

Global Unichip Corp. and Subsidiaries

**Consolidated Financial Statements for the
Three Months Ended March 31, 2026 and 2025 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Global Unichip Corp.

Introduction

We have reviewed the accompanying consolidated balance sheets of Global Unichip Corp. and its subsidiaries (collectively, the “Company”) as of March 31, 2026 and 2025 and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the “consolidated financial statements”). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. 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 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.

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company as of March 31, 2026 and 2025, and of its consolidated financial performance and its consolidated cash flows for the three months then ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Hsieh-Chang Li and Ming-Hui Chen.

Deloitte & Touche
Taipei, Taiwan
Republic of China

April 30, 2026

Notice to Readers

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

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

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2026		December 31, 2025		March 31, 2025		LIABILITIES AND EQUITY	March 31, 2026		December 31, 2025		March 31, 2025	
	Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
CURRENT ASSETS							CURRENT LIABILITIES						
Cash and cash equivalents (Notes 6 and 28)	\$ 7,671,980	22	\$ 6,649,696	23	\$ 9,499,295	35	Contract liabilities (Notes 17 and 28)	\$ 8,129,748	23	\$ 7,338,887	26	\$ 8,808,769	33
Financial assets at fair value through profit or loss (Note 8)	2,089,665	6	2,081,945	7	2,991,379	11	Accounts payable	3,176,888	9	2,208,836	8	954,574	4
Accounts receivable, net (Notes 7 and 17)	4,729,064	13	3,403,333	12	1,588,936	6	Payables to related parties (Note 28)	3,929,533	11	1,917,434	7	1,100,574	4
Receivables from related parties (Note 28)	23,108	-	14,016	-	35,468	-	Accrued employees' compensation and remuneration to directors (Note 24)	1,768,770	5	1,582,139	5	1,634,183	6
Inventories (Note 9)	13,739,931	39	10,148,023	36	4,377,600	16	Payables on machinery and equipment	515,125	2	28,583	-	24,791	-
Prepayment for purchases (Note 28)	2,000,536	6	2,125,312	7	5,604,174	21	Current tax liabilities (Note 22)	484,596	2	239,623	1	376,372	1
Other financial assets (Note 28)	617,651	2	252,804	1	407,018	2	Lease liabilities - current (Notes 11, 25 and 28)	88,746	-	79,254	-	68,631	-
Other current assets (Note 13)	766,908	2	1,062,289	4	855,752	3	Accrued expenses and other current liabilities (Note 14)	1,879,890	5	1,638,537	6	1,497,860	6
Total current assets	<u>31,638,843</u>	<u>90</u>	<u>25,737,418</u>	<u>90</u>	<u>25,359,622</u>	<u>94</u>	Total current liabilities	<u>19,973,296</u>	<u>57</u>	<u>15,033,293</u>	<u>53</u>	<u>14,465,754</u>	<u>54</u>
NON-CURRENT ASSETS							NON-CURRENT LIABILITIES						
Property, plant and equipment (Note 10)	1,984,682	6	1,346,568	5	928,802	3	Deferred income tax liabilities (Note 22)	142,220	-	129,358	-	149,833	1
Right-of-use assets (Note 11)	272,418	1	247,465	1	171,666	1	Lease liabilities - non-current (Notes 11 and 25)	207,565	-	190,417	1	112,076	-
Intangible assets (Note 12)	629,977	2	578,339	2	373,006	1	Other long-term payables (Note 14)	217,235	1	168,794	1	65,820	-
Deferred income tax assets (Note 22)	17,087	-	24,397	-	8,736	-	Net defined benefit liabilities (Note 15)	4,573	-	4,947	-	14,095	-
Prepayments for business facilities	169,469	-	177,796	1	7,800	-	Guarantee deposits (Note 25)	3,529	-	3,467	-	3,737	-
Refundable deposits (Note 28)	397,615	1	308,885	1	219,578	1	Total non-current liabilities	<u>575,122</u>	<u>1</u>	<u>496,983</u>	<u>2</u>	<u>345,561</u>	<u>1</u>
Pledged time deposits (Notes 28 and 29)	22,200	-	22,200	-	22,200	-	Total liabilities	<u>20,548,418</u>	<u>58</u>	<u>15,530,276</u>	<u>55</u>	<u>14,811,315</u>	<u>55</u>
Total non-current assets	<u>3,493,448</u>	<u>10</u>	<u>2,705,650</u>	<u>10</u>	<u>1,731,788</u>	<u>6</u>	EQUITY (Note 16)						
TOTAL	<u>\$ 35,132,291</u>	<u>100</u>	<u>\$ 28,443,068</u>	<u>100</u>	<u>\$ 27,091,410</u>	<u>100</u>	Share capital	1,340,119	4	1,340,119	5	1,340,119	5
							Capital surplus	32,896	-	32,896	-	32,843	-
							Retained earnings						
							Appropriated as legal reserve	2,125,024	6	2,125,024	7	1,779,227	7
							Appropriated as special reserve	3,134	-	3,134	-	34,007	-
							Unappropriated earnings	11,073,726	32	9,427,486	33	9,072,585	33
							Others	8,974	-	(15,867)	-	21,314	-
							Total equity	<u>14,583,873</u>	<u>42</u>	<u>12,912,792</u>	<u>45</u>	<u>12,280,095</u>	<u>45</u>
							TOTAL	<u>\$ 35,132,291</u>	<u>100</u>	<u>\$ 28,443,068</u>	<u>100</u>	<u>\$ 27,091,410</u>	<u>100</u>

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

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

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

	Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
NET REVENUE (Notes 17 and 28)	\$ 11,447,812	100	\$ 7,023,644	100
COST OF REVENUE (Notes 24 and 28)	<u>8,334,505</u>	<u>73</u>	<u>5,051,029</u>	<u>72</u>
GROSS PROFIT	<u>3,113,307</u>	<u>27</u>	<u>1,972,615</u>	<u>28</u>
OPERATING EXPENSES				
Sales and marketing (Notes 24 and 28)	124,524	1	96,641	1
General and administrative (Notes 24 and 28)	151,182	1	127,692	2
Research and development (Notes 24 and 28)	1,013,423	9	799,668	11
Expected credit impairment gain (Note 7)	<u>-</u>	<u>-</u>	<u>(146,023)</u>	<u>(2)</u>
Total operating expenses	<u>1,289,129</u>	<u>11</u>	<u>877,978</u>	<u>12</u>
INCOME FROM OPERATIONS	<u>1,824,178</u>	<u>16</u>	<u>1,094,637</u>	<u>16</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income (Notes 18 and 28)	51,260	1	45,854	1
Other income (Notes 11 and 19)	1,720	-	3,785	-
Other gains and losses (Note 20)	49,215	-	(796)	-
Finance costs (Notes 21 and 28)	<u>(1,652)</u>	<u>-</u>	<u>(847)</u>	<u>-</u>
Total non-operating income and expenses	<u>100,543</u>	<u>1</u>	<u>47,996</u>	<u>1</u>
INCOME BEFORE INCOME TAX	1,924,721	17	1,142,633	17
INCOME TAX EXPENSE (Note 22)	<u>278,481</u>	<u>2</u>	<u>181,265</u>	<u>3</u>
NET INCOME	1,646,240	15	961,368	14
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that may be reclassified subsequently to profit or loss				
Exchange differences on translation of foreign operations (Note 16)	<u>24,841</u>	<u>-</u>	<u>24,448</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 1,671,081</u>	<u>15</u>	<u>\$ 985,816</u>	<u>14</u>
EARNINGS PER SHARE (Note 23)				
Basic earnings per share	<u>\$ 12.28</u>		<u>\$ 7.17</u>	
Diluted earnings per share	<u>\$ 12.25</u>		<u>\$ 7.14</u>	

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

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars, Unless Specified Otherwise)

	Share Capital - Common Stock			Retained Earnings				Others	Total Equity
	Shares (In Thousands)	Amount	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Total	Foreign Currency Translation Reserve	
BALANCE, JANUARY 1, 2025	134,011	\$ 1,340,119	\$ 32,843	\$ 1,779,227	\$ 34,007	\$ 8,111,217	\$ 9,924,451	\$ (3,134)	\$ 11,294,279
Net income for the three months ended March 31, 2025	-	-	-	-	-	961,368	961,368	-	961,368
Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax	-	-	-	-	-	-	-	24,448	24,448
Total comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	-	961,368	961,368	24,448	985,816
BALANCE, MARCH 31, 2025	<u>134,011</u>	<u>\$ 1,340,119</u>	<u>\$ 32,843</u>	<u>\$ 1,779,227</u>	<u>\$ 34,007</u>	<u>\$ 9,072,585</u>	<u>\$ 10,885,819</u>	<u>\$ 21,314</u>	<u>\$ 12,280,095</u>
BALANCE, JANUARY 1, 2026	134,011	\$ 1,340,119	\$ 32,896	\$ 2,125,024	\$ 3,134	\$ 9,427,486	\$ 11,555,644	\$ (15,867)	\$ 12,912,792
Net income for the three months ended March 31, 2026	-	-	-	-	-	1,646,240	1,646,240	-	1,646,240
Other comprehensive income (loss) for the three months ended March 31, 2026, net of income tax	-	-	-	-	-	-	-	24,841	24,841
Total comprehensive income (loss) for the three months ended March 31, 2026	-	-	-	-	-	1,646,240	1,646,240	24,841	1,671,081
BALANCE, MARCH 31, 2026	<u>134,011</u>	<u>\$ 1,340,119</u>	<u>\$ 32,896</u>	<u>\$ 2,125,024</u>	<u>\$ 3,134</u>	<u>\$ 11,073,726</u>	<u>\$ 13,201,884</u>	<u>\$ 8,974</u>	<u>\$ 14,583,873</u>

