TONG YANG INDUSTRY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026 AND 2025

WITH

REVIEW REPORT OF INDEPENDENT AUDITORS

The reader is advised that these consolidated financial statements have been prepared originally in Chinese. In the event of a conflict between these financial statements and the original Chinese version or difference in interpretation between the two versions, the Chinese language financial statements shall prevail.

Independent Auditors' Review Report

Review Report of Independent Accountants Translated from Chinese

The Board of Directors and Shareholders of
TONG YANG INDUSTRY CO., LTD.

Introduction

We have reviewed the accompanying consolidated balance sheets of TONG YANG INDUSTRY CO., LTD. (the "Company") and its subsidiaries as of 30 June 2026 and 2025, the related consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2026 and 2025, changes in equity and cash flows for the six-month periods ended 30 June 2026 and 2025, and notes to the consolidated financial statements, including the summary of material accounting policies (together "the consolidated financial statements"). Management is responsible for the preparation and fair presentation of these 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" as endorsed and became effective by Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As explained in Note IV.3, the financial statements of certain insignificant subsidiaries were not reviewed by independent auditors. Those statements reflect total assets of NT$4,311,964 thousand and NT$4,264,274 thousand, constituting 11% and 11% of the consolidated total assets, and total liabilities of NT$1,448,832 thousand and NT$1,497,467 thousand, constituting 12% and 12% of the consolidated total liabilities as of 30 June 2026 and 2025, respectively; and total comprehensive income of NT$34,105 thousand, NT$(232,598) thousand, NT$72,680 thousand and NT$(203,993) thousand, which represented 4%, 505%, 4% and (13)% of the consolidated total comprehensive income for the three-month and six-month periods ended 30 June 2026 and 2025, respectively. As explained in Note VI.7, the financial statements of certain associates and joint ventures accounted for using the equity method were not reviewed by independent auditors. Those associates and joint ventures using equity method amounted to NT$414,484 thousand and NT$704,910 thousand as of 30 June 2026 and 2025, respectively. The related shares of profits from the associates and joint ventures under the equity method amounted to NT$(1,514) thousand, NT$27,435 thousand, NT$1,683 thousand and NT$1,027 thousand, and the related shares of other comprehensive income from the associates and joint ventures using the equity method amounted to NT$3,154 thousand, NT$(61,446) thousand, NT$34,800 thousand and NT$(47,399) thousand for the three-month and six-month periods ended 30 June 2026 and 2025, respectively. The information related to above subsidiaries, and associates and joint ventures accounted for using the equity method disclosed in Note XIII was also not reviewed by independent auditors.

Qualified Conclusion

Based on our reviews, except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of certain insignificant subsidiaries, associates and joint ventures accounted for using equity method been reviewed by independent auditors described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as at 30 June 2026 and 2025, and their consolidated financial performance for the three-month and six-month periods ended 30 June 2026 and 2025 and cash flows for the six-month periods ended 30 June 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” as endorsed and became effective by Financial Supervisory Commission of the Republic of China.

<u>Hu, Tzu-Ren</u>

<u>Hung, Kuo-Sen</u>

Ernst & Young, Taiwan
7 August 2026

Notice to Readers
The accompanying consolidated financial statements are intended only to present the financial position, results of operations 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 review such consolidated financial statements are those generally accepted and applied in the Republic of China.
Accordingly, the accompanying financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or Standards on Auditing of the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

TONG YANG INDUSTRY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

30 June 2026, 31 December 2025 and 30 June 2025

(Expressed in Thousands of New Taiwan Dollars)

ASSETS	Notes	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Current assets				
Cash and cash equivalents	Ⅳ/Ⅵ.1	$5,265,545	$2,661,707	$5,738,131
Financial assets measured at amortized cost-current	Ⅳ/Ⅵ.3	-	18,027	10,769
Notes receivables,net	Ⅳ/Ⅵ.4.16/Ⅶ	389,607	328,447	367,270
Trade receivables,net	Ⅳ/Ⅵ.5.15.16	4,160,113	6,212,969	3,827,517
Trade receivables-related parties,net	Ⅳ/Ⅵ.5.16/Ⅶ	31,341	96,549	104,701
Other receivables	Ⅳ	214,609	421,588	134,140
Inventories,net	Ⅳ/Ⅵ.6	3,453,808	3,179,109	3,314,617
Other current assets	Ⅳ	338,154	273,744	310,367
Total current assets		13,853,177	13,192,140	13,807,512
Non-current assets				
Financial assets at fair value through other comprehensive income-non-current	Ⅳ/Ⅵ.2	367,534	409,465	654,407
Financial assets measured at amortized cost-non-current	Ⅳ/Ⅵ.3/Ⅷ	157,544	157,378	164,331
Investments accounted for using the equity method	Ⅳ/Ⅵ.7	2,254,482	2,513,283	2,253,962
Property, plant and equipment	Ⅳ/Ⅵ.8/Ⅷ	18,627,016	18,228,256	18,146,913
Right-of-use assets	Ⅳ/Ⅵ.17/Ⅷ	1,599,616	1,627,452	1,694,713
Intangible assets	Ⅳ/Ⅵ.9.10	589,752	597,799	463,392
Deferred tax assets	Ⅳ/Ⅵ.21	178,293	178,293	206,486
Prepayment for equipments		1,366,795	1,344,183	1,174,135
Other non-current assets-others		364,534	343,867	343,412
Total non-current assets		25,505,566	25,399,976	25,101,751
Total assets		$39,358,743	$38,592,116	$38,909,263

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

TONG YANG INDUSTRY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

30 June 2026, 31 December 2025 and 30 June 2025

(Expressed in Thousands of New Taiwan Dollars)

LIABILITIES AND SHAREHOLDERS' EQUITY	Notes	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Current liabilities				
Short-term borrowings	Ⅳ/Ⅵ.11	$194,750	$597,656	$342,395
Notes payables		14,691	112	347
Trade payables		2,380,951	2,576,871	2,475,487
Trade payables-related parties	Ⅶ	32,547	26,332	26,838
Other payables		1,265,573	1,542,392	1,236,865
Balance payable-machinery and equipment		760,103	758,206	499,399
Dividend payable		2,957,385	-	3,134,828
Current tax liabilities	Ⅳ/Ⅵ.21	452,023	312,147	479,528
Lease liabilities-current	Ⅳ/Ⅵ.17	23,762	23,133	23,200
Current portion of long-term liabilities	Ⅳ/Ⅵ.12	269,088	341,790	402,414
Other current liabilities-others	Ⅳ/Ⅵ.15	526,843	778,906	706,258
Total current liabilities		8,877,716	6,957,545	9,327,559
Non-current liabilities				
Long-term borrowings	Ⅳ/Ⅵ.12	672,665	801,169	941,753
Deferred tax liabilities	Ⅳ/Ⅵ.21	456,459	459,708	397,081
Lease liabilities-non-current	Ⅳ/Ⅵ.17	1,424,795	1,423,011	1,424,001
Accrued pension liabilities	Ⅳ/Ⅵ.13	292,299	260,557	259,549
Other non-current liabilities-others		5,250	5,300	5,478
Total non-current liabilities		2,851,468	2,949,745	3,027,862
Total liabilities		11,729,184	9,907,290	12,355,421
Equity attributable to the parent company				
Capital	Ⅳ/Ⅵ.14			
Common stock		5,914,771	5,914,771	5,914,771
Capital surplus	Ⅳ/Ⅵ.14	4,152,199	4,151,718	4,151,718
Retained earnings	Ⅳ/Ⅵ.14			
Legal reserve		3,983,081	3,602,027	3,602,027
Unappropriated earnings		12,734,566	14,309,817	12,421,690
Subtotal		16,717,647	17,911,844	16,023,717
Other equity	Ⅳ/Ⅵ.14	244,460	87,435	(87,424)
Non-controlling interests	Ⅳ/Ⅵ.14	600,482	619,058	551,060
Total equity		27,629,559	28,684,826	26,553,842
Total liabilities and equity		$39,358,743	$38,592,116	$38,909,263

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

TONG YANG INDUSTRY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three-month and six-month periods ended 30 June 2026 and 2025

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

ITEMS	NOTE	2026.4.1~ 2026.6.30	2025.4.1~ 2025.6.30	2026.1.1~ 2026.6.30	2025.1.1~ 2025.6.30
Operating revenue	Ⅳ/Ⅵ.15/Ⅶ	$5,662,983	$5,894,046	$11,293,727	$13,184,726
Operating costs	Ⅳ/Ⅵ.6.18/Ⅶ	(3,821,035)	(3,947,460)	(7,621,485)	(8,461,359)
Gross profit		1,841,948	1,946,586	3,672,242	4,723,367
Operating expenses	Ⅳ/Ⅵ.16.17.18/Ⅶ				
Sales and marketing expenses		(441,896)	(402,990)	(872,532)	(877,102)
General and administrative expenses		(292,219)	(289,061)	(592,196)	(611,393)
Research and development expenses		(220,431)	(222,396)	(435,621)	(424,049)
Expected credit gains(losses)		5,000	2,013	8,000	(2,983)
Subtotal		(949,546)	(912,434)	(1,892,349)	(1,915,527)
Operating income		892,402	1,034,152	1,779,893	2,807,840
Non-operating income and expenses					
Other revenue	Ⅳ/Ⅵ.19	96,396	99,224	163,305	170,852
Other gains and losses	Ⅳ/Ⅵ.19	(30,417)	(676,673)	185,375	(588,055)
Finance costs	Ⅳ/Ⅵ.19	(5,999)	(6,554)	(12,801)	(13,449)
Share of profit or loss of associates and joint ventures	Ⅳ/Ⅵ.7	37,463	101,612	62,490	52,345
Subtotal		97,443	(482,391)	398,369	(378,307)
Income from continuing operations before income tax		989,845	551,761	2,178,262	2,429,533
Income tax expense	Ⅳ/Ⅵ.21	(185,411)	(68,013)	(431,807)	(442,644)
Net income		$804,434	$483,748	$1,746,455	$1,986,889
Other comprehensive income	Ⅳ/Ⅵ.20				
Not to be reclassified to profit or loss in subsequent periods					
Unrealized gains (losses) from equity instruments measured at fair value through other comprehensive income		(15,185)	27,915	(41,931)	31,601
To be reclassified to profit or loss in subsequent periods					
Exchange differences resulting from translating the financial statements of foreign operation		16,314	(349,082)	106,514	(292,085)
Share of other comprehensive income (loss) of associates and joint veatures accounted for using the equity method		28,325	(208,654)	111,217	(164,529)
Total other comprehensive income, net of tax		29,454	(529,821)	175,800	(425,013)
Total comprehensive income		$833,888	$(46,073)	$1,922,255	$1,561,876
Net income (loss) attributable to:					
Stockholders of the parent		$807,134	$456,786	$1,763,188	$1,922,413
Non-controlling interests		$(2,700)	$26,962	$(16,733)	$64,476
Comprehensive income (loss) attributable to:					
Stockholder of the parent		$830,441	$(36,200)	$1,920,213	$1,526,515
Non-controlling interests		$3,447	$(9,873)	$2,042	$35,361
Earnings per share (NTD)					
Earnings per share-basic	Ⅳ/Ⅵ.22	$1.36	$0.77	$2.98	$3.25
Earnings per share-diluted	Ⅳ/Ⅵ.22	$1.36	$0.77	$2.98	$3.25

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

TONG YANG INDUSTRY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the six-month period ended 30 June 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

ITEMS	Equity attributable to the parent company							Non-controlling interests	Total Equity
	Common Stock	Capital Surplus	Retained Earnings		Other equity		Total		
			Legal Reserve	Unappropriated Earnings	Exchange differences resulting from translating the financial statements of foreign operation	Unrealized gains (losses) from equity instruments measured at fair value through other comprehensive income			
Balance as of 1 January 2025	$5,914,771	$4,151,122	$3,163,500	$14,072,632	$(237,948)	$546,422	$27,610,499	$545,502	$28,156,001
Appropriation and distribution of 2024 retained earnings									
Legal reserve	-	-	438,527	(438,527)	-	-	-	-	-
Cash dividend	-	-	-	(3,134,828)	-	-	(3,134,828)	-	(3,134,828)
Other changes in additional paid-in capital	-	596	-	-	-	-	596	-	596
Net income for the six-month ended 30 June 2025	-	-	-	1,922,413	-	-	1,922,413	64,476	1,986,889
Other comprehensive income (loss), net of tax for the six-month periods ended 30 June 2025	-	-	-	-	(427,499)	31,601	(395,898)	(29,115)	(425,013)
Total comprehensive income (loss)	-	-	-	1,922,413	(427,499)	31,601	1,526,515	35,361	1,561,876
Changes in non-controlling interests	-	-	-	-	-	-	-	(29,803)	(29,803)
Balance as of 30 June 2025	$5,914,771	$4,151,718	$3,602,027	$12,421,690	$(665,447)	$578,023	$26,002,782	$551,060	$26,553,842
Balance as of 1 January 2026	$5,914,771	$4,151,718	$3,602,027	$14,309,817	$(245,646)	$333,081	$28,065,768	$619,058	$28,684,826
Appropriation and distribution of 2025 retained earnings									
Legal reserve	-	-	381,054	(381,054)	-	-	-	-	-
Cash dividend	-	-	-	(2,957,385)	-	-	(2,957,385)	-	(2,957,385)
Other changes in additional paid-in capital	-	481	-	-	-	-	481	-	481
Net income for the six-month ended 30 June 2026	-	-	-	1,763,188	-	-	1,763,188	(16,733)	1,746,455
Other comprehensive income (loss) , net of tax for the six-month periods ended 30 June 2026	-	-	-	-	198,956	(41,931)	157,025	18,775	175,800
Total comprehensive income (loss)	-	-	-	1,763,188	198,956	(41,931)	1,920,213	2,042	1,922,255
Changes in non-controlling interests	-	-	-	-	-	-	-	(20,618)	(20,618)
Balance as of 30 June 2026	$5,914,771	$4,152,199	$3,983,081	$12,734,566	$(46,690)	$291,150	$27,029,077	$600,482	$27,629,559

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

TONG YANG INDUSTRY CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the six-month period ended 30 June 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

