

Silergy Corp.
(Incorporated in the Cayman Islands)
and Subsidiaries

**Consolidated Financial Statements for the
Six Months Ended June 30, 2026 and 2025 and
Independent Auditors' Report**

INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Silergy Corp.

Opinion

We have audited the accompanying consolidated financial statements of Silergy Corp. and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of June 30, 2026 and 2025, and the consolidated statements of comprehensive income for the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025, the consolidated statements of changes in equity and cash flows for the six months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the “consolidated financial statements”).

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2026 and 2025, its consolidated financial performance for the three months ended June 30, 2026 and 2025, and its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors’ Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the six months ended June 30, 2026. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matters for the Group's consolidated financial statements for the six months ended June 30, 2026 are stated as follows:

Occurrence of Sales Revenue for Specific Customers

Revenue from certain customers increased significantly during the period and the related sales amounts were material; thus, the occurrence of sales revenue for specific customers was identified as the key audit matter.

The audit procedures performed for this key audit matter were as follows:

1. We obtained an understanding of and evaluated operating procedures and internal control related to revenue recognition. We tested the design and implementation of the relevant controls.
2. We sampled and tested sales transactions from specific customers by inspecting orders, delivery documents, receipts of payment and sending confirmation letters in order to validate the occurrence of sales revenue.
3. We confirmed whether there were any material sales returns, discounts and supporting documents for the six months ended June 30, 2026 and subsequent periods.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, (including members of the audit committee) are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the six months ended June 30, 2026 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Pi-Yu Chuang and Chih-Feng Yu.

Deloitte & Touche
Taipei, Taiwan
Republic of China

August 27, 2026

Notice to Readers

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

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

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2026		December 31, 2025		June 30, 2025	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 7,841,042	16	\$ 9,756,361	22	\$ 10,821,190	29
Financial assets at amortized cost - current (Note 9)	7,036,616	15	7,298,387	17	6,521,484	18
Accounts receivable, net (Notes 10 and 24)	2,314,350	5	2,353,661	5	1,756,925	5
Other receivables (Note 10)	346,342	1	258,770	1	107,298	-
Inventories (Note 11)	5,706,096	12	4,434,495	10	3,160,640	8
Other current assets (Note 19)	<u>1,717,832</u>	<u>3</u>	<u>1,094,492</u>	<u>2</u>	<u>679,873</u>	<u>2</u>
Total current assets	<u>24,962,278</u>	<u>52</u>	<u>25,196,166</u>	<u>57</u>	<u>23,047,410</u>	<u>62</u>
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	6,854,820	14	4,782,344	11	3,646,142	10
Financial assets at fair value through other comprehensive income - non-current (Note 8)	573,314	1	690,776	1	519,159	1
Financial assets at amortized cost - non-current (Notes 9 and 32)	1,870,531	4	1,341,481	3	1,227,894	3
Investments accounted for using the equity method (Note 13)	2,722,066	6	2,509,989	6	734,143	2
Property, plant and equipment (Notes 14 and 32)	6,010,500	13	5,260,638	12	4,348,540	12
Right-of-use assets (Notes 15 and 32)	614,225	1	709,662	2	699,467	2
Investment properties (Notes 16 and 32)	1,497,590	3	1,388,429	3	447,084	1
Goodwill (Note 17)	1,422,908	3	1,398,589	3	1,300,872	4
Other intangible assets (Note 18)	380,893	1	410,074	1	407,807	1
Deferred tax assets (Notes 4 and 26)	143,380	-	154,243	-	170,462	1
Other non-current assets (Notes 12, 19 and 31)	<u>747,934</u>	<u>2</u>	<u>328,845</u>	<u>1</u>	<u>348,459</u>	<u>1</u>
Total non-current assets	<u>22,838,161</u>	<u>48</u>	<u>18,975,070</u>	<u>43</u>	<u>13,850,029</u>	<u>38</u>
TOTAL	<u>\$ 47,800,439</u>	<u>100</u>	<u>\$ 44,171,236</u>	<u>100</u>	<u>\$ 36,897,439</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowing (Note 20)	\$ 1,046,843	2	\$ 662,423	2	\$ 736,900	2
Accounts payable	689,032	2	931,265	2	641,227	2
Accounts payable - related parties (Note 31)	13,643	-	13,758	-	13,282	-
Other payables (Note 21)	1,389,378	3	1,733,957	4	1,037,998	3
Current tax liabilities (Notes 4 and 26)	50,369	-	4,542	-	14,129	-
Lease liabilities - current (Note 15)	71,696	-	79,593	-	86,968	-
Current portion of long-term borrowings (Notes 20 and 32)	140,290	-	67,074	-	-	-
Other current liabilities (Notes 21 and 24)	<u>74,509</u>	<u>-</u>	<u>81,773</u>	<u>-</u>	<u>76,013</u>	<u>-</u>
Total current liabilities	<u>3,475,760</u>	<u>7</u>	<u>3,574,385</u>	<u>8</u>	<u>2,606,517</u>	<u>7</u>
NON-CURRENT LIABILITIES						
Long-term borrowing (Notes 20 and 32)	3,263,828	7	2,695,036	6	1,497,848	4
Deferred tax liabilities (Notes 4 and 26)	124,080	1	22,427	-	25,699	-
Lease liabilities - non-current (Note 15)	59,921	-	84,887	1	110,533	1
Guarantee deposits (Note 33)	40,562	-	41,252	-	37,237	-
Other non-current liabilities	<u>4</u>	<u>-</u>	<u>4</u>	<u>-</u>	<u>4</u>	<u>-</u>
Total non-current liabilities	<u>3,488,395</u>	<u>8</u>	<u>2,843,606</u>	<u>7</u>	<u>1,671,321</u>	<u>5</u>
Total liabilities	<u>6,964,155</u>	<u>15</u>	<u>6,417,991</u>	<u>15</u>	<u>4,277,838</u>	<u>12</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Notes 8, 23 and 28)						
Share capital						
Ordinary shares	973,632	2	971,648	2	969,994	3
Share capital to be written off	-	-	(444)	-	-	-
Total share capital	<u>973,632</u>	<u>2</u>	<u>971,204</u>	<u>2</u>	<u>969,994</u>	<u>3</u>
Capital surplus	<u>14,216,539</u>	<u>30</u>	<u>13,882,147</u>	<u>31</u>	<u>13,680,163</u>	<u>37</u>
Retained earnings						
Legal reserve	996,568	2	996,568	2	996,568	3
Unappropriated earnings	<u>22,241,765</u>	<u>46</u>	<u>20,905,446</u>	<u>48</u>	<u>19,198,857</u>	<u>52</u>
Total retained earnings	<u>23,238,333</u>	<u>48</u>	<u>21,902,014</u>	<u>50</u>	<u>20,195,425</u>	<u>55</u>
Other equity						
Exchange differences on translating foreign operations	1,921,859	4	432,206	1	(2,414,337)	(7)
Unrealized gains or losses on investments at fair value through comprehensive income	298,116	1	415,578	1	27,853	-
Unearned employee benefits	-	-	(46,892)	-	(64,247)	-
Total other equity	<u>2,219,975</u>	<u>5</u>	<u>800,892</u>	<u>2</u>	<u>(2,450,731)</u>	<u>(7)</u>
Treasury shares	<u>(239,746)</u>	<u>(1)</u>	<u>(239,746)</u>	<u>(1)</u>	<u>(239,746)</u>	<u>(1)</u>
Total equity attributable to owners of the Company	40,408,733	84	37,316,511	84	32,155,105	87
NON-CONTROLLING INTERESTS (Note 12)	<u>427,551</u>	<u>1</u>	<u>436,734</u>	<u>1</u>	<u>464,496</u>	<u>1</u>
Total equity	<u>40,836,284</u>	<u>85</u>	<u>37,753,245</u>	<u>85</u>	<u>32,619,601</u>	<u>88</u>
TOTAL	<u>\$ 47,800,439</u>	<u>100</u>	<u>\$ 44,171,236</u>	<u>100</u>	<u>\$ 36,897,439</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2026		2025		2026		2025	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE, NET (Note 24)	\$ 6,002,844	100	\$ 4,563,998	100	\$ 10,862,861	100	\$ 8,657,618	100
OPERATING COSTS (Notes 11, 25 and 31)	<u>3,179,946</u>	<u>53</u>	<u>2,214,689</u>	<u>48</u>	<u>5,696,533</u>	<u>52</u>	<u>4,102,291</u>	<u>47</u>
GROSS PROFIT	<u>2,822,898</u>	<u>47</u>	<u>2,349,309</u>	<u>52</u>	<u>5,166,328</u>	<u>48</u>	<u>4,555,327</u>	<u>53</u>
OPERATING EXPENSES (Notes 10, 22, 25 and 31)								
Selling and marketing expenses	394,647	7	365,786	8	749,858	7	724,953	8
General and administrative expenses	231,303	4	230,252	5	462,787	4	497,618	6
Research and development expenses	1,452,893	24	1,212,477	27	2,819,563	27	2,552,277	30
(Reversal of) expected credit loss recognized on trade receivables	<u>(253)</u>	<u>-</u>	<u>364</u>	<u>-</u>	<u>(273)</u>	<u>-</u>	<u>416</u>	<u>-</u>
Total operating expenses	<u>2,078,590</u>	<u>35</u>	<u>1,808,879</u>	<u>40</u>	<u>4,031,935</u>	<u>38</u>	<u>3,775,264</u>	<u>44</u>
OTHER OPERATING INCOME AND EXPENSES, NET (Note 25)	<u>(884)</u>	<u>-</u>	<u>4,143</u>	<u>-</u>	<u>(892)</u>	<u>-</u>	<u>8,532</u>	<u>-</u>
PROFIT FROM OPERATIONS	<u>743,424</u>	<u>12</u>	<u>544,573</u>	<u>12</u>	<u>1,133,501</u>	<u>10</u>	<u>788,595</u>	<u>9</u>
NON-OPERATING INCOME AND EXPENSES								
Interest income	73,521	1	94,472	2	157,289	1	204,926	2
Other income (Notes 25 and 31)	55,413	1	47,820	1	110,414	1	185,865	2
Interest expenses (Note 25)	(18,248)	-	(6,630)	-	(34,647)	-	(12,843)	-
Foreign exchange (loss) gain, net (Note 34)	(71,478)	(1)	(2,124)	-	(125,515)	(1)	41,947	1
Share of loss of associates (Note 13)	(20,147)	(1)	(10,004)	-	(38,587)	-	(44,951)	(1)
Gain (loss) on financial instruments at fair value through profit or loss (Note 7)	959,198	16	(30,899)	(1)	1,343,388	12	(139,985)	(2)
Miscellaneous expenses	<u>(19,615)</u>	<u>-</u>	<u>(10,190)</u>	<u>-</u>	<u>(56,964)</u>	<u>-</u>	<u>(16,943)</u>	<u>-</u>
Total non-operating income and expenses	<u>958,644</u>	<u>16</u>	<u>82,445</u>	<u>2</u>	<u>1,355,378</u>	<u>13</u>	<u>218,016</u>	<u>2</u>
PROFIT BEFORE INCOME TAX	1,702,068	28	627,018	14	2,488,879	23	1,006,611	11
INCOME TAX (EXPENSE) BENEFIT (Notes 4 and 26)	<u>(139,626)</u>	<u>(2)</u>	<u>1,211</u>	<u>-</u>	<u>(188,535)</u>	<u>(2)</u>	<u>(19,092)</u>	<u>-</u>
NET PROFIT FOR THE PERIOD	<u>1,562,442</u>	<u>26</u>	<u>628,229</u>	<u>14</u>	<u>2,300,344</u>	<u>21</u>	<u>987,519</u>	<u>11</u>

(Continued)

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2026		2025		2026		2025	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income (Note 8)	\$ 126,295	2	\$ (163,821)	(4)	\$ (117,462)	(1)	\$ 26,438	-
Exchange differences arising on translation to the presentation currency	(142,924)	(2)	(4,213,019)	(92)	542,138	5	(3,764,338)	(43)
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating foreign operations	<u>502,955</u>	<u>8</u>	<u>125,332</u>	<u>3</u>	<u>964,829</u>	<u>9</u>	<u>150,886</u>	<u>2</u>
Other comprehensive income (loss) for the period, net of income tax	<u>486,326</u>	<u>8</u>	<u>(4,251,508)</u>	<u>(93)</u>	<u>1,389,505</u>	<u>13</u>	<u>(3,587,014)</u>	<u>(41)</u>
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD	<u>\$ 2,048,768</u>	<u>34</u>	<u>\$ (3,623,279)</u>	<u>(79)</u>	<u>\$ 3,689,849</u>	<u>34</u>	<u>\$ (2,599,495)</u>	<u>(30)</u>
NET PROFIT (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 1,570,999	26	\$ 629,988	14	\$ 2,339,709	21	\$ 988,547	11
Non-controlling interests	<u>(8,557)</u>	<u>-</u>	<u>(1,759)</u>	<u>-</u>	<u>(39,365)</u>	<u>-</u>	<u>(1,028)</u>	<u>-</u>
	<u>\$ 1,562,442</u>	<u>26</u>	<u>\$ 628,229</u>	<u>14</u>	<u>\$ 2,300,344</u>	<u>21</u>	<u>\$ 987,519</u>	<u>11</u>
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 2,053,390	34	\$ (3,560,972)	(78)	\$ 3,711,900	34	\$ (2,545,113)	(29)
Non-controlling interests	<u>(4,622)</u>	<u>-</u>	<u>(62,307)</u>	<u>(1)</u>	<u>(22,051)</u>	<u>-</u>	<u>(54,382)</u>	<u>(1)</u>
	<u>\$ 2,048,768</u>	<u>34</u>	<u>\$ (3,623,279)</u>	<u>(79)</u>	<u>\$ 3,689,849</u>	<u>34</u>	<u>\$ (2,599,495)</u>	<u>(30)</u>
EARNINGS PER SHARE (Note 27)								
Basic	<u>\$ 4.05</u>		<u>\$ 1.63</u>		<u>\$ 6.03</u>		<u>\$ 2.56</u>	
Diluted	<u>\$ 3.94</u>		<u>\$ 1.60</u>		<u>\$ 5.92</u>		<u>\$ 2.50</u>	

The accompanying notes are an integral part of the consolidated financial statements.

(Concluded)