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

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

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

	Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 1,924,721	\$ 1,142,633
Adjustments for:		
Depreciation	77,199	65,451
Amortization	109,868	95,851
Expected credit impairment gain	-	(146,023)
Gain on financial assets at fair value through profit or loss	(7,720)	(11,379)
Finance costs	1,652	847
Interest income	(51,260)	(45,854)
Loss (gain) on foreign exchange, net	(2,806)	843
Changes in operating assets and liabilities:		
Accounts receivable, net (including related parties)	(1,334,823)	529,015
Inventories	(3,591,908)	(1,583,159)
Prepayment for purchases	29,356	545,021
Other current assets	296,854	(162,985)
Contract liabilities	790,862	(539,968)
Accounts payable (including related parties)	3,075,571	(210,103)
Accrued employees' compensation and remuneration to directors	186,631	8,982
Accrued expenses and other current liabilities	256,466	(112,292)
Net defined benefit liabilities	(373)	(197)
Cash generated from (used in) operations	<u>1,760,290</u>	<u>(423,317)</u>
Income tax paid	<u>(14,645)</u>	<u>(12,828)</u>
Net cash generated from (used in) operating activities	<u>1,745,645</u>	<u>(436,145)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisitions of:		
Financial assets at amortized cost	(611,019)	(400,000)
Property, plant and equipment	(195,366)	(108,478)
Intangible assets	(131,028)	(25,742)
Proceeds from disposal of financial assets at amortized cost	250,000	-
Refundable deposits paid	(89,096)	(2,243)
Refundable deposits refunded	5,900	3,253
Interest received	<u>47,431</u>	<u>45,121</u>
Net cash used in investing activities	<u>(723,178)</u>	<u>(488,089)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from guarantee deposits received	51	-
Guarantee deposits refunded	(55)	(27)
Repayment of the principal portion of lease liabilities	(23,047)	(24,758)
Interest paid	<u>(1,652)</u>	<u>(847)</u>
Net cash used in financing activities	<u>(24,703)</u>	<u>(25,632)</u>
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		
	<u>24,520</u>	<u>21,730</u>

(Continued)

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

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

	<u>Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ 1,022,284	\$ (928,136)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	<u>6,649,696</u>	<u>10,427,431</u>
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$ 7,671,980</u>	<u>\$ 9,499,295</u>

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

(Concluded)

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

THREE MONTHS ENDED MARCH 31, 2026 AND 2025

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

1. GENERAL

Global Unichip Corp. (GUC), a Republic of China (R.O.C.) corporation, was incorporated on January 22, 1998. GUC is engaged mainly in researching, developing, producing, testing and selling of embedded memory and logic components for various application ICs, cell libraries for various application ICs, and EDA tools for various application ICs. On November 3, 2006, GUC's shares were listed on the Taiwan Stock Exchange (TWSE). The address of its registered office and principal place of business is No. 10 Li-Hsin 6th Rd., Hsinchu Science Park, Taiwan. GUC together with its consolidated subsidiaries are hereinafter referred to collectively as the "Company".

2. APPROVAL OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements were agreed by the Audit and Corporate Governance Committee and reported to the Board of Directors on April 30, 2026.

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

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

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

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

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosures in Financial Statements"	January 1, 2027 (Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

As of the date the consolidated financial statements were authorized for issue, the Company is continuously assessing the possible impact that the application of above standards and interpretations will have on the Company's financial position and financial performance, and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

Except for the following, the accounting policies applied in these consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2025.

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

Statement of Compliance

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

Basis of Consolidation

Principles for preparing consolidated financial statements

The basis of preparation and the basis for the consolidated financial statements applied in these consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2025.

The subsidiaries in the consolidated financial statements

The detail information of the subsidiaries at the end of reporting period is as follows:

Name of Investor	Name of Investee	Main Businesses and Products	Establishment and Operating Location	Percentage of Ownership			Remark
				March 31, 2026	December 31, 2025	March 31, 2025	
GUC	Global Unichip Corp.-NA (GUC-NA)	Products consulting, design and technical support service	U.S.A.	100%	100%	100%	Note
	Global Unichip Japan Co., Ltd. (GUC-Japan)	Products consulting, design and technical support service	Japan	100%	100%	100%	Note
	Global Unichip Corp. Europe B.V. (GUC-Europe)	Products consulting, design and technical support service	Netherlands	100%	100%	100%	Note
	Global Unichip Corp. Korea (GUC-Korea)	Products consulting, design and technical support service	Korea	100%	100%	100%	Note
	Global Unichip (Nanjing) Ltd. (GUC-Nanjing)	Products consulting, design and technical support service	Nanjing, China	100%	100%	100%	Note
	Global Unichip (Shanghai) Company, Limited (GUC-Shanghai)	Products consulting, design and technical support service	Shanghai, China	100%	100%	100%	Note
	Global Unichip Vietnam Company Limited (GUC-Vietnam)	Products consulting, design and technical support service	Vietnam	100%	100%	100%	Note

Note: The subsidiaries are not significant subsidiaries. Except for GUC-NA and GUC-Nanjing, other subsidiaries' financial statements have not been reviewed or audited.

Retirement Benefits

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

Taxation

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION AND UNCERTAINTY

The same material accounting judgments and key sources of estimates and uncertainty have been followed in these consolidated financial statements as were applied in the preparation of the Company's consolidated financial statements for the year ended December 31, 2025.

6. CASH AND CASH EQUIVALENTS

	March 31, 2026	December 31, 2025	March 31, 2025
Cash and deposits in banks	\$ 7,671,980	\$ 6,599,696	\$ 9,499,295
Repurchase agreements collateralized by bonds	<u>-</u>	<u>50,000</u>	<u>-</u>
	<u>\$ 7,671,980</u>	<u>\$ 6,649,696</u>	<u>\$ 9,499,295</u>

Deposits in banks consisted of highly liquid time deposits that were readily convertible to known amounts of cash and were subject to an insignificant risk of changes in value.

7. ACCOUNTS RECEIVABLE, NET

	March 31, 2026	December 31, 2025	March 31, 2025
At amortized cost of accounts receivable	<u>\$ 4,729,064</u>	<u>\$ 3,403,333</u>	<u>\$ 1,588,936</u>

In principle, the payment term granted to customers is due 30 days from the invoice date or 30 days from the end of the month the invoice is issued.

The Company measures the loss allowance for accounts receivable at an amount equal to lifetime expected credit losses. The expected credit losses on accounts receivable are estimated using a provision matrix prepared by reference to the past account aging records of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtor and an assessment of the gross domestic product growth rate, unemployment rate and industrial indicators at the reporting date. The Company estimates expected credit losses based on the number of days that receivables are past due. As the Company's historical credit losses experience does not show significantly different loss patterns for different customer segments, the provision for losses based on past due status of receivables is not further distinguished between the Company's different customer base; poor credit rating customers that have accounts receivable balances past due over 90 days are provided with full amount of loss allowance.

The Company writes off an account receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery of the receivable. For accounts receivable that have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivables which are due. Where recoveries are made, these are recognized in profit or loss.

Aging analysis of accounts receivable

	March 31, 2026	December 31, 2025	March 31, 2025
No past due	\$ 4,534,264	\$ 3,182,834	\$ 1,563,695
Past due			
Past due within 1-30 days	90,048	220,499	17,471
Past due within 31-60 days	<u>104,752</u>	<u>-</u>	<u>7,770</u>
	<u>\$ 4,729,064</u>	<u>\$ 3,403,333</u>	<u>\$ 1,588,936</u>

The movement of the loss allowance of accounts receivable was as follows:

	<u>Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Balance on January 1	\$ -	\$ 147,249
Net remeasurement of credit impairment loss allowance	-	(146,023)
Effect of exchange rate changes	<u>-</u>	<u>(1,226)</u>
Balance on March 31	<u>\$ -</u>	<u>\$ -</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Mutual funds	<u>\$ 2,089,665</u>	<u>\$ 2,081,945</u>	<u>\$ 2,991,379</u>

9. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods	\$ 1,513,679	\$ 1,345,697	\$ 861,023
Work in process	10,219,408	6,312,868	2,858,162
Raw materials	<u>2,006,844</u>	<u>2,489,458</u>	<u>658,415</u>
	<u>\$ 13,739,931</u>	<u>\$ 10,148,023</u>	<u>\$ 4,377,600</u>

Write-down of inventories to net realizable value and reversal of write-down of inventories was included in the cost of revenue; the amounts were as follows:

	Three Months Ended March 31	
	2026	2025
Write-down of inventories	\$ -	\$ 2
Reversal of write-down of inventories	<u>-</u>	<u>(18,060)</u>
	<u>\$ -</u>	<u>\$ (18,058)</u>

10. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings	Machinery and Equipment	Research and Development Equipment	Miscellaneous Equipment	Construction in Progress	Total
<u>Cost</u>							
Balance on January 1, 2026	\$ 266,700	\$ 242,923	\$ 112,515	\$ 1,704,380	\$ 586,711	\$ 598,017	\$ 3,511,246
Additions	-	-	-	589,988	31,415	69,110	690,513
Effect of exchange rate changes	<u>-</u>	<u>-</u>	<u>-</u>	<u>289</u>	<u>1,087</u>	<u>-</u>	<u>1,376</u>
Balance on March 31, 2026	<u>\$ 266,700</u>	<u>\$ 242,923</u>	<u>\$ 112,515</u>	<u>\$ 2,294,657</u>	<u>\$ 619,213</u>	<u>\$ 667,127</u>	<u>\$ 4,203,135</u>
<u>Accumulated depreciation</u>							
Balance on January 1, 2026	\$ -	\$ 101,927	\$ 83,690	\$ 1,519,761	\$ 459,300	\$ -	\$ 2,164,678
Depreciation	-	1,191	3,213	37,916	10,147	-	52,467
Effect of exchange rate changes	<u>-</u>	<u>-</u>	<u>-</u>	<u>282</u>	<u>1,026</u>	<u>-</u>	<u>1,308</u>
Balance on March 31, 2026	<u>\$ -</u>	<u>\$ 103,118</u>	<u>\$ 86,903</u>	<u>\$ 1,557,959</u>	<u>\$ 470,473</u>	<u>\$ -</u>	<u>\$ 2,218,453</u>
Carrying amount on January 1, 2026	<u>\$ 266,700</u>	<u>\$ 140,996</u>	<u>\$ 28,825</u>	<u>\$ 184,619</u>	<u>\$ 127,411</u>	<u>\$ 598,017</u>	<u>\$ 1,346,568</u>
Carrying amount on March 31, 2026	<u>\$ 266,700</u>	<u>\$ 139,805</u>	<u>\$ 25,612</u>	<u>\$ 736,698</u>	<u>\$ 148,740</u>	<u>\$ 667,127</u>	<u>\$ 1,984,682</u>
<u>Cost</u>							
Balance on January 1, 2025	\$ 266,700	\$ 242,923	\$ 112,245	\$ 1,708,152	\$ 535,790	\$ 151,906	\$ 3,017,716
Additions	-	-	-	11,720	8,048	11,761	31,529
Effect of exchange rate changes	<u>-</u>	<u>-</u>	<u>-</u>	<u>235</u>	<u>1,772</u>	<u>-</u>	<u>2,007</u>
Balance on March 31, 2025	<u>\$ 266,700</u>	<u>\$ 242,923</u>	<u>\$ 112,245</u>	<u>\$ 1,720,107</u>	<u>\$ 545,610</u>	<u>\$ 163,667</u>	<u>\$ 3,051,252</u>
<u>Accumulated depreciation</u>							
Balance on January 1, 2025	\$ -	\$ 97,161	\$ 70,540	\$ 1,457,665	\$ 450,403	\$ -	\$ 2,075,769
Depreciation	-	1,191	3,288	30,598	10,072	-	45,149
Effect of exchange rate changes	<u>-</u>	<u>-</u>	<u>-</u>	<u>215</u>	<u>1,317</u>	<u>-</u>	<u>1,532</u>
Balance on March 31, 2025	<u>\$ -</u>	<u>\$ 98,352</u>	<u>\$ 73,828</u>	<u>\$ 1,488,478</u>	<u>\$ 461,792</u>	<u>\$ -</u>	<u>\$ 2,122,450</u>
Carrying amount on January 1, 2025	<u>\$ 266,700</u>	<u>\$ 145,762</u>	<u>\$ 41,705</u>	<u>\$ 250,487</u>	<u>\$ 85,387</u>	<u>\$ 151,906</u>	<u>\$ 941,947</u>
Carrying amount on March 31, 2025	<u>\$ 266,700</u>	<u>\$ 144,571</u>	<u>\$ 38,417</u>	<u>\$ 231,629</u>	<u>\$ 83,818</u>	<u>\$ 163,667</u>	<u>\$ 928,802</u>

11. LEASE ARRANGEMENTS

a. Right-of-use assets

	Land	Buildings	Transportation Equipment	Total
<u>Cost</u>				
Balance on January 1, 2026	\$ 57,233	\$ 617,753	\$ 5,915	\$ 680,901
Additions	-	48,841	-	48,841
Lease expired	-	(70,174)	-	(70,174)
Effect of exchange rate changes	<u>-</u>	<u>3,338</u>	<u>-</u>	<u>3,338</u>
Balance on March 31, 2026	<u>\$ 57,233</u>	<u>\$ 599,758</u>	<u>\$ 5,915</u>	<u>\$ 662,906</u>

(Continued)

	Land	Buildings	Transportation Equipment	Total
<u>Accumulated depreciation</u>				
Balance on January 1, 2026	\$ 11,249	\$ 418,490	\$ 3,697	\$ 433,436
Depreciation	389	24,047	296	24,732
Lease expired	-	(70,174)	-	(70,174)
Effect of exchange rate changes	<u>-</u>	<u>2,494</u>	<u>-</u>	<u>2,494</u>
Balance on March 31, 2026	<u>\$ 11,638</u>	<u>\$ 374,857</u>	<u>\$ 3,993</u>	<u>\$ 390,488</u>
Carrying amounts on January 1, 2026	<u>\$ 45,984</u>	<u>\$ 199,263</u>	<u>\$ 2,218</u>	<u>\$ 247,465</u>
Carrying amounts on March 31, 2026	<u>\$ 45,595</u>	<u>\$ 224,901</u>	<u>\$ 1,922</u>	<u>\$ 272,418</u>
<u>Cost</u>				
Balance on January 1, 2025	\$ 59,238	\$ 485,521	\$ 5,915	\$ 550,674
Additions	-	18,585	-	18,585
Lease modification	(2,005)	-	-	(2,005)
Effect of exchange rate changes	<u>-</u>	<u>7,793</u>	<u>-</u>	<u>7,793</u>
Balance on March 31, 2025	<u>\$ 57,233</u>	<u>\$ 511,899</u>	<u>\$ 5,915</u>	<u>\$ 575,047</u>
<u>Accumulated depreciation</u>				
Balance on January 1, 2025	\$ 9,695	\$ 365,251	\$ 2,514	\$ 377,460
Depreciation	389	19,617	296	20,302
Effect of exchange rate changes	<u>-</u>	<u>5,619</u>	<u>-</u>	<u>5,619</u>
Balance on March 31, 2025	<u>\$ 10,084</u>	<u>\$ 390,487</u>	<u>\$ 2,810</u>	<u>\$ 403,381</u>
Carrying amounts on January 1, 2025	<u>\$ 49,543</u>	<u>\$ 120,270</u>	<u>\$ 3,401</u>	<u>\$ 173,214</u>
Carrying amounts on March 31, 2025	<u>\$ 47,149</u>	<u>\$ 121,412</u>	<u>\$ 3,105</u>	<u>\$ 171,666</u>

(Concluded)

	Three Months Ended March 31 2026	2025
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Income from the subleasing of right-of-use assets (presented in other income)	<u>\$ 75</u>	<u>\$ 7</u>
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b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Carrying amount</u>			
Current	<u>\$ 88,746</u>	<u>\$ 79,254</u>	<u>\$ 68,631</u>
Non-current	<u>\$ 207,565</u>	<u>\$ 190,417</u>	<u>\$ 112,076</u>

Range of discount rates for lease liabilities was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Land	1.62%	1.62%	1.62%
Buildings	1.5%-7.75%	0.642%-5.61%	0.642%-5.61%
Transportation equipment	0.925%-1.611%	0.925%-1.611%	0.925%-1.611%

c. Material leasing activities and terms

The Company leases land and buildings for the use of plants and offices with lease terms ranging from 1 to 37 years. The lease contract for land located in the R.O.C. specifies that lease payments will be adjusted on the basis of changes in announced land value prices and other factors at any time. The Company does not have bargain purchase option to acquire the leasehold land and buildings at the end of the lease terms. In addition, the Company is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent.

d. Subleases

The other sublease transaction is set out below.

Sublease of right-of-use assets

The Company subleased its leasehold parking lot under operating lease with lease term from 1 year and 7 months to 2 years.

