

Stock code : 3259

Solid State System Co., Ltd.

Individual Financial Statements

With Independent Auditors' Review Report

For the Three Months Ended March 31, 2026 and 2025

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

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INDEPENDENT AUDITORS' REVIEW REPORT

For Solid State System Co., Ltd.:

Introduction

We have reviewed the accompanying individual balance sheets of Solid State System Co., Ltd. ("3S") as of March 31, 2026 and 2025, and the related individual statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2026 and 2025, and notes to the individual financial statements, including a summary of significant accounting policies. The management is responsible for the preparation and fair presentation of the individual 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 individual financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with the Standards on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of individual 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.

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying individual financial statements do not present fairly, in all material respects, the individual financial position of 3S as of March 31, 2026 and 2025, and of its individual financial performance as well as its individual cash flows for the three months 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 Ting-Hsun Chan and Yun-Chao Chiu.

Lan-Jai CPAs' Firm

Taiwan(Republic of China)

May 7, 2026

Notes to Readers

The accompanying individual financial statements are intended only to present the individual financial position, financial performance and cash flows in accordance with the 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 individual financial statements are those generally accepted and applied in the Republic of China.

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

(English Translation of Individual Financial Statements Originally Issued in Chinese.)
Solid State System Co., Ltd.
Individual Balance Sheets
March 31, 2026, December 31 and March 31, 2025
(Expressed 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 (note 6)	\$ 65,565	13	\$ 84,663	14	\$ 88,219	13	Short-term borrowings (notes 13 and 26)	\$ -	-	\$ 25,000	4	\$ 41,500	6
Current financial assets at amortized cost (notes 7)	100,000	20	200,000	33	300,000	45	Accounts payable	10,064	2	41,379	7	4,752	1
Accounts receivable, net (note 8)	12,574	3	14,926	2	18,952	3	Accrued payroll and bonus	11,741	2	25,314	4	7,741	1
Accounts receivable from related parties, net (notes 8 and 25)	1,143	-	1,734	-	1,537	-	Other accrued expenses	10,409	2	15,117	2	12,747	2
Inventories (note 9)	182,202	37	171,885	28	189,147	28	Current lease liabilities (note 11)	3,464	1	4,700	1	8,447	1
Other current assets (note 26)	26,650	5	31,691	5	19,836	3	Current portion of long-term borrowings (note 13)	6,996	1	6,957	1	6,843	1
Total current assets	<u>388,134</u>	<u>78</u>	<u>504,899</u>	<u>82</u>	<u>617,691</u>	<u>92</u>	Other current liabilities	12,415	3	14,276	2	6,208	1
							Total current liabilities	<u>55,089</u>	<u>11</u>	<u>132,743</u>	<u>21</u>	<u>88,238</u>	<u>13</u>
Non-current assets:							Non-current liabilities:						
Property, plant and equipment (note 10 and 26)	87,077	18	89,767	14	25,797	4	Long-term borrowings (note 13 and 26)	58,147	12	59,911	10	21,463	4
Right-of-use assets (note 11)	3,706	1	4,831	1	11,176	2	Non-current lease liabilities (note 11)	296	-	210	-	2,337	-
Intangible assets (note 12)	8,999	2	11,151	2	9,050	1	Guarantee deposits received	618	-	618	-	628	-
Refundable deposits (note 26)	6,045	1	6,104	1	6,857	1	Total non-current liabilities	<u>59,061</u>	<u>12</u>	<u>60,739</u>	<u>10</u>	<u>24,428</u>	<u>4</u>
Other non-current assets	550	-	600	-	750	-	Total liabilities	<u>114,150</u>	<u>23</u>	<u>193,482</u>	<u>31</u>	<u>112,666</u>	<u>17</u>
Total non-current assets	<u>106,377</u>	<u>22</u>	<u>112,453</u>	<u>18</u>	<u>53,630</u>	<u>8</u>	Equity (note 15):						
							Common stock	729,659	148	729,659	119	729,659	109
							Capital surplus	-	-	-	-	190,985	28
							Accumulated deficits	(349,298)	(71)	(305,789)	(50)	(361,989)	(54)
							Total equity	<u>380,361</u>	<u>77</u>	<u>423,870</u>	<u>69</u>	<u>558,655</u>	<u>83</u>
Total assets	<u>\$ 494,511</u>	<u>100</u>	<u>\$ 617,352</u>	<u>100</u>	<u>\$ 671,321</u>	<u>100</u>	Total liabilities and equity	<u>\$ 494,511</u>	<u>100</u>	<u>\$ 617,352</u>	<u>100</u>	<u>\$ 671,321</u>	<u>100</u>

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

(English Translation of Individual Financial Statements Originally Issued in Chinese.)
Solid State System Co., Ltd.
Individual Statements of Comprehensive Income
For the three months ended March 31, 2026 and 2025
(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)