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company																
									Other Equity (Notes 8 and 28)								
									Exchange Differences on Translating Foreign Operations	Unrealized Gains or Losses on Investments at Fair Value Through Comprehensive Income	Unearned Employee Benefits	Total Other Equity	Treasury Shares (Note 23)	Total	Non-controlling Interests (Note 12)	Total Equity	
	Ordinary Shares (Notes 23 and 28)			Capital Surplus (Notes 23 and 28)	Retained Earnings (Note 23)												
	Common Share	Share Capital Awaiting Retirement	Total Ordinary Shares			Legal Reserve	Special Reserve	Unappropriated Earnings	Total Retained Earnings								
BALANCE ON JANUARY 1, 2025	\$ 968,582	\$ -	\$ 968,582	\$ 13,516,549	\$ 996,568	\$ 596,716	\$ 18,541,810	\$ 20,135,094	\$ 1,145,761	\$ 1,415	\$ (320,158)	\$ 827,018	\$ (239,746)	\$ 35,207,497	\$ 506,870	\$ 35,714,367	
Appropriation of the 2024 earnings																	
Special reserve	-	-	-	-	-	(596,716)	596,716	-	-	-	-	-	-	-	-	-	
Cash dividends distributed by Silergy Corp.	-	-	-	-	-	-	(928,216)	(928,216)	-	-	-	-	-	(928,216)	-	(928,216)	
Changes in percentage of ownership interests in subsidiaries	-	-	-	(12,008)	-	-	-	-	-	-	-	-	-	(12,008)	12,008	-	
Changes in capital surplus from investments in associates accounted for using the equity method	-	-	-	10,029	-	-	-	-	-	-	-	-	-	10,029	-	10,029	
Recognition compensation cost of employee share options by Silergy Corp.	-	-	-	312,857	-	-	-	-	-	-	-	-	-	312,857	-	312,857	
Net profit (loss) for the six months ended June 30, 2025	-	-	-	-	-	-	988,547	988,547	-	-	-	-	-	988,547	(1,028)	987,519	
Other comprehensive (loss) income for the six months ended June 30, 2025, net of income tax	-	-	-	-	-	-	-	-	(3,560,098)	26,438	-	(3,533,660)	-	(3,533,660)	(53,354)	(3,587,014)	
Total comprehensive income (loss) for the six months ended June 30, 2025	-	-	-	-	-	-	988,547	988,547	(3,560,098)	26,438	-	(3,533,660)	-	(2,545,113)	(54,382)	(2,599,495)	
Issue of ordinary shares under employee share options	2,650	-	2,650	127,420	-	-	-	-	-	-	-	-	-	130,070	-	130,070	
Issue of restricted shares of stock and recognition of related compensation cost	31	-	31	4,408	-	-	-	-	-	-	(24,450)	(24,450)	-	(20,011)	-	(20,011)	
Cancellation of restricted employee shares	(1,269)	-	(1,269)	(279,092)	-	-	-	-	-	-	280,361	280,361	-	-	-	-	
BALANCE ON JUNE 30, 2025	<u>\$ 969,994</u>	<u>\$ -</u>	<u>\$ 969,994</u>	<u>\$ 13,680,163</u>	<u>\$ 996,568</u>	<u>\$ -</u>	<u>\$ 19,198,857</u>	<u>\$ 20,195,425</u>	<u>\$ (2,414,337)</u>	<u>\$ 27,853</u>	<u>\$ (64,247)</u>	<u>\$ (2,450,731)</u>	<u>\$ (239,746)</u>	<u>\$ 32,155,105</u>	<u>\$ 464,496</u>	<u>\$ 32,619,601</u>	
BALANCE ON JANUARY 1, 2026	\$ 971,648	\$ (444)	\$ 971,204	\$ 13,882,147	\$ 996,568	\$ -	\$ 20,905,446	\$ 21,902,014	\$ 432,206	\$ 415,578	\$ (46,892)	\$ 800,892	\$ (239,746)	\$ 37,316,511	\$ 436,734	\$ 37,753,245	
Appropriation of the 2025 earnings																	
Cash dividends distributed by Silergy Corp.	-	-	-	-	-	-	(990,522)	(990,522)	-	-	-	-	-	(990,522)	-	(990,522)	
Changes in percentage of ownership interests in subsidiaries	-	-	-	-	-	-	(12,868)	(12,868)	-	-	-	-	-	(12,868)	12,868	-	
Changes in capital surplus from investments in associates accounted for using the equity method	-	-	-	(46)	-	-	-	-	-	-	-	-	-	(46)	-	(46)	
Recognition compensation cost of employee share options by Silergy Corp.	-	-	-	208,754	-	-	-	-	-	-	-	-	-	208,754	-	208,754	
Net profit (loss) for the six months ended June 30, 2026	-	-	-	-	-	-	2,339,709	2,339,709	-	-	-	-	-	2,339,709	(39,365)	2,300,344	
Other comprehensive income (loss) for the six months ended June 30, 2026, net of income tax	-	-	-	-	-	-	-	-	1,489,653	(117,462)	-	1,372,191	-	1,372,191	17,314	1,389,505	
Total comprehensive income (loss) for the six months ended June 30, 2026	-	-	-	-	-	-	2,339,709	2,339,709	1,489,653	(117,462)	-	1,372,191	-	3,711,900	(22,051)	3,689,849	
Issue of ordinary shares under employee share options	2,759	-	2,759	172,408	-	-	-	-	-	-	-	-	-	175,167	-	175,167	
Reversal recognition compensation cost of restricted employee shares	-	-	-	(163)	-	-	-	-	-	-	-	-	-	(163)	-	(163)	
Cancellation of restricted employee shares	(775)	444	(331)	(46,561)	-	-	-	-	-	-	46,892	46,892	-	-	-	-	
BALANCE ON JUNE 30, 2026	<u>\$ 973,632</u>	<u>\$ -</u>	<u>\$ 973,632</u>	<u>\$ 14,216,539</u>	<u>\$ 996,568</u>	<u>\$ -</u>	<u>\$ 22,241,765</u>	<u>\$ 23,238,333</u>	<u>\$ 1,921,859</u>	<u>\$ 298,116</u>	<u>\$ -</u>	<u>\$ 2,219,975</u>	<u>\$ (239,746)</u>	<u>\$ 40,408,733</u>	<u>\$ 427,551</u>	<u>\$ 40,836,284</u>	

The accompanying notes are an integral part of the consolidated financial statements.

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Six Months Ended	
	June 30	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 2,488,879	\$ 1,006,611
Adjustments for:		
(Reversal of) expected credit loss recognized on trade receivables	(273)	416
Net (gain) loss on financial instruments at fair value through profit or loss	(1,343,388)	139,985
Depreciation expenses	355,191	293,827
Amortization expenses	108,582	106,216
Interest income	(157,289)	(204,926)
Interest expenses	34,647	12,843
Dividend income	(6,205)	-
Compensation cost of employee share options	208,754	312,857
Reversal of recognition compensation cost of restricted employee shares	(163)	(20,011)
Share of loss of associates	38,587	44,951
Loss on disposal of property, plant and equipment	892	36
Property, plant and equipment transferred to expenses	17	-
Realized gains on disposal of intangible assets	-	(8,568)
Write-down of inventories	122,615	15,907
Unrealized (gain) loss on foreign currency exchange	(2,501)	4,267
Gain (loss) on lease modification	(2)	(84)
Changes in operating assets and liabilities		
Accounts receivable	42,201	701,489
Other receivables	21,065	(21,329)
Inventories	(1,437,873)	(188,919)
Other current assets	(577,701)	78,911
Defined benefit assets - non-current	(36)	(36)
Refundable deposits	(465,879)	181,743
Accounts payable	(242,351)	89,660
Accounts payable - related parties	(116)	(2,946)
Other payables	(294,111)	(813,110)
Other current liabilities	(7,264)	28,533
Cash (used in) generated from operations	(1,113,722)	1,758,323
Interest received	147,048	200,695
Interest paid	(32,643)	(13,312)
Income tax (paid) refunded	(205,674)	19,585
Net cash (used in) generated from operating activities	(1,204,991)	1,965,291

(Continued)

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Six Months Ended June 30	
	2026	2025
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at amortized cost	\$ (267,279)	\$ (4,146,633)
Purchase of financial assets at fair value through profit or loss	(902,822)	(251,123)
Proceeds from capital reduction of financial assets at fair value through profit or loss	53,217	41,889
Proceeds from disposal of financial assets at fair value through profit or loss	370,534	-
Acquisition of associates	(138,719)	(46,258)
Acquisition of property, plant and equipment	(820,518)	(807,045)
Proceeds from disposal of property, plant and equipment	290	2
(Increase) decrease in refundable deposits	(8,095)	55,310
Payments for intangible assets	(69,777)	(80,377)
Decrease in prepayments for business facilities	54,921	2,205
Cash dividends received	<u>6,205</u>	<u>-</u>
Net cash used in investing activities	<u>(1,722,043)</u>	<u>(5,232,030)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in short-term borrowings	347,151	66,797
Increase in long-term borrowings	505,443	478,056
Decrease in guarantee deposits	(690)	(7,390)
Repayment of the principal portion of lease liabilities	(48,172)	(51,024)
Cash dividends paid	(985,750)	(927,422)
Proceeds from exercise of employee share options	<u>175,167</u>	<u>130,070</u>
Net cash used in financing activities	<u>(6,851)</u>	<u>(310,913)</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>1,018,566</u>	<u>(1,803,708)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,915,319)	(5,381,360)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>9,756,361</u>	<u>16,202,550</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u><u>\$ 7,841,042</u></u>	<u><u>\$ 10,821,190</u></u>

The accompanying notes are an integral part of the consolidated financial statements.

(Concluded)

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Silergy Corp. (“Silergy”) was incorporated as a limited company under the Company Act of the Cayman Islands on February 7, 2008. Silergy Corp. and its subsidiaries (collectively, the “Group”) mainly design, develop, and sell various integrated circuit products and provide related technical services.

Silergy’s shares have been listed on the Taiwan Stock Exchange since December 2013.

The functional currency of Silergy is the U.S. dollar. However, for greater comparability and consistency of financial reporting, the consolidated financial statements are presented in New Taiwan dollars, since Silergy’s shares are listed on the Taiwan Stock Exchange.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the board of directors on August 27, 2026.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRS Accounting Standards”) endorsed and issued into effect by the FSC.

The initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have material impact on the Group’s accounting policies.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2027

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note 1)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures” (including the 2025 amendments to IFRS 19)	January 1, 2027
Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency”	January 1, 2027
Amendments to IAS 28 “Amendments to the Fair Value Option for Investments in Associates and Joint Ventures”	January 1, 2027 (Note 2)

Note 1: IFRS 18 will take effect starting from January 1, 2028 for domestic entities. Earlier application is permitted.

Note 2: An entity shall apply the amendments when it applies IFRS 18.

IFRS 18 “Presentation and Disclosure in Financial Statements” and consequential amendments and Amendments to IAS 28 “Amendments to the Fair Value Option for Investments in Associates and Joint Ventures”

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- To classify items of income and expenses presented in the statement of profit or loss into the operating, investing, financing, income taxes and discontinued operations categories, the Group shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

At the date of initial application of IFRS 18, an entity that is a venture capital organization, mutual fund, unit trust or similar entity is permitted to change its election from measuring an investment in an associate or joint venture from the equity method to fair value through profit or loss. The amendments to IAS 28 clarify that aforementioned “similar entity” includes the entity that performs the assessments in accordance with the requirements of IFRS 18 and concludes that it has a main business activity of investing in particular types of assets. If eligible, the Group may apply the transition upon initial application.

In addition, the following consequential amendments have been made to IAS 7 “Statement of Cash Flows”:

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.
- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Group has a specific main operating activity, it shall determine how to classify dividends received, interest received and interest paid in the statement of cash flows by referring to how it classifies dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

The Group has decided not to apply IFRS 18 and consequential amendments earlier.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

- c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note)</u>
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 20 "Regulatory Assets and Regulatory Liabilities"	January 1, 2029

Note: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing other impacts of the above amended standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

- a. Statement of compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

- b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments measured at fair value and net defined benefit assets/liabilities measured at the present value of defined benefit obligations less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

- c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statements of comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 12 and Tables 5 and 6 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2025.

1) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Income tax expense

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Refer to the consolidated financial statements of material accounting judgments and key sources of estimation uncertainty for the year ended December 31, 2025.

6. CASH AND CASH EQUIVALENTS

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand	\$ 96	\$ 60	\$ 189
Checking accounts and demand deposits	3,242,856	4,096,369	4,294,475
Cash equivalents (investments with original maturities of 3 months or less)			
Time deposits	<u>4,598,090</u>	<u>5,659,932</u>	<u>6,526,526</u>
	<u>\$ 7,841,042</u>	<u>\$ 9,756,361</u>	<u>\$ 10,821,190</u>

Interest rate ranges for bank deposits on the balance sheet date were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Deposits	0.00%-3.95%	0.00%-4.14%	0.00%-4.30%

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets - non-current</u>			
Non-derivative financial assets			
Unlisted limited partnerships (a)			
Shenzhen Anchuang Technology Equity Investment Partnership (Limited Partnership) ("Anchuang")	\$ 12,174	\$ 11,641	\$ 13,680
Ningbo Meishan Bonded Port Area Anchuang Growth Equity Investment Partnership L.P. ("Ningbo Anchuang")	79,784	76,291	69,831
Zhenjiang Puhe Equity Investment Fund Partnership (Limited Partnership) ("Puhe")	45,019	44,716	40,930
Alphatecture Venture Fund Limited Partnership ("Alphatecture")	97,268	95,985	105,834
Yiwu Huaxin Yuanjing Venture Investment Center L.P. ("Huaxin")	103,973	99,422	103,292
Hangzhou Xinling Enterprise Management Partnership L.P. ("Xinling")	146,536	140,121	128,257
Hefei Walden II IC Industry Investment Partnership L.P. ("Walden")	551,081	526,956	548,248
Shenzhen Juyuan Xinchuang Capital Fund, LLP ("Juyuan Xinchuang")	446,995	431,943	401,131
Guangzhou Huaxin Shengjing Venture Capital Center (Limited Partnership) ("Guangzhou Huaxin")	131,752	133,714	122,789
			(Continued)

	June 30, 2026	December 31, 2025	June 30, 2025
Xiamen Jianda Guili Equity Partners LLP ("Guili")	\$ 163,672	\$ 156,506	\$ 143,254
Hangzhou Xinruiwei Equity Investment Partnership (Limited Partnership) ("Xinruiwei") (b)	-	-	-
Hangzhou Huaxin Yunkai Equity Investment Partnership (Limited Partnership) ("Yunkai")	140,290	134,148	122,789
Suzhou Juyuan Zhenxin Capital Fund, LLP. ("Juyuan Zhenxin")	455,984	436,021	405,196
Hangzhou Zhitong Enterprise Management Partnership L.P. ("Zhitong")	163,671	156,506	143,254
Hangzhou Haibang Shurui Equity Investment Partnership Enterprise (Limited Partnership) ("Haibang")	46,763	44,716	28,651
Wuxi Huaxin Semiconductor Partnership (L.P.) ("Wuxi Huaxin")	-	-	-
Shanghai Huake Zhixin Venture Capital Partnership (L.P.) ("Huake Zhixin") (c)	42,087	40,244	36,837
Fuzhou Jubaizhong Equity Investment Partnership (Limited Partnership) (e)	58,902	12,558	-
Lochpine Green Fund I, L.P. ("Lochpine") (f)	636,676	-	-
Shaanxi Jianxing Zhanlu Equity Investment Fund (Limited Partnership) ("Shaanxi Zhanlu") (g)	140,290	-	-
Changzhou Liyang Qifan Zhanxin Industrial Investment Fund ("Changzhou Qifan") (h)	98,203	-	-
Unlisted companies			
Hangzhou Hualan Microelectronics Co., Ltd. ("Hualan")	35,081	47,879	42,980
Calterah Semiconductor Technology (Shanghai) Co., Ltd. ("Calterah") (d)	2,115,445	1,143,335	94,981
Powerland Technology Inc. ("Powerland")	225,811	203,308	242,363
Shanghai Geometrical Perception and Learning Co., Ltd. ("Geometrical")	59,533	89,554	82,375
Zhejiang Sentronic Semiconductor Co., Ltd. ("Sentronic")	72,846	141,862	128,394
Hangzhou Einno Semiconductor Co., Ltd. ("Einno")	94,261	58,771	48,394
Chengdu Analog Circuit Technology Inc. (ACTT)	100,002	95,624	142,962
Fujian Baicheng New Energy Technology Co., Ltd. ("Baicheng") (e)	-	-	54,518
AIStorm, Inc. ("AIStorm")	4,444	3,406	3,719
Enovate3D (Hangzhou) Technology Co., Ltd. ("Enovate3D")	105,345	127,666	129,892
Zhejiang Hexin Semiconductor Co., Ltd. ("Hexin")	171,041	157,817	130,577
			(Continued)

	June 30, 2026	December 31, 2025	June 30, 2025
Hangzhou Xight Semi-conductor Technology Co., Ltd. (“Xight”)	\$ 11,799	\$ 11,256	\$ 8,732
Sichuan ZILLNK Technology Co., Ltd. (“ZILLNK”)	129,681	109,036	97,862
JT Microelectronics (Shenzhen) Co., Ltd.	8,855	17,325	24,420
Shanghai Sunnic New Energy Technology Co., Ltd. (“Shanghai Sunnic”) (e)	<u>159,556</u>	<u>34,017</u>	<u>-</u>
	<u>\$ 6,854,820</u>	<u>\$ 4,782,344</u>	<u>\$ 3,646,142</u>
			(Concluded)

- a. Partnership affairs are performed by the general partner, and the Group is a limited partner who only has the right to share profit and does not have the ability to influence the relevant activities, so it does not have significant influence over the limited partnerships.
- b. The liquidation procedure of Hangzhou Xinruiwei Equity Investment Partnership (Limited Partnership) (“Xinruiwei”) was completed in March 2025.
- c. In April 2025, Hangzhou Silergy signed an investment agreement with Shanghai Huake Zhixin Venture Capital Partnership (L.P.) to subscribe capital for RMB30,000 thousand. Hangzhou Silergy had paid RMB9,000 thousand in April 2025.
- d. On June 20, 2025, the Group’s board of directors resolved that Hangzhou Silergy will increase capital of Calterah Semiconductor Technology (Shanghai) Co., Ltd. and entered into a share transfer agreement with the original shareholders. The Group acquired a 4.4186% equity interest in Calterah for RMB190,000 thousand, and the full consideration was paid in August 2025. In March 2026, the Group disposed of 1.56% of the equity in Calterah for RMB80,000 thousand. As of June 30, 2026, the Group held 7.85% of Calterah’s issued shares.
- e. In October 2025, the Group entered into an agreement with Shanghai Sunnic New Energy Technology Co., Ltd. (Shanghai Sunnic), pursuant to which Shanghai Sunnic acquired 100% of the equity interest in Fujian Baicheng New Energy Technology Co., Ltd. through a share-for-share transaction. Upon completion of the merger, the Group obtained 3.15% of equity shares in Shanghai Sunnic and 20.27% of equity interest in Fuzhou Jubaizhong Equity Investment Partnership (Limited Partnership).
- f. In January 2026, the Group signed an investment agreement with Lochpine Green Fund I, L.P. (Lochpine) to subscribe capital for US\$50,000 thousand. Hangzhou Silergy had paid US\$11,353 thousand in January 2026 and US\$9,869 thousand in May 2026.
- g. In February 2026, the Group signed an investment agreement with Shaanxi Jianxing Zhanlu Equity Investment Fund (Limited Partnership) (Shaanxi Zhanlu) to subscribe capital for RMB30,000 thousand. Hangzhou Silergy had paid RMB12,000 thousand in February and RMB18,000 thousand in June 2026.
- h. In February 2026, the Group signed an investment agreement with Changzhou Liyang Qifan Zhanxin Industrial Investment Fund (Limited Partnership) (Changzhou Qifan) to subscribe capital for RMB30,000 thousand. Hangzhou Silergy had paid RMB9,000 thousand in February and RMB12,000 thousand in June 2026.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Non-current</u>			
Investments in equity instruments at FVTOCI			
Listed shares			
InnoScience (Suzhou) Technology Holding Co., Ltd.	\$ 573,314	\$ 690,776	\$ 519,159

In December 2024, the Group invested the ordinary shares of InnoScience (Suzhou) Technology Holding Co., Ltd. for US\$14,986 thousand for medium to long-term strategic purposes; the management designated these investments as at FVTOCI.