ITEMS	2026.1.1~	2025.1.1~
Cash flows from operating activities:		
Net income before tax	$2,178,262	$2,429,533
Adjustments for:		
Income and expense adjustments:		
Depreciation (including right-of-use assets)	1,274,397	1,309,920
Amortization	111,407	45,537
Expected credit (gains) losses	(8,000)	2,983
Interest expense	12,801	13,449
Interest revenue	(43,946)	(71,882)
Dividend income	(8,628)	(12,464)
Share of (profit) of associates for using the equity method	(62,490)	(52,345)
(Gain) on disposal of property, plant and equipment	(13,585)	(5,748)
(Gain) loss on disposal of equity investments under equity method	(149,769)	8,648
Impairment loss on non-financial assets	39,150	24,070
Changes in operating assets and liabilities:		
Notes receivables,net	(61,160)	(89,776)
Trade receivables,net	2,060,856	738,638
Trade receivables-related parties,net	65,208	15,903
Other receivables	290,311	11,001
Inventories	(274,699)	(225,859)
Other current assets	(64,410)	14,013
Other non-current assets	(20,667)	18,872
Other operating assets	31,793	12,855
Notes payables	14,579	(214)
Trade payables	(195,920)	(419,177)
Trade payables-related parties	6,215	(2,577)
Other payables	(272,189)	(340,156)
Other current liabilities	(252,063)	102,064
Accrued pension liabilities	31,742	26,811
Other non-current liabilities	(50)	(12,203)
Cash generated from operations	4,689,145	3,541,896
Interest received	43,611	74,251
Dividend received	-	3,052
Income tax paid	(296,193)	(583,682)
Net cash provided by operating activities	4,436,563	3,035,517

ITEMS	2026.1.1~	2025.1.1~
Cash flows from investing activities:		
Acquisiton of financial assets measured at amortized cost	(166)	(21,538)
Disposal of financial assets measured at amortized cost	18,027	788
Disposal of equity investments under equity method	508,320	53,248
Acquisition of property, plant and equipment	(1,711,137)	(1,547,116)
Disposal of property, plant and equipment	38,085	21,149
Acquistion of intangible assets	(65,489)	(79,241)
Net cash (used in) investing activities	(1,212,360)	(1,572,710)
Cash flows from financing activities:		
Increase in short-term borrowings	344,187	258,544
Decrease in short-term borrowings	(755,143)	(228,445)
Reimburse long-term borrowings	(201,206)	(197,868)
Reimburse lease principal	(14,609)	(121,053)
Interest paid	(8,806)	(9,787)
Change in non-controlling interests	(20,618)	(29,803)
Net cash (used in) financing activities	(656,195)	(328,412)
Effect of exchange rate changes on cash and cash equivalents	35,830	(133,235)
Net increase in cash and cash equivalents	2,603,838	1,001,160
Cash and cash equivalents at the beginning of period	2,661,707	4,736,971
Cash and cash equivalents at the end of period	$5,265,545	$5,738,131

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

I. HISTORY AND ORGANIZATION

1. TONG YANG INDUSTRY CO., LTD. (the “Company”) was incorporated under the laws of the Republic of China (the “ROC”) on 30 October 1967. The Company’s principal activities consist of the manufacture and sale of parts, components and models for automobile. The Company became a listed company on Taiwan Stock Exchange on 12 December 1994.

2. The Company merged with TAIWAN KAI YIH INDUSTRIAL CO., LTD. (TKY) on 1 September 2010 and was the surviving company. The Company merged with KAI MING INDUSTRIAL CO., LTD. (KM) on 1 October 2011 and was the surviving company.

II. DATE AND PROCEDURES OF AUTHORIZATION OF FINANCIAL STATEMENTS FOR ISSUE

The consolidated financial statements of the Company and its subsidiaries (hereinafter referred to as “the Group”) for the six-month periods ended 30 June 2026 and 2025 were authorized for issue by the Board of Directors on 7 August 2026.

III. NEWLY ISSUED OR REVISED STANDARDS AND INTERPRETATIONS

1. Changes in accounting policies resulting from applying for the first time certain standards and amendments

   The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended which are recognized by Financial Supervisory Commission (“FSC”) and become effective for annual periods beginning on or after 1 January 2026. The adoption of these new standards and amendments had no material impact on the Group.

2. Standards or interpretations issued, revised or amended, by IASB which have been endorsed by FSC, and not yet adopted by the Group as at the date when the Group's financial statements were authorized for issue, are listed below.

Items	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
a	IFRS 18 "Presentation and Disclosure in Financial Statements"	1 January 2027 (Note)
b	Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)	1 January 2027
c	Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21 and IAS 29)	1 January 2027
d	Amendments to the Fair Value Option for Investments in Associates and Joint Ventures (Amendments to IAS 28)	1 January 2027 (Note)

Note: On 25 September 2025, the FSC announced in a press release that Taiwan will adopt IFRS 18 in 2028. In addition, entities in Taiwan with a need for early adoption may elect to early adopt IFRS 18

(a) IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 replaces IAS 1 Presentation of Financial Statements. The main changes are as below:

(1) Improved comparability in the statement of profit or loss (income statement)

IFRS 18 requires entities to classify all income and expenses within their statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. The first three categories are new, to improve the structure of the income statement, and requires all entities to provide new defined subtotals, including operating profit or loss. The improved structure and new subtotals will give investors a consistent starting point for analyzing entities' performance and make it easier to compare entities.

(2) Enhanced transparency of management-defined performance measures

IFRS 18 requires entities to disclose explanations of those entity-specific measures that are related to the income statement, referred to as management-defined performance measures.

(3) Useful grouping of information in the financial statements

IFRS 18 sets out enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes. The changes are expected to provide more detailed and useful information. IFRS 18 also requires entities to provide more transparency about operating expenses, helping investors to find and understand the information they need.

(b) Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)

This new standard and its amendment permit subsidiaries without public accountability to provide reduced disclosures when applying IFRS Accounting Standards in their financial statements. IFRS 19 is optional for subsidiaries that are eligible and sets out the disclosure requirements for subsidiaries that elect to apply it.

(c) Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21 and IAS 29)

The amendments include:

(1) Clarify that when the entity's functional currency is that of a non-hyperinflationary economy but its presentation currency is the currency of a hyperinflationary economy, the entity shall translate its results and financial position using the closing rate at the date of the most recent statement of financial position.
(2) In the above circumstances, when the presentation currency ceases to be hyperinflationary economy, the entity shall not retranslate amounts that arose before the beginning of the reporting period.
(3) When the entity's functional currency and presentation currency are the currency of a hyperinflationary economy, the entity shall apply the relevant accounting treatment in accordance with paragraph 34 of IAS 29.

(d) Amendments to the Fair Value Option for Investments in Associates and Joint Ventures (Amendments to IAS 28)

The amendments are:

(1) Clarify that the entity that has a main business activity of investing in particular types of assets (as set out in paragraph 49(a) of IFRS 18) is eligible to elect the fair value option in IAS 28; and
(2) Require the entity to apply the amendments to IAS 28 at the same time, and on the same basis, as it applies IFRS 18.

The abovementioned standards, amendments and interpretations have been issued by the IASB, endorsed by the FSC, and are effective for annual reporting periods beginning on or after 1 January 2027. Except for the standards, amendments and interpretations described in (1), which are expected to affect the presentation and disclosures of the Group's financial statements, the Group has assessed that the remaining new or amended standards and interpretations have no material impact on the Group.

3. Standards or interpretations issued, revised or amended, by IASB which have not been endorsed by FSC, and not yet adopted by the Group as at the date when the Group's financial statements were authorized for issue, are listed below.

Items	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
a	IFRS 10 "Consolidated Financial Statements" and IAS 28 "Investments in Associates and Joint Ventures" — Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures	To be determined by IASB
b	IFRS 20 "Regulatory Assets and Regulatory Liabilities"	1 January 2029

(a) IFRS 10 "Consolidated Financial Statements" and IAS 28"Investments in Associates and Joint Ventures" — Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures

The amendments address the inconsistency between the requirements in IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures, in dealing with the loss of control of a subsidiary that is contributed to an associate or a joint venture. IAS 28 restricts gains and losses arising from contributions of non-monetary assets to an associate or a joint venture to the extent of the interest attributable to the other equity holders in the associate or joint ventures. IFRS 10 requires full profit or loss recognition on the loss of control of the subsidiary. IAS 28 was amended so that the gain or loss resulting from the sale or contribution of assets that constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized in full.

IFRS 10 was also amended so that the gains or loss resulting from the sale or contribution of a subsidiary that does not constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized only to the extent of the unrelated investors' interests in the associate or joint venture.

(b) IFRS 20 “Regulatory Assets and Regulatory Liabilities”

This Standard sets out the requirements for the recognition, measurement, presentation and disclosure of regulatory assets, regulatory liabilities, regulatory income and regulatory expense, and will replace IFRS 14 Regulatory Deferral Accounts.

The abovementioned standards and interpretations issued by the IASB have not yet endorsed by FSC at the date when the Group's financial statements were authorized for issue, and their local effective dates are to be determined by the FSC. The new or amended standards and interpretations have no material impact on the Group.

IV. SUMMARY OF MATERIAL ACCOUNTING POLICIES

1. Statement of Compliance

The consolidated financial statements of the Group for the six-month periods ended 30 June 2026 and 2025 have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (“the Regulations”) and IAS 34 Interim Financial Reporting as endorsed and became effective by the FSC.

2. Basis of preparation

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments that have been measured at fair value. The consolidated financial statements are expressed in thousands of New Taiwan Dollars (“NT$”) unless otherwise stated.

3. Basis of consolidation

Preparation principle of consolidated financial statement

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

a. power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);
b. exposure, or rights, to variable returns from its involvement with the investee; and
c. the ability to use its power over the investee to affect its returns.

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

a. the contractual arrangement with the other vote holders of the investee;
b. rights arising from other contractual arrangement;
c. the Group's voting rights and potential voting rights.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

Subsidiaries are fully consolidated from the acquisition date, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

The financial statements of the subsidiaries are prepared for the same reporting period as the parent company, using uniform accounting policies. All intra-group balances, income and expenses, unrealized gains and losses and dividends resulting from intra-group transactions are eliminated in full.

A change in the ownership interest of a subsidiary, without a change of control, is accounted for as an equity transaction.

Total comprehensive income of the subsidiaries is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

If the Group loses control of a subsidiary, it:

a. derecognizes the assets (including goodwill) and liabilities of the subsidiary;
b. derecognizes the carrying amount of any non-controlling interest;
c. recognizes the fair value of the consideration received;
d. recognizes the fair value of any investment retained;
e. reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss, or transfer directly to retained earnings if required by other IFRSs; and
f. recognizes any resulting difference in profit or loss.

The consolidated entities are as follows:

Invest Company	Investee Company	Major business	Percentage of ownership (%)		
			30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
The Company	RU YANG INDUSTRIAL CO., LTD. (RU YANG)	Manufacture and sale of automobile parts	58.95%	58.95%	58.95%
The Company	TONG YANG HOLDING CORPORATION (TONG YANG HOLDING)	Investment holding	100.00%	100.00%	100.00%
The Company	HOW BOND INVESTMENT CO., LTD. (HOW BOND)	Investment holding	100.00%	100.00%	100.00%
The Company	DING CHUNG INDUSTRY CO., LTD. (DING CHUNG)	Sale of automobile parts and tooling mold	100.00%	100.00%	100.00%
TONG YANG HOLDING	FUZHOU TONG YANG PLASTICS CO., LTD.	Manufacture and sale of automobile parts	100.00%	100.00%	100.00%
TONG YANG HOLDING	CHONGQING DAJING TONG YANG PLASTICS CO., LTD.	Manufacture and sale of automobile parts	55.00%	55.00%	55.00%
TONG YANG HOLDING	GUANGZHOU TONG YANG TATEMATSU MOLD MANUFACTURING CO., LTD.	Design, manufacture and sale of tooling mold	90.00%	90.00%	90.00%
TONG YANG HOLDING	XIANGYANG TONG YANG AUTOMOBILE COMPONENT CO., LTD.	Manufacture and sale of automobile parts	88.57%	88.57%	88.57%
TONG YANG HOLDING	FUSHUN TONG YANG AUTOMOBILE COMPONENT CO., LTD.	Manufacture and sale of automobile parts	100.00%	100.00%	100.00%

Invest Company	Investee Company	Major business	Percentage of ownership (%) 30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
TONG YANG HOLDING	TONG YANG (GUANGZHOU) TECHNOLOGY R&D SERVICE CO., LTD.	Product Design, R&D, Testing and Service	100.00%	100.00%	100.00%
FUZHOU TONG YANG	XIANGYANG TONG YANG AUTOMOBILE COMPONENT CO., LTD.	Manufacture and sale of automobile parts	11.43% (Note 1)	11.43% (Note 1)	11.43% (Note 1)
HOW BOND	TYG HOLDING (U.S.A.), INC. (TYG HOLDING)	Investment holding	100.00%	100.00%	100.00%
HOW BOND	NANJING TONG YANG AUTO PARTS CO., LTD.	Manufacture and sale of automobile parts	-% (Note2)	-% (Note2)	100.00%
TYG HOLDING	TYG MANAGEMENT, INC.	Management consult	100.00%	100.00%	100.00%
TYG HOLDING	TYG LEASING, L.P.	Leasing	99.00%	99.00%	99.00%
TYG HOLDING	TYG PRODUCTS, L.P.	Manufacture and sale of automobile parts	99.00%	99.00%	99.00%

Note 1: The Company and subsidiaries directly or indirectly hold more than 50% of shares.

Note 2: In December 2025, the Group’s Board of Director approved the liquidation of NANJING TONG YANG AUTO PARTS CO., LTD. The liquidation process was completed in May 2026.

The financial statements of some of the consolidated subsidiaries listed above were not reviewed by the independent accountants and whose total assets amounted to NT$4,311,964 thousand and NT$4,264,274 thousand; the total liabilities amounted to NT$1,448,832 thousand and NT$1,497,467 thousand as of 30 June 2026 and 2025; the total comprehensive income amounted to NT$34,105 thousand, NT$(232,598) thousand, NT$72,680 thousand and NT$(203,993) thousand for the three-month and six-month periods ended 30 June 2026 and 2025.

4. The same accounting policies applied in the Group's consolidated financial statements for the six-month periods ended 30 June 2026 and 2025 as those applied in the Group's consolidated financial statements for the year ended 31 December 2025 except for description below. For summary of other significant accounting policies, please refer to the Group's consolidated financial statements for the year ended 31 December 2025.