The maturity analysis of lease payments receivable under operating subleases was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Year 1	\$ 231	\$ 299	\$ 22
Year 2	<u>22</u>	<u>29</u>	<u>-</u>
	<u>\$ 253</u>	<u>\$ 328</u>	<u>\$ 22</u>

e. Other lease information

	Three Months Ended March 31	
	2026	2025
Expenses relating to short-term leases	<u>\$ 1,094</u>	<u>\$ 1,383</u>
Expenses relating to low-value asset leases	<u>\$ 74</u>	<u>\$ 51</u>
Total cash outflow for leases	<u>\$ (25,918)</u>	<u>\$ (27,087)</u>

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

12. INTANGIBLE ASSETS

	Software	Patents	Total
<u>Cost</u>			
Balance on January 1, 2026	\$ 1,354,554	\$ 519	\$ 1,355,073
Additions	161,506	-	161,506
Effect of exchange rate changes	<u>7</u>	<u>-</u>	<u>7</u>
Balance on March 31, 2026	<u>\$ 1,516,067</u>	<u>\$ 519</u>	<u>\$ 1,516,586</u>
<u>Accumulated amortization</u>			
Balance on January 1, 2026	\$ 776,215	\$ 519	\$ 776,734
Amortization	109,868	-	109,868
Effect of exchange rate changes	<u>7</u>	<u>-</u>	<u>7</u>
Balance on March 31, 2026	<u>\$ 886,090</u>	<u>\$ 519</u>	<u>\$ 886,609</u>
Carrying amount on January 1, 2026	<u>\$ 578,339</u>	<u>\$ -</u>	<u>\$ 578,339</u>
Carrying amount on March 31, 2026	<u>\$ 629,977</u>	<u>\$ -</u>	<u>\$ 629,977</u>
<u>Cost</u>			
Balance on January 1, 2025	\$ 1,314,917	\$ 519	\$ 1,315,436
Additions	31,057	-	31,057
Effect of exchange rate changes	<u>5</u>	<u>-</u>	<u>5</u>
Balance on March 31, 2025	<u>\$ 1,345,979</u>	<u>\$ 519</u>	<u>\$ 1,346,498</u>
<u>Accumulated amortization</u>			
Balance on January 1, 2025	\$ 877,117	\$ 519	\$ 877,636
Amortization	95,851	-	95,851
Effect of exchange rate changes	<u>5</u>	<u>-</u>	<u>5</u>
Balance on March 31, 2025	<u>\$ 972,973</u>	<u>\$ 519</u>	<u>\$ 973,492</u>
Carrying amount on January 1, 2025	<u>\$ 437,800</u>	<u>\$ -</u>	<u>\$ 437,800</u>
Carrying amount on March 31, 2025	<u>\$ 373,006</u>	<u>\$ -</u>	<u>\$ 373,006</u>

13. OTHER CURRENT ASSETS

	March 31, 2026	December 31, 2025	March 31, 2025
Tax receivable	\$ 461,374	\$ 532,156	\$ 257,414
Prepaid license fees	246,436	479,119	539,170
Prepaid expenses	52,203	45,705	54,768
Prepaid income tax	<u>6,895</u>	<u>5,309</u>	<u>4,400</u>
	<u>\$ 766,908</u>	<u>\$ 1,062,289</u>	<u>\$ 855,752</u>

14. OTHER LIABILITIES

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Current</u>			
Payable for license fees	\$ 309,198	\$ 324,310	\$ 208,790
Payable for salaries and bonuses	198,670	244,461	194,005
Payable for royalties	25,902	26,885	21,180
Others	<u>1,346,120</u>	<u>1,042,881</u>	<u>1,073,885</u>
	<u>\$ 1,879,890</u>	<u>\$ 1,638,537</u>	<u>\$ 1,497,860</u>
<u>Non-current</u>			
Payable for license fees	<u>\$ 217,235</u>	<u>\$ 168,794</u>	<u>\$ 65,820</u>

The payable for license fees is primarily attributable to several agreements that GUC entered into for certain technology license and software.

15. RETIREMENT BENEFIT PLANS

a. Defined contribution plans

The pension mechanism under the Labor Pension Act is deemed a defined contribution retirement plan. Pursuant to the Act, GUC makes monthly contributions equal to 6% of each employee's monthly salary to employees' pension accounts. Furthermore, GUC-NA, GUC-Japan, GUC-Korea, GUC-Shanghai and GUC-Nanjing make monthly contributions at certain percentages of the salary of their employees. Accordingly, the Company recognized expenses of \$21,623 thousand and \$20,924 thousand in the consolidated statements of comprehensive income for the three months ended March 31, 2026 and 2025, respectively.

b. Defined benefit plans

GUC has a defined benefit plan under the Labor Standards Act, which provides benefits based on an employee's length of service and average monthly salary of the last six months prior to retirement. GUC contributes an amount equal to 2% of salaries paid each month to a pension fund (the Fund), which is administered by the Labor Pension Fund Supervisory Committee (the Committee) and deposited in the Committee's name in the Bank of Taiwan. Before the end of each year, GUC assesses the balance in the Fund. If the amount of the balance in the Fund is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, GUC is required to fund the difference in one appropriation that should be made before the end of March of the next year. The Fund is managed by the Bureau of Labor Funds, Ministry of Labor ("the Bureau"); GUC has no right to influence the investment policy and strategy.

GUC adopted projected unit credit method to measure the present value of the defined benefit obligation, current service costs and prior service costs.

GUC adopted the pension cost rate from the actuarial valuation as of December 31, 2025 and 2024 to determine and recognize pension expenses in general and administrative expenses of \$78 thousand and \$294 thousand in the consolidated statements of comprehensive income for the three months ended March 31, 2026 and 2025, respectively.

16. EQUITY

a. Share capital

	March 31, 2026	December 31, 2025	March 31, 2025
Authorized	<u>\$ 1,800,000</u>	<u>\$ 1,800,000</u>	<u>\$ 1,800,000</u>
Issued	<u>\$ 1,340,119</u>	<u>\$ 1,340,119</u>	<u>\$ 1,340,119</u>

As of March 31, 2026, December 31, 2025 and March 31, 2025 GUC was authorized to issue 180,000 thousand shares, with a par value of \$10. Each share is entitled to the right to vote and to receive dividends. A total of 134,011 thousand shares have been paid and issued.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
From merger	\$ 16,621	\$ 16,621	\$ 16,621
Additional paid-in capital	13,232	13,232	13,232
Donations	2,710	2,710	2,710
Dividends from claims extinguished by prescription	<u>333</u>	<u>333</u>	<u>280</u>
	<u>\$ 32,896</u>	<u>\$ 32,896</u>	<u>\$ 32,843</u>

Under the Company Law, the capital surplus generated from the excess of the issuance price over the par value of capital stock (including the stock issued for new capital and mergers) and donations may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be appropriated as cash dividends or stock dividends, which are limited to a certain percentage of GUC's paid-in capital. The capital surplus recognized from dividends with claims extinguished by prescription may be only used to offset a deficit.

c. Retained earnings and dividend policy

According to GUC's Articles of Incorporation, when allocating the net profits of each fiscal year, GUC shall first offset its losses in previous years before making appropriations to the following items:

- 1) Legal reserve at 10% of the remaining profit. However, when the legal reserve amounts to the authorized capital, this shall not apply;
- 2) Special reserve in accordance with the resolution in the shareholders' meeting;
- 3) Any balance remaining shall be allocated to shareholders according to the resolution in the shareholders' meeting.

The Articles of Incorporation provide the policy about employee' compensation and remuneration to directors; refer to Note 24.

In GUC's profit distribution, the proportion of cash dividends shall not be lower than 60% of the total dividends, depending on future expansion plans and needs for cash.

The reserve may be used to offset a deficit, or be distributed as dividends and bonuses to the extent that the portion exceeds 25% of the paid-in capital if GUC incurs no loss.

A special reserve equivalent to the net debit balance of other components of shareholders' equity, such as exchange differences on the translation of foreign operations, shall be made from unappropriated earnings. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses.

The appropriations of earnings for 2025 and 2024 had been approved in the meetings of the Board of Directors and shareholders of GUC held on January 29, 2026 and May 15, 2025, respectively. The appropriations and dividends per share were as follows:

	Appropriation of Earnings	
	For the Years Ended December 31	
	2025	2024
Legal reserve	\$ <u>377,539</u>	\$ <u>345,797</u>
Special reserve (reversal of special reserve)	\$ <u>12,733</u>	\$ <u>(30,873)</u>
Cash dividends	\$ <u>2,680,238</u>	\$ <u>2,144,191</u>
Cash dividends per share (NT\$)	\$ 20.00	\$ 16.00

The appropriations of earnings for 2025 are to be resolved in the meeting of the shareholders of GUC which is expected to be held on May 21, 2026.

d. Others

Changes in foreign currency translation reserve were as follows:

	Three Months Ended March 31	
	2026	2025
Balance, beginning of period	\$ (15,867)	\$ (3,134)
Exchange differences on translation of foreign operations	<u>24,841</u>	<u>24,448</u>
Balance, end of period	<u>\$ 8,974</u>	<u>\$ 21,314</u>

The exchange differences on translation of foreign operation's net assets from its functional currency to GUC's presentation currency are recognized directly in other comprehensive income and also accumulated in the foreign currency translation reserve.

17. NET REVENUE

The analysis of the Company's net revenue was as follows:

	Three Months Ended March 31	
	2026	2025
Revenue from customer contracts		
Net revenue from sale of goods	\$ 9,805,073	\$ 5,665,268
Non-recurring engineering ("NRE") service	<u>1,642,739</u>	<u>1,358,376</u>
	<u>\$ 11,447,812</u>	<u>\$ 7,023,644</u>

Revenue from sale of goods is measured at the fair value of the consideration received or receivable. Revenue is reduced for estimated customer returns, rebates and other similar allowances. The Company estimates and recognizes refund liabilities based on historical experience and the consideration of varying contractual terms. Refund liabilities are classified under accrued expenses and other current liabilities.

a. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Accounts receivable, net	<u>\$ 4,729,064</u>	<u>\$ 3,403,333</u>	<u>\$ 1,588,936</u>	<u>\$ 1,988,028</u>
Contract liabilities - current	<u>\$ 8,129,748</u>	<u>\$ 7,338,887</u>	<u>\$ 8,808,769</u>	<u>\$ 9,348,737</u>

The changes in the contract liability balances primarily result from the timing difference between the satisfaction of performance obligation and the customer's payment.