To diversify risk by adjusting its investment position, the Group disposed of certain equity investments at a fair value of US\$14,966 thousand in August 2025. Consequently, an amount of \$250,353 thousand related to other equity - unrealized gain on investments in equity instruments at FVTOCI was reclassified to retained earnings.

9. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Time deposits with original maturities of more than 3 months	\$ 6,926,531	\$ 7,191,651	\$ 6,492,497
Bank deposit for specified purpose	110,085	106,736	28,987
	<u>\$ 7,036,616</u>	<u>\$ 7,298,387</u>	<u>\$ 6,521,484</u>
<u>Non-current</u>			
Time deposits with original maturities of more than 1 year	<u>\$ 1,870,531</u>	<u>\$ 1,341,481</u>	<u>\$ 1,227,894</u>
Interest rate range of time deposits	1.10%-6.60%	1.20%-6.60%	1.55%-7.25%

Refer to Note 32 for information relating to investments in financial assets at amortized cost pledged as security.

10. ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Accounts receivable</u>			
At amortized cost			
Gross carrying amount	\$ 2,314,497	\$ 2,354,078	\$ 1,758,979
Less: Allowance for impairment loss	<u>(147)</u>	<u>(417)</u>	<u>(2,054)</u>
	<u>\$ 2,314,350</u>	<u>\$ 2,353,661</u>	<u>\$ 1,756,925</u>
<u>Other receivables</u>			
Tax refund receivable	\$ 121,526	\$ 1,633	\$ -
Discount receivables	112,264	108,794	-
Interest receivables	64,864	54,623	34,749
Rent receivables	10,345	7,701	13,357
Others	<u>37,343</u>	<u>86,019</u>	<u>59,192</u>
	<u>\$ 346,342</u>	<u>\$ 258,770</u>	<u>\$ 107,298</u>

Accounts Receivable

The average credit period of sales of goods is 30-90 days. Due to the short average credit period of sales of goods, no interest was charged on trade receivables.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group applies lifetime expected loss provision for all accounts receivable. The expected credit losses on accounts receivable are estimated with reference to the past default records of the debtor and an analysis of the debtor's current financial position and general economic conditions of the industry in which the debtors operate. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base.

The following table details the loss allowance of accounts receivable:

June 30, 2026

	Not Past Due	1 to 60 Days Past Due	61 to 90 Days Past Due	91 to 180 Days Past Due	Over 180 Days Past Due	Total
Gross carrying amount	\$ 2,020,420	\$ 290,627	\$ 3,335	\$ 115	\$ -	\$ 2,314,497
Loss allowance (Lifetime ECLs)	<u>(6)</u>	<u>(43)</u>	<u>(87)</u>	<u>(11)</u>	<u>-</u>	<u>(147)</u>
Amortized cost	<u>\$ 2,020,414</u>	<u>\$ 290,584</u>	<u>\$ 3,248</u>	<u>\$ 104</u>	<u>\$ -</u>	<u>\$ 2,314,350</u>

December 31, 2025

	Not Past Due	1 to 60 Days Past Due	61 to 90 Days Past Due	91 to 180 Days Past Due	Over 180 Days Past Due	Total
Gross carrying amount	\$ 2,145,204	\$ 208,648	\$ -	\$ -	\$ 226	\$ 2,354,078
Loss allowance (Lifetime ECLs)	<u>(80)</u>	<u>(111)</u>	<u>-</u>	<u>-</u>	<u>(226)</u>	<u>(417)</u>
Amortized cost	<u>\$ 2,145,124</u>	<u>\$ 208,537</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,353,661</u>

June 30, 2025

	Not Past Due	1 to 60 Days Past Due	61 to 90 Days Past Due	91 to 180 Days Past Due	Over 180 Days Past Due	Total
Gross carrying amount	\$ 1,549,816	\$ 198,130	\$ 9,416	\$ -	\$ 1,617	\$ 1,758,979
Loss allowance (Lifetime ECLs)	<u>(73)</u>	<u>(120)</u>	<u>(244)</u>	<u>-</u>	<u>(1,617)</u>	<u>(2,054)</u>
Amortized cost	<u>\$ 1,549,743</u>	<u>\$ 198,010</u>	<u>\$ 9,172</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,756,925</u>

The movements of the loss allowance of accounts receivable were as follows:

	For the Six Months Ended June 30	
	2026	2025
Balance on January 1	\$ 417	\$ 1,869
(Reversal of) expected credit loss recognized on trade receivables	(273)	416
Foreign exchange gains and losses	<u>3</u>	<u>(231)</u>
Balance on June 30	<u>\$ 147</u>	<u>\$ 2,054</u>

11. INVENTORIES

	June 30, 2026	December 31, 2025	June 30, 2025
Finished goods	\$ 1,404,196	\$ 1,340,588	\$ 1,085,898
Work in progress	2,602,365	1,722,345	1,294,079
Raw materials	<u>1,699,535</u>	<u>1,371,562</u>	<u>780,663</u>
	<u>\$ 5,706,096</u>	<u>\$ 4,434,495</u>	<u>\$ 3,160,640</u>

The cost of goods sold for the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025 was \$3,179,946 thousand, \$2,214,689 thousand, \$5,696,533 thousand and \$4,102,291 thousand, respectively. The cost of goods sold included inventory write-downs of \$47,247 thousand, \$20,243 thousand, \$122,615 thousand and \$15,907 thousand for the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025, respectively.

12. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements:

Investor	Investee	Nature of Activities	Proportion of Ownership			Remark
			June 30, 2026	December 31, 2025	June 30, 2025	
Silergy Corp. ("Silergy")	Silergy Technology ("TECH")	Development, design and sales of power management ICs	100.00%	100.00%	100.00%	-
	Silergy Semiconductor Technology (Hangzhou) Co., Ltd. ("Hangzhou Silergy")	Development, design and sales of electronic components, and related technical services	100.00%	100.00%	100.00%	-
	Silergy Semiconductor (Samoa) Limited ("Silergy Samoa")	Holding company	100.00%	100.00%	100.00%	-
	Silergy Semiconductor (Hong Kong) Limited ("HK Silergy")	Holding company	100.00%	100.00%	100.00%	-
	Silicon Prospect Investment Limited ("Silicon Prospect")	Holding company	100.00%	100.00%	100.00%	-
Hangzhou Silergy	Nanjing Silergy Micro Technology Co., Ltd. ("Nanjing Silergy Micro")	Development, design and sales of electronic components	67.00%	67.00%	67.00%	-
	Xian Silergy Semiconductor Technology Co., Ltd. ("Xian Silergy")	Development, design and sales of electronic components	100.00%	100.00%	100.00%	-
	Chengdu Silergy Semiconductor Technology Co., Ltd. ("Chengdu Silergy")	Development and design of electronic components	100.00%	100.00%	100.00%	-
	Shanghai Silergy Semiconductor Technology Co., Ltd. ("Shanghai Silergy")	Development and design of electronic components	49.00%	49.00%	49.00%	(1)
	Hefei Silergy Semiconductor Technology Co., Ltd. ("Hefei Silergy")	Development, design and sales of electronic components	100.00%	100.00%	100.00%	-
	Hangzhou Silergy Test Technology Co., Ltd. ("Hangzhou Silergy Test")	Testing of electronic components, integrated circuits, semiconductors and electronic products	100.00%	100.00%	100.00%	(2)
	Xiamen Silergy Semiconductor Technology Co., Ltd. ("Xiamen Silergy")	Development, design and sales of electronic components	100.00%	100.00%	100.00%	-
	Silergy Technology (Taiwan) Inc. ("Taiwan Silergy")	Development, design and sales of electronic components	100.00%	100.00%	100.00%	-
Silergy Samoa	Silergy Technologies Private Limited ("India")	Development, design and sales of electronic components	100.00%	100.00%	100.00%	-
	Silergy Korea Limited ("Korea")	Development, design and sales of electronic components	100.00%	100.00%	100.00%	-
	Silergy Semiconductor (Macau) Limited ("Macau Silergy")	Development and design of electronic components	100.00%	100.00%	100.00%	-
Nanjing Silergy Micro	Shanghai Silergy Microelectronics Technology Co., Ltd. ("Shanghai Silergy Micro")	Development and design of electronic components	100.00%	100.00%	100.00%	-
	Nanjing Silergy Micro (HK) Co., Limited ("Nanjing Silergy (HK)")	Development, design and sales of electronic components	100.00%	100.00%	100.00%	-
	Guangdong Silergy Micro Technology Co., Ltd. ("Guangdong Silergy Micro")	Development, design and sales of electronic components	100.00%	100.00%	100.00%	(3)

Remarks:

- On January 11, 2023, Hangzhou Silergy disposed of 51% of the equity for RMB5,100 thousand. After the disposal, Hangzhou Silergy's proportion of ownership decreased from 100% to 49%. Pursuant to the articles of incorporation of Shanghai Silergy, the Group determined that it still has control over Shanghai Silergy and, consequently, classified Shanghai Silergy as a subsidiary.
- On December 19, 2024, pursuant to a resolution of the board of directors, Hangzhou Silergy will remit RMB150,000 thousand into Hangzhou Silergy Test. In June 2025, July 2025 and May 2026, Hangzhou Silergy had remitted RMB50,000 thousand, respectively.
- In February 2025, January 2026, April 2026 and June 2026, Nanjing Silergy had remitted RMB3,000 thousand, RMB5,000 thousand, RMB5,000 thousand and RMB5,000 thousand, respectively.

b. Subsidiaries excluded from the consolidated financial statements: None.

c. Details of subsidiaries that have material non-controlling interests

Name of Subsidiary	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
	June 30, 2026	December 31, 2025	June 30, 2025
Nanjing Silergy Micro	33.00%	33.00%	33.00%

Refer to Table 6 for information on the places of incorporation and principal places of business.

Name of Subsidiary	Loss Allocated to Non-controlling Interests				Accumulated Non-controlling Interests		
	For the Three Months Ended		For the Six Months Ended		December 31,		
	June 30	2025	June 30	2025	June 30, 2026	2025	June 30, 2025
Nanjing Silergy Micro	\$ (18,289)	\$ (8,508)	\$ (33,112)	\$ (15,200)	\$ 461,290	\$ 462,898	\$ 472,270

The summarized financial information below represents amounts before intragroup eliminations.

Nanjing Silergy Micro and subsidiaries

	June 30, 2026	December 31, 2025	June 30, 2025	
Current assets	\$ 1,642,353	\$ 1,210,697	\$ 1,274,535	
Non-current assets	2,680,570	2,343,472	2,006,007	
Current liabilities	(1,525,465)	(1,080,225)	(1,515,016)	
Non-current liabilities	<u>(1,399,717)</u>	<u>(1,071,330)</u>	<u>(459,825)</u>	
Equity	<u>\$ 1,397,741</u>	<u>\$ 1,402,614</u>	<u>\$ 1,305,701</u>	
Equity attributable to:				
Owners of Nanjing Silergy Micro	\$ 936,451	\$ 939,716	\$ 833,431	
Non-controlling interests of Nanjing Silergy Micro	<u>461,290</u>	<u>462,898</u>	<u>472,270</u>	
	<u>\$ 1,397,741</u>	<u>\$ 1,402,614</u>	<u>\$ 1,305,701</u>	
	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Revenue	<u>\$ 654,663</u>	<u>\$ 502,259</u>	<u>\$ 1,228,367</u>	<u>\$ 1,051,526</u>
Loss/total comprehensive loss for the period	<u>\$ (55,415)</u>	<u>\$ (23,522)</u>	<u>\$ (100,331)</u>	<u>\$ (42,023)</u>
Loss/total comprehensive loss attributable to:				
Owners of Nanjing Silergy Micro	\$ (37,126)	\$ (15,014)	\$ (67,219)	\$ (26,823)
Non-controlling interests of Nanjing Silergy Micro	<u>(18,289)</u>	<u>(8,508)</u>	<u>(33,112)</u>	<u>(15,200)</u>
	<u>\$ (55,415)</u>	<u>\$ (23,522)</u>	<u>\$ (100,331)</u>	<u>\$ (42,023)</u>
Net cash inflow (outflow) from:				
Operating activities			\$ (289,852)	\$ 62,071
Investing activities			(268,464)	(278,485)
Financing activities			<u>614,955</u>	<u>294,797</u>
Net cash inflow			<u>\$ 56,639</u>	<u>\$ 78,383</u>

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Investments in associates</u>			
Material associates			
Hangzhou Sizhi Tiancheng (limited partnership investment) (“Sizhi Tiancheng”)	\$ 1,829,613	\$ 1,768,360	\$ 40,645
Hefei SMAT Technology Co., Ltd. (“SMAT”)	429,031	400,372	350,844
Associates that are not individually material			
Wuxin (Hangzhou) Semiconductor Technology Co., Ltd. (“Hangzhou Wuxin”)	138,524	135,989	128,483
Zhuhai Hengqin Accu-Rate Technology Co., Ltd. (“Accu-Rate”)	114,326	115,328	109,072
Shenzhen Xinzhuowei Technology Co., Ltd. (“Semi-high”)	140,246	-	-
Winsheng Material Technology Co., Ltd. (“WMT”)	<u>70,326</u>	<u>89,940</u>	<u>105,099</u>
	<u>\$ 2,722,066</u>	<u>\$ 2,509,989</u>	<u>\$ 734,143</u>

a. Material associates

Company Name	Nature of Activities	Principal Places of Business	Proportion of Ownership and Voting Rights		
			June 30, 2026	December 31, 2025	June 30, 2025
Unlisted companies					
Hefei SMAT Technology Co., Ltd. ("SMAT")	Development and manufacturing of automotive and IoT products	China	38.29%	38.29%	38.29%
Unlisted limited partnership					
Hangzhou Sizhi Tiancheng (Limited partnership investment) ("Sizhi Tiancheng")	Holding company	China	44.99%	44.99%	44.99%

The summarized financial information below represents amounts shown in the associates’ financial statements prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

SMAT

	June 30, 2026	December 31, 2025	June 30, 2025
Current assets	\$ 612,575	\$ 734,342	\$ 537,204
Non-current assets	1,180,918	957,111	913,280
Current liabilities	(663,751)	(636,423)	(493,007)
Non-current liabilities	<u>(9,332)</u>	<u>(9,463)</u>	<u>(20,602)</u>
Equity	<u>\$ 1,120,410</u>	<u>\$ 1,045,567</u>	<u>\$ 936,875</u>
Proportion of the Group’s ownership	<u>38.29%</u>	<u>38.29%</u>	<u>38.29%</u>

(Continued)

	June 30, 2026	December 31, 2025	June 30, 2025
Equity attributable to the Group	\$ 429,031	\$ 400,372	\$ 358,751
Unrealized gain on disposal of intangible assets	<u>-</u>	<u>-</u>	<u>(7,907)</u>
Carrying amount	<u>\$ 429,031</u>	<u>\$ 400,372</u>	<u>\$ 350,844</u> (Concluded)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Operating revenue	<u>\$ 283,188</u>	<u>\$ 221,465</u>	<u>\$ 561,172</u>	<u>\$ 419,474</u>
Net gain (loss) for the period	<u>\$ 32,432</u>	<u>\$ (6,427)</u>	<u>\$ 26,445</u>	<u>\$ (58,569)</u>

On May 14, 2026, the board of directors of the Group approved a resolution proposing the disposal of the entire equity interest in SMAT at a price of no less than RMB1.98 per share and for a total transaction consideration of no less than RMB380,000 thousand. The board of directors further authorized the Chairman, within one year from the date of the resolution, to identify suitable counterparties within the aforesaid terms and to exercise full discretion in handling all matters relating to the proposed disposal.