   (1) Post-employment benefits

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

   (2) Income taxes

   Interim period income tax expense is accrued using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period. The estimated average annual effective income tax rate only includes current income tax. The recognition and measurement of deferred tax follows annual financial reporting requirements in accordance with IAS 12. The Group recognizes the effect of change in tax rate for deferred taxes in full if the new tax rate is enacted by the end of the interim reporting period, by charging to profit or loss, other comprehensive income, or directly to equity.

V. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The same significant accounting judgements, estimates and assumptions were applied in the Group's consolidated financial statements for the six-month periods ended 30 June 2026 and 2025 as those applied in the Group's consolidated financial statements for the year ended 31 December 2025. Please refer to the Group's consolidated financial statements for the year ended 31 December 2025.

VI. CONTENTS OF SIGNIFICANT ACCOUNTS

1. Cash and cash equivalents

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Cash on hand	$3,341	$3,072	$3,169
Saving account	1,916,457	1,152,970	1,115,500
Time deposits	3,294,129	1,444,407	4,553,508
Cash equivalents－short-term notes and bills	51,618	61,258	65,954
Total	$5,265,545	$2,661,707	$5,738,131

2. Financial assets at fair value through other comprehensive income

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Equity instrument investments measured at fair value through other comprehensive income – non-current:			
Unlisted companies stocks	$367,534	$409,465	$654,407

The Group classified certain of its financial assets as financial assets at fair value through other comprehensive income, none of these assets have been pledged as security.

The Group's equity instrument investments measured at fair value through other comprehensive income for the six-month periods ended 30 June 2026 and 2025 are as follows:

(a) Movement for the six-month periods ended 30 June 2026 and 2025

	Unlisted
Balance as at 1 January 2026	$409,465
Fair value gains (losses)	
Related to investments held at the period end	(41,931)
Balance as at 30 June 2026	$367,534

	Unlisted
Balance as at 1 January 2025	$622,806
Fair value gains (losses)	
Related to investments held at the period end	31,601
Balance as at 30 June 2025	$654,407

(b) Dividend income

	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Related to investments held at the period end	$8,628	$12,464
Dividends recognized during the period	$8,628	$12,464

3. Financial assets measured at amortized cost

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Time deposits	$-	$18,027	$10,769
Restricted deposits	157,544	157,378	164,331
Total	$157,544	$175,405	$175,100
Current	$-	$18,027	$10,769
Non-current	157,544	157,378	164,331
Total	$157,544	$175,405	$175,100

The Group classified certain financial assets as financial assets measured at amortized cost.

Please refer to Note VI.(16) for more details on loss allowance and Note VIII for more details on financial assets measured at amortized cost under pledge and Note XII for more details on credit risk.

4. Notes receivables

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Notes receivables arising from operating activities	$390,258	$329,098	$367,921
Less: loss allowance	(651)	(651)	(651)
Total	$389,607	$328,447	$367,270

Notes receivables were not pledged.

The Group adopted IFRS 9 for impairment assessment. Please refer to Note VI.(16) for more details on accumulated impairment and Note XII for more details on credit risk.

5. Trade receivables and Trade receivables-related parties

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Trade receivables	$4,225,299	$6,284,447	$3,897,122
Less: loss allowance	(65,186)	(71,478)	(69,605)
Subtotal	4,160,113	6,212,969	3,827,517
Trade receivables from related parties	31,341	96,549	104,701
Less: loss allowance	-	-	-
Subtotal	31,341	96,549	104,701
Total	$4,191,454	$6,309,518	$3,932,218

Trade receivables were not pledged.

Trade receivables are generally on 7-120 day terms. The total carrying amount as of 30 June 2026, 31 December 2025 and 30 June 2025 were NT$4,256,640 thousand, NT$6,380,996 thousand and NT$4,001,823 thousand, respectively. Please refer to Note VI.(16) for more details on loss allowance of trade receivables for the six-month periods ended 30 June 2026 and 2025 and please refer to Note XII for credit risk management.

6. Inventories

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Raw materials	$735,958	$624,210	$731,863
Supplies and parts	272,464	224,350	234,370
Work in progress	562,703	569,433	571,167
Finished goods	1,718,005	1,624,391	1,650,304
Merchandise	164,678	136,725	126,913
Total	$3,453,808	$3,179,109	$3,314,617

The cost of inventories recognized in expenses amounts to NT$3,821,035 thousand and NT$3,947,460 thousand for the three-month periods ended 30 June 2026 and 2025, respectively, including write-down of inventories of NT$(88) thousand and the reversal of write-down of inventories of NT$459 thousand for the three-month periods ended 30 June 2026 and 2025, respectively.

The cost of inventories recognized in expenses amounts to NT$7,621,485 thousand and NT$8,461,359 thousand for the six-month periods ended 30 June 2026 and 2025, respectively, including write-down of inventories of NT$(431) thousand and the reversal of write-down of inventories of NT$373 thousand for the six-month periods ended 30 June 2026 and 2025, respectively.

No inventories were pledged.

7. Investments accounted for using the equity method

(1) The following table lists the investments accounted for using the equity method of the Group:

	As at					
	30 Jun. 2026		31 Dec. 2025		30 Jun. 2025	
Investees	Carrying amount	Percentage of ownership (%)	Carrying amount	Percentage of ownership (%)	Carrying amount	Percentage of ownership (%)
Unlisted company						
TUNG YANG CHEMICAL CO., LTD.	$109,705	40.00%	$112,750	40.00%	$108,417	40.00%
C&D CAPITAL II CORPORATION.	32,615	42.53%	32,419	42.53%	34,952	42.53%
CHANGCHUN FAWAY TONG YANG AUTOMOBILE COMPONENTS CO., LTD.	1,839,998	49.00%	1,770,130	49.00%	1,549,052	49.00%
CHANGSHA GACC TONG YANG AUTOMOBILE COMPONENT CO., LTD.	272,164	49.00%	260,680	49.00%	249,147	49.00%
DAIKYO NISHIKAWA TONG YANG AUTO PARTS (NANJING) CO., LTD.(Note1)	-	-%	337,304	45.00%	312,394	45.00%
Total	$2,254,482		$2,513,283		$2,253,962	

Note1: DAIKYO NISHIKAWA TONG YANG AUTO PARTS (NANJING) CO., LTD. was sold in January 2026.

(2) The Group’s investments in the associates are not individually material, the aggregate financial information of the Group’s investments in associates is as follows:

	1 Apr.~ 30 Jun. 2026	1 Apr.~ 30 Jun.2025	1 Jan.~ 30 Jun.2026	1 Jan.~ 30 Jun. 2025
Profit or loss from continuing operations	$37,463	$101,612	$62,490	$52,345
Other comprehensive income	28,325	(208,654)	111,217	(164,529)
Total comprehensive income	$65,788	$(107,042)	$173,707	$(112,184)

(3) The carrying amount of investments accounted for under the equity method in investees whose unreviewed financial statements, amounted to NT$414,484 thousand and NT$704,910 thousand, as of 30 June 2026 and 2025, respectively. The share of the profit or loss of these associates and joint ventures accounted for using the equity method amounted to NT$(1,514) thousand, NT$27,435 thousand, NT$1,683 thousand and NT$1,027 thousand for the three-month and six-month periods ended 30 June 2026 and 2025, respectively. The share of other comprehensive income of these associates and joint ventures accounted for using the equity method amounted to NT$3,154 thousand, NT$(61,446) thousand, NT$34,800 thousand and NT$(47,399) thousand for the three-month and six-month periods ended 30 June 2026 and 2025, respectively. These amounts were based on the unreviewed financial statements of the investees.

(4) The associates had no contingent liabilities or capital commitments and as investment in the associates were not pledged of 30 June 2026, 31 December 2025 and 30 June 2025.

8. Property, plant and equipment

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Owner occupied property, plant and equipment	$18,627,016	$18,228,256	$18,146,913

	Land	Buildings	Machinery and equipment	Molding equipment	Office equipment	Transportation equipment	Utilities equipment	Other facilities	Leasehold improvements	Construction in progress and equipment awaiting examination	Total
Cost:											
As at 1 Jan. 2026	$5,703,770	$8,162,220	$5,531,490	$11,552,135	$116,215	$427,258	$489,624	$367,283	$-	$305,454	$32,655,449
Additions	-	19,570	130,425	1,039,331	10,687	58,648	27,047	17,743	-	328,846	1,632,297
Disposals	(13,506)	(34,970)	(224,243)	(604,755)	(1,882)	(21,888)	(67,887)	(35,470)	-	-	(1,004,601)
Exchange differences	191	73,472	93,330	3,184	1,266	1,085	1,997	1,550	-	2,730	178,805
Transfers	-	211,439	2,297	-	-	-	-	-	-	(213,736)	-
Other changes	839	(3,686)	(27)	(12,279)	(1,809)	-	(8,392)	(6,043)	-	(1,778)	(33,175)
As at 30 Jun. 2026	$5,691,294	$8,428,045	$5,533,272	$11,977,616	$124,477	$465,103	$442,389	$345,063	$-	$421,516	$33,428,775
As at 1 Jan. 2025	$4,703,560	$8,197,535	$5,801,947	$11,716,352	$112,959	$390,070	$460,668	$364,543	$-	$202,432	$31,950,066
Additions	1,000,832	6,403	187,885	776,847	4,111	42,160	42,962	43,225	-	166,730	2,271,155
Disposals	-	(34,770)	(271,199)	(1,009,743)	(4,591)	(14,007)	(9,824)	(34,738)	-	-	(1,378,872)
Exchange differences	(1,332)	(162,894)	(176,279)	(23,640)	572	(1,785)	(3,647)	(10,421)	-	(11,570)	(390,996)
Transfers	-	21,538	(549)	-	-	549	-	-	-	(21,538)	-
Other changes	-	-	-	-	-	-	-	(53)	-	-	(53)
As at 30 Jun. 2025	$5,703,060	$8,027,812	$5,541,805	$11,459,816	$113,051	$416,987	$490,159	$362,556	$-	$336,054	$32,451,300
Depreciation and impairment:											
As at 1 Jan. 2026	$-	$3,407,525	$4,036,497	$6,160,957	$75,978	$216,740	$294,622	$234,874	$-	$-	$14,427,193
Depreciation	-	134,802	207,058	796,688	8,017	25,912	21,274	33,886	-	-	1,227,637
Impairment loss	-	-	39,150	-	-	-	-	-	-	-	39,150
Disposals	-	(34,970)	(223,632)	(601,573)	(1,734)	(19,554)	(67,865)	(30,773)	-	-	(980,101)
Exchange differences	-	32,523	75,784	1,642	1,051	755	1,544	2,910	-	-	116,209
Other changes	-	(2,865)	9	(12,279)	(1,790)	-	7,901	(19,305)	-	-	(28,329)
As at 30 Jun. 2026	$-	$3,537,015	$4,134,866	$6,345,435	$81,522	$223,853	$257,476	$221,592	$-	$-	$14,801,759

	Land	Buildings	Machinery and equipment	Molding equipment	Office equipment	Transportation equipment	Utilities equipment	Other facilities	Leasehold improvements	Construction in progress and equipment awaiting examination	Total
As at 1 Jan. 2025	$-	$3,304,580	$4,170,720	$6,342,077	$66,929	$210,446	$278,099	$230,746	$-	$-	$14,603,597
Depreciation	-	152,466	225,665	794,941	7,857	23,549	23,971	35,511	-	-	1,263,960
Impairment loss	-	-	24,070	-	-	-	-	-	-	-	24,070
Disposals	-	(34,770)	(267,371)	(998,434)	(4,489)	(13,990)	(9,824)	(34,593)	-	-	(1,363,471)
Exchange differences	-	(73,578)	(129,849)	(12,466)	1,629	(1,332)	(2,160)	(5,984)	-	-	(223,740)
Other changes	-	-	-	-	-	-	-	(29)	-	-	(29)
As at 30 Jun. 2025	$-	$3,348,698	$4,023,235	$6,126,118	$71,926	$218,673	$290,086	$225,651	$-	$-	$14,304,387

Net carrying amount as at:	Land	Buildings	Machinery and equipment	Molding equipment	Office equipment	Transportation equipment	Utilities equipment	Other facilities	Leasehold improvements	Construction in progress and equipment awaiting examination	Total
30 Jun. 2026	$5,691,294	$4,891,030	$1,398,406	$5,632,181	$42,955	$241,250	$184,913	$123,471	$-	$421,516	$18,627,016
31 Dec. 2025	$5,703,770	$4,754,695	$1,494,993	$5,391,178	$40,237	$210,518	$195,002	$132,409	$-	$305,454	$18,228,256
30 Jun. 2025	$5,703,060	$4,679,114	$1,518,570	$5,333,698	$41,125	$198,314	$200,073	$136,905	$-	$336,054	$18,146,913

(1) The amount of capitalized interests and interest rates are as follows:

Items	1 Jan. ~ 30 Jun. 2026	1 Jan. ~ 30 Jun. 2025
Construction in progress	$1,001	$4,844
The interest rate interval of borrowing cost capitalization	0.73%~1.70%	0.73%~1.70%

(2) Please refer to Note VIII for more details on property, plant and equipment under pledge.