For the three months ended March 31, 2026 and 2025, the Company recognized revenue of \$2,218,826 thousand and \$4,103,296 thousand, respectively, from the beginning balance of contract liability.

b. Disaggregation of revenue from contracts with customers

Production	Three Months Ended March 31	
	2026	2025
Wafer product	\$ 9,805,073	\$ 5,665,268
NRE&IP	<u>1,642,739</u>	<u>1,358,376</u>
	<u>\$ 11,447,812</u>	<u>\$ 7,023,644</u>

Region	Three Months Ended March 31	
	2026	2025
United States	\$ 7,822,287	\$ 4,829,467
Taiwan	1,385,646	1,006,721
China	982,469	715,582
Korea	664,806	8,688
Japan	586,916	430,456
Europe	<u>5,688</u>	<u>32,730</u>
	<u>\$ 11,447,812</u>	<u>\$ 7,023,644</u>

The Company categorized net revenue mainly based on the country of sales region.

Application Type	Three Months Ended March 31	
	2026	2025
Cloud	\$ 9,252,968	\$ 5,031,340
Consumer	1,013,741	1,154,734
Automotive	427,344	64,210
Edge AI	249,108	333,146
Others	<u>504,651</u>	<u>440,214</u>
	<u>\$ 11,447,812</u>	<u>\$ 7,023,644</u>

Resolution	Three Months Ended March 31			
	2026		2025	
	Net Revenue from NRE Service	Net Revenue from Sale of Goods	Net Revenue from NRE Service	Net Revenue from Sale of Goods
3-nanometer	\$ 578,527	\$ 5,905,844	\$ 689,331	\$ 735,459
5-nanometer	193,687	243,478	29,952	2,730,535
7-nanometer	105,416	865,892	197,682	147,641
16-nanometer and above	<u>765,109</u>	<u>2,789,859</u>	<u>441,411</u>	<u>2,051,633</u>
	<u>\$ 1,642,739</u>	<u>\$ 9,805,073</u>	<u>\$ 1,358,376</u>	<u>\$ 5,665,268</u>

18. INTEREST INCOME

	Three Months Ended March 31	
	2026	2025
Bank deposits	\$ 51,113	\$ 45,540
Repurchase agreements collateralized by bonds	<u>147</u>	<u>314</u>
	<u>\$ 51,260</u>	<u>\$ 45,854</u>

19. OTHER INCOME

	Three Months Ended March 31	
	2026	2025
Government grants	\$ 459	\$ 3,074
Rental income	75	7
Other income	<u>1,186</u>	<u>704</u>
	<u>\$ 1,720</u>	<u>\$ 3,785</u>

20. OTHER GAINS AND LOSSES

	Three Months Ended March 31	
	2026	2025
Gain on financial assets at fair value through profit or loss	\$ 7,720	\$ 11,379
Foreign exchange gain (loss), net	<u>41,495</u>	<u>(12,175)</u>
	<u>\$ 49,215</u>	<u>\$ (796)</u>

21. FINANCE COSTS

	Three Months Ended March 31	
	2026	2025
Interest on lease liabilities	<u>\$ 1,652</u>	<u>\$ 847</u>

22. INCOME TAX

- a. Income tax expense recognized in profit or loss

Income tax expense consisted of the following:

	<u>Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Current income tax expense		
In respect of the current year	\$ 258,221	\$ 148,989
Adjustments to income tax of prior years	<u>88</u>	<u>-</u>
	258,309	148,989
Deferred income tax expense		
In respect of the current year	<u>20,172</u>	<u>32,276</u>
Income tax expense recognized in profit or loss	<u>\$ 278,481</u>	<u>\$ 181,265</u>

- b. Tax expense (income) related to Pillar Two income tax legislation

The governments of Netherlands, Vietnam, Korea, and Japan, where GUC-Europe, GUC-Vietnam, GUC-Korea, and GUC-Japan are incorporated, have enacted the Pillar Two income taxes legislation effective from December 31, 2023, January 1, 2024, January 1, 2024, and April 1, 2024, respectively.

Under the legislation, above subsidiaries will be required to pay top-up tax on profits of GUC and its subsidiaries that are taxed at an effective tax rate of less than 15% in their registration. The main jurisdictions in which exposures to this tax may exist is China.

- c. Income tax assessments

The income tax returns of GUC through 2023 have been assessed by the tax authorities.

23. EARNINGS PER SHARE

	<u>Three Months Ended March 31</u>	
	<u>2026</u>	<u>2025</u>
Basic EPS	<u>\$ 12.28</u>	<u>\$ 7.17</u>
Diluted EPS	<u>\$ 12.25</u>	<u>\$ 7.14</u>

EPS is computed as follows:

	Amounts (Numerator)	Number of Shares (Denominator) (In Thousands)	EPS (NT\$)
<u>Three months ended March 31, 2026</u>			
Basic EPS			
Net income available to common shareholders	\$ 1,646,240	134,011	<u>\$ 12.28</u>
Effect of dilutive potential common stock	<u>-</u>	<u>349</u>	
Diluted EPS			
Net income available to common shareholders (including effect of dilutive potential common stock)	<u>\$ 1,646,240</u>	<u>134,360</u>	<u>\$ 12.25</u>

(Continued)

	Amounts (Numerator)	Number of Shares (Denominator) (In Thousands)	EPS (NT\$)
<u>Three months ended March 31, 2025</u>			
Basic EPS			
Net income available to common shareholders	\$ 961,368	134,011	<u>\$ 7.17</u>
Effect of dilutive potential common stock	<u>-</u>	<u>548</u>	
Diluted EPS			
Net income available to common shareholders (including effect of dilutive potential common stock)	<u>\$ 961,368</u>	<u>134,559</u>	<u>\$ 7.14</u> (Concluded)

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

24. ADDITIONAL INFORMATION OF EXPENSES BY NATURE

Net income included the following items:

	<u>Three Months Ended March 31</u>	
	2026	2025
a. Depreciation expense		
Depreciation of property, plant and equipment		
Recognized in cost of revenue	\$ 4,104	\$ 4,706
Recognized in operating expenses	<u>48,363</u>	<u>40,443</u>
	<u>52,467</u>	<u>45,149</u>
Depreciation of right-of-use assets		
Recognized in cost of revenue	1,061	1,188
Recognized in operating expenses	<u>23,671</u>	<u>19,114</u>
	<u>24,732</u>	<u>20,302</u>
	<u>\$ 77,199</u>	<u>\$ 65,451</u>
b. Amortization of intangible assets		
Recognized in cost of revenue	\$ 4,832	\$ 4,455
Recognized in operating expenses	<u>105,036</u>	<u>91,396</u>
	<u>\$ 109,868</u>	<u>\$ 95,851</u>

	Three Months Ended March 31	
	2026	2025
c. Employee benefits expense		
Post-employment benefits (Note 15)		
Defined contribution plans	\$ 21,623	\$ 20,924
Defined benefit plans	<u>78</u>	<u>294</u>
	21,701	21,218
Other employee benefits	<u>1,024,146</u>	<u>788,132</u>
	<u>\$ 1,045,847</u>	<u>\$ 809,350</u>
Employee benefits expense summarized by function		
Recognized in cost of revenue	\$ 125,343	\$ 98,100
Recognized in operating expenses	<u>920,504</u>	<u>711,250</u>
	<u>\$ 1,045,847</u>	<u>\$ 809,350</u>

d. Employees' compensation and remuneration to directors

GUC shall allocate employees' compensation and remuneration to directors no less than 2% and no more than 2%, respectively, of net income before tax and before the employees' compensation and remuneration to directors. Directors who also serve as executive officers of GUC are not entitled to receive the remuneration to directors. GUC shall first offset its losses in previous years before allocating for employees' compensation and remuneration to directors. GUC may issue stock or cash compensation to employees of an affiliated company upon meeting the conditions set by the Board of Directors.

In accordance with the amendments to the Securities and Exchange Act in August 2024, GUC resolved the amendments to the Articles of Incorporation at the 2025 shareholders meeting. The amendments explicitly stipulate that no less than 0.7% of employees' compensation should be allocated as distributions for non-executive employees.

GUC accrued employees' compensation and remuneration to directors in accordance with the provisions of the above Articles of Incorporation. If there is a change in the proposed amounts after the annual consolidated financial statements were authorized for issue, the differences are recorded as a change in accounting estimate and are recognized in the period of the change.

For the three months ended March 31, 2026 and 2025, GUC accrued employees' compensation and remuneration to directors were made at the approved percentage of net income before tax and before deduction of the employees' compensation and remuneration to directors. The accrued amounts were as follows:

	Three Months Ended March 31	
	2026	2025
Employees' compensation	\$ 465,305	\$ 349,278
Remuneration to directors	10,750	10,250

For 2025 and 2024, the employees' compensation and remuneration to directors of GUC were approved in the meetings of the Board of Directors held on January 29, 2026 and January 23, 2025, respectively. The approved amounts were as follows:

	Years Ended December 31	
	2025	2024
Employees' compensation	\$ 1,109,016	\$ 1,158,948
Remuneration to directors	40,120	41,933

There was no difference between the approved amounts of employees' compensation and the amounts reported as expenses in 2025. However, the remuneration to directors approved for 2025 differed from the amounts reported as expenses in 2025; the difference was adjusted to profit and loss for 2026.