Sizhi Tiancheng

	June 30, 2026	December 31, 2025	June 30, 2025
Current assets	\$ 1,715,135	\$ 3,707,168	\$ 122,341
Non-current assets	3,125,465	223,580	-
Current liabilities	(670,054)	(273)	-
Non-current liabilities	<u>(546)</u>	<u>-</u>	<u>-</u>
Equity	4,170,000	3,930,475	122,341
Non-controlling interest	<u>(103,381)</u>	<u>-</u>	<u>-</u>
	<u>\$ 4,066,619</u>	<u>\$ 3,930,475</u>	<u>\$ 122,341</u>
Proportion of the Group's ownership	<u>44.99%</u>	<u>44.99%</u>	<u>44.99%</u>
Equity attributable to the Group	<u>\$ 1,829,613</u>	<u>\$ 1,768,360</u>	<u>\$ 40,645</u>
Carrying amount	<u>\$ 1,829,613</u>	<u>\$ 1,768,360</u>	<u>\$ 40,645</u>

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Operating revenue	<u>\$ 219,481</u>	<u>\$ -</u>	<u>\$ 219,481</u>	<u>\$ -</u>
Net loss for the period	<u>\$ (43,809)</u>	<u>\$ (930)</u>	<u>\$ (42,947)</u>	<u>\$ (930)</u>

On November 21, 2024, the board of directors of the consolidated Group resolved that Hangzhou Silergy would invest in Sizhi Tiancheng through a partnership. In January 2025, Hangzhou Silergy entered into a partnership agreement with the administrator of Sizhi Tiancheng, committing to contribute RMB2,250,000 thousand, representing 44.99% of the total subscribed capital. As of June 30, 2026, the actual paid-in capital amounted to RMB396,000 thousand.

b. Associates that are not individually material

Refer to Tables 5 and 6 for the nature of activities, principal places of business and countries of incorporation of the associates.

Investments accounted for using the equity method and the share of profit or loss and other comprehensive income or loss of those investments were calculated based on the associates' audited financial statements for the same period as the Group.

14. PROPERTY, PLANT AND EQUIPMENT

	Buildings	Machinery and Equipment	Office Equipment	Leasehold Improvements	Construction in Progress	Total
<u>Cost</u>						
Balance on January 1, 2026	\$ 2,396,450	\$ 2,612,884	\$ 427,097	\$ 56,154	\$ 1,796,958	\$ 7,289,543
Additions	17,033	406,462	29,157	604	311,274	764,530
Disposals	-	(170)	(7,362)	(2,043)	-	(9,575)
Reclassification	27,618	6,201	1,113	(17)	-	34,915
Effect of foreign currency exchange differences	108,049	122,939	15,940	1,147	88,496	336,571
Balance on June 30, 2026	<u>\$ 2,549,150</u>	<u>\$ 3,148,316</u>	<u>\$ 465,945</u>	<u>\$ 55,845</u>	<u>\$ 2,196,728</u>	<u>\$ 8,415,984</u>
<u>Accumulated depreciation</u>						
Balance on January 1, 2026	\$ 199,054	\$ 1,513,386	\$ 274,305	\$ 42,160	\$ -	\$ 2,028,905
Depreciation expense	29,651	225,027	29,554	3,617	-	287,849
Disposals	-	(161)	(6,476)	(1,756)	-	(8,393)
Reclassification	6,418	-	-	-	-	6,418
Effect of foreign currency exchange differences	9,537	69,810	10,467	891	-	90,705
Balance on June 30, 2026	<u>\$ 244,660</u>	<u>\$ 1,808,062</u>	<u>\$ 307,850</u>	<u>\$ 44,912</u>	<u>\$ -</u>	<u>\$ 2,405,484</u>
Carrying amount at June 30, 2026	<u>\$ 2,304,490</u>	<u>\$ 1,340,254</u>	<u>\$ 158,095</u>	<u>\$ 10,933</u>	<u>\$ 2,196,728</u>	<u>\$ 6,010,500</u>
<u>Cost</u>						
Balance on January 1, 2025	\$ 1,320,710	\$ 2,060,747	\$ 314,587	\$ 59,010	\$ 2,133,864	\$ 5,888,918
Additions	6,717	158,918	21,978	375	619,715	807,703
Disposals	(27,119)	-	(1,558)	(2,088)	-	(30,765)
Reclassification	793	2,922	-	-	-	3,715
Effect of foreign currency exchange differences	(128,224)	(219,574)	(29,836)	(4,360)	(266,666)	(648,660)
Balance on June 30, 2025	<u>\$ 1,172,877</u>	<u>\$ 2,003,013</u>	<u>\$ 305,171</u>	<u>\$ 52,937</u>	<u>\$ 2,486,913</u>	<u>\$ 6,020,911</u>
<u>Accumulated depreciation</u>						
Balance on January 1, 2025	\$ 199,213	\$ 1,179,041	\$ 229,549	\$ 37,591	\$ -	\$ 1,645,394
Depreciation expense	15,195	190,671	24,315	3,752	-	233,933
Disposals	(27,119)	-	(1,521)	(2,087)	-	(30,727)
Effect of foreign currency exchange differences	(18,948)	(132,171)	(22,469)	(2,641)	-	(176,229)
Balance on June 30, 2025	<u>\$ 168,341</u>	<u>\$ 1,237,541</u>	<u>\$ 229,874</u>	<u>\$ 36,615</u>	<u>\$ -</u>	<u>\$ 1,672,371</u>
Carrying amount at June 30, 2025	<u>\$ 1,004,536</u>	<u>\$ 765,472</u>	<u>\$ 75,297</u>	<u>\$ 16,322</u>	<u>\$ 2,486,913</u>	<u>\$ 4,348,540</u>

As of June 30, 2026, transfer of property rights of the buildings in Chengdu had not been completed due to local laws and regulations. The carrying amount of the buildings is RMB11,317 thousand. However, according to the agreement, relevant property rights of the Group are protected by law.

No impairment assessment was performed for the six months ended June 30, 2026 and 2025 as there was no indication of impairment.

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	35-50 years
Machinery and equipment	2-10 years
Office equipment	2-10 years
Leasehold improvements	2-5 years

For the amounts of collateral pledged for bank borrowings, refer to Note 32

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Carrying amount</u>			
Land	\$ 496,941	\$ 560,726	\$ 518,758
Buildings	<u>117,284</u>	<u>148,936</u>	<u>180,709</u>
	<u>\$ 614,225</u>	<u>\$ 709,662</u>	<u>\$ 699,467</u>
	For the Three Months Ended June 30		For the Six Months Ended June 30
	2026	2025	2026
			2025
Additions to right-of-use assets			<u>\$ 11,216</u>
Depreciation charge for right-of-use assets			
Land	\$ 2,667	\$ 2,885	\$ 5,295
Buildings	<u>22,691</u>	<u>23,196</u>	<u>45,539</u>
	<u>\$ 25,358</u>	<u>\$ 26,081</u>	<u>\$ 50,834</u>
			<u>\$ 53,939</u>

Except for the aforementioned addition and recognized depreciation, the Group did not have significant impairment of right-of-use assets during the six months ended June 30, 2026 and 2025.

The Group constructed its headquarters on leasehold land in Hangzhou and plans to sublease part of the office space under operating leases. The related land use rights are presented as investment properties as set out in Note 16. The amounts disclosed above related to the right-of-use assets do not include right-of-use assets that meet the definition of investment properties.

For the amounts of collateral pledged for bank borrowings, refer to Note 32.

b. Lease liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Carrying amount</u>			
Current	\$ 71,696	\$ 79,593	\$ 86,968
Non-current	\$ 59,921	\$ 84,887	\$ 110,533

Range of discount rates for lease liabilities was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Buildings	1.36%-5.41%	1.36%-5.41%	1.75%-5.41%

c. Material lease activities and terms

The Group also leases land and buildings for the plants and offices with lease terms of 1 to 50 years. The Group does not have bargain purchase options to acquire the leasehold land and buildings at the end of the lease terms. In addition, the Group is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent.

d. Other lease information

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Expenses relating to short-term leases	\$ 18,814	\$ 15,580	\$ 35,681	\$ 33,255
Total cash outflow for leases			\$ (83,853)	\$ (86,024)

The Group's leases of certain land and buildings qualify as short-term asset leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

16. INVESTMENT PROPERTIES

	Buildings	Right-of-use Assets	Total
<u>Cost</u>			
Balance on January 1, 2026	\$ 1,446,974	\$ 15,389	\$ 1,462,363
Transfer from property, plant and equipment	1,425	-	1,425
Reclassification to property, plant and equipment	(29,043)	-	(29,043)
Transfer from right-of-use assets	-	87,669	87,669
Effects of foreign currency exchange differences	65,695	2,457	68,152
Balance on June 30, 2026	\$ 1,485,051	\$ 105,515	\$ 1,590,566

(Continued)

	Buildings	Right-of-use Assets	Total
<u>Accumulated depreciation and impairment</u>			
Balance on January 1, 2026	\$ 71,759	\$ 2,175	\$ 73,934
Depreciation expense	15,460	1,048	16,508
Reclassification to property, plant and equipment	(6,418)	-	(6,418)
Transfer from right-of-use assets	-	5,260	5,260
Effects of foreign currency exchange differences	<u>3,467</u>	<u>225</u>	<u>3,692</u>
Balance on June 30, 2026	<u>\$ 84,268</u>	<u>\$ 8,708</u>	<u>\$ 92,976</u>
Carrying amount at June 30, 2026	<u>\$ 1,400,783</u>	<u>\$ 96,807</u>	<u>\$ 1,497,590</u>

Cost

Balance on January 1, 2025	\$ 551,392	\$ 15,696	\$ 567,088
Reclassification to property, plant and equipment	373	-	373
Effects of foreign currency exchange differences	<u>(56,589)</u>	<u>(1,610)</u>	<u>(58,199)</u>
Balance on June 30, 2025	<u>\$ 495,176</u>	<u>\$ 14,086</u>	<u>\$ 509,262</u>

Accumulated depreciation and impairment

Balance on January 1, 2025	\$ 61,283	\$ 1,877	\$ 63,160
Depreciation expense	5,789	166	5,955
Effects of foreign currency exchange differences	<u>(6,732)</u>	<u>(205)</u>	<u>(6,937)</u>
Balance on June 30, 2025	<u>\$ 60,340</u>	<u>\$ 1,838</u>	<u>\$ 62,178</u>
Carrying amount at June 30, 2025	<u>\$ 434,836</u>	<u>\$ 12,248</u>	<u>\$ 447,084</u> (Concluded)

Right-of-use assets included in investment properties refer to land located in Hangzhou, which the Group plans to sublease part of its office space to others under operating leases.

The maturity analysis of lease payments receivable of investment properties leased under operating leases as of June 30, 2026, December 31, 2025 and June 30, 2025 was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Year 1	\$ 83,669	\$ 55,568	\$ 58,953
Year 2	53,462	54,144	54,044
Year 3	26,103	28,823	39,693
Year 4	24,231	19,440	22,205
Year 5	23,429	18,073	22,706
Over year 5	<u>6,692</u>	<u>13,594</u>	<u>26,223</u>
	<u>\$ 217,586</u>	<u>\$ 189,642</u>	<u>\$ 223,824</u>

Management was unable to reliably measure the fair value of investment properties located in Hangzhou and Xi'an, because the market for comparable properties in those areas is inactive and alternative reliable measurements of fair value are not available; therefore, the Group determined that the fair values of the investment properties are not reliably measurable.

Investment properties are depreciated using the straight-line method over their estimated useful lives as follows:

Buildings	35-47 years
Right-of-use assets	50 years

For the amounts of collateral pledged for bank borrowings, refer to Note 32.

17. GOODWILL

	For the Six Months Ended June 30	
	2026	2025
<u>Cost</u>		
Balance on January 1	\$ 2,781,874	\$ 2,892,067
Effect of foreign currency exchange differences	<u>48,710</u>	<u>(303,004)</u>
Balance on June 30	<u>\$ 2,830,584</u>	<u>\$ 2,589,063</u>
<u>Accumulated impairment losses</u>		
Balance on January 1	\$ 1,383,285	\$ 1,437,204
Effect of foreign currency exchange differences	<u>24,391</u>	<u>(149,013)</u>
Balance on June 30	<u>\$ 1,407,676</u>	<u>\$ 1,288,191</u>
Carrying amount at June 30	<u>\$ 1,422,908</u>	<u>\$ 1,300,872</u>

18. OTHER INTANGIBLE ASSETS

	Computer Software	Technical Know-how	Customer Relationships	Total
<u>Cost</u>				
Balance on January 1, 2026	\$ 582,030	\$ 551,048	\$ 1,247,963	\$ 2,381,041
Additions	69,777	-	-	69,777
Disposals	(19,770)	-	-	(19,770)
Effect of foreign currency exchange differences	<u>17,959</u>	<u>13,244</u>	<u>17,121</u>	<u>48,324</u>
Balance on June 30, 2026	<u>\$ 649,996</u>	<u>\$ 564,292</u>	<u>\$ 1,265,084</u>	<u>\$ 2,479,372</u>

(Continued)

	Computer Software	Technical Know-how	Customer Relationships	Total
<u>Accumulated amortization</u>				
Balance on January 1, 2026	\$ 427,120	\$ 512,806	\$ 1,031,041	\$ 1,970,967
Amortization expenses	58,579	7,707	42,296	108,582
Disposals	(19,770)	-	-	(19,770)
Effect of foreign currency exchange differences	<u>12,364</u>	<u>11,811</u>	<u>14,525</u>	<u>38,700</u>
Balance on June 30, 2026	<u>\$ 478,293</u>	<u>\$ 532,324</u>	<u>\$ 1,087,862</u>	<u>\$ 2,098,479</u>
Carrying amount at June 30, 2026	<u>\$ 171,703</u>	<u>\$ 31,968</u>	<u>\$ 177,222</u>	<u>\$ 380,893</u>

Cost

Balance on January 1, 2025	\$ 453,876	\$ 570,604	\$ 1,301,447	\$ 2,325,927
Additions	80,377	-	-	80,377
Disposals	(9,859)	-	-	(9,859)
Effect of foreign currency exchange differences	<u>(53,621)</u>	<u>(59,966)</u>	<u>(138,290)</u>	<u>(251,877)</u>
Balance on June 30, 2025	<u>\$ 470,773</u>	<u>\$ 510,638</u>	<u>\$ 1,163,157</u>	<u>\$ 2,144,568</u>

Accumulated amortization

Balance on January 1, 2025	\$ 359,258	\$ 498,661	\$ 985,497	\$ 1,843,416
Amortization expenses	45,570	17,069	43,577	106,216
Disposals	(9,859)	-	-	(9,859)
Effect of foreign currency exchange differences	<u>(40,975)</u>	<u>(53,827)</u>	<u>(108,210)</u>	<u>(203,012)</u>
Balance on June 30, 2025	<u>\$ 353,994</u>	<u>\$ 461,903</u>	<u>\$ 920,864</u>	<u>\$ 1,736,761</u>
Carrying amount at June 30, 2025	<u>\$ 116,779</u>	<u>\$ 48,735</u>	<u>\$ 242,293</u>	<u>\$ 407,807</u>

(Concluded)

Other than the recognition of amortization expense, the Group did not experience any material additions, disposals, or impairment losses relating to its other intangible assets during the periods from January 1 to June 30, 2026 and 2025. The above items of intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Computer software	1-10 years
Technical know-how	6-10 years
Customer relationships	5-12 years

19. OTHER ASSETS

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Prepayments to suppliers	\$ 775,127	\$ 309,522	\$ 181,033
Offset against business tax payable	436,802	552,325	252,015
Prepaid expenses	304,743	35,982	49,842
Current tax assets	151,790	98,837	113,390
Other prepayments	<u>49,370</u>	<u>97,826</u>	<u>83,593</u>
	<u>\$ 1,717,832</u>	<u>\$ 1,094,492</u>	<u>\$ 679,873</u>
<u>Non-current</u>			
Refundable deposits (Notes 31 and 33)	\$ 673,684	\$ 199,710	\$ 129,982
Prepayments for equipment	72,378	127,299	42,836
Net defined benefit assets (Note 22)	1,872	1,836	1,689
Long-term trade receivables	<u>-</u>	<u>-</u>	<u>173,952</u>
	<u>\$ 747,934</u>	<u>\$ 328,845</u>	<u>\$ 348,459</u>

20. BORROWINGS

a. Short-term borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Unsecured borrowings</u>			
Bank loans	<u>\$ 1,046,843</u>	<u>\$ 662,423</u>	<u>\$ 736,900</u>

The ranges of interest rate for short-term borrowings were 2.11% to 2.20%, 2.40% to 2.80% and 2.70% to 2.80% per annum as of June 30, 2026, December 31, 2025 and June 30, 2025.

b. Long-term borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Secured borrowings</u>			
Bank loans	\$ 3,404,118	\$ 2,762,110	\$ 1,497,848
Less: Current portion	<u>(140,290)</u>	<u>(67,074)</u>	<u>-</u>
Long-term borrowings	<u>\$ 3,263,828</u>	<u>\$ 2,695,036</u>	<u>\$ 1,497,848</u>

The Group has signed long-term revolving loan agreement with Bank A for the construction of buildings, secured by the land use rights, in June 2024. The final repayment date of this contract is June 2039. The Group settled all the long-term borrowings with Bank A amounting to RMB91,762 thousand earlier in July 2025. The original agreed settlement date for the bank loan was June 2027.

The Group has signed a long-term revolving loan agreement with Bank B for the construction of buildings, secured by a time deposit, in May 2025. The final repayment date of this contract is May 2040. As of June 30, 2026, the Group total amount of RMB298,541 thousand under the credit facilities with bank B.

