interval Daily)	-	"	-	46,254	- %	46,254	
"	Gongying Zhixin Exchange-linked RMB Structured Deposits A26089	-	"	-	46,413	- %	46,413	
Fortunetec International Corp.	Johnson & Johnson 3.7 03/01/46 USD Foreign Bond (US478160BV55)	-	Financial assets at FVTPL - non-current	-	14,291	- %	14,291	
"	Berkshire Hathaway Finance Corp. 4.2 08/15/48 USD Foreign Bond (US084664CQ25)	-	"	-	13,872	- %	13,872	
"	U.S. Treasury Bond 2.375% USD 2027/05/15	-	"	-	31,415	- %	31,415	
"	U.S. Treasury Bond 2.875% USD 2027/05/15	-	"	-	29,786	- %	29,786	
"	Fidelity Funds - Japan Value Fund (A-ACC-USD Hedged)	-	"	-	7,109	- %	7,109	
"	U.S. Treasury Bond 4.125% 2027/10/31	-	"	-	56,106	- %	56,106	
"	Johnson & Johnson 3.625% USD Senior Unsecured Notes	-	"	-	14,254	- %	14,254	
"	Johnson & Johnson 4.5% USD Senior Unsecured Notes	-	"	-	17,463	- %	17,463	
"	U.S. Treasury Bond 3.125% USD 2029/08/31	-	"	-	24,934	- %	24,934	
"	3M Company 3.05% USD Senior Unsecured Notes 2030/04/15	-	"	-	17,989	- %	17,989	
Fortune Name Holdings Limited	OPCOM Medical Inc.	-	Financial assets at FVOCI - non-current	438	-	10.01 %	-	

Note 1: Securities referred to in this table include stocks, bonds, beneficiary certificates and securities derived from the above items that fall within the scope of IFRS 9 "Financial Instruments."

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

iv. Purchases and Sales with Related Parties of NT\$100 Million or More or 20% or More of Paid-in Capital:

Unit: NT\$ Thousands

Company Purchasing / Selling	Counterparty Name	Relationship	Transaction Details				Difference from General Transaction Terms and Reasons		Notes and Accounts Receivable (Payable)		Remarks
			Purchase / Sale	Amount	% of Total Purchases (Sales)	Credit Period	Unit Price	Credit Period	Balance	% of Total Notes and Accounts Receivable (Payable)	
IEI Integration Corp.	IEI Technology USA Corporation	Subsidiary	Sales	(176,533)	(16.84) %	60 days after month-end	-	-	233,394	27.36%	
IEI Technology USA Corporation	IEI Integration Corp.	Ultimate parent company	Purchases	176,533	90.91 %	60 days after month-end	-	-	(233,394)	(89.78)%	
Armorlink SH Corp.	IEI Integration Corp.	Ultimate parent company	Sales	(224,461)	(34.71) %	60 days after month-end	-	-	182,104	26.30%	
IEI Integration Corp.	Armorlink SH Corp.	Subsidiary	Purchases	224,461	17.76 %	60 days after month-end	-	-	(182,104)	(16.96)%	
Armorlink SH Corp.	IEI Technology (Shanghai) Co., Ltd.	Subsidiary	Sales	(207,758)	(32.12) %	90 days after month-end	-	-	286,692	41.41%	
IEI Technology (Shanghai) Co., Ltd.	Armorlink SH Corp.	Parent company	Purchases	207,758	99.07 %	90 days after month-end	-	-	(286,692)	(99.24)%	

v. Receivables from Related Parties of NT\$100 Million or More or 20% or More of Paid-in Capital:

Unit: NT\$ Thousands

Company with Receivables	Counterparty Name	Relationship	Ending Balance	Turnover Rate(times) (Note 2)	Overdue		Amount Collected After Period-End	Allowance for Doubtful Accounts
					Overdue Amount	Handling Method		
IEI Integration Corp.	IEI Technology USA Corporation	Subsidiary	234,114	3.29	-	-	68,698	-
Armorlink SH Corp.	IEI Integration Corp.	Ultimate parent company	184,505	5.18	-	-	67,268	-
Armorlink SH Corp.	IEI Technology (Shanghai) Co., Ltd.	Subsidiary	286,692	2.82	-	-	100,043	-
Fortunetec International Corp.	Armorlink SH Corp.	Subsidiary	1,160,332	-	-	-	-	-

Note 1: Intercompany transactions between parent and subsidiary companies have been eliminated in the preparation of the consolidated financial statements.