	Year Ended December 31, 2025
	Remuneration to Directors
The approved amounts by the Board of Directors	<u>\$ 40,120</u>
The amounts recognized in the consolidated financial statements	<u>\$ 41,000</u>

The approved amounts of employees' compensation and the remuneration to directors approved for 2024 differed from the amounts reported as expenses in 2024; the difference was adjusted to profit and loss for 2025.

	Year Ended December 31, 2024	
	Employees' Compensation	Remuneration to Directors
The approved amounts by the Board of Directors	<u>\$ 1,158,948</u>	<u>\$ 41,933</u>
The amounts recognized in the consolidated financial statements	<u>\$ 1,245,288</u>	<u>\$ 45,000</u>

The information about appropriations of employees' compensation and remuneration to directors of GUC is available at the Market Observation Post System website.

25. CASH FLOW INFORMATION

Movements of liabilities with cash flows and non-cash changes:

	Balance as of January 1, 2026	Cash Flows	Non-cash Changes			Balance as of March 31, 2026
			Lease Additions	Lease Modification	Foreign Exchange Movement	
Guarantee deposits	\$ 3,467	\$ (4)	\$ -	\$ -	\$ 66	\$ 3,529
Lease liabilities	269,671	(23,047)	48,841	-	846	296,311

	Balance as of January 1, 2025	Cash Flows	Non-cash Changes			Balance as of March 31, 2025
			Lease Additions	Lease Modification	Foreign Exchange Movement	
Guarantee deposits	\$ 3,713	\$ (27)	\$ -	\$ -	\$ 51	\$ 3,737
Lease liabilities	186,561	(24,758)	18,585	(2,005)	2,324	180,707

26. CAPITAL MANAGEMENT

The Company manages its capital to ensure that entities in the Company are able to operate sustainability while maximizing the return to stakeholders through the optimization of the debt and equity balance. The Company engages in the semiconductor design services, which is closely tied with customer demand. Business is influenced by the cyclical nature of the semiconductor industry but not significantly. In consideration of the industry dynamics, the Company manages its capital in a manner to ensure that it has sufficient and necessary financial resources to fund its working capital needs, capital asset purchases, research and development activities, dividend payments, debt service requirements and other business requirements associated with its existing operations over the next 12 months. Through capital management, the Company is capable of coping with changes in the industry, striving for improvement, and ultimately creating shareholder value.

27. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

At the end of financial reporting period, the carrying amounts of the Company's financial assets and financial liabilities measured at amortized cost in the consolidated financial statements approximate their fair values.

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

1) Fair value hierarchy

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Mutual funds	<u>\$ 2,089,665</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ 2,089,665</u>

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Mutual funds	<u>\$ 2,081,945</u>	<u>\$ _____</u>	<u>\$ _____</u>	<u>\$ 2,081,945</u>

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Mutual funds	<u>\$ 2,991,379</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ 2,991,379</u>

Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

There were no transfers between Levels 1 and 2 in the current and prior period.

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Financial assets</u>			
FVTPL			
Mandatorily classified as at FVTPL	\$ 2,089,665	\$ 2,081,945	\$ 2,991,379
Amortized cost			
Cash and cash equivalents	7,671,980	6,649,696	9,499,295
Accounts receivable, net (including related parties)	4,752,172	3,417,349	1,624,404
Other financial assets	617,651	252,804	407,018
Refundable deposits	343,589	254,283	160,056
Pledged time deposits	<u>22,200</u>	<u>22,200</u>	<u>22,200</u>
	<u>\$ 15,497,257</u>	<u>\$ 12,678,277</u>	<u>\$ 14,704,352</u>
<u>Financial liabilities</u>			
Amortized cost			
Accounts payable (including related parties)	\$ 7,106,421	\$ 4,126,270	\$ 2,055,148
Payables on machinery and equipment	515,125	28,583	24,791
Accrued expenses and other current liabilities	1,357,649	977,134	1,076,636
Payable for license fees	526,433	493,104	274,610
Guarantee deposits	<u>3,529</u>	<u>3,467</u>	<u>3,321</u>
	<u>\$ 9,509,157</u>	<u>\$ 5,628,558</u>	<u>\$ 3,434,506</u>

d. Financial risk management objectives and policies

The Company's objectives in financial risk management are to manage its exposure to market risk, credit risk and liquidity risk related to the operating activities. To reduce the related financial risks, the Company engages in identifying, assessing and avoiding the market uncertainties with the objective to reduce the potentially adverse effects the market uncertainties may have on its financial performance.

The plans for material treasury activities are reviewed by the Audit and Corporate Governance Committee and the Board of Directors in accordance with procedures required by relevant regulations and internal controls. During the implementation of such plans, the treasury function must comply with certain treasury procedures that provide guiding principles for overall financial risk management and segregation of duties.

1) Market risk

Foreign currency risk

The Company's operating activities are mainly denominated in foreign currency and exposed to foreign exchange risk. To protect against the volatility of future cash flows arising from changes in foreign exchange rates, the Company adopts an economic hedging strategy to maintain a balance of net foreign currency assets and liabilities.

The Company's sensitivity analysis to foreign currency risk mainly focuses on the foreign currency monetary items at the end of the reporting period. Assuming a 10% strengthening of New Taiwan Dollars against the relevant currencies, the net income before tax for the three months ended March 31, 2026 and 2025 would have decreased by \$201,297 thousand and \$38,499 thousand, respectively.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from operating activities, primarily accounts receivable, and from investing activities primarily deposits with banks. Credit risk is managed separately for business related and financial related exposures. As of the balance sheet date, the Company's maximum credit risk exposure is mainly from the carrying amount of financial assets recognized in the consolidated balance sheet.

Business related credit risk

The Company has considerable accounts receivable from its customers worldwide. The majority of the Company's outstanding accounts receivable are not covered by collateral or credit insurance. While the Company has procedures to monitor and limit exposure to credit risk on accounts receivable, there can be no assurance such procedures will effectively limit its credit risk and avoid losses.

As of March 31, 2026, December 31, 2025 and March 31, 2025, the Company's ten largest customers accounted for 78%, 75% and 47% of accounts receivable, respectively.

Financial credit risk

The Company monitors and reviews the transaction limit applied to counterparties and adjusts the concentration limit according to market conditions and the credit standing of the counterparties regularly. The Company mitigates its exposure by selecting financial institution with high credit rating.

3) Liquidity risk management

The objective of liquidity risk management is to ensure the Company has sufficient liquidity to fund its business requirements. The Company manages its liquidity risk by maintaining adequate cash and banking facilities.

As of March 31, 2026, December 31, 2025 and March 31, 2025, the unused financing facilities of the Company amounted \$1,600,000 thousand, \$2,300,000 thousand and \$1,600,000 thousand, respectively.

The table below summarizes the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

Non-derivative Financial Liabilities	Less Than 1 Year	1-4 Years	4+ Years	Total
<u>March 31, 2026</u>				
Accounts payable (including related parties)	\$ 7,106,421	\$ -	\$ -	\$ 7,106,421
Payables on machinery and equipment	515,125	-	-	515,125
				(Continued)

Non-derivative Financial Liabilities	Less Than 1 Year	1-4 Years	4+ Years	Total
Accrued expenses and other current liabilities	\$ 1,357,649	\$ -	\$ -	\$ 1,357,649
Lease liabilities	94,371	161,986	62,099	318,456
Payable for license fees	309,198	217,235	-	526,433
Guarantee deposits	-	-	3,529	3,529
	<u>\$ 9,382,764</u>	<u>\$ 379,221</u>	<u>\$ 65,628</u>	<u>\$ 9,827,613</u>

(Concluded)

Additional information about the maturity analysis of lease liabilities:

	Less than 4 Years	4-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	<u>\$ 256,357</u>	<u>\$ 22,180</u>	<u>\$ 10,324</u>	<u>\$ 10,324</u>	<u>\$ 19,271</u>

Non-derivative Financial Liabilities	Less Than 1 Year	1-4 Years	4+ Years	Total
<u>December 31, 2025</u>				
Accounts payable (including related parties)	\$ 4,126,270	\$ -	\$ -	\$ 4,126,270
Payables on machinery and equipment	28,583	-	-	28,583
Accrued expenses and other current liabilities	977,134	-	-	977,134
Lease liabilities	83,608	139,212	67,066	289,886
Payable for license fees	324,310	168,794	-	493,104
Guarantee deposits	-	-	3,467	3,467
	<u>\$ 5,539,905</u>	<u>\$ 308,006</u>	<u>\$ 70,533</u>	<u>\$ 5,918,444</u>

Additional information about the maturity analysis of lease liabilities:

	Less than 4 Years	4-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	<u>\$ 222,820</u>	<u>\$ 26,631</u>	<u>\$ 10,324</u>	<u>\$ 10,324</u>	<u>\$ 19,787</u>