	For the three months ended March 31,			
	2026		2025	
	Amount	%	Amount	%
Operating revenues (notes 17 and 25)	\$ 45,725	100	\$ 51,946	100
Operating costs (notes 9 and 30)	(38,514)	(84)	(43,457)	(84)
Gross profit	7,211	16	8,489	16
Operating expenses				
Selling	(12,198)	(27)	(11,838)	(23)
General and administrative	(9,183)	(20)	(10,630)	(20)
Research and development	(30,084)	(66)	(25,175)	(48)
Total operating expenses	(51,465)	(113)	(47,643)	(91)
Net operating loss	(44,254)	(97)	(39,154)	(75)
Non-operating income and expenses (note 18)				
Interest income	486	1	1,305	2
Other gains and losses	781	2	1,016	2
Financial costs	(522)	(1)	(452)	(1)
Total non-operating income and expenses	745	2	1,869	3
Loss before income tax	(43,509)	(95)	(37,285)	(72)
Income tax expenses (note 20)	-	-	-	-
Net loss for the period	(43,509)	(95)	(37,285)	(72)
Other comprehensive income for the period (after tax)	-	-	-	-
Total comprehensive income for the period	(\$ 43,509)	(95)	(\$ 37,285)	(72)
Earning (loss) per share (New Taiwan Dollars) (note 16)				
Basic earnings (loss) per share	(\$ 0.60)		(\$ 0.51)	
Diluted earnings (loss) per share	(\$ 0.60)		(\$ 0.51)	

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

(English Translation of Individual Financial Statements Originally Issued in Chinese.)

Solid State System Co., Ltd.

**Individual Statements of Changes in Equity
For the three months ended March 31, 2026 and 2025
(Expressed in Thousands of New Taiwan Dollars)**

	<u>Common stock</u>	<u>Capital surplus</u>	<u>Accumulated deficits</u>	<u>Total equity</u>
Balance as of January 1, 2025	\$ 729,659	\$ 190,985	(\$ 324,704)	\$ 595,940
Net loss for the period	-	-	(37,285)	(37,285)
Balance as of March 31, 2025	<u>\$ 729,659</u>	<u>\$ 190,985</u>	<u>(\$ 361,989)</u>	<u>\$ 558,655</u>
Balance as of January 1, 2026	\$ 729,659	\$ -	(\$ 305,789)	\$ 423,870
Net loss for the period	-	-	(43,509)	(43,509)
Balance as of March 31, 2026	<u>\$ 729,659</u>	<u>\$ -</u>	<u>(\$ 349,298)</u>	<u>\$ 380,361</u>

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

(English Translation of Individual Financial Statements Originally Issued in Chinese.)

Solid State System Co., Ltd.

Individual Statements of Cash Flows

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31,	
	2026	2025
Cash flows from operating activities:		
Loss before income tax	(\$ 43,509)	(\$ 37,285)
Adjustments to reconcile profit (loss):		
Depreciation	5,784	6,328
Amortization	2,227	2,002
Expected credit loss	1	2
Interest expense	522	452
Interest income	(486)	(1,305)
Provision for inventory devaluation (reversed) loss	(1,115)	479
Changes in operating assets and liabilities:		
Accounts receivable	2,351	4,055
Accounts receivable from related parties	591	518
Inventories	(9,202)	(4,842)
Other operating assets	5,100	3,834
Accounts payable	(31,315)	(3,227)
Other operating liabilities	(20,281)	(12,629)
Cash flows used in operations	(89,332)	(41,618)
Interest received	560	1,054
Interest paid	(531)	(452)
Income taxes paid	(84)	(100)
Net cash flows used in operating activities	(89,387)	(41,116)
Cash flows from investing activities:		
Acquisition of financial assets at amortized cost	-	(300,000)
Proceeds from disposal of financial assets at amortized cost	100,000	-
Acquisition of property, plant and equipment	(852)	(923)
Decrease (Increase) in refundable deposits	59	(5)
Acquisition of intangible assets	(75)	(3,692)
Net cash flows from (used in) investing activities	99,132	(304,620)
Cash flows from financing activities:		
Proceeds from borrowings	-	31,940
Repayments of borrowings	(25,000)	(24,273)
Repayments of long-term borrowings	(1,725)	(1,688)
Payment of lease liabilities	(2,118)	(2,691)
Net cash flows (used in) from financing activities	(28,843)	3,288
Net decrease in cash and cash equivalents for the period	(19,098)	(342,448)
Cash and cash equivalents at beginning of period	84,663	430,667
Cash and cash equivalents at end of period	\$ 65,565	\$ 88,219

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

(English Translation of Individual Financial Statements Originally Issued in Chinese.)

Solid State System Co., Ltd.

Notes to the Individual Financial Statements

For the three months ended March 31, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars,

Except for Earnings Per Share Information and Unless Otherwise Specified)

1. Company History

Solid State System Co., Ltd. (“3S”) was incorporated on November 26, 1998, as a company limited by shares and registered under the Ministry of Economic Affairs of the Republic of China (“R.O.C.”). The address of 3S’s registered office is 5F-1 No. 22 Tai Yuen Street, Tai Yuen Hi-Tech Industrial Park, Zhubei City, Hsinchu 302, Taiwan, R. O. C. 3S’s common stocks have been publicly listed on Taipei Exchange since December 24, 2007.