(3) Investing activities with only partial cash payments：

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Purchase of property, plant and equipment	$1,632,297	$3,770,789	$2,271,155
Changes in prepayment for equipment ,net	22,612	(674,818)	(844,866)
Changes in balance payable-machinery and equipment ,nets	(1,897)	(164,583)	94,224
Others	58,125	17,531	26,603
Cash payment for the current period	$1,711,137	$2,948,919	$1,547,116

9. Intangible assets

	Computer software	Other intangible assets	Goodwill	Total
Cost:				
As at 1 Jan. 2026	$180,171	$3,134,265	$319,650	$3,634,086
Addition - acquired separately	10,825	54,664	-	65,489
Decrease	(5,829)	(31,923)	-	(37,752)
Exchange differences	3,710	86,207	-	89,917
Other changes	-	62,971	-	62,971
As at 30 Jun. 2026	$188,877	$3,306,184	$319,650	$3,814,711
As at 1 Jan. 2025	$170,451	$2,931,680	$319,650	$3,421,781
Addition - acquired separately	3,427	75,814	-	79,241
Decrease	(6,796)	(14,523)	-	(21,319)
Exchange differences	(6,260)	(123,688)	-	(129,948)
Other changes	-	(48,072)	-	(48,072)
As at 30 Jun. 2025	$160,822	$2,821,211	$319,650	$3,301,683
Amortization and impairment:				
As at 1 Jan. 2026	$141,715	$2,894,572	$-	$3,036,287
Amortization	10,856	100,551	-	111,407
Decrease	(5,829)	(130)	-	(5,959)
Exchange differences	3,232	76,660	-	79,892
Other changes	70	3,262	-	3,332
As at 30 Jun. 2026	$150,044	$3,074,915	$-	$3,224,959
As at 1 Jan. 2025	$139,492	$2,857,871	$-	$2,997,363
Amortization	7,985	37,552	-	45,537
Decrease	(6,796)	(1,668)	-	(8,464)
Exchange differences	(5,926)	(115,544)	-	(121,470)
Other changes	-	(74,675)	-	(74,675)
As at 30 Jun. 2025	$134,755	$2,703,536	$-	$2,838,291

	Computer software	Other intangible assets	Goodwill	Total
Net carrying amount as at:				
30 Jun. 2026	$38,833	$231,269	$319,650	$589,752
31 Dec. 2025	$38,456	$239,693	$319,650	$597,799
30 Jun. 2025	$26,067	$117,675	$319,650	$463,392

Amortization expense of intangible assets under the statement of comprehensive income:

	1 Apr. ~ 30 Jun. 2026	1 Apr. ~ 30 Jun.2025	1 Jan. ~ 30 Jun.2026	1 Jan. ~ 30 Jun. 2025
Operating costs	$32,866	$21,331	$96,007	$34,713
Sales and marketing expenses	$1,099	$1,058	$2,192	$2,183
General and administrative expenses	$5,852	$3,329	$10,903	$6,695
Research and development expenses	$1,130	$1,169	$2,305	$1,946

10. Impairment test of goodwill and intangible assets with indefinite lives

Goodwill acquired through business combinations and licences with indefinite lives have been allocated to Aftermarket-department A CGU, for impairment testing as follows:

Carrying amount of goodwill and licences allocated to each of the cash-generating units:

	Goodwill
As at	Aftermarket-department A
30 Jun. 2026	$319,650
31 Dec. 2025	$319,650
30 Jun. 2025	$319,650

After Market-Department A CGU

The recoverable amount of Aftermarket-department A CGU is determined by value-in-use, and the value-in-use is calculated based on the five year cash flow forecast which is authorized by management. Cash flow forecast has been updated to reflect the fluctuation of related product demands. The discount rate used by cash flow forecast were 11.61% and 12.22% for the six-month periods ended 30 June 2026 and 2025.

11. Short-term borrowings

	Interest rate range	As at 30 Jun. 2026
Unsecured bank loans	3.20%~3.95%	$136,090
Secured bank loans	3.00%~3.50%	58,660
Total		$194,750

	Interest rate range	As at 31 Dec. 2025
Unsecured bank loans	0.79%~5.40%	$566,165
Secured bank loans	3.00%	31,491
Total		$597,656

	Interest rate range	As at 30 Jun. 2025
Unsecured bank loans	3.37%~6.15%	$309,001
Secured bank loans	4.10%~4.15%	33,394
Total		$342,395

Please refer to Note VIII for the detail of the assets pledged as security.

12. Long-term borrowings

Details of long-term borrowings as at 30 June 2026, 31 December 2025 and 30 June 2025 are as follows:

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Unsecured bank loans	$941,753	$1,142,959	$1,344,167
Less: current portion	(269,088)	(341,790)	(402,414)
Total	$672,665	$801,169	$941,753
Interest rate range	(Note)	(Note)	(Note)
Maturity date	Maturity successively before May 2032	Maturity successively before May 2032	Maturity successively before May 2032

Please refer to Note VIII for the detail of the assets pledged as security.

Note: In 2019, the Group enter into contracts with designated banks in accordance with the "Project Loans Guidelines to Welcome Overseas Taiwanese Businesses to Return to Invest in Taiwan". The terms and conditions have been prescribed in accordance with the approval letter. The interest rates are based on the variable interest rate of the two-year fixed deposit of Chunghwa Post Co., Ltd minus 0.095% ~ 0.995%, and must not exceed the variable interest rates of the two-year fixed deposit of Chunghwa Post Co., Ltd plus 0.5 percentage points of annual interest.

13. Post-employment benefits

<u>Defined contribution plan</u>

Expenses under the defined contribution plan for the three-month periods ended 30 June 2026 and 2025 were NT$35,789 thousand and NT$33,806 thousand, respectively.

Expenses under the defined contribution plan for the six-month periods ended 30 June 2026 and 2025 were NT$70,421 thousand and NT$68,438 thousand, respectively.

<u>Defined benefits plan</u>

Expenses under the defined benefits plan for the three-month periods ended 30 June 2026 and 2025 were NT$13,840 thousand and NT$12,304 thousand, respectively.

Expenses under the defined benefits plan for the six-month periods ended 30 June 2026 and 2025 were NT$27,681 thousand and NT$24,609 thousand, respectively.

14. Equities

(1) Common stock

As of 30 June 2026, 31 December 2025 and 30 June 2025, TONG YANG INDUSTRY CO., LTD.'s registered capital was all NT$8,000,000 thousand with par value at NT$10 per share, and had 591,477 thousand common shares, 591,477 thousand common shares authorized to be issued, respectively. Each share has one voting right and a right to receive dividends.

(2) Capital surplus

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Additional paid-in capital	$232,190	$232,190	$232,190
Bond conversion	695,219	695,219	695,219
Treasury share transactions	93,950	93,950	93,950
Difference between acquisition of subsidiaries' share and book value	6,032	6,032	6,032
Changes in ownership interests in subsidiaries	3,712	3,712	3,712
Share of changes in net assets of associate and joint ventures accounted for using the equity method	90,302	90,302	90,302
Premium from merger	2,960,398	2,960,398	2,960,398
Other	70,396	69,915	69,915
Total	$4,152,199	$4,151,718	$4,151,718

According to the Company Act, the capital reserve shall not be used except for making good the deficit of the company. When a company incurs no loss, it may distribute the capital reserves related to the income derived from the issuance of new shares at a premium or income from endowments received by the company. The distribution could be made in cash or in the form of dividend shares to its shareholders in proportion to the number of shares being held by each of them.

(3) Retained earnings and dividend policies

The Company's Articles of Incorporation provide that the current net income, after deducting the previous years' losses, shall appropriate 10% as legal reserve and special reserve according to the company laws and other regulations of R.O.C. If there is still more than the accumulated undistributed income in the previous year, the board of directors shall propose a income distribution proposal. When issuing new shares, it should be submitted to the shareholders meeting for resolution. The board of directors of the Company is able to distribute more than two-thirds of the directors and more than half of the directors' resolutions, and for all or part of the dividends and bonuses, which is a part of the legal reserve or capital surplus, shall be distributed in cash and reported to the board of directors.

According to the Company Act, the Company needs to set aside amount to legal reserve unless where such legal reserve amounts to the total paid-in capital. The legal reserve can be used to make good the deficit of the Company. When the Company incurs no loss, it may distribute the portion of legal serve which exceeds 25% of the paid-in capital by issuing new shares or by cash in proportion to the number of shares being held by each of the shareholders.

According to existing regulations, when the Company distributing distributable earnings, it shall set aside to special reserve, from the profit/loss of the current period and the undistributed earnings from the previous period, an amount equal to “other net deductions from shareholders’ equity for the current fiscal year, provided that if the company has already set aside special reserve in the first-time adoption of the IFRS, it shall set aside supplemental special reserve based on the difference between the amount already set aside and other net deductions from shareholders’ equity. For any subsequent reversal of other net deductions from shareholders’ equity, the amount reversed may be distributed from the special reserve.

On 31 March 2021, the FSC issued Order No. Financial-Supervisory-Securities-Corporate-1090150022, which sets out the following provisions for compliance:

On a public company's first-time adoption of the IFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders’ equity that the company elects to transfer to retained earnings by application of the exemption under IFRS 1, the company shall set aside special reserve. For any subsequent use, disposal or reclassification of related assets, the Company can reverse the special reserve by the proportion of the special reserve first appropriated and distribute it. Due to the adoption of IFRSs for the first time on the conversion date, the Company's retained earnings had become negative. Therefore, there was no need to allocate a special surplus reserve.

Details of the 2025 and 2024 earnings distribution and dividends per share as approved and resolved by the shareholders’ meeting on 17 June 2026 and 19 June 2025, respectively, are as follows:

	Appropriation of earnings		Dividend per share (NT$)	
	2025	2024	2025	2024
Legal reserve	$381,054	$438,527		
Common stock -cash dividend	2,957,385	3,134,828	NT$5/ per share	NT$5.3/ per share
Total	$3,338,439	$3,573,355		

Please refer to Note VI.(18) for relevant information on estimation basis and recognized amount of employees compensations and remunerations to directors.

(4) Non-controlling interests:

	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Beginning balance	$619,058	$545,502
(Loss) profit attributable to non-controlling interests	(16,733)	64,476
Other comprehensive income, attributable to non-controlling interests, net of tax:		
Exchange differences resulting from translating the financial statements of foreign operation	18,775	(29,115)
Others	(20,618)	(29,803)
Ending balance	$600,482	$551,060

15. Operating Revenue

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Sales - Finished goods	$4,767,774	$4,955,103	$9,578,442	$11,212,921
Sales - Merchandise	703,324	791,397	1,384,437	1,680,899
Sales - Others	191,885	147,546	330,848	290,906
Total	$5,662,983	$5,894,046	$11,293,727	$13,184,726

Analysis of revenue from contracts with customers during the six-month periods ended 30 June 2026 and 2025 are as follows:

(1) Disaggregation of revenue

For the three-month periods ended 30 June 2026:

	Assembly Market	Maintenance Market	Total
Sales - Finished goods	$1,182,359	$3,585,415	$4,767,774
Sales - Merchandise	62,176	641,148	703,324
Sales - Others	132,791	59,094	191,885
Total	$1,377,326	$4,285,657	$5,662,983
Timing of revenue recognition:			
At a point in time	$1,377,326	$4,285,657	$5,662,983

For the six-month periods ended 30 June 2026:

	Assembly Market	Maintenance Market	Total
Sales - Finished goods	$2,336,654	$7,241,788	$9,578,442
Sales - Merchandise	98,719	1,285,718	1,384,437
Sales - Others	211,315	119,533	330,848
Total	$2,646,688	$8,647,039	$11,293,727
Timing of revenue recognition:			
At a point in time	$2,646,688	$8,647,039	$11,293,727

For the three-month periods ended 30 June 2025:

	Assembly Market	Maintenance Market	Total
Sales - Finished goods	$1,316,940	$3,638,163	$4,955,103
Sales - Merchandise	60,727	730,670	791,397
Sales - Others	106,956	40,590	147,546
Total	$1,484,623	$4,409,423	$5,894,046
Timing of revenue recognition:			
At a point in time	$1,484,623	$4,409,423	$5,894,046

For the six-month periods ended 30 June 2025:

	Assembly Market	Maintenance Market	Total
Sales - Finished goods	$2,696,763	$8,516,158	$11,212,921
Sales - Merchandise	123,116	1,557,783	1,680,899
Sales - Others	201,871	89,035	290,906
Total	$3,021,750	$10,162,976	$13,184,726
Timing of revenue recognition:			
At a point in time	$3,021,750	$10,162,976	$13,184,726

(2) Contract balances

A. Contract assets - current

	As at			
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025	1 Jan. 2025
Sales of goods	$133,815	$145,203	$203,991	$198,755
Less: loss allowance	-	-	-	-
Total	$133,815	$145,203	$203,991	$198,755

The significant changes in the Group's balances of contract assets during the six-month periods ended 30 June 2026 and 2025 are as follows:

	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
The opening balance transferred to trade receivables	$(145,203)	$(198,755)
The current contract consideration has not yet been unconditionally charged	133,815	203,991

B. Contract liabilities - current

	As at			
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025	1 Jan. 2025
Sales of goods	$355,636	$380,082	$376,758	$309,666

The significant changes in the Group's balances of contract liabilities for the six-month periods ended 30 June 2026 and 2025 are as follows:

	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
The opening balance transferred to revenue	$(126,277)	$(65,391)
Increase in receipts in advance during the period (excluding the amount incurred and transferred to revenue during the period)	101,831	132,483

16. Expected credit losses / (gains)

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Operating expense- Expected credit losses				
Trade receivables	$(5,000)	$(2,013)	$(8,000)	$2,983

Please refer to Note XII for more details on credit risk.

The credit risk for financial assets measured at amortized cost is assessed as low as of 30 June 2026 and 2025 (the same as the assessment result in the beginning of the period). Therefore, the loss allowance is measured at an amount equal to 12-month expected credit losses. As the Group transacts with are financial institutions with good credit, no allowance for losses has been provided in this period.

The Group measures the loss allowance of its contract assets and trade receivables (including notes receivables and trade receivables) at an amount equal to lifetime expected credit losses. The assessment of the Group's loss allowance as at 30 June 2026, 31 December 2025 and 30 June 2025 are as follows:

The Group considers that the credit loss is actually included in the impairment loss except for individual customers by counterparties' credit rating, by geographical region and by industry sector and its loss allowance is measured by using provision matrix, details are as follow:

As at 30 June 2026

		Overdue					
	Not yet due	<=30 days	31-90 days	91-180days	181-360 days	>=360 days	Total
Gross carrying amount	$4,088,996	$509,449	$13,892	$-	$1,115	$33,446	$4,646,898
Loss rate	0.5%	0.5~1%	2~17%	18~71%	72~100%	100%	
Lifetime expected credit losses	28,358	3,322	711	-	-	33,446	65,837
Carrying amount	$4,060,638	$506,127	$13,181	$-	$1,115	$-	$4,581,061

As at 31 December 2025

		Overdue					
	Not yet due	<=30 days	31-90 days	91-180days	181-360 days	>=360 days	Total
Gross carrying amount	$6,202,918	$456,360	$17,923	$-	$776	$32,117	$6,710,094
Loss rate	0.5%	0.5~1%	2~30%	31~69%	70~100%	100%	
Lifetime expected credit losses	34,666	3,158	1,412	-	776	32,117	72,129
Carrying amount	$6,168,252	$453,202	$16,511	$-	$-	$-	$6,637,965

As at 30 June 2025

		Overdue					
	Not yet due	<=30 days	31-90 days	91-180days	181-360 days	>=360 days	Total
Gross carrying amount	$3,947,375	$380,727	$3,293	$(1,750)	$11,229	$28,870	$4,369,744
Loss rate	0.5%	0.5~1%	2~19%	20~35%	36~100%	100%	
Lifetime expected credit losses	32,104	2,113	127	-	7,042	28,870	70,256
Carrying amount	$3,915,271	$378,614	$3,166	$(1,750)	$4,187	$-	$4,299,488

The movement in the provision for impairment of contract assets, note receivables and trade receivables during the six-month periods ended 30 June 2026 and 2025 are as follows:

	Contract assets	Note receivables	Trade receivables
Bal. as at 1 Jan. 2026	$-	$651	$71,478
Addition/(reversal) for the current period	-	-	(8,000)
Write off	-	-	-
Other	-	-	-
Exchange differences	-	-	1,708
Bal. as at 30 Jun. 2026	$-	$651	$65,186

	Contract assets	Note receivables	Trade receivables
Bal. as at 1 Jan. 2025	$-	$651	$69,715
Addition/(reversal) for the current period	-	-	2,983
Write off	-	-	-
Other	-	-	-
Exchange differences	-	-	(3,093)
Bal. as at 30 Jun. 2025	$-	$651	$69,605

17. Leases

(1) Group as a lessee

The Group leases various properties, including real estate such as land and other equipment. The lease terms range from 2 to 50 years.