The Group also signed a long-term revolving loan agreement with banks C for the construction of buildings, secured by both the land use rights and buildings in January 2024. The final repayment date of this contract is January 2039. As of June 30, 2026, the Group had drawn RMB429,036 thousand under the credit facilities with Bank C.

To meet the requirements for constructing a new building, the Group entered into a long-term loan agreement with Bank D in October 2025, securing the loan with its land use rights and buildings as collateral. The loan matures in October 2033. As of June 30, 2026, the Group total amount of RMB369 thousand under the credit facilities with bank D.

The ranges of interest rates were 2.50% to 2.85%, 2.50% to 2.85% and 2.50% to 2.85% per annum as of June 30, 2026, December 31, 2025 and June 30, 2025, respectively.

The Group has pledged time deposits, land use rights, and buildings as collateral for long-term borrowings. Please refer to Note 32.

21. OTHER PAYABLES AND LIABILITIES

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Other payables			
Payables for salaries and bonuses	\$ 808,055	\$ 1,119,777	\$ 791,274
Payables for equipment	327,682	439,167	1,967
Payables for remuneration of directors	8,280	15,066	6,450
Payables for property tax	6,020	-	4,611
Payables for dividends	4,772	3,010	3,010
Payables for business tax	3,820	-	2,373
Payables for interest	3,187	2,441	1,572
Payables for mask fees	143	6,042	-
Payables for contingent consideration*	-	-	38,186
Others	<u>227,419</u>	<u>148,454</u>	<u>188,555</u>
	<u>\$ 1,389,378</u>	<u>\$ 1,733,957</u>	<u>\$ 1,037,998</u>
Other liabilities			
Contract liabilities	\$ 49,359	\$ 51,072	\$ 19,451
Others	<u>25,150</u>	<u>30,701</u>	<u>56,562</u>
	<u>\$ 74,509</u>	<u>\$ 81,773</u>	<u>\$ 76,013</u>

- * In July 2019, the Group acquired a division of NewEdge Technologies, Inc. According to the contract, if the sales of certain products reach a specified amount during the contract period, the Group is required to pay a contingent consideration. After settlement, the amount was US\$1,303 thousand. However, the counterparty disagreed with the definition of specific items and filed for arbitration with the Shanghai International Economic and Trade Arbitration Commission in October 2023. A final award was rendered on August 19, 2025, determining that the Group shall pay US\$784 thousand as

contingent consideration, together with interest at an annual rate of 5% from August 11, 2023 (the date the arbitration was initiated) until the date of actual settlement. The payment was settled on September 1, 2025.

22. RETIREMENT BENEFIT PLANS

For the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025 the pension expenses related to the defined benefit plan were calculated using the actuarially determined pension cost rate as of December 31, 2025 and 2024, gains of \$6 thousand, \$7 thousand, \$12 thousand and \$13 thousand, respectively

23. EQUITY

a. Ordinary shares

	June 30, 2026	December 31, 2025	June 30, 2025
Number of shares authorized (in thousands)	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>
Shares authorized	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>389,453</u>	<u>388,660</u>	<u>387,998</u>
Shares issued	<u>\$ 973,632</u>	<u>\$ 971,648</u>	<u>\$ 969,994</u>

The changes in the Company's share capital were due to the employees' exercise of their employee share options and the issuance or cancellation of restricted shares to employees.

b. Capital surplus

	June 30, 2026	December 31, 2025	June 30, 2025
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Issuance of ordinary shares	\$ 7,675,949	\$ 7,503,541	\$ 7,429,090
Employee share options	1,304,426	1,242,810	896,758
Employee restricted shares	1,544,838	1,544,838	1,544,838
<u>May be used to offset a deficit only</u>			
Share of changes in capital surplus of associates	22,871	22,917	22,348
Change in percentage of ownership interest in subsidiaries (2)	-	-	31,158
<u>May not be used for any purpose</u>			
Employee share options	3,668,455	3,521,317	3,639,163
Employee restricted shares	<u>-</u>	<u>46,724</u>	<u>116,808</u>
	<u>\$ 14,216,539</u>	<u>\$ 13,882,147</u>	<u>\$ 13,680,163</u>

- 1) Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Group's capital surplus and to once a year).
- 2) Such capital surplus arises from the effects of changes in ownership interests in subsidiaries resulting from equity transactions other than actual disposals or acquisitions or from employee share options of subsidiaries.

c. Retained earnings and dividend policy

Under the Company's dividend policy in the Articles, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. In the case of dividends to be paid in cash, the Company's board of directors shall report such distribution in the next annual shareholders' general meeting, after the Company's board of directors approves the distribution of dividends in cash. For the policies on the distribution of employees' compensation and remuneration of directors and supervisors, refer to Note 25(g) on employee benefits expense.

Appropriation of earnings to the legal reserve shall be made until the legal reserve equals Silergy's paid-in capital. The legal reserve may be used to offset deficit. If Silergy has no deficit and the legal reserve has exceeded 25% of Silergy's paid-in capital, the excess may be transferred to capital or distributed in cash.

The appropriations of earnings for 2025 and 2024 were as follows:

	Appropriation of Earnings		Dividends Per Share (NT\$)	
	For the Year Ended December 31		For the Year Ended December 31	
	2025	2024	2025	2024
(Reversal of) provision for special reserve	\$ -	\$ (596,716)	\$ -	\$ -
Cash dividends	990,522	928,216	2.55	2.40

The above appropriations for cash dividends were resolved by the Company's board of directors on March 11, 2026 and March 12, 2025, respectively, and the chairman was authorized to distribute the amount. The Group adjusted the distribution ratio based on the actual number of shares outstanding on the dividend record date. The other proposed appropriations were resolved by the shareholders in their meetings on May 28, 2026 and May 29, 2025, respectively.

In 2025, the actual cash dividends per share distributed was adjusted to \$2.55261017.

In 2024, the actual cash dividends per share distributed was adjusted to \$2.40110505.

d. Treasury shares

To transfer shares to employees, the Company bought back 595 thousand shares for a total of \$239,746 thousand on the Taiwan Stock Exchange from December 21, 2023 to February 20, 2024. As of June 30, 2026, December 31, 2025 and June 30, 2025, the treasury shares were all 595 thousand shares and had not yet been actually transferred.

24. REVENUE

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Revenue from contracts with customers				
Revenue from the sale of goods	\$ 5,986,386	\$ 4,556,487	\$ 10,841,676	\$ 8,645,160
Revenue from the rendering of services	<u>16,458</u>	<u>7,511</u>	<u>21,185</u>	<u>12,458</u>
	<u>\$ 6,002,844</u>	<u>\$ 4,563,998</u>	<u>\$ 10,862,861</u>	<u>\$ 8,657,618</u>

a. Contract information

1) Revenue from the sale of goods

Revenue from the sale of goods comes from sales of integrated circuit products. Sales of integrated circuit products are recognized as the goods are shipped because it is the time when the customer has full discretion over the manner of distribution and price to sell the goods, has the primary responsibility for sales to future customers and bears the risks of obsolescence. Accounts receivable are recognized concurrently.

2) Revenue from the rendering of services

Revenue from the rendering of services comes from the provision of services based on contracts. The Company recognizes revenue on the basis of percentage of completion for its contracts.

b. Contract balances

	June 30, 2026	December 31, 2025	June 30, 2025	January 1, 2025
Accounts receivable (Note 10)	<u>\$ 2,314,350</u>	<u>\$ 2,353,661</u>	<u>\$ 1,756,925</u>	<u>\$ 2,460,387</u>
Contract liabilities				
Sale of goods	\$ 41,723	\$ 35,802	\$ 4,320	\$ 1,457
Operating leases	<u>7,636</u>	<u>15,270</u>	<u>15,131</u>	<u>17,829</u>
	<u>\$ 49,359</u>	<u>\$ 51,072</u>	<u>\$ 19,451</u>	<u>\$ 19,286</u>

The changes in the balance of contract liabilities primarily result from the timing difference between the Company's satisfaction of performance obligations and the respective customer's payment.

25. NET PROFIT

a. Other operating income and expenses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Gain on disposal of intangible assets	\$ -	\$ 4,140	\$ -	\$ 8,568
(Loss) gain on disposal of property, plant and equipment	<u>(884)</u>	<u>3</u>	<u>(892)</u>	<u>(36)</u>
	<u>\$ (884)</u>	<u>\$ 4,143</u>	<u>\$ (892)</u>	<u>\$ 8,532</u>

In December 2015, SMAT was set up by Hangzhou Silergy (please refer to Note 13), HK Silergy and unrelated third parties. The Group contributed cash of RMB73,876 thousand and patent rights with a fair value of RMB100,000 thousand to SMAT as capital contributions. The fair value of the patent was determined by an independent third party. Accordingly, a gain of RMB61,361 thousand resulting from the patent-related transaction with SMAT was recognized only to the extent of the interests in this associate that were not related to the Group. To the extent of the investment related to the Group, Hangzhou Silergy recognized an unrealized gain of RMB38,639 thousand, which would be amortized over the economic life of the patent. For the six months ended June 30, 2025, the total realized gain was \$8,568 thousand.

b. Other income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Rental income	\$ 25,537	\$ 23,535	\$ 50,401	\$ 49,374
Grants	18,683	19,253	37,281	120,765
Dividend income	6,205	-	6,205	-
Others	<u>4,988</u>	<u>5,032</u>	<u>16,527</u>	<u>15,726</u>
	<u>\$ 55,413</u>	<u>\$ 47,820</u>	<u>\$ 110,414</u>	<u>\$ 185,865</u>

c. Interest expense

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Interest on bank loans	\$ 21,241	\$ 15,315	\$ 43,525	\$ 33,306
Interest on lease liabilities	671	834	1,257	1,745
Less: Amounts included in the cost of qualifying assets (capitalized borrowing)	<u>(3,664)</u>	<u>(9,519)</u>	<u>(10,135)</u>	<u>(22,208)</u>
	<u>\$ 18,248</u>	<u>\$ 6,630</u>	<u>\$ 34,647</u>	<u>\$ 12,843</u>
Capitalized interest	\$ 3,664	\$ 9,519	\$ 10,135	\$ 22,208
Capitalization rate	2.85%	2.50%-2.85%	2.85%	2.50%-3.20%

d. Depreciation and amortization

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Other intangible assets	\$ 52,426	\$ 51,646	\$ 108,582	\$ 106,216
Property, plant and equipment	147,174	112,916	287,849	233,933
Right-of-use assets	25,358	26,082	50,834	53,939
Investment properties	<u>8,317</u>	<u>2,878</u>	<u>16,508</u>	<u>5,955</u>
	<u>\$ 233,275</u>	<u>\$ 193,522</u>	<u>\$ 463,773</u>	<u>\$ 400,043</u>
An analysis of depreciation by function				
Operating cost	\$ 41,526	\$ 38,486	\$ 82,669	\$ 74,251
Operating expenses	131,006	100,512	256,014	213,621
Non-operating income and expenses	<u>8,317</u>	<u>2,878</u>	<u>16,508</u>	<u>5,955</u>
	<u>\$ 180,849</u>	<u>\$ 141,876</u>	<u>\$ 355,191</u>	<u>\$ 293,827</u>
An analysis of amortization by function				
Operating expenses	<u>\$ 52,426</u>	<u>\$ 51,646</u>	<u>\$ 108,582</u>	<u>\$ 106,216</u>

e. Operating expenses directly related to investment properties

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Direct operating expenses from investment properties generating rental income	\$ 7,052	\$ 6,615	\$ 13,292	\$ 13,617
Direct operating expenses from investment properties not generating rental income	<u>7,468</u>	<u>583</u>	<u>15,509</u>	<u>1,314</u>
	<u>\$ 14,520</u>	<u>\$ 7,198</u>	<u>\$ 28,801</u>	<u>\$ 14,931</u>

f. Employee benefits expense

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Post-employment benefits (Note 22)				
Defined contribution plan	\$ 81,463	\$ 69,425	\$ 158,889	\$ 141,041
Defined benefit plans	<u>(6)</u>	<u>(7)</u>	<u>(12)</u>	<u>(13)</u>
	<u>81,457</u>	<u>69,418</u>	<u>158,877</u>	<u>141,028</u>
Share-based payments				
Equity-settled	<u>110,888</u>	<u>131,471</u>	<u>208,754</u>	<u>292,846</u>
Short-term employee benefits				
Salary	1,073,218	923,457	2,102,442	1,955,037
Labor and health insurance	60,699	54,084	119,603	117,243
Others	<u>90,783</u>	<u>86,925</u>	<u>181,331</u>	<u>175,494</u>
	<u>1,224,700</u>	<u>1,064,466</u>	<u>2,403,376</u>	<u>2,247,774</u>
Total employee benefits expense	<u>\$ 1,417,045</u>	<u>\$ 1,265,355</u>	<u>\$ 2,771,007</u>	<u>\$ 2,681,648</u>
An analysis of employee benefits expense by function				
Operating cost	\$ 9,246	\$ 5,971	\$ 19,859	\$ 5,971
Operating expenses	<u>1,407,799</u>	<u>1,259,384</u>	<u>2,751,148</u>	<u>2,675,677</u>
	<u>\$ 1,417,045</u>	<u>\$ 1,265,355</u>	<u>\$ 2,771,007</u>	<u>\$ 2,681,648</u>

g. Employees' compensation and remuneration of directors

The Company accrued employees' compensation and remuneration of directors at rates of 8% to 20% and no higher than 2%, respectively, of net profit before income tax, employees' compensation and remuneration of directors. The employees' compensation and remuneration of directors for the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025 were as follows:

Accrual rate

	For the Six Months Ended June 30	
	2026	2025
Employees' compensation	8.00%	8.00%
Remuneration of directors	0.32%	0.60%

Amount

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Employees' compensation	\$ 136,965	\$ 51,091	\$ 204,173	\$ 86,522
Remuneration of directors	<u>4,140</u>	<u>3,225</u>	<u>8,280</u>	<u>6,450</u>
	<u>\$ 141,105</u>	<u>\$ 54,316</u>	<u>\$ 212,453</u>	<u>\$ 92,972</u>

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

The employees' compensation and remuneration of directors for the years ended December 31, 2025 and 2024 which have been approved by the Company's board of directors on March 11, 2026 and March 12, 2025, respectively, were as follows:

Amount

	For the Year Ended December 31	
	2025	2024
Employees' compensation	\$ 216,795	\$ 203,752
Remuneration of directors	15,066	13,533

There was no difference between the actual amounts of employees' compensation and remuneration of directors resolved and the amounts recognized in the consolidated financial statements for the years ended December 31, 2025 and 2024.

Information on the employees' compensation and remuneration of directors resolved by Silergy's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

26. INCOME TAX

Income Tax Recognized in Profit or Loss

Major components of income tax benefit (expense) are as follows:

	For the Three Months Ended		For the Six Months Ended	
	June 30		June 30	
	2026	2025	2026	2025
Current tax				
In respect of the current year	\$ (36,013)	\$ (20,097)	\$ (65,225)	\$ (47,148)
In respect of prior year	(7,133)	16,184	(7,597)	16,184
Deferred tax				
In respect of the current year	<u>(96,480)</u>	<u>5,124</u>	<u>(115,713)</u>	<u>11,872</u>
Income tax benefit (expense) recognized in profit or loss	<u>\$ (139,626)</u>	<u>\$ 1,211</u>	<u>\$ (188,535)</u>	<u>\$ (19,092)</u>

Silergy and Silergy Samoa are exempt from business income tax in accordance with local laws and regulations.

The applicable corporate tax rate for Silergy Technology (Taiwan) Inc. in the ROC was 20%.

The applicable tax rate used by subsidiaries in China is 25%. The applicable tax rate used by the branches of Silergy in Hong Kong and Nanjing Silergy (HK) in Hong Kong is 16.5%. The tax rate applicable to Nanjing Silergy Micro decreased to 15% after approval was obtained from the local tax authorities, as tax credits are given to high-tech enterprises. Hangzhou Silergy and Xian Silergy obtained approval from the local tax authorities to have an additional tax deduction; the applicable tax rate decreased to 10% and 12.5%, respectively. Tax rates used by other entities operating in other jurisdictions are based on the tax laws in those jurisdictions.

The tax returns of Silergy Technology (Taiwan) Inc. through 2024 have been assessed by the tax authorities.