Non-derivative Financial Liabilities	Less Than 1 Year	1-4 Years	4+ Years	Total
<u>March 31, 2025</u>				
Accounts payable (including related parties)	\$ 2,055,148	\$ -	\$ -	\$ 2,055,148
Payables on machinery and equipment	24,791	-	-	24,791
Accrued expenses and other current liabilities	1,076,636	-	-	1,076,636
Lease liabilities	71,283	67,799	58,262	197,344
Payable for license fees	208,790	65,820	-	274,610
Guarantee deposits	-	-	3,321	3,321
	<u>\$ 3,436,648</u>	<u>\$ 133,619</u>	<u>\$ 61,583</u>	<u>\$ 3,631,850</u>

Additional information about the maturity analysis of lease liabilities:

	Less than 4 Years	4-10 Years	10-15 Years	15-20 Years	20+ Years
Lease liabilities	<u>\$ 139,082</u>	<u>\$ 16,278</u>	<u>\$ 10,324</u>	<u>\$ 10,324</u>	<u>\$ 21,336</u>

28. RELATED PARTY TRANSACTIONS

Intercompany balances and transactions between GUC and its subsidiaries have been eliminated upon consolidation; therefore, those items are not disclosed in this note. The following is a summary of transactions between the Company and other related parties:

a. Related party name and category

<u>Related Party Name</u>	<u>Related Party Category</u>
Taiwan Semiconductor Manufacturing Co., Ltd. (TSMC)	An investor that accounts for its investment in GUC by using the equity method
TSMC North America (TSMC-NA)	A subsidiary of TSMC
VisEra Technologies Co., Ltd. (VisEra)	A subsidiary of TSMC
Vanguard International Semiconductor Corporation (VIS)	An associate of TSMC
Bank SinoPac Co., Ltd (Bank SinoPac)	Affiliate of the GUC president's spouse

b. Operating transactions

Line Item	Related Party Name and Category	Three Months Ended March 31	
		2026	2025
Net revenue	Investors with significant influence over the Company and their subsidiaries	<u>\$ 58,764</u>	<u>\$ 98,912</u>
Purchases	Investors with significant influence over the Company and their subsidiaries		
	TSMC-NA	\$ 7,535,680	\$ 4,269,043
	TSMC	<u>1,411,782</u>	<u>900,222</u>
		8,947,462	5,169,265
	Others	<u>9,318</u>	<u>1,344</u>
		<u>\$ 8,956,780</u>	<u>\$ 5,170,609</u>
Manufacturing overhead	Investors with significant influence over the Company and their subsidiaries		
	TSMC-NA	\$ 1,092,165	\$ 1,346,981
	TSMC	<u>485,483</u>	<u>367,289</u>
		<u>\$ 1,577,648</u>	<u>\$ 1,714,270</u>

(Continued)

Line Item	Related Party Name and Category	Three Months Ended March 31	
		2026	2025
Operating expenses	Investors with significant influence over the Company and their subsidiaries	\$ 31,443	\$ 20,298

(Concluded)

The following balances were outstanding at the end of the reporting period:

Line Item	Related Party Name and Category	March 31, 2026	December 31, 2025	March 31, 2025
Receivables from related parties	Investors with significant influence over the Company and their subsidiaries			
	TSMC	\$ 23,108	\$ 14,016	\$ 35,468
Prepayment for purchases	Investors with significant influence over the Company and their subsidiaries			
	TSMC	\$ 1,216,434	\$ 1,025,140	\$ 974,254
	TSMC-NA	9,717	230,368	3,742,713
		\$ 1,226,151	\$ 1,255,508	\$ 4,716,967
Refundable deposits	Investors with significant influence over the Company and their subsidiaries			
	VisEra	\$ 3,304	\$ 3,304	\$ 3,304
Contract liabilities	Investors with significant influence over the Company and their subsidiaries	\$ 5,074	\$ 5,074	\$ 5,074
Payables to related parties	Investors with significant influence over the Company and their subsidiaries			
	TSMC-NA	\$ 3,628,887	\$ 1,528,830	\$ 756,916
	TSMC	297,929	386,891	342,753
		3,926,816	1,915,721	1,099,669
	Others	2,717	1,713	905
		\$ 3,929,533	\$ 1,917,434	\$ 1,100,574

The terms of sales to related parties were not significantly different from those of sales to third parties. For other related party transactions, the terms of transactions were determined in accordance with mutual agreement because there were no comparable terms for third-party transactions. The payment term granted to related parties is due 30 days from the invoice date or 30 days from the end of the month when the invoice is issued, while the payment term granted to third parties is due 30 days from the invoice date or 75 days from the end of the month when the invoice is issued.

c. Lease arrangements

Line Item	Related Party Name and Category	March 31, 2026	December 31, 2025	March 31, 2025
Lease liabilities - current	Investors with significant influence over the Company and their subsidiaries VisEra	<u>\$ 15,818</u>	<u>\$ 21,045</u>	<u>\$ 14,806</u>
			Three Months Ended March 31	
Line Item	Related Party Name and Category		2026	2025
Finance costs	Investors with significant influence over the Company and their subsidiaries VisEra		<u>\$ 82</u>	<u>\$ 45</u>

The Company leased server room from related parties. The lease terms and prices were determined in accordance with mutual agreements. The rental expense was paid monthly.

d. Bank deposits and interest income

Line Item	Related Party Name and Category	March 31, 2026	December 31, 2025	March 31, 2025
Cash and cash equivalents	Substantive related parties Bank SinoPac	<u>\$ 614,273</u>	<u>\$ 155,028</u>	<u>\$ 195,667</u>
Other financial assets	Substantive related parties Bank SinoPac	<u>\$ 227</u>	<u>\$ 123</u>	<u>\$ 257</u>
Pledged time deposits	Substantive related parties Bank SinoPac	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ 20,000</u>

Range of interest rates for bank deposits was as follows:

Line Item	Related Party Name and Category	March 31, 2026	December 31, 2025	March 31, 2025
Cash and cash equivalents	Substantive related parties Bank SinoPac	0.030%-1.200%	0.001%-2.000%	0.010%-2.000%
Pledged time deposits	Substantive related parties Bank SinoPac	1.0078%	1.0078%	1.0078%

Line Item	Related Party Name and Category	Three Months Ended March 31	
		2026	2025
Interest income	Substantive related parties Bank SinoPac	<u>\$ 1,090</u>	<u>\$ 3,216</u>

e. Compensation of key management personnel:

The remuneration to directors and other key management personnel were as follows:

	Three Months Ended March 31	
	2026	2025
Short-term employee benefits	\$ 52,640	\$ 50,374
Post-employment benefits	<u>108</u>	<u>108</u>
	<u>\$ 52,748</u>	<u>\$ 50,482</u>

The remuneration to directors and other key management personnel were determined by the Compensation Committee of GUC in accordance with the individual performance and the market trends.

29. PLEDGED OR MORTGAGED ASSETS

As of March 31, 2026, December 31, 2025 and March 31, 2025, GUC provided pledged time deposits of \$20,000 thousand as collateral for customs clearance and also provided pledged time deposits of \$2,200 thousand as collateral for lease of a parcel of land from the Science Park Administration (SPA).

30. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

Under the agreement, GUC shall pay at least US\$1,500 thousand to the counterparty in the period from June 2022.

Under the agreements, GUC shall pay at least US\$1,071 thousand and US\$2,100 thousand to the counterparty in the period from March 2026 to March 2028 and December 2026 to December 2029.

GUC has entered into a long-term advanced packaging capacity agreement with the counterparty. The contract service period is from July 2026 to December 2035. GUC should pay US\$37,500 thousand in installments as security deposits to ensure the advanced packaging capacity supply in accordance with the contract, and GUC has paid US\$12,500 thousand as of March 31, 2026. The amount of the security deposits refund will be calculated based on the annual production capacity utilization rate with the contract. However, if the certain level of production capacity utilization rate will not be achieved, the security deposits will not be refunded.

GUC has entered into multiple construction contracts and purchase orders with various companies for the data center in Zhunan, with a total payable amount of \$473,400 thousand, and GUC has paid \$331,380 thousand as of March 31, 2026.

GUC has entered into an equipment purchase order with a certain company, under which it is obligated to pay \$536,455 thousand for the acquisition of the equipment, and GUC has paid \$27,600 thousand as of March 31, 2026.

31. EXCHANGE RATE INFORMATION OF FOREIGN-CURRENCY FINANCIAL ASSETS AND LIABILITIES

The following information was aggregated by the foreign currencies other than functional currencies of the consolidated entities. The significant foreign-currency financial assets and liabilities were as follows:

(Unit: Foreign Currency in Thousands)

	Foreign Currency	Exchange Rate (Note)	Carrying Amount
<u>March 31, 2026</u>			
Monetary item - financial assets			
USD	\$ 313,553	31.995	\$ 10,032,752
RMB	12,658	4.6290	58,592
Monetary item - financial liabilities			
USD	249,767	31.995	7,991,249
JPY	139,177	0.2005	27,905
RMB	11,569	4.6290	53,554
VND	4,377,954	0.00120	5,254
<u>December 31, 2025</u>			
Monetary item - financial assets			
USD	232,335	31.43	7,305,307
RMB	21,464	4.4960	96,500
Monetary item - financial liabilities			
USD	155,787	31.43	4,896,094
JPY	137,088	0.2008	27,527
RMB	4,368	4.4960	19,641
VND	3,581,386	0.00118	4,226
<u>March 31, 2025</u>			
Monetary item - financial assets			
USD	99,547	33.205	3,300,701
Monetary item - financial liabilities			
USD	86,386	33.205	2,869,580
JPY	106,800	0.2227	23,784
RMB	3,927	4.5730	17,960
VND	3,340,510	0.00128	4,276

Note: Exchange rate represents the amount of NT\$ that can be exchanged to one unit of foreign currency.