The Group's leases effect on the financial position, financial performance and cash flows are as follow:

A. Amounts recognized in the balance sheet

(a) Right-of-use assets

The carrying amount of right-of-use assets

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Land	$1,570,513	$1,596,219	$1,660,938
Other equipment	29,103	31,233	33,775
Total	$1,599,616	$1,627,452	$1,694,713

During the six-month periods ended 30 June 2026 and 2025, the Group's additions to right-of-use assets amounting to NT$12,021 thousand and NT$290,682 thousand, respectively.

Please refer to Note VIII for the detail of the assets pledged as security.

(b) Lease liabilities

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Lease liabilities	$1,448,557	$1,446,144	$1,447,201
Current	$23,762	$23,133	$23,200
Non-current	1,424,795	1,423,011	1,424,001
Total	$1,448,557	$1,446,144	$1,447,201

Please refer to Note VI.(19) for the interest on lease liabilities recognized during the six-month periods ended 30 June 2026 and 2025 and refer to Note XII.(5) Liquidity Risk Management for the maturity analysis for lease liabilities.

B. Amounts recognized in the statement of profit or loss

Depreciation charge for right-of-use assets

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Land	$22,453	$21,758	$44,440	$43,640
Other equipment	1,160	1,160	2,320	2,320
Total	$23,613	$22,918	$46,760	$45,960

C. Income and costs relating to leasing activities

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
The expenses relating to short-term leases	$1,620	$2,449	$3,224	$4,851
The expenses relating to leases of low-value assets (Not including the expenses relating to short-term leases of low-value assets)	103	95	177	159
Total	$1,723	$2,544	$3,401	$5,010

D. Cash outflow relating to leasing activities

During the six-month periods ended 30 June 2026 and 2025, the Group's total cash outflows for leases amounting to NT$18,010 thousand and NT$126,063 thousand.

18. Summary statement of employee benefits, depreciation and amortization expenses by function during the three-month and six-month periods ended 30 June 2026 and 2025:

Function / Character	1 Apr. 2026~30 Jun. 2026			1 Apr. 2025~30 Jun. 2025		
	Operating costs	Operating expenses	Total amount	Operating costs	Operating expenses	Total amount
Employee benefits expense						
Salaries	$489,224	$364,389	$853,613	$438,181	$323,515	$761,696
Labor and health insurances	54,475	32,121	86,596	53,089	32,636	85,725
Pension	30,570	19,059	49,629	28,199	17,911	46,110
Other employee benefits expense	27,496	18,285	45,781	27,690	18,174	45,864
Depreciation	578,716	58,988	637,704	596,670	56,660	653,330
Amortization	32,866	8,081	40,947	21,331	5,556	26,887

Function / Character	1 Jan. 2026~30 Jun. 2026			1 Jan. 2025~30 Jun. 2025		
	Operating costs	Operating expenses	Total amount	Operating costs	Operating expenses	Total amount
Employee benefits expense						
Salaries	$1,005,945	$753,853	$1,759,798	$988,838	$749,581	$1,738,419
Labor and health insurances	110,677	70,745	181,422	110,886	71,111	181,997
Pension	60,170	37,932	98,102	57,112	35,935	93,047
Other employee benefits expense	55,859	36,370	92,229	56,602	34,581	91,183
Depreciation	1,154,945	119,452	1,274,397	1,197,597	112,323	1,309,920
Amortization	96,007	15,400	111,407	34,713	10,824	45,537

According to the resolution, if the Company’s annual profit is more than NT$500,000 thousand, NT$5,000 thousand is distributable as employees’ compensation (of which 97% should be distributed to frontline employees), and NT$15,000 thousand is distributable as remuneration to directors; if the Company’s annual profit is less than NT$500,000 thousand, then 1% of profit of the current year is distributable as employees’ compensation (with 97% of this amount designated for frontline employees), and no higher than 3% profit of the current year is distributable as remuneration to directors.

However, the Company’s accumulated losses shall have been covered (if any). The Company may, by a resolution adopted by a majority vote at a meeting of board of directors attended by two-thirds of the total number of directors, have the profit distributable as employees’ compensation in the form of shares or in cash; and in addition thereto a report of such distribution is submitted to the shareholders’ meeting. Information on the board of directors’ resolution regarding the employees’ compensation and remuneration to directors is available from the “Market Observation Post System” on the website of the TWSE.

The Company accrued employees’ compensation and remunerations to director based on the level of the profit of the three-month period ended 30 June 2026 and 2025. The amounts of employees’ compensation and remunerations to directors were NT$1,250 thousand and NT$3,750 thousand for the three-month period ended 30 June 2026 and 2025, the amounts of employees’ compensation and remunerations to directors were NT$2,500 thousand and NT$7,500 thousand for the six-month period ended 30 June 2026 and 2025. The employees’ compensation and remunerations to directors were recognized as expense.

A resolution was approved at the board of directors’ meeting held on 6 March 2026 to distribute NT$5,000 thousand and NT$15,000 thousand in cash as employee’s compensation and remuneration to directors, respectively. No material differences exist between the estimated amount and the actual distribution of the employee compensation and remuneration to directors for the year ended 31 December 2025.

No material differences exist between the estimated amount and the actual distribution of the employee compensation and remuneration to directors for the year ended 31 December 2024.

19. Non-operating income and expenses

(1) Other income

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Rental income	$1,139	$1,098	$2,243	$2,212
Interest income	26,658	36,949	43,946	71,882
Dividend income	8,628	12,464	8,628	12,464
Others	59,971	48,713	108,488	84,294
Total	$96,396	$99,224	$163,305	$170,852

(2) Other gains and losses

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Gains on disposal of property, plant and equipment	$13,068	$6,617	$13,585	$5,748
Gains (losses) on disposal of equity investments under equity method	10,462	(9,391)	149,769	(9,391)
Foreign exchange (losses) gains, net	(20,482)	(656,265)	76,632	(558,313)
Impairment losses	(32,486)	(15,981)	(39,150)	(24,070)
Other losses	(979)	(1,653)	(15,461)	(2,029)
Total	$(30,417)	$(676,673)	$185,375	$(588,055)

(3) Finance costs

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Interest on borrowings from bank	$(3,594)	$(4,375)	$(7,990)	$(9,201)
Interest on lease liabilities	(2,405)	(2,179)	(4,811)	(4,248)
Subtotal	(5,999)	(6,554)	(12,801)	(13,449)
Total	$(5,999)	$(6,554)	$(12,801)	$(13,449)

20. Components of other comprehensive income

Three-month periods ended 30 Jun. 2026	Arising during the period	Income tax profit (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss in subsequent periods:			
Unrealized gains (losses) from equity instruments investments measured at fair value through other comprehensive income	$(15,185)	$-	$(15,185)
To be reclassified to profit or loss in subsequent periods:			
Exchange differences resulting from translating the financial statements of foreign operation	16,314	-	16,314
Share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	28,325	-	28,325
Total other comprehensive income	$29,454	$-	$29,454

Three-month periods ended 30 Jun. 2025	Arising during the period	Income tax profit (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss in subsequent periods:			
Unrealized gains (losses) from equity instruments investments measured at fair value through other comprehensive income	$27,915	$-	$27,915
To be reclassified to profit or loss in subsequent periods:			
Exchange differences resulting from translating the financial statements of foreign operation	(349,082)	-	(349,082)
Share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	(208,654)	-	(208,654)
Total other comprehensive income	$(529,821)	$-	$(529,821)

Six-month periods ended 30 Jun. 2026	Arising during the period	Income tax profit (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss in subsequent periods:			
Unrealized gains (losses) from equity instruments investments measured at fair value through other comprehensive income	$(41,931)	$-	$(41,931)
To be reclassified to profit or loss in subsequent periods:			
Exchange differences resulting from translating the financial statements of foreign operation	106,514	-	106,514
Share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	111,217	-	111,217
Total other comprehensive income	$175,800	$-	$175,800

Six-month periods ended 30 Jun. 2025	Arising during the period	Income tax profit (expense)	Other comprehensive income, net of tax
Not to be reclassified to profit or loss in subsequent periods:			
Unrealized gains (losses) from equity instruments investments measured at fair value through other comprehensive income	$31,601	$-	$31,601
To be reclassified to profit or loss in subsequent periods:			
Exchange differences resulting from translating the financial statements of foreign operation	(292,085)	-	(292,085)
Share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	(164,529)	-	(164,529)
Total other comprehensive income	$(425,013)	$-	$(425,013)

21. Income tax

The major components of income tax expense are as follows:

Income tax recorded in profit or loss

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Current income tax expense :				
Current income tax charge	$203,603	$105,466	$449,999	$480,097
Adjustments in respect of current income tax of prior periods	(13,931)	(4,939)	(13,931)	(4,939)
Deferred income tax expense :				
Deferred tax expense relating to origination and reversal of temporary differences	(4,261)	(32,514)	(4,261)	(32,514)
Total income tax expense	$185,411	$68,013	$431,807	$442,644

The assessment of income tax returns

As of 30 June 2026, the assessment of the income tax returns of the Company and its subsidiaries is as follows:

	The assessment of income tax returns
The Company	2024
Subsidiary－RU YANG INDUSTRIAL CO., LTD.	2024
Subsidiary－DING CHUNG INDUSTRY CO., LTD.	2024

22. Earnings per share

Basic earnings per share amounts are calculated by dividing the net profit for the period attributable to ordinary equity holders of the parent entity by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share amounts are calculated by dividing the net profit attributable to ordinary equity holders of the parent entity (after adjusting for interest on the convertible bonds payable) by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan.2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
(1) Basic earnings per share				
Profit attributable to ordinary equity holders of the Company (in thousand NT$)	$807,134	$456,786	$1,763,188	$1,922,413
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	591,477	591,477	591,477	591,477
Basic earnings per share (NT$)	$1.36	$0.77	$2.98	$3.25
(2) Diluted earnings per share				
Profit attributable to ordinary equity holders of the Company (in thousand NT$)	$807,134	$456,786	$1,763,188	$1,922,413
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	591,477	591,477	591,477	591,477
Effect of dilution:				
Employee compensation－stock (in thousands)	52	41	52	41
Weighted average number of ordinary shares outstanding after dilution (in thousands)	591,529	591,518	591,529	591,518
Diluted earnings per share (NT$)	$1.36	$0.77	$2.98	$3.25

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of completion of the financial statements.

VII. RELATED PARTIES TRANSACTIONS

Information of the related parties that had transactions with the Group during the financial reporting period is as follows:

Name and nature of relationship of the related parties

Name of the related parties	Nature of relationship of the related parties
TUNG YANG CHEMICAL CO., LTD.	Associate
CHANGCHUN FAWAY TONG YANG AUTOMOBILE COMPONENTS CO., LTD.	Associate
CHANGSHA GACC TONG YANG AUTOMOBILE COMPONENT CO., LTD.	Associate
DAIKYO NISHIKAWA TONG YANG AUTO PARTS (NANJING) CO., LTD.	Associate(Note1)
WUHAN XIANG XING AUTO PARTS CO., LTD.	Associate(Note2)
TAI Plus LLC	Other related party

Note 1: In January 2026, the Group sold the equity shares of DAIKYO NISHIKAWA TONG YANG AUTO PARTS (NANJING) CO., LTD., held by TONG YANG HOLDING CORPORATION, a third-region investment enterprise. Thus, it were not associates to the Group since the month.

Note 2: In May 2025, the Group sold the equity shares of WUHAN XIANG XING AUTO PARTS CO., LTD., held by TONG YANG HOLDING CORPORATION, a third-region investment enterprise. Thus, it were not associates to the Group since the month.

Significant transactions with the related parties

(1) Sales

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Associates industries	$4,941	$55,635	$9,281	$127,449

The prices and collection conditions are the same between associates industries and non-related parties.

(2) Purchases

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Associates industries	$32,498	$27,369	$61,153	$55,653

The prices and payment conditions are the same between associates industries and non-related parties.

(3) Trade receivables - related parties

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Associates industries	$31,341	$96,549	$104,701

(4) Note receivables - related parties

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Associates industries	$2,388	$599	$1,291

(5) Trade payables - related parties

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Associates industries	$32,547	$26,332	$26,838

(6) Key management personnel compensation

	1 Apr. 2026~ 30 Jun. 2026	1 Apr. 2025~ 30 Jun. 2025	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Short-term employee benefits	$20,337	$18,843	$41,031	$39,309
Post-employment benefits	27	27	54	54
Total	$20,364	$18,870	$41,085	$39,363

(7) Other

The amount of service fees paid by the Group to an other related party for the three-month periods ended 30 June 2026 and 2025 were NT$3,328 thousand and NT$2,889 thousand, respectively. For the six-month periods ended 30 June 2026 and 2025 were NT$6,633 thousand and NT$5,835 thousand, respectively.

VIII. ASSETS PLEDGED AS SECURITY

The following assets of the Group are pledged as security:

	Carrying amount			Secured
Items	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025	liabilities
Financial assets measured at amortized cost-non-current	$157,506	$157,342	$164,297	Guarantee
Property, plant and equipment-Land	225,647	225,647	225,647	Bank borrowings
Property, plant and equipment-Buildings	540,809	492,136	470,074	Bank borrowings
Right-of-use assets	122,206	118,950	112,038	Bank borrowings
Total	$1,046,168	$994,075	$972,056	

IX. SIGNIFICANT CONTINGENCIES AND UNRECOGNIZED CONTRACTUAL COMMITMENTS

1. As of 30 June 2026, the Company was involved in the following activities that were not shown in the financial statements:

(1) Unused letters of credit (in thousands)

Currency	30 Jun. 2026
USD	$986
JPY	59,890
NTD	80,214

(2) The financial institution provided a guarantee of NTD$71,000 thousand to the Group’s vendors for securing the Group’s purchases.