27. EARNINGS PER SHARE

	Unit: Dollars Per Share			
	For the Three Months Ended		For the Six Months Ended	
	June 30		June 30	
	2026	2025	2026	2025
Basic earnings per share	<u>\$ 4.05</u>	<u>\$ 1.63</u>	<u>\$ 6.03</u>	<u>\$ 2.56</u>
Diluted earnings per share	<u>\$ 3.94</u>	<u>\$ 1.60</u>	<u>\$ 5.92</u>	<u>\$ 2.50</u>

The earnings and weighted average number of ordinary shares outstanding used in the computation of earnings per share were as follows:

Net Profit Attributable to Owners of the Company for the Period

	For the Three Months Ended		For the Six Months Ended	
	June 30		June 30	
	2026	2025	2026	2025
Earnings used in the computation of basic and diluted earnings per share	<u>\$ 1,570,999</u>	<u>\$ 629,988</u>	<u>\$ 2,339,709</u>	<u>\$ 988,547</u>

Ordinary Shares Outstanding

	(In Thousands of Shares)			
	For the Three Months Ended		For the Six Months Ended	
	June 30		June 30	
	2026	2025	2026	2025
Weighted average number of ordinary shares used in the computation of basic earnings per share	388,186	386,669	388,045	386,484
Effect of potentially dilutive ordinary shares:				
Employee share options	10,393	7,177	6,677	7,567
Restricted shares for employees	-	143	-	148
Employees' compensation	<u>341</u>	<u>237</u>	<u>673</u>	<u>439</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>398,920</u>	<u>394,226</u>	<u>395,395</u>	<u>394,638</u>

The Group may settle compensation paid to employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

28. SHARE-BASED PAYMENT ARRANGEMENTS

a. Employee share option plan of the Group

The outstanding options granted are valid for 10 years and exercisable at certain percentages after a certain period from the grant date. Except for options currently outstanding but granted before the IPO whose exercise price needs to be separately agreed on, other options were granted at an exercise price equal to the closing price of the Company's ordinary shares listed on the Taiwan Stock Exchange on the grant dates.

For any subsequent changes in Silergy's capital surplus, the exercise price or the number of shares corresponding to each option unit is adjusted in accordance with the rules for each plan. The exercise price is adjusted accordingly based on the agreed formula. If the exercise price after the adjustment is higher than before the adjustment, then it will not be adjusted. The Company passed the revision of its articles of incorporation regarding par value per share through its shareholders' meeting on May 27, 2022. According to the amendment, the par value per share changed from NT\$10 to NT\$2.5. The Company had completed the registration formalities and the reissuance of shares in July 2022. Consequently, the exercise price per share of outstanding employee share options has been adjusted to 25% of its original exercise price; and the number of each exercisable shares has been adjusted from 1 share to 4 shares.

The board of directors of Silergy resolved to issue 5,000,000 and 12,000,000 options on March 12, 2025 and December 19, 2025. Each option entitles the holder to subscribe to one ordinary share of Silergy. The issuance has been declared effective following approval by the FSC.

Information on employee share options was as follows:

Employee Share Options	For the Six Months Ended June 30			
	2026		2025	
	Units of Options	Weighted-average Exercise Price	Units of Options	Weighted-average Exercise Price
Balance on January 1	23,373,841	\$ 364	21,124,813	\$ 382
Options granted	2,657,732	369	930,727	353
Options exercised	(309,400)	162	(264,911)	126
Options expired	<u>(559,060)</u>	402	<u>(539,334)</u>	448
Balance on June 30	<u>25,163,113</u>	369	<u>21,251,295</u>	372
Options exercisable, at June 30	<u>8,720,917</u>	378	<u>5,149,704</u>	343
Weighted-average fair value of options granted (\$)	<u>\$ 130</u>		<u>\$ 147</u>	

For the six months ended June 30, 2026 and 2025, the weighted-average share prices at the date of exercise were \$493 and \$393, respectively.

Information about outstanding options as of the balance sheet date was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Range of exercise price	\$194-\$1,066	\$194-\$1,066	\$258-\$1,066
Weighted-average remaining contractual life (years)	0.45-9.87	0.26-9.97	0.14-9.91

Options granted from 2026 and 2025 were priced using the binomial option pricing model, and the inputs to the model were as follows:

Issue Date	Fair Value Per Option - Grant Date	Exercise Price	Expected Volatility	Expected Life	Expected Dividend Yield	Risk-free Interest
March 31, 2025	\$154-\$185	377.5	55.08%-57.81%	6.5 years - 7.5 years	-	1.544%-1.563%
May 29, 2025	\$142-\$173	350	55.85%-57.60%	6.5 years - 7.5 years	-	1.498%-1.522%
September 26, 2025	\$105-\$117	256	55.89%-57.39%	6 years - 7.5 years	-	1.282%-1.316%
December 19, 2025	\$70-\$97	194	56.22%-57.49%	6 years - 7.5 years	-	1.303%-1.330%
March 11, 2026	\$91-\$133	262	56.90%-57.91%	6 years - 7.5 years	-	1.370%-1.400%
May 15, 2026	\$158-\$237	468	57.42%-58.30%	6 years - 7.5 years	-	1.526%-1.572%

The compensation cost recognized was \$110,725 thousand, \$119,102 thousand, \$208,754 thousand and \$312,857 thousand for the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025, respectively.

b. Restricted shares for employees

The restrictions on the rights of the outstanding restricted shares for the six months ended June 30, 2026 and 2025 that have not met the vesting conditions are as follows:

- 1) The employees should not sell, pledge, transfer, donate or in any other way dispose of these shares.
- 2) The employees holding these shares are entitled to receive share dividends but not cash dividends, and they are not entitled to subscribe to new ordinary shares issued for cash.
- 3) The employees holding these shares have no voting rights.

If an employee fails to meet the vesting conditions, Silergy will recall and cancel the restricted shares without any reimbursement. On May 14, 2026 and May 12, 2025, the Company's board of directors resolved to recall and cancel 310,174 shares and 507,610 shares under a restricted share plan without any reimbursement.

Information on the restricted shares for employees is as follows:

For the six months ended June 30, 2026: None

Restricted Shares for Employees	For the Six Months Ended June 30, 2025
Balance on January 1	805,185
Shares issued	12,599
Shares cancelled	<u>(507,610)</u>
Balance on June 30	<u><u>310,174</u></u>

For the six months ended June 30, 2025, information on the outstanding restricted employee shares is as follows:

For the six months ended June 30, 2026: None

Grant Date	Fair Value Per Share - Grant Date	Shares Granted (In Thousands of Shares)	Vesting Period
March 31, 2025	378	1	2 years
May 29, 2025	350	11	2 years

Compensation cost of \$0 and \$12,369 thousand was recognized for the three months ended June 30, 2026 and 2025, while \$163 and \$20,011 thousand was reversed for the six months ended June 30, 2026 and 2025, respectively.

29. CAPITAL MANAGEMENT

The Group manages its capital to ensure that it will be able to continue as a going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The Group's capital structure management strategy is based on (a) its scale of operations and expected growth and product development - an appropriate market share target is determined, and the capital expenditures required to meet this target are estimated; (b) industry developments - the Group calculates the required working capital under an overall plan for long-term asset development; and (c) the Group's competitiveness - estimates are made of marginal contribution, operating profit rate and cash flows of possible products, taking into consideration the risk factors of industrial cyclical fluctuations and product life cycles to determine the Group's appropriate capital structure.

Management regularly reviews the Group's capital structure and considers the costs and risks of different capital structures. In general, the Group has a prudent risk management strategy.

30. FINANCIAL INSTRUMENTS

- a. Fair value of financial instruments that are not measured at fair value

Management believed the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values.

- b. Fair value of financial instruments that are measured at fair value on a recurring basis

- 1) Fair value hierarchy

June 30, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Equity instruments	\$ -	\$ -	\$ 6,854,820	\$ 6,854,820
Financial assets at FVTOCI				
Equity instruments	\$ 573,314	\$ -	\$ -	\$ 573,314

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Equity instruments	\$ <u>-</u>	\$ <u>-</u>	\$ <u>4,782,344</u>	\$ <u>4,782,344</u>
Financial assets at FVTOCI				
Equity instruments	\$ <u>690,776</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>690,776</u>

June 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Equity instruments	\$ <u>-</u>	\$ <u>-</u>	\$ <u>3,646,142</u>	\$ <u>3,646,142</u>
Financial assets at FVTOCI				
Equity instruments	\$ <u>519,159</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>519,159</u>

2) Reconciliation of Level 3 fair value measurements of financial instruments

	For the Six Months Ended June 30	
	2026	2025
<u>Financial assets at FVTPL - equity instruments</u>		
Balance on January 1	\$ 4,782,344	\$ 3,983,380
Recognized in profit or loss	1,343,388	(139,985)
Distribute the principal	(53,217)	(41,889)
Additions	902,822	251,123
Disposals	(370,534)	-
Translation adjustments	<u>250,017</u>	<u>(406,487)</u>
Balance on June 30	\$ <u>6,854,820</u>	\$ <u>3,646,142</u>

3) Valuation techniques and inputs applied for Level 3 fair value measurement

Equity instrument investments

Equity instrument investments are unlisted company shares with no active market. Fair values are estimated mainly using the asset-based approach or market approach, which is estimated with reference to the net asset value and the investees' recent financing activities, valuation of similar companies, market conditions and other economic indicators, etc.

c. Categories of financial instruments

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets</u>			
Financial assets at FVTPL			
Equity instruments	\$ 6,854,820	\$ 4,782,344	\$ 3,646,142
Assets measured at amortized cost (1)	19,961,039	21,206,737	20,738,725
Financial assets at FVTOCI			
Equity instruments	573,314	690,776	519,159

Financial liabilities

Liabilities measured at amortized cost (2)	6,583,576	6,144,765	3,964,492
--	-----------	-----------	-----------

- 1) The balances included financial assets measured at amortized cost, which comprise cash and cash equivalents, financial assets measured at amortized cost, accounts receivable, other receivables (excluding current tax assets), refundable deposits and long-term accounts receivable.
- 2) The balances included financial liabilities measured at amortized cost, which comprise short-term borrowings, accounts payable, accounts payable - related parties, other payables, current portion of long-term borrowings, long-term borrowing and guarantee deposits.

d. Financial risk management objectives and policies

The Group's major financial instruments included equity investments, accounts receivable, other receivables, refundable deposits, long-term accounts receivable, accounts payable, other payables, short-term borrowing, current portion of long-term borrowings, long-term borrowing, lease liabilities and guarantee deposits. The Group's corporate treasury function provides services to the business departments, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports. These risks include market risk, credit risk and liquidity risk.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below), interest rates (see (b) below) and other prices (see (c) below).

a) Foreign currency risk

The Group had foreign currency-denominated sales and purchases, which exposed the Group to foreign currency risk. The carrying amounts of the Group's foreign currency-denominated monetary assets and monetary liabilities at the end of the reporting period are set out in Note 34.

Sensitivity analysis

The Group was mainly exposed to the U.S. dollar.

The following table details the Group's sensitivity to a 5% increase and decrease in the functional currency against the relevant foreign currencies. The sensitivity analysis included only outstanding foreign currency-denominated monetary items and adjusts their translation at the end of the reporting period for a 5% change in foreign currency rates. A positive number below indicates an increase in pre-tax profit associated with the U.S. dollar and N.T. dollar strengthening 5% against the relevant functional currency. For a 5% weakening of the U.S. dollar and N.T. dollar against the relevant functional currency, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.

	U.S. Dollar Impact (i)		N.T. Dollar Impact (ii)	
	For the Six Months Ended		For the Six Months Ended	
	June 30		June 30	
	2026	2025	2026	2025
Profit or loss	\$ 74,617	\$ 78,807	\$ (653)	\$ 7,371

- i. This was mainly attributable to the exposure on outstanding U.S. dollar-denominated deposits, receivables and payables, which were not hedged at the end of the reporting period.
- ii. This was mainly attributable to the exposure on outstanding New Taiwan dollar-denominated deposits and other payables, which were not hedged at the end of the reporting period.

b) Interest rate risk

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Fair value interest rate risk			
Financial assets	\$ 13,395,152	\$ 14,193,064	\$ 14,246,917
Financial liabilities	1,178,460	826,903	934,401
Cash flow interest rate risk			
Financial assets	3,354,905	4,086,203	4,206,225
Financial liabilities	3,404,118	2,762,110	1,497,848

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's floating-rate financial assets and financial liabilities at the end of the reporting period.

Had interest rates been 50 basis points higher and all other variables held constant, the Group's pretax profit for the six months ended June 30, 2026 and 2025 would have decreased by \$123 thousand and increased by \$6,771 thousand, respectively, which was mainly attributable to the Group's exposure to interest rate changes on its variable-rate bank deposits and long-term borrowing.

c) Other price risk

The Group's price risk of equity instrument investments for the six months ended June 30, 2026 and 2025 are primarily from the investments in equity instruments at FVTPL and equity instruments at FVTOCI.

If the price of the equity instrument increased (decreased) by 5% at the end of the reporting period, the Group's profit before tax would increase (decrease) by \$342,741 thousand and \$182,307 thousand for the six months ended June 30, 2026 and 2025, respectively. The Group's other comprehensive income before tax will increase (decrease) by \$28,666 thousand and \$25,958 thousand in the six months ended June 30, 2026 and 2025, respectively.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. At the end of the reporting period, the Group's maximum exposure to credit risk which will cause a financial loss to the Group due to failure of counterparties to discharge an obligation approximates the carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets.

The Group adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group uses publicly or non-publicly available financial information and its own trading records to rate its major customers. The Group's exposure and the credit ratings of its counterparties are continuously monitored, and the aggregate value of transactions concluded is spread amongst approved counterparties.

The accounts receivable balances of individual customers that each accounted for more than 10% of the total balance as of June 30, 2026, December 31, 2025 and June 30, 2025, were as follows:

	June 30, 2026
Customer G	\$ 894,818
Customer H	<u>376,729</u>
	<u><u>\$ 1,271,547</u></u>
	December 31, 2025
Customer G	\$ 940,955
Customer H	407,355
Customer F	<u>235,902</u>
	<u><u>\$ 1,584,212</u></u>
	June 30, 2025
Customer G	\$ 650,746
Customer F	<u>220,372</u>
	<u><u>\$ 871,118</u></u>

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows.

The Group's working capital was sufficient and there was no liquidity risk due to lack of funds needed to meet contractual obligations.

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financing facilities</u>			
Bank loan facilities			
Amount unused	\$ 6,942,631	\$ 7,122,726	\$ 7,802,466
Amount used	<u>4,450,961</u>	<u>3,424,533</u>	<u>2,234,748</u>
	<u>\$ 11,393,592</u>	<u>\$ 10,547,259</u>	<u>\$ 10,037,214</u>

31. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between Silergy and its subsidiaries, which are related parties of Silergy, had been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Company and its related parties are disclosed below.

a. Related party name and category

<u>Related Party Name</u>	<u>Related Party Category</u>
SMAT	Associate

b. Purchases of goods

<u>Related Party Category/Name</u>	<u>For the Three Months Ended June 30</u>		<u>For the Six Months Ended June 30</u>	
	<u>2026</u>	<u>2025</u>	<u>2026</u>	<u>2025</u>
Associates	<u>\$ 38,893</u>	<u>\$ 31,197</u>	<u>\$ 73,199</u>	<u>\$ 67,897</u>

Terms and conditions for purchases of goods from related parties are the same as that of general transactions.

c. Payables to related parties

<u>Line Item</u>	<u>Related Party Category</u>	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Accounts payable - related parties	Associates	<u>\$ 13,643</u>	<u>\$ 13,758</u>	<u>\$ 13,282</u>

The outstanding trade payables to related parties are unsecured.

d. Acquisition of property, plant and equipment

Related Party Category/Name	Purchase Price	
	For the Six Months Ended	
	June 30	
	2026	2025
Associates	\$ <u>-</u>	\$ <u>362</u>

e. Others

Line Item	Related Party Category	For the Three Months Ended June 30		For the Six Months Ended June 30	
		2026	2025	2026	2025
Research and development expense	Associates	\$ <u>251</u>	\$ <u>300</u>	\$ <u>738</u>	\$ <u>700</u>
Other income	Associates	\$ <u>1</u>	\$ <u>28</u>	\$ <u>108</u>	\$ <u>28</u>

Line Item	Related Party Category	June 30, 2026	December 31, 2025	June 30, 2025
Refundable deposits	Associates	\$ <u>3,507</u>	\$ <u>5,031</u>	\$ <u>6,139</u>

f. Remuneration of key management personnel

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Salaries	\$ 13,484	\$ 11,238	\$ 58,986	\$ 57,215
Post-employment benefits	236	300	454	578
Share-based payments	<u>12,107</u>	<u>14,855</u>	<u>27,110</u>	<u>30,744</u>
	\$ <u>25,827</u>	\$ <u>26,393</u>	\$ <u>86,550</u>	\$ <u>88,537</u>

32. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings:

	June 30, 2026	December 31, 2025	June 30, 2025
Pledged deposits (classified as financial assets at amortized cost)	\$ 1,870,531	\$ 1,341,481	\$ 1,227,894
Property, plant and equipment	1,500,200	1,343,614	1,281,854
Investment properties	1,020,554	877,598	-
Right-of-use assets	<u>162,503</u>	<u>229,992</u>	<u>442,020</u>
	\$ <u>4,553,788</u>	\$ <u>3,792,685</u>	\$ <u>2,951,768</u>

33. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant contingencies and unrecognized commitments of the Group were as follows:

Significant Unrecognized Commitment

- a. The Group signed long-term raw material purchase contracts with several suppliers and paid a certain amount of money as a deposit. The contracts also stipulated the minimum purchase amount per year. For the six months ended June 30, 2026 and 2025, the Group did not need to recognize any liability provisions due to signing long-term raw material purchase contracts with suppliers. To reduce its impact, the Group signed supply-chain contracts with several customers to guarantee specific production capacity and received a certain amount of money as a deposit.
- b. As of June 30, 2026, the total amount of property and plant construction contracts signed by the Group but not yet recognized in the accounts amounted to \$1,049,101 thousand.

34. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the Group and the exchange rates between the foreign currencies and the respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

(Foreign Currencies and Carrying Amounts in Thousands)

June 30, 2026

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 6,081	31.850 (USD:NTD)	\$ 193,692
USD	39,280	6.819 (USD:RMB)	1,251,072
USD	804	1,537.16 (USD:KRW)	25,599
USD	1,172	8.0827 (USD:MOP)	37,321
HKD	1,020	1.0306 (HKD:MOP)	4,143
HKD	106	0.1275 (HKD:USD)	<u>431</u>
			<u>\$ 1,512,258</u>
<u>Non-monetary items</u>			
Investments accounted for using the equity method			
RMB	35,050	0.1468 (RMB:USD)	\$ 163,904
NTD	70,326	0.0314 (NTD:USD)	<u>70,326</u>
			<u>\$ 234,230</u>

(Continued)

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial liabilities</u>			
Monetary items			
USD	\$ 105	31.85 (USD:NTD)	\$ 3,354
USD	376	6.8109 (USD:RMB)	11,984
NTD	13,052	0.0314 (NTD:USD)	<u>13,052</u>
			<u>\$ 28,390</u>
			(Concluded)

December 31, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 4,569	31.430 (USD:NTD)	\$ 143,615
USD	71,787	7.0288 (USD:RMB)	2,256,275
USD	442	1,427.98 (USD:KRW)	13,900
USD	959	8.0209 (USD:MOP)	30,153
NTD	156,884	0.0318 (NTD:USD)	156,884
HKD	1,023	1.0305 (HKD:MOP)	<u>4,131</u>
			<u>\$ 2,604,958</u>

Non-monetary items

Investments accounted for using the equity method			
RMB	34,206	0.1423 (RMB:USD)	\$ 152,955
NTD	89,940	0.0318 (NTD:USD)	<u>89,940</u>
			<u>\$ 242,895</u>

Financial liabilities

Monetary items			
USD	180	31.430 (USD:NTD)	\$ 5,645
USD	758	7.0288 (USD:RMB)	23,837
NTD	18,067	0.0318 (NTD:USD)	<u>18,067</u>
			<u>\$ 47,549</u>

June 30, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 5,879	29.300 (USD:NTD)	\$ 172,245
USD	48,144	7.1586 (USD:RMB)	1,410,616
USD	241	1,339.12 (USD:KRW)	7,050
USD	1,234	7.9415 (USD:MOP)	36,143
NTD	156,884	0.0341 (NTD:USD)	156,884
HKD	657	1.0115 (HKD:MOP)	2,452
HKD	788	0.1274 (HKD:USD)	<u>2,940</u>
			<u>\$ 1,788,330</u>

Non-monetary items

Investments accounted for using the equity method			
RMB	33,485	0.1397 (RMB:USD)	\$ 137,005
NTD	105,099	0.0341 (NTD:USD)	<u>105,099</u>
			<u>\$ 242,104</u>

Financial liabilities

Monetary items			
USD	1,637	29.300 (USD:RMB)	\$ 47,969
NTD	9,460	0.0341 (NTD:USD)	<u>9,460</u>
			<u>\$ 57,429</u>

For the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025, realized and unrealized net foreign exchange (losses) gains were \$(71,478) thousand, \$(2,124) thousand, \$(125,515) thousand and \$41,947 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the group entities.

35. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions:

- 1) Financing provided to others (None)
- 2) Endorsements/guarantees provided (Table 1)
- 3) Significant marketable securities held (excluding investments in subsidiaries and associates) (Table 2)
- 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 3)

- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (None)
 - 6) Intercompany relationships and significant intercompany transactions (Table 4)
- b. Information on investees (Table 5)
- c. Information on investments in mainland China
- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: (Table 6)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period. (Note 31 and Table 4)
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period. (Tables 3 and 4)
 - c) The amount of property transactions and the amount of the resultant gains or losses. (None)
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes. (Table 1)
 - e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds. (None)
 - f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services. (None)

36. SEGMENT INFORMATION

Information reported to the chief operating decision maker is for the purposes of resource allocation and assessment of segment performance. Under IFRS 8 “Operating Segments,” accounts for 90% or more of the Group’s total revenue, the Group is considered as having only one reportable segment. Therefore, no separate operating segment information is disclosed.

TABLE 1

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE SIX MONTHS ENDED JUNE 30, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of Each Party (Note 3)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Amount Borrowed	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 3)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 2)											
0	Silergy Corp.	Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	2	\$ 20,204,367	\$ 1,942,850	\$ 1,942,850	\$ 1,942,850	\$ -	4.81	\$ 40,408,733	Y	N	Y	
		Xian Silergy Semiconductor Technology Co., Ltd.	2	20,204,367	63,700	63,700	63,700	-	0.16	40,408,733	Y	N	Y	
		Nanjing Silergy Micro Technology Co., Ltd.	2	12,122,620	1,178,450	1,178,450	1,178,450	-	2.92	40,408,733	Y	N	Y	
		Hefei Silergy Semiconductor Technology Co., Ltd.	2	20,204,367	222,950	222,950	222,950	-	0.55	40,408,733	Y	N	Y	
		Nanjing Silergy Micro (HK) Co., Limited	2	12,122,620	95,550	95,550	79,625	-	0.24	40,408,733	Y	N	N	
1	Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	Hangzhou Silergy Test Technology Co., Ltd.	2	16,701,352	4,676,328	4,676,328	4,676,328	-	14.00	33,402,703	N	N	Y	
		Nanjing Silergy Micro Technology Co., Ltd.	2	10,020,811	2,338,164	2,338,164	1,870,531	1,870,531	7.00	33,402,703	N	N	Y	
		Hefei Silergy Semiconductor Technology Co., Ltd.	2	16,701,352	982,029	982,029	982,029	-	2.94	33,402,703	N	N	Y	

Note 1: No. 0 represents the parent company; other numbers represent subsidiaries.

Note 2: The nature of the relationship between the endorser/guarantor and the endorsee/guarantee are represented by the following numerals:

No. 1 - companies with business transactions.
No. 2 - a subsidiary directly holding over 50% of the ordinary shares.
No. 3 - a parent and subsidiary collectively holding over 50% of the ordinary shares of the investee company.
No. 4 - a parent company holding 90% of the ordinary shares directly or through a subsidiary indirectly.
No. 5 - companies (based on the contractual project requirements of the same industry) with contractual mutual guarantees.
No. 6 - companies guaranteed by their respective ordinary shareholdings in accordance with mutual investment relations.
No. 7 - companies engaged in performance guarantees of contracts related to the pre-sale of real estate in accordance with the Consumer Protection Law.

Note 3: Limit on endorsements/guarantees provided for single:

No. 1 - The total amount of the guarantee shall not exceed 50% of the net value of the endorser if a parent and subsidiary collectively hold 100% of the shares of the endorsee.
No. 2 - The total amount of the guarantee shall not exceed 30% of the net value of the endorser if a parent and subsidiary collectively are not holding 100% of the shares of the endorsee.

Note 4: The total amount of guarantee shall not exceed 100% of the endorser’s net value.

TABLE 2

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD
JUNE 30, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Issuer of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2026				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Silergy Corp.	<u>Shares</u> Alphatecture Venture Fund Limited Partnership	-	Financial assets at FVTPL - non-current	-	\$ 97,268 (US\$ 3,053,942)	7.736	\$ 97,268 (US\$ 3,053,942)	
	InnoScience (Suzhou) Technology Holding Co., Ltd.	-	Financial assets at FVTOCI - non-current	2,182,000	573,314 (US\$ 18,000,418)	0.238	573,314 (US\$ 18,000,418)	
	Lochpine Green Fund I LP	-	Financial assets at FVTPL - non-current	-	636,676 (US\$ 19,989,824)	3.333	636,676 (US\$ 19,989,824)	
Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	Wuxi Huaxin Semiconductor Partnership (L.P.)	-	Financial assets at FVTPL - non-current	-	-	3.442	-	
	Hangzhou Hualan Microelectronique Co., Ltd.	-	Financial assets at FVTPL - non-current	1,166,700	35,081 (RMB 7,501,881)	0.778	35,081 (RMB 7,501,881)	
	Calterah Semiconductor Technology (Shanghai) Co., Ltd.	-	Financial assets at FVTPL - non-current	2,221,108	2,115,445 (RMB 452,373,066)	7.856	2,115,445 (RMB 452,373,066)	
	Shenzhen Anchuang Technology Equity Investment Partnership (Limited Partnership)	-	Financial assets at FVTPL - non-current	-	12,174 (RMB 2,603,220)	6.780	12,174 (RMB 2,603,220)	
	Powerland Technology Inc.	-	Financial assets at FVTPL - non-current	-	225,811 (RMB 48,288,174)	5.545	225,811 (RMB 48,288,174)	
	Ningbo Meishan Bonded Port Area Anchuang Growth Equity Investment Partnership L.P.	-	Financial assets at FVTPL - non-current	-	79,784 (RMB 17,061,180)	1.186	79,784 (RMB 17,061,180)	
	Shanghai Geometrical Perception and Learning Co., Ltd.	-	Financial assets at FVTPL - non-current	-	59,533 (RMB 12,730,625)	2.429	59,533 (RMB 12,730,625)	
	Yiwu Huaxin Yuanjing Venture Investment Center L.P.	-	Financial assets at FVTPL - non-current	-	103,973 (RMB 22,233,986)	2.147	103,973 (RMB 22,233,986)	
	Zhejiang Sentronic Semiconductor Co., Ltd.	-	Financial assets at FVTPL - non-current	-	72,846 (RMB 15,577,562)	22.174	72,846 (RMB 15,577,562)	
	Hangzhou Einno Semiconductor Co., Ltd.	-	Financial assets at FVTPL - non-current	-	94,261 (RMB 20,156,936)	6.884	94,261 (RMB 20,156,936)	
	Hangzhou Xinling Enterprise Management Partnership L.P.	-	Financial assets at FVTPL - non-current	-	146,536 (RMB 31,335,789)	36.857	146,536 (RMB 31,335,789)	
	Chengdu Analog Circuit Technology Inc.	-	Financial assets at FVTPL - non-current	631,333	100,002 (RMB 21,384,758)	1.126	100,002 (RMB 21,384,758)	
	Hefei Walden II IC Industry Investment Partnership L.P.	-	Financial assets at FVTPL - non-current	-	551,081 (RMB 117,844,906)	11.066	551,081 (RMB 117,844,906)	
	Enovate3D (Hangzhou) Technology Co., Ltd.	-	Financial assets at FVTPL - non-current	-	105,345 (RMB 22,527,365)	11.577	105,345 (RMB 22,527,365)	
	Zhejiang Hexin Semiconductor Co., Ltd.	-	Financial assets at FVTPL - non-current	-	171,041 (RMB 36,575,864)	3.47	171,041 (RMB 36,575,864)	
	Shenzhen Juyuan Xinchuang Capital Fund, LLP.	-	Financial assets at FVTPL - non-current	-	446,995 (RMB 95,586,819)	1.488	446,995 (RMB 95,586,819)	
	Guangzhou Huaxin Shengjing Venture Capital Center (Limited Partnership)	-	Financial assets at FVTPL - non-current	-	131,752 (RMB 28,174,276)	1.418	131,752 (RMB 28,174,276)	

(Continued)

Holding Company Name	Type and Issuer of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	June 30, 2026				Note
				Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Xiamen Jianda Guili Equity Partners LLP.	-	Financial assets at FVTPL - non-current	-	\$ 163,672 (RMB 35,000,000)	58.043	\$ 163,672 (RMB 35,000,000)	
	Hangzhou Xight Semi-conductor Technology Co., Ltd.	-	Financial assets at FVTPL - non-current	-	11,799 (RMB 2,523,214)	6.492	11,799 (RMB 2,523,214)	
	Hangzhou Huaxin Yunkai Equity Investment Partnership (Limited Partnership)	-	Financial assets at FVTPL - non-current	-	140,290 (RMB 30,000,000)	2.430	140,290 (RMB 30,000,000)	
	Sichuan ZILLNK Technology Co., Ltd.	-	Financial assets at FVTPL - non-current	-	129,681 (RMB 27,731,348)	2.109	129,681 (RMB 27,731,348)	
	Suzhou Juyuan Zhenxin Capital Fund, LLP.	-	Financial assets at FVTPL - non-current	-	455,984 (RMB 97,508,991)	3.394	455,984 (RMB 97,508,991)	
	Hangzhou Zhitong Enterprise Management Partnership L.P.	-	Financial assets at FVTPL - non-current	-	163,671 (RMB 35,000,000)	31.674	163,671 (RMB 35,000,000)	
	Hangzhou Haibang Shurui Equity Investment Partnership Enterprise (Limited Partnership)	-	Financial assets at FVTPL - non-current	-	46,763 (RMB 10,000,000)	2.000	46,763 (RMB 10,000,000)	
	JT Microelectronics (Shenzhen) Co., Ltd.	-	Financial assets at FVTPL - non-current	90,909	8,855 (RMB 1,893,634)	6.000	8,855 (RMB 1,893,634)	
	Shanghai Huake Zhixin Venture Capital Partnership (Limited Partnership)	-	Financial assets at FVTPL - non-current	-	42,087 (RMB 9,000,000)	5.867	42,087 (RMB 9,000,000)	
	Shanghai Sunnic New Energy Technology Co., Ltd.	-	Financial assets at FVTPL - non-current	-	159,556 (RMB 34,119,872)	3.152	159,556 (RMB 34,119,872)	
	Fuzhou Jubaizhong Equity Investment Partnership (Limited Partnership)	-	Financial assets at FVTPL - non-current	-	58,902 (RMB 12,595,880)	20.270	58,902 (RMB 12,595,880)	
	Shaanxi Jianxing Zhanlu Equity Investment Fund (Limited Partnership)	-	Financial assets at FVTPL - non-current	-	140,290 (RMB 30,000,000)	12.285	140,290 (RMB 30,000,000)	
	Changzhou Liyang Qifan Zhanxin Industrial Investment Fund	-	Financial assets at FVTPL - non-current	-	98,203 (RMB 21,000,000)	5.846	98,203 (RMB 21,000,000)	
Nanjing Silergy Micro Technology Co., Ltd.	Zhenjiang Puhe Equity Investment Fund Partnership (Limited Partnership)	-	Financial assets at FVTPL - non-current	-	45,019 (RMB 9,627,096)	4.975	45,019 (RMB 9,627,096)	
Silergy Technology	AIStorm, Inc.	-	Financial assets at FVTPL - non-current	178,784	4,444 (US\$ 139,523)	0.667	4,444 (US\$ 139,523)	

Note: Refer to Tables 5 and 6 for information about subsidiaries and associates.

(Concluded)

TABLE 3

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE SIX MONTHS ENDED JUNE 30, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction (Note 1)		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% of Total	
Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	Silergy Corp.	Parent company	Sale	\$ (485,185)	(6.41)	Net 30 days from the end of the month when the invoice is issued	\$ -	-	\$ 40,428	2.92	Note 2
Nanjing Silergy Micro Technology Co., Ltd.	Silergy Corp.	Parent company	Sale	(204,901)	(19.62)	Net 30 days from the end of the month when the invoice is issued	-	-	32,875	17.92	Note 2

Note 1: Transaction terms and prices between the Company and its subsidiaries are similar to regular transactions.

Note 2: Intercompany balances and transactions were eliminated upon consolidation.

Note 3: Paid-in capital referred to herein is the parent company’s paid-in capital. In the case that shares were issued with no par value or a par value other than NT\$10 per share, the 20% of paid-in capital shall be replaced by 10% of the equity attributable to owners of the parent in the calculation.