The significant (realized and unrealized) foreign exchange gains (losses) were as follows:

Foreign Currency	Exchange Rate	Three Months Ended March 31	
		2026	2025
		Net Foreign Exchange Gain (Loss)	Net Foreign Exchange Gain (Loss)
USD	1,450.0341 (USD:KRW)	\$ 76	\$ (11)
USD	26,075 (USD:VND)	36	(14)
USD	6.9720 (USD:RMB)	(9,622)	(697)
USD	31.6303 (USD:NTD)	48,867	(9,441)

32. OPERATING SEGMENT INFORMATION

The Company operates in a single industry and is viewed by the Company's chief operating decision maker as one segment when reviewing information in order to allocate resources and assess performance. The basis for the measurement of the operating segment profit (loss), assets and liabilities is the same as that for the preparation of financial statements. Refer to the consolidated financial statements for the related operating segment information and Note 17 for information about disaggregation of revenue.

33. ADDITIONAL DISCLOSURES

a. Significant transactions and b. Related information of reinvestment

- 1) Financing provided: None;
- 2) Endorsements/guarantees provided: None;
- 3) Significant marketable securities held (excluding investments in subsidiaries, associates and jointly controlled entities): See Table 1 attached;
- 4) Total purchases from or sales to related parties of at least NT\$100 million or 20% of the paid-in capital: See Table 2 attached;
- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: None;
- 6) Others: Intercompany relationships and significant intercompany transactions: See Table 3 attached;
- 7) Names, locations, and related information of investees over which the Company exercises significant influence (excluding information on investment in Mainland China): See Table 4 attached.

c. Information on investment in Mainland China

- 1) The name of the investee in Mainland China, the main businesses and products, its issued capital, method of investment, information on inflow or outflow of capital, percentage of ownership, net income (losses) of the investee, investment income (losses), ending balance, amount received as dividends from the investee, and the limitation on investee: See Table 5 attached.
- 2) Significant direct or indirect transactions with the investee, its prices and terms of payment, unrealized gain or loss, and other related information which is helpful to understand the impact of investment in Mainland China on financial reports: See Table 3 attached.

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD

MARCH 31, 2026

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

Holding Company Name	Marketable Securities Type and Name	Relationship with the Company	Financial Statement Account	March 31, 2026				Note
				Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
GUC	<u>Mutual funds</u>							
	Fubon Money Market Fund	-	Financial assets at fair value through profit or loss - current	53,778,060	\$ 847,978	-	\$ 847,978	
	UPAMC James Bond Money Market Fund	-	Financial assets at fair value through profit or loss - current	35,695,108	632,800	-	632,800	
	Fubon Chi-Hsiang Money Market Fund	-	Financial assets at fair value through profit or loss - current	12,246,123	203,774	-	203,774	
	Prudential Financial Money Market Fund	-	Financial assets at fair value through profit or loss - current	12,129,445	203,755	-	203,755	
	Yuanta Wan Tai Money Market Fund	-	Financial assets at fair value through profit or loss - current	6,271,441	100,701	-	100,701	
	Fuh Hwa Money Market Fund	-	Financial assets at fair value through profit or loss - current	6,604,845	100,657	-	100,657	

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES OF AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
THREE MONTHS ENDED MARCH 31, 2026
(Amounts in Thousands of New Taiwan Dollars)**

Company Name	Related Party	Nature of Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchases/ Sales	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
GUC	TSMC	TSMC is an investor that accounts for its investment in GUC by using the equity method	Purchases	\$ 1,411,782	15	30 days after invoice date	Note 28	Note 28	\$ (340,259)	(5)	
	TSMC-NA	TSMC-NA is a subsidiary of TSMC	Purchases	7,535,680	82	30 days after invoice date	Note 28	Note 28	(3,642,330)	(51)	

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
 THREE MONTHS ENDED MARCH 31, 2026
 (Amounts in Thousands of New Taiwan Dollars)

No.	Company Name	Counterparty	Nature of Relationship (Note 1)	Intercompany Transactions			
				Financial Statement Account	Amount	Terms (Note 2)	Percentage to Consolidated Net Revenue or Total Assets
0	GUC	GUC-NA	1	Operating expenses	\$ 61,841	-	1%
				Accrued expenses and other current liabilities	16,236	-	-
		GUC-Japan	1	Operating expenses	83,337	-	1%
				Accrued expenses and other current liabilities	27,905	-	-
		GUC-Europe	1	Operating expenses	3,064	-	-
				Accrued expenses and other current liabilities	975	-	-
		GUC-Korea	1	Operating expenses	3,092	-	-
				Accrued expenses and other current liabilities	713	-	-
		GUC-Shanghai	1	Operating expenses	30,521	-	-
				Accrued expenses and other current liabilities	23,058	-	-
		GUC-Nanjing	1	Operating expenses	43,669	-	-
				Accrued expenses and other current liabilities	30,496	-	-
		GUC-Vietnam	1	Operating expenses	15,345	-	-
				Accrued expenses and other current liabilities	5,253	-	-

Note 1: No. 1 represents the transactions from parent company to subsidiary.

Note 2: The intercompany transactions, prices and terms are determined in accordance with mutual agreements and no other similar transactions could be used for comparison.

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

**NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE (EXCLUDING INFORMATION ON INVESTMENT IN MAINLAND CHINA)
THREE MONTHS ENDED MARCH 31, 2026**

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

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of March 31, 2026			Net Income (Losses) of the Investee	Investment Income (Losses)	Note
				March 31, 2026 (Foreign Currencies in Thousands)	December 31, 2025 (Foreign Currencies in Thousands)	Shares	Percentage of Ownership (%)	Carrying Amount			
GUC	GUC-NA	U.S.A.	Products consulting, design and technical support service	\$ 25,627 (US\$ 800)	\$ 25,627 (US\$ 800)	800,000	100	\$ 198,762	\$ 2,756	\$ 2,756	Note 1
	GUC-Japan	Japan	Products consulting, design and technical support service	15,393 (YEN 55,000)	15,393 (YEN 55,000)	1,100	100	101,778	3,207	3,207	Note 2
	GUC-Europe	Netherlands	Products consulting design and technical support service	8,109 (EUR 200)	8,109 (EUR 200)	-	100	19,148	156	156	Note 2
	GUC-Korea	Korea	Products consulting design and technical support service	5,974 (KRW 222,545)	5,974 (KRW 222,545)	44,000	100	7,623	151	151	Note 2
	GUC-Vietnam	Vietnam	Products consulting design and technical support service	30,602 (VND 23,670,000)	30,602 (VND 23,670,000)	-	100	34,197	772	772	Note 2

Note 1: Investment income (loss) was determined based on reviewed financial statements.

Note 2: Investment income (loss) was determined based on unreviewed financial statements.

GLOBAL UNICHIP CORP. AND SUBSIDIARIES

INFORMATION ON INVESTMENT IN MAINLAND CHINA
THREE MONTHS ENDED MARCH 31, 2026

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

Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital (US\$ in Thousands)	Method of Investment	Accumulated Outflow of Investment from Taiwan as of January 1, 2026 (US\$ in Thousands)	Investment Flows		Accumulated Outflow of Investment from Taiwan as of March 31, 2026 (US\$ in Thousands)	Net Income (Losses) of the Investee	Percentage of Ownership	Investment Income (Losses)	Carrying Amount as of March 31, 2026	Accumulated Inward Remittance of Earnings as of March 31, 2026
					Outflow	Inflow						
GUC-Nanjing	Products consulting, design and technical support service	\$ 305,104 (US\$ 10,000)	(Note 1)	\$ 305,104 (US\$ 10,000)	\$ -	\$ -	\$ 305,104 (US\$ 10,000)	\$ (272)	100%	\$ (272) (Note 2)	\$ 667,947	\$ 201,787
GUC-Shanghai	Products consulting, design and technical support service	31,165 (US\$ 1,000)	(Note 1)	31,165 (US\$ 1,000)	-	-	31,165 (US\$ 1,000)	1,549	100%	1,549 (Note 3)	77,646	-

Accumulated Investment in Mainland China as of March 31, 2026 (US\$ in Thousands)	Investment Amounts Authorized by Investment Commission, MOEA (US\$ in Thousands)	Upper Limit on Investment
\$ 336,269 (US\$ 11,000)	\$ 336,269 (US\$ 11,000)	\$ 8,750,324 (Note 4)

Note 1: GUC invested the investee directly.

Note 2: Investment income (loss) was determined based on reviewed financial statements.

Note 3: Investment income (loss) was determined based on unreviewed financial statements.

Note 4: Subject to 60% of net asset value of GUC according to the revised "Guidelines Governing the Approval of Investment or Technical Cooperation in Mainland China" issued by the Investment Commission.