2. As of 30 June 2026, the related parties, FUZHOU TONG YANG, FUSHUN TONG YANG, TONG YANG HOLDING CORPORATION, GUANGZHOU TONG YANG TATEMATSU borrowed from the financial institution and the Company issued “letter of support” to the financial institution stating that the Company will continue to assist the affiliated institutions to sustain a satisfactory financial position until the related bank borrowings have been paid off.

3. As of 30 June 2026, the Company has entered into a binding contract for the third quarter of 2026 with CHINA STEEL CORPORATION. The contract price is NT$169,307 thousand. The Company has already drawn up a guarantee note of NT$18,000 thousand.

4. As of 30 June 2026, the Group had the following significant construction contracts outstanding:

Project Name	Contract amount	Amount paid	Unpaid amount
Qigu Plant Construction Project	$648,000	$259,200	$388,800

X. LOSSES DUE TO MAJOR DISASTERS

None.

XI. SIGNIFICANT SUBSEQUENT EVENTS

None.

XII. OTHER

1. Categories of financial instruments

Financial assets

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Financial assets at fair value through other comprehensive income	$367,534	$409,465	$654,407
Financial assets measured at amortized cost:			
Cash and cash equivalents (excludes cash on hand)	5,262,204	2,658,635	5,734,962
Financial assets measured at amortized cost	157,544	175,405	175,100
Notes receivables(related parties included)	389,607	328,447	367,270
Trade receivables(related parties included)	4,191,454	6,309,518	3,932,218
Other receivables(related parties included)	214,609	421,588	134,140
Refundable deposits	10,833	22,774	15,138
Total	$10,593,785	$10,325,832	$11,013,235

Financial liabilities

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Financial liabilities at amortized cost:			
Short-term borrowings	$194,750	$597,656	$342,395
Trade and other payables	7,411,250	4,903,913	7,373,764
Lease liabilities	1,448,557	1,446,144	1,447,201
Long-term borrowings(including current portion with maturity less than 1 year)	941,753	1,142,959	1,344,167
Total	$9,996,310	$8,090,672	$10,507,527

2. Financial risk management objectives and policies

The Group's principal financial risk management objective is to manage the market risk, credit risk and liquidity risk related to its operating activates. The Group identifies measures and manages the aforementioned risks based on the Group's policy and risk appetite.

The Group has established appropriate policies, procedures and internal controls for financial risk management. Before entering into significant financial activities, due approval process by the Board of Directors and Audit Committee must be carried out based on related protocols and internal control procedures. The Group complies with its financial risk management policies at all times.

3. Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in market prices. Market prices comprise currency risk, interest rate risk and other price risk (such as equity risk).

Foreign currency risk

The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense are denominated in a different currency from the Group's functional currency) and the Group's net investments in foreign subsidiaries.

The Group has certain foreign currency receivables to be denominated in the same foreign currency with certain foreign currency payables, therefore natural hedge is received. The Group also uses forward contracts to hedge the foreign currency risk on certain items denominated in foreign currencies. Hedge accounting is not applied as they did not qualify for hedge accounting criteria. Furthermore, as net investments in foreign subsidiaries are for strategic purposes, they are not hedged by the Group.

The foreign currency sensitivity analysis of the possible change in foreign exchange rates on the Group's profit is performed on significant monetary items denominated in foreign currencies as of the end of the reporting period. The Group's foreign currency risk is mainly affected by USD. Sensitivity analysis is as follows:

When NTD strengthens/weakens against USD by 1%, the profit for the six-month periods ended 30 June 2026 and 2025 decreases/increases by NT$42,663 thousand and NT$31,465 thousand, respectively.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's loans and receivables at variable interest rates, bank borrowings with fixed interest rates and variable interest rates.

The Group manages its interest rate risk by having a balanced portfolio of fixed and variable loans and borrowings and entering into interest rate swaps. Hedge accounting does not apply to these swaps as they do not qualify for it.

The interest rate sensitivity analysis is performed on items exposed to interest rate risk as at the end of the reporting period, including investments and borrowings with variable interest rates and interest rate swaps. At the reporting date, a change of 10 basis points of interest rate in a reporting period could cause the profit for the six-month periods ended 30 June 2026 and 2025 to increase/decrease by NT$2,142 thousand and NT$2,112 thousand, respectively.

Equity price risk

The fair value of the Group's unlisted equity securities are susceptible to market price risk arising from uncertainties about future values of the investment securities. The Group's unlisted equity securities are classified under financial assets measured at fair value through profit or loss and financial assets measured at fair value through other comprehensive income. The Group manages the equity price risk through diversification and placing limits on individual and total equity instruments. Reports on the equity portfolio are submitted to the Group's senior management on a regular basis. The Group's board of directors reviews and approves all equity investment decisions.

Please refer to Note XII.(8) for sensitivity analysis information of other equity instruments or derivatives that are linked to such equity instruments whose fair value measurement is categorized under Level 3.

4. Credit risk management

Credit risk is the risk that a counterparty will not meet its obligations under a contract, leading to a financial loss. The Group is exposed to credit risk from operating activities (primarily for trade and notes receivables) and from its financing activities, including bank deposits and other financial instruments.

Credit risk is managed by each business unit subject to the Group's established policy, procedures and control relating to credit risk management. Credit limits are established for all counter parties based on their financial position, rating from credit rating agencies, historical experience, prevailing economic condition and the Group's internal rating criteria etc. Certain customer's credit risk will also be managed by taking credit enhancement procedures, such as requesting for prepayment or insurance.

As of 30 June 2026, 31 December 2025 and 30 June 2025, trade receivables from top ten customers represented 48%, 62% and 36% of the total trade receivables of the Group, respectively. The credit concentration risk of other trade receivables is insignificant.

Credit risk from balances with banks, fixed income securities and other financial instruments is managed by the Group's treasury in accordance with the Group's policy. The Group only transacts with counterparties approved by the internal control procedures, which are banks and financial institutions, companies and government entities with good credit rating. Consequently, there is no significant credit risk for these counter parties.

5. Liquidity risk management

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash and cash equivalents, highly liquid equity investments, bank borrowings, convertible bonds and finance leases. The table below summarizes the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments and contractual maturity. The payment amount includes the contractual interest. The undiscounted payment relating to borrowings with variable interest rates is extrapolated based on the estimated interest rate yield curve as of the end of the reporting period.

Non-derivative financial liabilities

	Less than 1 year	1 to 2 years	2 to 3 years	> 3 years	Total
As at 30 Jun. 2026					
Borrowings	$472,785	$274,860	$282,034	$124,578	$1,154,257
Trade and other payables	7,411,250	-	-	-	7,411,250
Lease liabilities	23,762	22,487	21,775	1,389,954	1,457,978
As at 31 Dec. 2025					
Borrowings	$949,978	$264,595	$283,143	$265,305	$1,763,021
Trade and other payables	4,903,913	-	-	-	4,903,913
Lease liabilities	23,133	21,709	20,862	1,389,979	1,455,683
As at 30 Jun. 2025					
Borrowings	$757,528	$275,743	$274,861	$406,612	$1,714,744
Trade and other payables	7,373,764	-	-	-	7,373,764
Lease liabilities	23,200	21,917	20,696	1,391,644	1,457,457

6. Reconciliation of liabilities arising from financing activities

Reconciliation of liabilities for the six-month periods ended 30 June 2026:

	Short-term borrowings	Long-term borrowings (current portion included)	Lease liabilities	Total liabilities from financing activities
As at 1 Jan. 2026	$597,656	$1,142,959	$1,446,144	$3,186,759
Cash flows	(410,956)	(201,206)	(14,609)	(626,771)
Non-cash changes	-	-	16,833	16,833
Foreign exchange movement	8,050	-	189	8,239
As at 30 Jun. 2026	$194,750	$941,753	$1,448,557	$2,585,060

Reconciliation of liabilities for the six-month periods ended 30 June 2025:

	Short-term borrowings	Long-term borrowings (current portion included)	Lease liabilities	Total liabilities from financing activities
As at 1 Jan. 2025	$336,995	$1,542,035	$1,274,789	$3,153,819
Cash flows	30,099	(197,868)	(121,053)	(288,822)
Non-cash changes	-	-	294,930	294,930
Foreign exchange movement	(24,699)	-	(1,465)	(26,164)
As at 30 Jun. 2025	$342,395	$1,344,167	$1,447,201	$3,133,763

7. Fair values of financial instruments

(1) The methods and assumptions applied in determining the fair value of financial instruments:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used by the Group to measure or disclose the fair values of financial assets and financial liabilities:

A. The carrying amount of cash and cash equivalents, trade receivables, trade payable and other current liabilities approximate their fair value due to their short maturities.
B. For financial assets and liabilities traded in an active market with standard terms and conditions, their fair value is determined based on market quotation price (including listed equity securities, beneficiary certificates, bonds and futures etc.) at the reporting date.
C. Fair value of equity instruments without market quotations (including private company equity securities) are estimated using the market method valuation techniques based on parameters such as prices based on market transactions of equity instruments of identical or comparable entities and other relevant information (for example, inputs such as discount for lack of marketability, P/E ratio of similar entities and Price-Book ratio of similar entities).
D. Fair value of debt instruments without market quotations, and bank loans, are determined based on the counterparty prices or valuation method. The valuation method uses DCF method as a basis, and the assumptions such as the interest rate and discount rate are primarily based on relevant information of similar instrument (such as yield curves published by the Taipei Exchange, average prices for Fixed Rate Commercial Paper published by Reuters and credit risk, etc.).

E. The fair value of derivatives which are not options and without market quotations, is determined based on the counterparty prices or discounted cash flow analysis using interest rate yield curve for the contract period. Fair value of option-based derivative financial instruments is obtained using on the counterparty prices or appropriate option pricing model (for example, Black-Scholes model) or other valuation method (for example, Monte Carlo Simulation).

(2) Fair value of financial instruments measured at amortized cost

The book value of financial assets and liabilities measured at amortized cost of the Group approximate the fair value.

(3) Fair value measurement hierarchy for financial instruments

Please refer to Note XII.(8) for fair value measurement hierarchy for financial instruments of the Group.

8. Fair value measurement hierarchy

(a) Fair value measurement hierarchy

All asset and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole. Level 1, 2 and 3 inputs are described as follows:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities that the entity can access at the measurement date
Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
Level 3 - Unobservable inputs for the asset or liability

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization at the end of each reporting period.

(b) Fair value measurement hierarchy of the Group's assets and liabilities

The Group does not have assets that are measured at fair value on a non-recurring basis. Fair value measurement hierarchy of the Group's assets and liabilities measured at fair value on a recurring basis is as follows:

As at 30 Jun. 2026

	Level 1	Level 2	Level 3	Total
Financial assets:				
Financial assets at fair value through other comprehensive income				
Equity instrument measured at fair value through other comprehensive income	$-	$-	$367,534	$367,534

As at 31 Dec. 2025

	Level 1	Level 2	Level 3	Total
Financial assets:				
Financial assets at fair value through other comprehensive income				
Equity instrument measured at fair value through other comprehensive income	$-	$-	$409,465	$409,465

As at 30 Jun. 2025

	Level 1	Level 2	Level 3	Total
Financial assets:				
Financial assets at fair value through other comprehensive income				
Equity instrument measured at fair value through other comprehensive income	$-	$-	$654,407	$654,407

Transfers between Level 1 and Level 2 during the period

During the six-month periods ended 30 June 2026 and 2025, there were no transfers between Level 1 and Level 2 fair value measurements.

Reconciliation for fair value measurements in Level 3 of the fair value hierarchy for movements during the period is as follows:

	Measured at fair value through other comprehensive income- stocks	Measured at fair value through other comprehensive income- stocks
	1 Jan. 2026~ 30 Jun. 2026	1 Jan. 2025~ 30 Jun. 2025
Beginning balances	$409,465	$622,806
Total gains and losses recognized:		
Amount recognized in OCI	(41,931)	31,601
Ending balances	$367,534	$654,407

Information on significant unobservable inputs to valuation

Description of significant unobservable inputs to valuation of recurring fair value measurements categorized within Level 3 of the fair value hierarchy is as follows:

As at 30 June 2026

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets:					
Measured at fair value through other comprehensive income					
Stocks	Market approach	P/E ratio of similar entities	10.19~ 98.23	The higher the P/E ratio of similar entities, the higher the fair value of the stocks	10% increase (decrease) in the P/E ratio of similar entities would result in increase/ decrease in the Group's equity by NT$35,753 thousand

As at 31 December 2025

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets: Measured at fair value through other comprehensive income					
Stocks	Market approach	P/E ratio of similar entities	10.16~ 43.35	The higher the P/E ratio of similar entities, the higher the fair value of the stocks	10% increase (decrease) in the P/E ratio of similar entities would result in increase/ decrease in the Group's equity by NT$39,947 thousand

As at 30 June 2025

	Valuation techniques	Significant unobservable inputs	Quantitative information	Relationship between inputs and fair value	Sensitivity of the input to fair value
Financial assets: Measured at fair value through other comprehensive income					
Stocks	Market approach	P/E ratio of similar entities	10.25~ 12.43	The higher the P/E ratio of similar entities, the higher the fair value of the stocks	10% increase (decrease) in the P/E ratio of similar entities would result in increase/ decrease in the Group's equity by NT$64,441 thousand

Valuation process used for fair value measurements categorized within Level 3 of the fair value hierarchy

The Group's Finance Department is responsible for validating the fair value measurements and ensuring that the results of the valuation are in line with market conditions, based on independent and reliable inputs which are consistent with other information, and represent exercisable prices. The Department analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Group's accounting policies at each reporting date to ensure the valuation is reasonable.