TABLE 4

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE SIX MONTHS ENDED JUNE 30, 2026
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Company Name	Counterparty	Flow of Transactions (Note 2)	Transaction Details			
				Financial Statement Account	Amount (Note 4)	Terms (Note 5)	Percentage to Consolidated Total Gross Sales or Total Assets (Note 3)
0	Silergy Corp.	Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	1	Accounts payable - related parties	\$ 40,428	-	0.08
		Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	1	Sales	1,569	-	0.01
		Nanjing Silergy Micro Technology Co., Ltd.	1	Accounts payable - related parties	32,875	-	0.07
		Nanjing Silergy Micro Technology Co., Ltd.	1	Sales	583	-	0.01
		Silergy Technology	1	Prepayments	139,547	-	0.29
		Silergy Technology	1	Sales	17,293	-	0.16
		Silergy Technology	1	Operating expenses	454,861	-	4.19
		Silergy Technology	1	Accounts receivable - related parties	335	-	0.00
		Silergy Semiconductor (Samoa) Limited	1	Other payable - related parties	21,261	-	0.04
		Silergy Technology (Taiwan) Inc.	1	Other payable - related parties	49,422	-	0.10
		Silergy Technology (Taiwan) Inc.	1	Operating expenses	199,321	-	1.83
		Silergy Korea Limited	1	Other payable - related parties	105,632	-	0.22
		Silergy Korea Limited	1	Operating expenses	55,514	-	0.51
		Silergy Technologies Private Limited	1	Other payable - related parties	15,535	-	0.03
		Silergy Technologies Private Limited	1	Operating expenses	8,106	-	0.07
		Silergy Semiconductor (Macau) Limited	1	Operating expenses	1,312	-	0.01
		Hangzhou Silergy Test Technology Co., Ltd.	1	Sales	53,631	-	0.49
		Hangzhou Silergy Test Technology Co., Ltd.	1	Accounts receivable - related parties	54,031	-	0.11
		Hangzhou Silergy Test Technology Co., Ltd.	1	Accounts payable - related parties	20,887	-	0.04
1	Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	Silergy Corp.	2	Sales	485,185	-	4.47
		Nanjing Silergy Micro Technology Co., Ltd.	3	Prepayments	172,300	-	0.36
		Nanjing Silergy Micro Technology Co., Ltd.	3	Sales	1,438	-	0.01
		Xian Silergy Semiconductor Technology Co., Ltd.	3	Accounts receivable - related parties	116	-	0.00
		Xian Silergy Semiconductor Technology Co., Ltd.	3	Accounts payable - related parties	4,298	-	0.01
		Xian Silergy Semiconductor Technology Co., Ltd.	3	Sales	602	-	0.01
		Chengdu Silergy Semiconductor Technology Co., Ltd.	3	Operating expenses	96,278	-	0.89
		Shanghai Silergy Semiconductor Technology Co., Ltd.	3	Prepayments	44,355	-	0.09
		Shanghai Silergy Semiconductor Technology Co., Ltd.	3	Operating expenses	146,510	-	1.35
		Hefei Silergy Semiconductor Technology Co., Ltd.	3	Sales	188	-	0.00
		Silergy Technology	3	Sales	36,586	-	0.34
		Silergy Technology	3	Accounts receivable - related parties	319	-	0.00
		Xiamen Silergy Semiconductor Technology Co., Ltd.	3	Operating expenses	59,601	-	0.55
		Silergy Technology (Taiwan) Inc.	3	Other income	1,658	-	0.02
		Hangzhou Silergy Test Technology Co., Ltd.	3	Operating expenses	7,893	-	0.07
		Hangzhou Silergy Test Technology Co., Ltd.	3	Accounts payable - related parties	4,704	-	0.01

(Continued)

No. (Note 1)	Company Name	Counterparty	Flow of Transactions (Note 2)	Transaction Details			
				Financial Statement Account	Amount (Note 4)	Terms (Note 5)	Percentage to Consolidated Total Gross Sales or Total Assets (Note 3)
2	Xian Silergy Semiconductor Technology Co., Ltd.	Silergy Corp.	2	Sales	\$ 2,382	-	0.02
		Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	3	Sales	22,894	-	0.21
		Silergy Technology	3	Sales	2,888	-	0.03
		Nanjing Silergy Micro Technology Co., Ltd.	3	Prepayments	15,183	-	0.03
		Hangzhou Silergy Test Technology Co., Ltd.	3	Operating expenses	298	-	0.00
		Hangzhou Silergy Test Technology Co., Ltd.	3	Accounts payable - related parties	227	-	0.00
3	Nanjing Silergy Micro Technology Co., Ltd.	Silergy Corp.	2	Sales	204,901	-	1.89
		Silergy Corp.	2	Revenue from the rendering of services	289	-	0.00
		Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	3	Sales	133	-	0.00
		Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	3	Revenue from the rendering of services	121,744	-	1.12
		Shanghai Silergy Semiconductor Technology Co., Ltd.	3	Operating expenses	62,400	-	0.57
		Shanghai Silergy Semiconductor Technology Co., Ltd.	3	Other payable - related parties	8,420	-	0.02
		Silergy Technology	3	Sales	2,276	-	0.02
		Nanjing Silergy Micro (HK) Co., Limited	3	Other payable - related parties	33,938	-	0.07
		Nanjing Silergy Micro (HK) Co., Limited	3	Accounts payable - related parties	96	-	0.00
		Xian Silergy Semiconductor Technology Co., Ltd.	3	Revenue from the rendering of services	10,692	-	0.10
		Shanghai Silergy Semiconductor Technology Co., Ltd.	3	Unearned sales revenue	20,349	-	0.04
		Shanghai Silergy Semiconductor Technology Co., Ltd.	3	Revenue from the rendering of services	6,650	-	0.06
		Hangzhou Silergy Test Technology Co., Ltd.	3	Operating expenses	1,597	-	0.01
		Hangzhou Silergy Test Technology Co., Ltd.	3	Other payable - related parties	274	-	0.00
		Hangzhou Silergy Test Technology Co., Ltd.	3	Accounts payable - related parties	149	-	0.00
4	Nanjing Silergy Micro (HK) Co., Limited	Nanjing Silergy Micro Technology Co., Ltd.	3	Sales	1,941	-	0.02
		Silergy Technology (Taiwan) Inc.	3	Accounts payable - related parties	6,372	-	0.01
		Silergy Technology (Taiwan) Inc.	3	Other payable - related parties	43	-	0.00
		Silergy Technology (Taiwan) Inc.	3	Operating expenses	117	-	0.00
5	Silergy Technology	Silergy Corp.	2	Sales	73	-	0.00
7	Silergy Technology (Taiwan) Inc.	Nanjing Silergy Micro (HK) Co., Limited	3	Sales	17,521	-	0.16
8	Hefei Silergy Semiconductor Technology Co., Ltd.	Silergy Corp.	3	Sales	52	-	0.00
		Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	3	Sales	171	-	0.00
		Silergy Technology	3	Sales	1,029	-	0.01
		Hangzhou Silergy Test Technology Co., Ltd.	3	Operating expenses	7	-	0.00
9	Hangzhou Silergy Test Technology Co., Ltd.	Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	3	Sales	14,685	-	0.14
		Nanjing Silergy Micro Technology Co., Ltd.	3	Sales	282	-	0.00
		Silergy Corp.	3	Sales	53,068	-	0.49
10	Guangdong Silergy Micro Technology Co., Ltd	Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	3	Sales	1,041	-	0.01

(Continued)

Note 1: No. 0 represents the parent company; other numbers represent subsidiaries.

Note 2: The directional flow of the transactions are represented by the following numerals:

No. 1 - from parent company to subsidiary.

No. 2 - from subsidiary to parent company.

No. 3 - between subsidiaries.

Note 3: The accounts in the consolidated balance sheets and those in the consolidated statements of comprehensive income were based on the Company's consolidated total assets and total gross sales, respectively.

Note 4: Intercompany balances and transactions were eliminated upon consolidation.

Note 5: The selling prices and payment terms for intercompany sales and purchases were not significantly different from those for unrelated parties. For other intercompany transactions, prices and terms were based on mutual agreements.

(Concluded)

TABLE 5

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

INFORMATION ON INVESTEEES
FOR THE SIX MONTHS ENDED JUNE 30, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		As of June 30, 2026			Net Income (Loss) of the Investee (Notes 3 and 4)	Share of Profit (Loss) (Notes 1, 3 and 4)	Note
				June 30, 2026	December 31, 2025	Number of Shares	Percentage of Ownership (%)	Carrying Amount (Notes 1 and 2)			
Silergy Corp.	Silergy Technology	Suite 601, 2600 Great America Way, Santa Clara City, Santa Clara County, California State, United States	Development, design and sales of power management IC	US\$ 7,378,454	US\$ 7,378,454	-	100.00	\$ (8,649)	\$ 76,214	\$ 76,214	Subsidiary
	Silergy Semiconductor (Samoa) Limited	Portcullis TrustNet chambers, P.O. Box 1225, Apia, Samoa	Holding company	US\$ 24,300,000	US\$ 24,300,000	-	100.00	547,334	(US\$ 2,410,774)	(US\$ 2,410,774)	Subsidiary
	Silergy Semiconductor (Hong Kong) Limited	15/F., BOC Group Life Assurance Tower, 136 Des Voeux Road Central, Hong Kong	Holding company	US\$ 12,300,000	US\$ 12,300,000	-	100.00	221,883	(US\$ 1,066,109)	(US\$ 1,066,109)	Subsidiary
	Silicon Prospect Investment Limited	Portcullis Chambers, 4th Floor, Ellen Skelton Building, 3076 Sir Francis Drake Highway, Road Town, Tortola, British Virgin Island	Holding company	US\$ 13,000,000	US\$ 13,000,000	-	100.00	78,847	(US\$ -215,963)	(US\$ -215,963)	Subsidiary
Silergy Semiconductor (Samoa) Limited	Silergy Technology (Taiwan) Inc.	7F.-8, No. 38, Taiyuan St., Zhubei City, Hsinchu County 302, Taiwan	Development, design and sales of electronic components	314,831	314,831	31,700,000	100.00	304,635	31,729	31,729	Subsidiary
	Silergy Technologies Private Limited	Unit #501, 5th Floor, Prestige Towers, Residency Road, Bangalore-560025, Karnataka, India	Development, design and sales of electronic components	US\$ 38,200	US\$ 38,200	-	100.00	21,623	(US\$ 2,335)	(US\$ 2,335)	Subsidiary
	Silergy Korea Limited	#1202, #1203, 120 Heungdeokjungang-ro, Giheung-gu, Yongin-si, Gyeonggi-do, Korea (UTOWER)	Development, design and sales of electronic components	US\$ 600,000 (KRW 655,800,000)	US\$ 600,000 (KRW 655,800,000)	-	100.00	118,356	(US\$ 73,858)	(US\$ 73,858)	Subsidiary
Silergy Semiconductor (Hong Kong) Limited	Silergy Semiconductor (Macau) Limited	15/C, Kung Ou Edf, 367-371 Avenida da Praia Grande, Macau	Development and design of electronic components	US\$ 111,372 (MOP 900,000)	US\$ 111,372 (MOP 900,000)	-	100.00	49,620	(10,082)	(10,082)	Subsidiary
Nanjing Silergy Micro Technology Co., Ltd.	Nanjing Silergy Micro (HK) Co., Limited	Unit 701, 7/F Citicorp CTR 18 Whitfield Rd, Causeway Bay, Hong Kong	Development, design and sales of electronic components	US\$ 5,200,960	US\$ 5,200,960	-	100.00	202,642	(US\$ (3,236)	(US\$ (2,168)	Subsidiary
Silicon Prospect Investment Limited	Winsheng Material Technology Co., Ltd.	No. 191, Jieyukeng Rd., Rueifang Dist., New Taipei City	Manufacturing and selling of electronic components	362,109	362,109	14,453,631	43.44	70,326	(45,048)	(19,569)	Related company

Note 1: Except for Winsheng Material Technology Co., Ltd., the carrying amount of the investments and the share of profit or loss were eliminated upon consolidation.

Note 2: Translation was based on the exchange rate on June 30, 2026.

Note 3: Translation was based on the average exchange rate for the six months ended June 30, 2026.

Note 4: Information was based on the investee’s audited financial statements for the same reporting period.

Note 5: Refer to Table 6 for information on investments in mainland China.

TABLE 6

SILERGY CORP.
(Incorporated in the Cayman Islands)
AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE SIX MONTHS ENDED JUNE 30, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2026	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of June 30, 2026	Net Income (Loss) of the Investee (Note 2)	Percentage of Ownership (%)	Investment Income (Loss) Recognized (Notes 2, 3 and 4)	Carrying Amount as of June 30, 2026 (Notes 1 and 4)	Accumulated Repatriation of Investment Income as of June 30, 2026
					Outward	Inward						
Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	Development, design and sale of electronic components and related technical services	US\$ 108,570,270 (RMB 722,778,667)	Through Silergy Corp.	\$ -	\$ -	\$ -	\$ -	\$ 2,728,614 (RMB 593,885,300)	100.00	\$ 2,728,614 (RMB 593,885,300)	\$ 33,397,136	\$ -
Hangzhou Silergy Test Technology Co., Ltd.	Testing of electronic components, integrated circuits, semiconductors and electronic products	RMB 350,000,000	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	(30,029) (RMB -6,549,833)	100.00	(30,029) (RMB -6,549,833)	1,560,278	-
Nanjing Silergy Micro Technology Co., Ltd.	Development, design and sale of electronic components	RMB 49,296,575	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	(100,331) (RMB -21,884,066)	67.00	(67,219) (RMB -14,661,771)	936,451	-
Xian Silergy Semiconductor Technology Co., Ltd.	Development, design, and sale of electronic components, integrated circuits, semiconductors and electronic products	RMB 91,000,000	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	83,007 (RMB 18,105,328)	100.00	83,007 (RMB 18,105,328)	2,402,758	-
Chengdu Silergy Semiconductor Technology Co., Ltd.	Development and design of electronic components, integrated circuits, semiconductors and electronic products	RMB 34,000,000	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	(56) (RMB -12,164)	100.00	(56) (RMB -12,164)	48,855	-
Shanghai Silergy Semiconductor Technology Co., Ltd.	Development and design of electronic components, integrated circuits, semiconductors and electronic products	RMB 10,000,000	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	(12,261) (RMB -2,674,276)	49.00	(6,008) (RMB -1,310,395)	(32,416)	-
Hefei Silergy Semiconductor Technology Co., Ltd.	Development, design and sale of electronic components	RMB 60,000,000	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	172,798 (RMB 37,690,553)	100.00	172,798 (RMB 37,690,553)	860,176	-
Xiamen Silergy Semiconductor Technology Co., Ltd.	Development and design of electronic components, integrated circuits, semiconductors and electronic products	RMB 10,000,000	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	6,137 (RMB 1,338,640)	100.00	6,137 (RMB 1,338,640)	11,178	-
Shanghai Silergy Microelectronics Technology Co., Ltd.	Development and design of electronic components, integrated circuits, semiconductors and electronic products	RMB 53,000,000	Through Nanjing Silergy Micro Technology Co., Ltd.	-	-	-	-	9,711 (RMB 2,118,258)	67.00	6,506 (RMB 1,419,179)	4,110	-
Guangdong Silergy Micro Technology Co., Ltd.	Development and design of electronic components, integrated circuits, semiconductors and electronic products	RMB 25,000,000	Through Nanjing Silergy Micro Technology Co., Ltd.	-	-	-	-	(37,501) (RMB -8,179,738)	67.00	(25,125) (RMB -5,480,218)	28,712	-
Hefei SMAT Technology Co., Ltd.	Development and manufacturing of vehicles and IOT	RMB 505,000,000	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	26,445 (RMB 5,768,137)	23.66	6,257 (RMB 1,364,937)	265,127	-
	Development and manufacturing of vehicles and IOT	RMB 505,000,000	Through Silergy Semiconductor (Hong Kong) Limited	-	-	-	-	26,445 (US\$ 836,495)	14.63	3,869 (US\$ 122,370)	163,903	-
Zhuhai Hengqin Accu-Rate Technology Co., Ltd.	Development and manufacturing of integrated circuits	RMB 1,428,600	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	(16,838) (RMB -3,672,778)	26.92	(6,160) (RMB -1,343,589)	114,326	-
Wuxin (Hangzhou) Semiconductor Technology Co., Ltd.	Development and sale of integrated circuits	RMB 100,000,000	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	(10,339) (RMB -2,255,116)	35.00	(3,619) (RMB -789,291)	138,524	-
Hangzhou Sizhi Tiancheng (Limited partnership investment)	Holding company	RMB 880,176,000	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	(42,927) (RMB -9,367,622)	44.99	(19,322) (RMB -4,214,587)	1,829,613	-
Shenzhen Xinzhuowei Technology Co., Ltd.	Development, design and sale of electronic components and related technical services	RMB 8,384,932	Through Silergy Semiconductor Technology (Hangzhou) Co., Ltd.	-	-	-	-	(286) (RMB -62,366)	15.00	(43) (RMB -9,355)	140,246	-

Accumulated Outward Remittance for Investments from Taiwan in Mainland China as of June 30, 2026	Investment Amount Authorized by the Investment Commission, MOEA	Limit on the Amount of Investment Stipulated by the Investment Commission, MOEA
\$ - (Note 5)	\$ - (Note 5)	\$ - (Note 5)

Note 1: Translation was based on the exchange rate on June 30, 2026.

Note 2: Translation was based on the average exchange rate for the six months ended June 30, 2026.

Note 3: Information was based on the investee’s audited financial statements for the same reporting period.

Note 4: Except for Hefei SMAT Technology Co., Ltd., Zhuhai Hengqin Accu-Rate Technology Co., Ltd., Wuxin (Hangzhou) Semiconductor Technology Co., Ltd., Hangzhou Sizhi Tiancheng (Limited partnership investment) and Shenzhen Xinzhuowei Technology Co., Ltd. the carrying amount of the investments and the share of profit or loss were eliminated upon consolidation.

Note 5: Foreign security issuers are not subject to the investment limitation set out in the “Guidelines on Investment and Technical Cooperation in Mainland China” issued by the Ministry of Economic Affairs on August 29, 2008, whereby the limit is 60% of an investment entity’s most recent net value.