Note 2: The turnover rate calculation excludes other receivables.

vii. Business Relationships and Significant Transactions between Parent and Subsidiary Companies:

No. (Note 1)	Transacting Party	Counterparty	Relationship (Note 2)	Intercompany Transactions (Note 3)			
				Account	Amount	Transaction Terms	% of Consolidated Total Revenue or Total Assets (Note 4)
0	IEI Integration Corp.	Armorlink SH Corp.	1	Advance payments	23,491	Paid as advance payment	0.15%
0	IEI Integration Corp.	IEI Technology USA Corporation	1	Sales	176,533	60 days after month-end	11.09%
0	IEI Integration Corp.	IEI Technology USA Corporation	1	Accounts receivable - related parties	233,394	60 days after month-end	1.46%
1	Armorlink SH Corp.	IEI Integration Corp.	2	Sales	224,461	60 days after month-end	14.10%
1	Armorlink SH Corp.	IEI Integration Corp.	2	Accounts receivable - related parties	182,104	60 days after month-end	1.14%
1	Armorlink SH Corp.	Weibotong Technology (Shanghai) Co., Ltd.	1	Sales	94,737	90 days after month-end	5.95%
1	Armorlink SH Corp.	Weibotong Technology (Shanghai) Co., Ltd.	1	Accounts receivable - related parties	87,595	90 days after month-end	0.55%
1	Armorlink SH Corp.	IEI Technology (Shanghai) Co., Ltd.	1	Sales	207,758	90 days after month-end	13.05%
1	Armorlink SH Corp.	IEI Technology (Shanghai) Co., Ltd.	1	Accounts receivable - related parties	286,692	90 days after month-end	1.79%
1	Armorlink SH Corp.	BriteMED Technology Inc.	3	Sales	39,086	30 days after month-end	2.45%
1	Armorlink SH Corp.	BriteMED Technology Inc.	3	Accounts receivable - related parties	24,183	30 days after month-end	0.15%
2	BriteMED Technology Inc.	IEI Integration Corp.	2	Sales	97,665	45 days after month-end	6.13%
2	BriteMED Technology Inc.	IEI Integration Corp.	2	Accounts receivable - related parties	69,930	45 days after month-end	0.44%
3	Fortunetec International Corp.	Armorlink SH Corp.	1	Other receivables - related parties	1,160,332	Paid as agreed	7.24%

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

Note 1: The numbering is as follows:

1. 0 represents the parent company.
2. Subsidiaries are numbered sequentially starting from 1.

Note 2: The relationship types are as follows:

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

Note 3: For business relationships and significant transactions between parent and subsidiary companies, only sales and accounts receivable data are disclosed; the corresponding purchases and accounts payable are not repeated.

Note 4: Calculated as the transaction amount divided by consolidated revenue or consolidated total assets.

(2) Information on Investee Companies:

Information on the Group's investee companies for the three-month period ended March 31, 2026 (excluding investments in Mainland China) is as follows:

Unit: NT\$ Thousands

Name of Investor	Name of Investee	Location	Main Business	Original Investment Amount (Note 1)		Held at Period-End			Net Income (Loss) of Investee	Investment Income (Loss) Recognized (Note 2)	Remarks
				Current Period End	Prior Year End	Shares (Thousands)	Ownership Ratio	Carrying Amount			
IEI Integration Corp.	ICP Electronics Limited	Samoa	Investment holding company	219,313	219,313	5,000	100.00%	4,583,359	(23,621)	(16,639)	Subsidiary
IEI Integration Corp.	QNAP Systems, Inc.	Taiwan	Sales of network security, NAS, and network communications products	188,133	188,133	6,944	20.96%	1,732,053	430,747	85,814	Associate accounted for using equity method
IEI Integration Corp.	Internet Application Technology Ltd.	Samoa	Investment holding company	375,897	375,897	11,853	100.00%	1,526,409	19,729	19,729	Subsidiary
IEI Integration Corp.	BriteMED Technology Inc.	Taiwan	Manufacturing and trading of electronic components	80,000	80,000	8,000	100.00%	332,209	21,424	21,424	Subsidiary
IEI Integration Corp.	Oring Industrial Networking Corp.	Taiwan	Sales of network storage communication and electronic materials	30,510	30,510	2,797	16.36%	92,182	5,323	871	Associate accounted for using equity method
IEI Integration Corp.	Sheng Feng Co., Ltd.	Taiwan	Real estate leasing	825,002	825,002	341	24.49%	782,136	9,491	2,324	Associate accounted for using equity method
ICP Electronics Limited	Fortunetec International Corp.	Mauritius	Investment holding company	160,000	160,000	500	100.00%	4,310,923	(25,623)	Exempt from disclosure	Subsidiary
ICP Electronics Limited	Fortune Name Holdings Limited	Samoa	Investment holding company	22,400	22,400	700	100.00%	5,404	151	Exempt from disclosure	Subsidiary
ICP Electronics Limited	Acquire System Inc.	Mauritius	Investment holding company	60,877	60,877	199	49.71%	142,027	631	Exempt from disclosure	Associate accounted for using equity method
Internet Application Technology Ltd.	Rich Excel Corporation Holdings Limited	BVI	Investment holding company	372,080	372,080	11,628	100.00%	1,361,669	18,865	Exempt from disclosure	Subsidiary
BriteMED Technology Inc.	Oring Industrial Networking Corp.	Taiwan	Sales of network storage communication and electronic materials	30,517	30,517	1,483	8.67%	49,421	5,323	Exempt from disclosure	Associate accounted for using equity method
Rich Excel Corporation Holdings Limited	Equilico Inc.	USA	Real estate leasing	207,485	207,485	6,484	100.00%	261,389	2,557	Exempt from disclosure	Subsidiary
Rich Excel Corporation Holdings Limited	Potency Inc.	Samoa	Investment holding company	237,807	237,807	5,840	100.00%	1,061,545	15,932	Exempt from disclosure	Subsidiary
Equilico Inc.	Suntend LLC	USA	Real estate leasing	127,165	127,165	-	100.00%	255,067	2,549	Exempt from disclosure	Subsidiary
Potency Inc.	IEI Technology USA Corporation	USA	Sales of industrial computers and related products	58,051	58,051	14,000	100.00%	857,744	13,057	Exempt from disclosure	Subsidiary
Potency Inc.	Anewtech Systems Pte. Ltd.	Singapore	Sales of industrial computers and related products	38,943	38,943	400	31.68%	62,469	(3,601)	Exempt from disclosure	Associate accounted for using equity method
Armorlink SH Corp.	SYNCDA International Limited.	Hong Kong	Logistics center and sales of industrial computer products	9,600	9,600	300	100.00%	10,196	59	Exempt from disclosure	Subsidiary

Note 1: Original investment amount and ending carrying amount are converted at the USD to NTD rate of 32.000 as of March 31, 2026.

Note 2: Investment income (loss) for the current period is converted at the average USD to NTD exchange rate of 31.620.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

(3) Information on Investments in Mainland China:

i. Information on Investee Companies in Mainland China:

Unit: NT\$ Thousands

Name of Mainland China Investee	Main Business	Paid-in Capital	Investment Method (Note 1)	Cumulative Remittance from Taiwan at Period Beginning	Remittances During the Period		Cumulative Remittance from Taiwan at Period End	Net Income (Loss) of Investee	Direct/Indirect ownership (%)	Investment Income (Loss) Recognized	Ending Carrying Amount	Cumulative Investment Income Remitted Back to Taiwan
					Outflow	Inflow						
IEI Technology (Shanghai) Co., Ltd.	Sales of industrial computer products	120,987 (RMB26,161)	Investee of Armorlink SH Corp.	113,600 (USD3,550)	-	-	113,600 (USD3,550)	(650)	90.70%	(590)	79,683	-
Xingwei Computer (Kunshan) Co., Ltd.	Manufacturing and sales of computers and related products	153,600 (USD4,800)	Re-investment in Mainland China via third-region company Acquire System Inc.	60,864 (USD1,902)	-	-	60,864 (USD1,902)	263	49.71%	131	129,899	-
Armorlink SH Corp.	Logistics center, manufacturing and sales of computers and related products	282,249 (USD8,820)	Re-investment in Mainland China via third-region company Fortunetec International Corp.	64,000 (USD2,000)	-	-	64,000 (USD2,000)	(22,168)	90.70%	(20,106)	1,249,470	293,408 (USD9,169)
Ailean Technologies Corp.	Manufacturing and sales of computers and related products	271,188 (RMB58,639)	Investee of Armorlink SH Corp.	192,000 (USD6,000)	-	-	192,000 (USD6,000)	(1,576)	90.70%	(1,430)	460,892	602,592 (USD18,831)
ASH ENERGY GROUP LIMITED	Supply chain management	46,247 (RMB10,000)	Investee of Ailean Technologies Corp.	-	-	-	-	-	90.70%	-	44,126	-
Weibotong Technology (Shanghai) Co., Ltd.	Sales of industrial computer products	27,748 (RMB6,000)	Investee of Armorlink SH Corp.	-	-	-	-	11,262	90.70%	10,214	(19,994)	-

ii. Investment Limit for Mainland China:

Cumulative Amount Remitted from Taiwan to Mainland China at Period End	Investment Amount Approved by MOEA Investment Commission	Investment Limit for Mainland China per MOEA Investment Commission Regulations (Note 3)
430,464 (USD 13,452)	IEI Technology (Shanghai) Co., Ltd.: 113,600 (USD3,550) Xingwei Computer (Kunshan) Co., Ltd.: 75,424 (USD2,357) Armorlink SH Corp.: 408,000 (USD12,750) Ailean Technologies Corp.: 792,000 (USD24,750)	7,014,842

USD exchange rate: End-of-period rate: 32.000; Average rate: 31.620

RMB exchange rate: End-of-period rate: 4.6247; Average rate: 4.5493

Note 1: Investment methods are classified as follows:

- (1) Direct investment in Mainland China
- (2) Re-investment in Mainland China via third-region Company.
- (3) Other methods

Note 3: Figures in this table are presented in New Taiwan Dollars. Investment income (loss) for the current period and ending carrying amount involving foreign currencies are converted at the average exchange rate during the reporting period and the exchange rate at the reporting date, respectively.

Note 4: Investment limit calculation: The limit is based on 60% of net equity or consolidated net equity, whichever is higher. Current equity × 60% = NT\$11,691,404 thousand × 60% = NT\$7,014,842 thousand.

iii. Significant Transactions:

For significant transactions between the Group and its Mainland China investees for the three-month period ended March 31, 2026 (which have been eliminated in the preparation of the consolidated financial statements), please refer to the "Information on Significant Transactions" section above.

IEI INTEGRATION CORP. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements (continued)

14. Segment Information

Segment information and reconciliation of the Group's operating segments are as follows:

	Order-taking, Design and Brand Sales	Product Manufacturing	China Brand Sales	Other Operating Segments	Adjustments and Eliminations	Total
For the three months ended March 31,2026						
Revenue:						
Revenue from external customers	\$ 865,147	63,105	402,343	261,759	-	1,592,354
Inter-segment revenue	285,168	583,713	758	2,713	(872,352)	-
Total revenue	<u>\$ 1,150,315</u>	<u>646,818</u>	<u>403,101</u>	<u>264,472</u>	<u>(872,352)</u>	<u>1,592,354</u>
Reportable segment profit or loss	<u>\$ 148,690</u>	<u>(32,838)</u>	<u>10,612</u>	<u>56,143</u>	<u>6,982</u>	<u>189,589</u>
For the three months ended March 31,2025						
Revenue:						
Revenue from external customers	\$ 1,018,015	73,393	346,979	338,469	-	1,776,856
Inter-segment revenue	471,071	647,653	44	2,822	(1,121,590)	-
Total revenue	<u>\$ 1,489,086</u>	<u>721,046</u>	<u>347,023</u>	<u>341,291</u>	<u>(1,121,590)</u>	<u>1,776,856</u>
Reportable segment profit or loss	<u>\$ 346,782</u>	<u>3,836</u>	<u>(12,644)</u>	<u>94,773</u>	<u>7,295</u>	<u>440,042</u>