9. Significant assets and liabilities denominated in foreign currencies

Information regarding the significant assets and liabilities denominated in foreign currencies is listed below:

Unit: thousands

	As at 30 Jun. 2026		
	Foreign Currency	Exchange	NTD
Financial assets			
Monetary items:			
USD	$135,823	31.837	$4,324,197
CNY	394,076	4.692	1,849,005
Non-monetary items:			
CNY	450,162	4.692	2,112,162
Financial liabilities			
Monetary items:			
USD	$1,818	31.837	$57,880
CNY	351,131	4.692	1,647,507

	As at 31 Dec. 2025		
	Foreign Currency	Exchange	NTD
Financial assets			
Monetary items:			
USD	$177,176	31.438	$5,570,059
CNY	432,367	4.498	1,944,787
Non-monetary items:			
CNY	526,481	4.498	2,368,113
Financial liabilities			
Monetary items:			
USD	$1,961	31.438	$61,650
CNY	418,215	4.498	1,881,131

	As at 30 Jun. 2025		
	Foreign Currency	Exchange	NTD
Financial assets			
Monetary items:			
USD	$107,702	29.902	$3,220,505
CNY	439,100	4.174	1,832,803
Non-monetary items:			
CNY	505,652	4.174	2,110,593
Financial liabilities			
Monetary items:			
USD	$2,474	29.902	$73,978
CNY	374,535	4.174	1,563,309

The Group has various functional currencies, no information about the foreign exchange gains or losses by a specific currency is available. For the three-month and six-month periods ended 30 June 2026 and 2025, the foreign exchange gains or losses on monetary financial assets and financial liabilities were NT$(20,482) thousand, NT$(656,265) thousand, NT$76,632 thousand and NT$(558,313) thousand, respectively.

The above information is disclosed based on the carrying amounts of the foreign currencies (after conversion to the functional currency).

10. Capital management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize shareholder value. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust dividend payment to shareholders, return capital to shareholders or issue new shares.

11. Technical license agreement:

① According to a technical license agreement made between the Company and Hitachi Chemical CORPORATION (Now renamed to ReNova Co., Ltd) on 17 July 2018, Hitachi shall provide technical information and relevant technical assistance regarding to all plastic tailgate of cars. Accordingly, the Company shall pay royalty under the term of payment state in the agreement.

② According to a technical license agreement made between the Company and FALTEC. On 15 November 2021, FALTEC shall provide technical information and relevant technical assistance regarding to automobile parts of P33A cars. Accordingly, the Company shall pay royalty under the term of payment state in the agreement.

12. Other

On 10 March 2026, the United States International Trade Commission (USITC) announced that, based on an infringement complaint filed by General Motors (GM), it had initiated a Section 337 investigation involving approximately 20 imported automotive parts manufacturers across Taiwan, China and the US. Among them, ten Taiwanese companies, including the Company, have been named as respondents in the investigation. The Group will engage legal counsel to handle the matter. Based on the information currently available, the lawsuit has not had a material impact on the Group's financial position or operations.

XIII. OTHER DISCLOSURES

(1) The following are additional disclosures for the Company and its affiliates as required by the R.O.C. Securities and Futures Bureau:

(a) Financing provided to others for the six-month periods ended 30 June 2026: Please refer to Attachment 2.

(b) Endorsement/Guarantee provided to others for the six-month periods ended 30 June 2026: Please refer to Attachment 3.

(c) Securities held as of 30 June 2026 (excluding subsidiaries, associates and joint venture): Please refer to Attachment 4.

(d) Related party transactions for purchases and sales amounts exceeding the lower of NT$100 million or 20 percent of the capital stock for the six-month periods ended 30 June 2026: None.

(e) Receivables from related parties with amounts exceeding the lower of NT$100 million or 20 percent of capital stock as of 30 June 2026: None.

(f) The business relationship, significant transactions and amounts between parent company and subsidiaries: Please refer to Attachment 1.

(2) Information on investees:

Names, locations, main businesses and products, original investment amount, investment as of 30 June 2026, net income (loss) of investee company and investment income (loss) recognized as of 30 June 2026: Please refer to Attachment 5.

(3) Investment in Mainland China:

(a) Investee company name, main businesses and products, total amount of capital, method of investment, accumulated inflow and outflow of investments from Taiwan, net income (loss) of investee company, percentage of ownership, investment income (loss), carrying amount of investments, cumulated inward remittance of earnings and limits on investment in Mainland China: Please refer to Attachment 6.

(b) Directly or indirectly significant transactions through third regions with the investees in Mainland China, including price, payment terms, unrealized gain or loss, and other events with significant effects on the operating results and financial condition: Please refer to Attachment 2 , Attachment 3 and Attachment 6.

XIV.SEGMENT INFORMATION

For management purposes, the Company is organized into business units based on its products and services and has two reportable segments as follows:

Domestic Operating Entity: Responsible for the auto parts and components required by domestic production and sales.

Foreign Operating Entity: Responsible for the auto parts and components required by foreign production and sales.

No operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on material accounting policies consistent with those in the consolidated financial statements.

The transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

1. Segment information about profit and assets (loss and liabilities).

1 Apr. 2026~ 30 Jun. 2026	Domestic Operating Entity	Foreign Operating Entity	Adjustments and eliminations		Total
Revenue					
External customers	$4,590,227	$1,072,756	$-		$5,662,983
Inter-segment	-	-	-		-
Total revenue	$4,590,227	$1,072,756	$-		$5,662,983
Segment profit	$911,633	$80,717	$(2,505)	Note	$989,845

Note:

None of the operating division's profit/loss included profit attributable to non-controlling interests (loss) of NT$(2,505) thousand.

1 Jan. 2026~ 30 Jun. 2026	Domestic Operating Entity	Foreign Operating Entity	Adjustments and eliminations		Total
Revenue					
External customers	$9,165,783	$2,127,944	$-		$11,293,727
Inter-segment	-	-	-		-
Total revenue	$9,165,783	$2,127,944	$-		$11,293,727
Segment profit	$1,973,051	$221,696	$(16,485)	Note	$2,178,262

Note:
None of the operating division's profit/loss included profit attributable to non-controlling interests (loss) of NT$(16,485) thousand.

1 Apr. 2025~ 30 Jun. 2025	Domestic Operating Entity	Foreign Operating Entity	Adjustments and eliminations		Total
Revenue					
External customers	$4,656,665	$1,237,381	$-		$5,894,046
Inter-segment	-	-	-		-
Total revenue	$4,656,665	$1,237,381	$-		$5,894,046
Segment profit	$405,149	$119,650	$26,962	Note	$551,761

Note:
None of the operating division's profit/loss included profit attributable to non-controlling interests profit of NT$26,962 thousand.

1 Jan. 2025~ 30 Jun. 2025	Domestic Operating Entity	Foreign Operating Entity	Adjustments and eliminations		Total
Revenue					
External customers	$10,646,524	$2,538,202	$-		$13,184,726
Inter-segment	-	-	-		-
Total revenue	$10,646,524	$2,538,202	$-		$13,184,726
Segment profit	$2,176,478	$188,579	$64,476	Note	$2,429,533

Note:
None of the operating division's profit/loss included profit attributable to non-controlling interests profit of NT$64,476 thousand.

Attachment 1: The business relationship, significant transactions and amounts between parent company and subsidiaries

No. (Note 1)	Related-party	Counter-party	Relationship with the Company (Note 2)	Transactions			
				Account	Amount	Terms	Percentage of consolidated operating revenues or consolidated total assets (Note 3)
0	The Company	DING CHUNG INDUSTRY CO., LTD.	1	Sales	$47,617	Approximately 60 days from the date of sale	0.42%
0	The Company	TYG PRODUCTS	1	Sales	35,557	Approximately 90 days from the date of sale	0.31%
0	The Company	DING CHUNG INDUSTRY CO., LTD.	1	Trade receivables	16,491	Approximately 60 days from the date of sale	0.04%
0	The Company	TYG PRODUCTS	1	Trade receivables	25,849	Approximately 90 days from the date of sale	0.07%
1	TONG YANG HOLDING CORPORATION	XIANGYANG TONG YANG AUTOMOBILE COMPONENT CO., LTD	3	Other receivables	182,824	Financing	0.46%

Note 1: The Company and its subsidiaries are coded as follows:

1.The Company is coded "0".

2.The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: Transactions are categorized as follows:

1.The holding company to subsidiary.

2.Subsidiary to holding company.

3.Subsidiary to subsidiary.

Note 3: The percentage with respect to the consolidated asset/liability for transactions of balance sheet items are based on each item's balance at period-end.

For profit or loss items, interim cumulative balances are used as basis.

Attachment 2: Financing provided to others

No. (Note 1)	Lender	Counter-party	Financial statement account	Related Party	Maximum balance for the period (Note 8)	Ending balance	Actual amount provided	Interest rate	Nature of financing (Note 4)	Amount of sales to (purchases from) Counterparty (Note 5)	Reason for short-term financing (Note 6)	Allowance for doubtful accounts	Collateral		Limit of financing amount for individual counterparty (Note 2)	Limit of total financing amount (Note 3)	Note
													Item	Value			
1	TONG YANG HOLDING CORPORATION	FUZHOU TONG YANG PLASTICS CO., LTD.	Other receivables	Y	$92,700 (RMB 20,000)	$- (RMB -)	$- (RMB -)	-%	2	-	Need for operating	-	-	-	$913,786 (USD 28,702)	$1,827,571 (USD 57,404)	(Note 7)
1	TONG YANG HOLDING CORPORATION	XIANGYANG TONG YANG AUTOMOBILE COMPONENT CO., LTD.	Other receivables	Y	187,680 (RMB 40,000)	187,680 (RMB 40,000)	182,824 (RMB 38,965)	-%	2	-	Need for operating	-	-	-	913,786 (USD 28,702)	1,827,571 (USD 57,404)	(Note 7)

(Note 1) The financial information of the parent company and its subsidiaries are coded as follows:

(1) The parent company is coded "0".

(2) The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

(Note 2) Limit of financing amount for individual counterparty:

(1) Limit of financing amount for individual counterparty shall not exceed the needed amount for operation.

(2) The Company：Limit of financing amount for individual counterparty shall not exceed 10% of the lender's net assets value as of the period.

TONG YANG HOLDING CORPORATION：Limit of financing amount for individual counterparty shall not exceed 20% of the lender's net assets value as of the period.

(Note 3) Limit of total financing amount shall not exceed 40% of the Company's net asset value.

(Note 4) The financing provided to others are coded as follows:

(1) Business contacts is coded "1".

(2) Short-term financing is coded "2".

(Note 5) If financing provided to others is coded "1" , the amount of business transactions should be filled in.

(Note 6) If financing provided to others is coded "2". The reasons for the necessary loans and funds and the use of the loans and objects.

(Note 7) The above transactions were all made between consolidated entities in the Group and have been reversed.

(Note 8) The balance of which is at its maximum balance of financing provided to others in the current year.

(Note 9) The exchange rate of the US dollar to the NTD is 1: 31.837. The exchange rate of the RMB to the NTD is 1: 4.692.

Attachment 3: Endorsement/Guarantee provided to others

No. (Note1)	Endorsor/ Guarantor	Receiving party		Limit of guarantee/ endorsement amount for receiving party (Note 3)	Maximum balance for the period (Note 6)	Ending balance	Actual amount provided	Amount of collateral guarantee/ endorsement	Percentage of accumulated guarantee amount to net assets value from the latest financial statement	Limit of total guarantee/ endorsement amount (Note 4)	Parent company's guarantee/ endorsement amount to subsidiaries	Subsidiaries' guarantee/ endorsement amount to parent company	Guarantee/ endorsement amount to company in Mainland China	Note
		Company Name	Releationship (Note 2)											
1	TONG YANG HOLDING CORPORATION	XIANGYANG TONG YANG AUTOMOBILE COMPONENT CO., LTD	(2)	$913,786 (USD 28,702)	$375,360 (RMB 80,000)	$375,360 (RMB 80,000)	$- (RMB -)	-	8.22%	$1,827,571 (USD 57,404)	Y	N	Y	(Note 5)
1	TONG YANG HOLDING CORPORATION	FUZHOU TONG YANG PLASTICS CO., LTD.	(2)	913,786 (USD 28,702)	304,980 (RMB 65,000)	304,980 (RMB 65,000)	70,380 (RMB 15,000)	-	6.68%	1,827,571 (USD 57,404)	Y	N	Y	(Note 5)
1	TONG YANG HOLDING CORPORATION	FUSHUN TONG YANG AUTOMOBILE COMPONENT CO., LTD.	(2)	913,786 (USD 28,702)	70,380 (RMB 15,000)	70,380 (RMB 15,000)	23,460 (RMB 5,000)	-	1.54%	1,827,571 (USD 57,404)	Y	N	Y	(Note 5)

Note 1: The Company and its subsidiaries are coded as follows:

The Company is coded "0".

The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: According to the "Guidelines Governing the Preparation of Financial Reports by Securities Issuers" issued by the R.O.C. Securities and Futures Bureau, the receiving parties shall be disclosed as one of the following:

(1) A company with which it does business.

(2) A company in which the public company directly and indirectly holds more than 50% of the voting shares.

(3) A company that directly and indirectly holds more than 50% of the voting shares in the public company.

(4) A company in which the public company holds, directly or indirectly, 90% or more of the voting shares.

(5) A company that fulfills its contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.

(6) A company that all capital contributing shareholders make endorsements/ guarantees for their jointly invested company in proportion to their shareholding percentages.

(7) Companies in the same industry provide among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

Note 3: Limit of guarantee/endorsement amount for receiving party is 20% of the net worth of the financial report reviewed by the certified public accountants as of 30 June 2026.

Note 4: Limit of total guarantee/ endorsement amount is 40% of the net worth of the financial report reviewed by the certified public accountants as of 30 June 2026.

Note 5: The above transactions were all made between consolidated entities in the Group and have been reversed.

Note 6: The balance of which is at its maximum balance of endorsement/guarantee provided to others in the current year.

Note 7: The exchange rate of US dollar to NTD is 1: 31.837.

The exchange rate of the RMB to the NTD is 1: 4.692.

Attachment 4: Securities held as of 30 June 2026. (Excluding subsidiaries, associates and joint ventures)

Holding Company	Type and name of securities (Note1)	Relationship	Financial statement account	As of 30 June 2026				Note
				Shares (thousand)	Book value (thousand)	Percentage of ownership (%)	Fair value (Note2)	
The Company	Stock-FONG YUE CO.,LTD	Investment company measured at fair value through other comprehensive gains and losses	Financial assets measured at fair value through other comprehensive gains and losses - non-current	20	10,000	10.00%	500	
	Stock-PRO FORTUNE INDUSTRAL, CO.,LTD	"	"	7,284	301,837	14.14%	41.44	
DING CHUNG INDUSTRY CO.,LTD. (DING CHUNG)	Stock-PRO FORTUNE INDUSTRAL, CO.,LTD	Investment company measured at fair value through other comprehensive gains and losses	Financial assets measured at fair value through other comprehensive gains and losses - non-current	1,344	55,697	2.61%	41.44	

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates and other related derivative securities within the scope of IFRS 9 ‘Financial instruments’.

Note 2: Financial asset measured at fair value through other comprehensive income-non current refers to the fair value per share after the comparable company's evaluation.

Attachment 5: Names, locations, main businesses and products, original investment amount, investment as of 30 June 2026, net income (loss) of investee company and investment income (loss) recognized as of 30 June 2026

Investor	Investee company	Location	Main businesses and products	Initial Investment (Note1)		Investment as of 30 June 2026			Shareholding ratio* net value of the investee company at the end of the period	Net income (loss) of investee company	Investment income (loss) recognized (Note 2)	Note
				Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value (Note 3)				
The Company	TUNG YANG CHEMICAL CO., LTD.	Taiwan	Processing and trading of coatings and chemical raw materials	$58,465	$58,465	3,600	40.00%	$109,705	$107,648	$7,486	$2,994	
	TONG YANG HOLDING CORPORATION	Cayman Islands	Holding company	3,059,545 (USD 91,058)	3,059,545 (USD 91,058)	59,000	100.00%	4,568,895	4,568,895	124,954	124,954	(Note4)
	HOW BOND INVESTMENT CO.,LTD.	British Virgin Islands	Holding company	239,041 (USD 5,120)	603,434 (USD 16,000)	5,120	100.00%	1,424,790	1,435,332	104,151	104,151	(Note4)
	DING CHUNG INDUSTRY CO., LTD.	Taiwan	Automobile parts and components import and export business	66,865	66,865	2,000	100.00%	79,005	79,005	1,760	1,760	(Note4)
	RU YANG INDUSTRIAL CO., LTD.	Taiwan	Production and sales of automotive parts	242,740	242,740	12,947	58.95%	243,914	243,920	2,421	1,427	(Note4)
	C&D CAPITAL II CORPORATION	British Virgin Islands	Holding company	142,375 (USD 4,393)	142,375 (USD 4,393)	4,393	42.53%	32,615	139,238	(49)	(1,549)	(Note6)

Investor	Investee company	Location	Main businesses and products	Initial Investment (Note 1)		Investment as of 30 June 2026			Net income (loss) of investee company	Investment income (loss) recognized (Note 2)	Note
				Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value (Note 3)			
TONG YANG HOLDING CORPORATION	CHANGCHUN FAWAY TONG YANG AUTOMOBILE COMPONENTS CO.,LTD.	China	Production and sales of various plastic vehicles, plastic products, etc.	USD 13,230	USD 13,230	-	49.00%	USD 57,794	USD 3,929	USD 1,925	
	FUZHOU TONG YANG PLASTICS CO., LTD.	China	Production and sales of various plastic vehicles, plastic products, etc.	USD 38,000	USD 38,000	-	100.00%	USD 6,150	USD (141)	USD (141)	(Note 4)
	CHONGQING DAJING TONG YANG PLASTICS CO., LTD.	China	Production and sales of various plastic vehicles, plastic products, etc.	USD 7,150	USD 7,150	-	55.00%	USD 15,954	USD (1,274)	USD (701)	(Note 4)
	DAIKYO NISHIKAWA TONG YANG AUTO PARTS (NANJING) CO., LTD.	China	Production and sales of various plastic vehicles, plastic products, etc.	USD -	USD 12,375	-	-	USD -	USD -	USD -	(Note 7)
	XIANGYANG TONG YANG AUTOMOBILE COMPONENT CO., LTD.	China	Production and sales of various plastic vehicles, plastic products, etc.	USD 37,798	USD 37,798	-	88.57%	USD 819	USD (2,027)	USD (1,796)	(Note 4)
	FUSHUN TONG YANG AUTOMOBILE COMPONENT CO., LTD.	China	Production and sales of various plastic vehicles, plastic products, etc.	USD 18,500	USD 18,500	-	100.00%	USD 11,569	USD (956)	USD (956)	(Note 4)

Investor	Investee company	Location	Main businesses and products	Initial Investment (Note 1)		Investment as of 30 June 2026			Net income (loss) of investee company	Investment income (loss) recognized (Note 2)	Note
				Ending balance	Beginning balance	Number of shares (thousand)	Percentage of ownership (%)	Book value (Note 3)			
	GUANGZHOU TONG YANG TATEMATSU MOLD MANUFACTURING CO., LTD.	China	Design, manufacture, maintenance and trading of all types of molds	USD 11,359	USD 11,359	-	90.00%	USD 8,016	USD 120	USD 108	(Note 4)
	CHANGSHA GACC TONG YANG AUTOMOBILE COMPONENT CO., LTD.	China	Production and sales of various plastic vehicles, plastic products, etc.	USD 17,150	USD 17,150	-	49.00%	USD 8,549	USD 15	USD 8	
	TONG YANG (GUANGZHOU) TECHNOLOGY R&D SERVICE CO., LTD.	China	Product design, technology development, experimental testing and service management, etc.	USD 1,840	USD 1,840	-	100.00%	USD 2,236	USD 145	USD 145	(Note 4)
FUZHOU TONG YANG PLASTICS CO., LTD.	XIANGYANG TONG YANG AUTOMOBILE COMPONENT CO., LTD.	China	Production and sales of various plastic vehicles, plastic products, etc.	RMB 42,750	RMB 42,750	-	11.43%	RMB 718	RMB (14,031)	RMB (1,604)	(Note 4)
HOW BOND INVESTMENT CO., LTD.	TYG HOLDING (U.S.A), INC.	America	Investment holding	-	-	1	100.00%	1,216,973	64,309	64,309	(Note 4,5)
	NANJING TONG YANG AUTO PARTS CO., LTD.	China	Production and sales of various plastic vehicles, plastic products, etc.	-	820,610	-	-	-	-	-	(Note 8)

Note 1: The original investment amount does not include the amount of surplus to capital increase.

Note 2: The investment income recognized for this period is based on the direct investee companies own outstanding shares.

Note 3: The investment income recognized for this period had eliminated unrealized gain or loss on the transactions between the Company and its investees.

Note 4: The above transactions were all made between consolidated entities in the Group and have been reversed.

Note 5: TYG HOLDING (U.S.A), INC is a foreign holding investee company, and it prepares consolidated financial statements only, the disclosure of the company's investments over which the Company has significant influence or control, directly or indirectly, is only disclosed to the level of the holding company.

Note 6: Investment income(loss) recognized during this period includes the valuation income(loss) of financial assets at fair value according to IFRS9.

Note 7: In December 2025, the Group’s Board of Directors approved the disposal of a 45% equity interest in DAIKYO NISHIKAWA TONG YANG AUTO PARTS (NANJING) CO., LTD., an investee located in Mainland China and held through the Group’s third-region investment entity, TONG YANG HOLDING CORPORATION. The transaction was completed in January 2026 upon the transfer of equity interest.

Note 8: In December 2025, the Group’s Board of Director approved the liquidation of NANJING TONG YANG AUTO PARTS CO., LTD.The liquidation process was completed in May 2026.

Note 9: The exchange rate of US dollar to NTD is 1: 31.837.
The exchange rate of RMB to NTD is 1: 4.692.
The average exchange rate of US dollar to NTD is 1: 31.586.
The average exchange rate of RMB to NTD is 1: 4.565.

Attachment 6: Investment in Mainland China

Investee company	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of 1 January 2026	Investment Flows		Accumulated Outflow of Investment from Taiwan as of 30 June 2026	Net income (loss) of investee company	Percentage of Ownership	Investment income (loss) recognized (Note 3/4)	Carrying Value as of 30 June 2026 (Note 3/5)	AccumulatedInward Remittance of Earnings as of 30 June 2026
					Outflow	Inflow						
Nanjing Tongyang Plastic Products Co., Ltd.	1. Regarding automobile bumpers and their parts, and other motor vehicles, parts and accessories for motorcycles, chemical raw materials, production and sales of pollution prevention equipment, and varnished water and other varnishes based on natural polymers. Business of processing and trading of paint materials and fine chemical raw materials.	USD -	Note 1	USD 3,659	-	-	USD 3,659	-	-	-	-	-
Wuhu You Shr Tongyang Plastics Co., Ltd.		USD -	Note 1	USD 4,407	-	-	USD 4,407	-	-	-	-	-
Haerbin Hafei Kai Yih Metal Co., Ltd.		USD -	Note 1	USD 10,860	-	-	USD 10,860	-	-	-	-	-
Tianjin Mitsuboshi Belting Co., Ltd.		USD -	Note 1	USD 1,033	-	-	USD 1,033	-	-	-	-	-
Tianjin Nagase Plastics Co., Ltd.		USD -	Note 1	USD 54	-	-	USD 54	-	-	-	-	-
Fuzhou Tongyang Plastic Products Co., Ltd.		USD 39,000	Note 1	USD 29,808	-	-	USD 29,808	USD (141)	100.00%	USD (141)	USD 6,150	-
Chongqing Dajing Yuchyang Plastics Co., Ltd.		USD -	Note 1	USD 6,372	-	-	USD 6,372	-	-	-	-	USD 4,000
NBC (Guangzhou) Co., Ltd.		USD -	Note 1	USD (6,340)	-	-	USD (6,340)	-	-	-	-	USD 6,340
NBC (Changchuen) Co., Ltd.		USD -	Note 1	USD 469	-	-	USD 469	-	-	-	-	-
NBC (Tianjin) Co., Ltd.		USD -	Note 1	USD (998)	-	-	USD (998)	-	-	-	-	USD 998
Tianjin Binhai NBC Co., Ltd.		RMB -	Note 1	USD 2,960	-	-	USD 2,960	-	-	-	-	-
ChangChun Faway Tong Yang Automobile Component Co., Ltd.		USD 27,000	Note 1	USD 3,747	-	-	USD 3,747	USD 3,929	49.00%	USD 1,925	USD 57,794	USD 13,000
Haerbin Hafei Tongyang Plastic Products Co., Ltd.		USD -	Note 1	USD 4,113	-	-	USD 4,113	-	-	-	-	-
NBC (Wuhan) Co., Ltd.		USD -	Note 1	USD (4,602)	-	-	USD (4,602)	-	-	-	-	USD 4,602
NBC (Nanjing) Co., Ltd.		USD -	Note 1	USD (43)	-	-	USD (43)	-	-	-	-	USD 43

Investee company	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment	Accumulated Outflow of Investment from Taiwan as of 1 January 2026	Investment Flows		Accumulated Outflow of Investment from Taiwan as of 30 June 2026	Net income (loss) of investee company	Percentage of Ownership	Investment income (loss) recognized (Note 3/4)	Carrying Value as of 30 June 2026 (Note 3/5)	AccumulatedInward Remittance of Earnings as of 30 June 2026
					Outflow	Inflow						
Chongqing Dajiang Tongyang Plastic Products Co., Ltd.	2. All of them are domestic products sold in mainland China. Due to market segmentation, there is no adverse impact on the company's operations.	USD 13,000	Note 1	USD 3,692	-	-	USD 3,692	USD (1,274)	55.00%	USD (701)	USD 15,954	-
Daikyo Nishikawa Tong Yang Auto Parts (Nanjing) Co., Ltd.		USD -	Note 1	USD 19,670	-	USD 3,000	USD 16,670	USD -	-	-	-	-
Wuhan Xiangxing Auto Parts Co., Ltd.		USD -	Note 1	USD 3,228	-	-	USD 3,228	USD -	-	-	-	-
Nanjing Tong Yang Auto Parts Co., Ltd.		USD 28,000	Note 2	USD 27,453	-	-	USD 27,453 (Note 6)	USD -	-	-	-	-
Guangzhou Tong Yang Tatematsu Mold Manufacturing Co., Ltd.		RMB 127,000	Note 1	USD 14,932	-	-	USD 14,932	USD 120	90.00%	USD 108	USD 8,016	-
Changsha Gacc Tong Yang Automobile Component Co., Ltd.		USD 35,000	Note 1	USD 17,132	-	-	USD 17,132	USD 15	49.00%	USD 8	USD 8,549	-
Fuzhou Kai Ming Mold Co., Ltd.		USD -	Note 3	USD 200	-	-	USD 200	-	-	-	-	-
Xiangyang Tong Yang Automobile Component Co., Ltd.		USD 52,500	Note 1	USD 39,651	-	-	USD 39,651	USD (2,027)	88.57%	USD (1,796)	USD 819	-
Fushun Tong Yang Automobile Component Co., Ltd.		USD 18,500	Note 1	USD 18,586	-	-	USD 18,586	USD (956)	100.00%	USD (956)	USD 11,569	-
Tong Yang (Guangzhou) Technology R&D Service Co., Ltd.		RMB 12,000	Note 1	USD 1,840	-	-	USD 1,840	USD 145	100.00%	USD 145	USD 2,236	-

Accumulated Investment in Mainland China	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
USD 198,883	USD 198,883	(Note 7)

Note 1: Indirectly investment in Mainland China through companies registered in a third region - TONG YANG HOLDING CORPORATION.

Note 2: Indirectly investment in Mainland China through companies registered in a third region - HOW BOND INVESTMENT CO., LTD.

Note 3: Indirectly investment in Mainland China through companies registered in a third region - Jundong International Co., Ltd.

Note 4: The exchange rate of US dollar to NTD is 1: 31.837, the exchange rate of RMB to NTD is 1: 4.692; the average exchange rate of US dollar to NTD is 1: 31.586, the average exchange rate of RMB to NTD is 1: 4.565.

Note 5. The book value of the investment at the end of the period is calculated based on the shareholding ratio of the direct or indirect investment of the company.

Note 6: In December 2025, the Group's Board of Director approved the liquidation of NANJING TONG YANG AUTO PARTS CO., LTD.The liquidation process was completed in May 2026. In June 2026, the Company repatriated a portion of the proceeds through HOW BOND INVESTMENT CO., LTD., a company registered in a third region. The amount will be offset upon obtaining the approval letter from the Investment Commission, MOEA.

Note 7: According to the provisions of 97.8.22 "Investment or Technical Cooperation Licensing in Mainland China" and "Investment or Technical Cooperation Review Principles in Mainland China", the cumulative amount of investors' investment in mainland China depends on the upper limit of other enterprises: net value or a combined net value of 60%, whichever is higher. However, the Ministry of Economic Affairs issued the certificate of compliance with the business scope of the company's operating headquarters. The enterprise or multinational company is not limited to this. The company is applicable to the corporate operation headquarters, so there is no quota.