The main activities of 3S is the design, research, development, manufacture and sale of integrated circuits (ICs).

2. Approval Date and Procedures of the Individual Financial Statements

The individual financial statements were authorized for issuance by the Board of Directors on May 7, 2026.

3. New Standards, Amendments, and Interpretations Adopted

(1) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. (“FSC”) which have already been adopted.

3S has initially adopted the following new amendments, which do not have a significant impact on its individual financial statements, from January 1, 2026 :

- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “ Insurance Contracts”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Sections 3.1 and 3.3 of IFRS 9 and the related disclosure requirements of IFRS 7.
- Annual Improvements of IFRS Accounting Standards
- Amendments to IFRS 9 and IFRS 7 “Nature-dependent Electricity Contracts”

(2) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to 3S, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> • A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. • Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. • Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. 	<p>January 1, 2027</p> <p>Note : On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.</p>

3S is evaluating the impact on its financial position and financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when 3S completes its evaluation.

3S does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 19 “Subsidiaries without Public Accountability : Disclosures” and amendments to IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency”

4. Summary of Significant Accounting Policies

(1) Statement of compliance

These individual financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC) for a complete set of the annual individual financial statements.

Except the following accounting policies mentioned below, the material accounting policies adopted in the individual financial statements are the same as those in the individual financial statement for the year ended December 31, 2025. For the related information, please refer to note 4 of the individual financial statements for the year ended December 31, 2025.

(2) Income tax

Income tax expense in the financial statements is measured and disclosed in according to paragraph B12 of IAS 34 endorsed by the FSC.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecasted by the management. This should be recognized fully as income tax expense for the current period.

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

5. Significant Accounting Assumptions and Judgments, and Major Sources of Estimation Uncertainty

The preparation of the individual financial statements in conformity with the Regulations and IFRS Accounting Standards (in accordance with IAS 34 “Interim Financial Reporting” and endorsed by the FSC) requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the individual financial statements, the major sources of accounting judgments, estimations and assumptions of uncertainty are applied consistently with note 5 to the individual financial statements for the year ended December 31, 2025.

6. Cash and Cash Equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand and petty cash	\$ 156	\$ 169	\$ 117
Checking and savings accounts	39,409	20,494	28,102
Time deposits	26,000	64,000	60,000
	<u>\$ 65,565</u>	<u>\$ 84,663</u>	<u>\$ 88,219</u>

Please refer to note 21 for the disclosure of credit risk and currency risk of the financial assets and liabilities of 3S.

7. Financial Assets at Amortized Cost

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Current</u>			
Domestic investments			
Time deposits with original maturities of more than three months	\$ 100,000	\$ 200,000	\$ 300,000
Range of interest rates	<u>1.70%</u>	<u>1.62%-1.70%</u>	<u>1.70%</u>

Please refer to note 21 for the disclosure of credit risk and currency risk of the financial assets and liabilities of 3S.

8. Accounts Receivable

A. Accounts receivable (including receivables from related parties)

	March 31, 2026	December 31, 2025	March 31, 2025
Accounts receivable	\$ 13,728	\$ 16,670	\$ 20,503
Less: loss allowance	(11)	(10)	(14)
	<u>\$ 13,717</u>	<u>\$ 16,660</u>	<u>\$ 20,489</u>
Accounts receivable, net	<u>\$ 12,574</u>	<u>\$ 14,926</u>	<u>\$ 18,952</u>
Accounts receivable from related parties, net	<u>\$ 1,143</u>	<u>\$ 1,734</u>	<u>\$ 1,537</u>

3S applies the simplified approach to provide for its expected credit losses (ECL), which permit the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomic and relevant industry information.

The expected loss allowance for accounts receivable (including receivables from related parties) was determined as follows:

	March 31, 2026		
	Gross carrying amount	Weighted-average loss rate	Expected loss allowance
Not past due	\$ 13,728	0.080%	11
	December 31, 2025		
	Gross carrying amount	Weighted-average loss rate	Expected loss allowance
Not past due	\$ 16,290	0.061%	10
Past due by 1~89 days	380	-%	-
Total	\$ 16,670		10
	March 31, 2025		
	Gross carrying amount	Weighted-average loss rate	Expected loss allowance
Not past due	\$ 19,220	0.052%	10
Past due by 1~89 days	1,283	0.312%	4
Total	\$ 20,503		14

The movements in the allowance for accounts receivable (including receivables from related parties) were as follows:

	For the three months ended March 31,	
	2026	2025
Beginning balance	\$ 10	\$ 12
Impairment loss recognized	1	2
Ending balance	\$ 11	\$ 14

3S' s net accounts receivable (including receivables from related parties) mentioned above were not pledged as collateral.

9. Inventories

	March 31, 2026	December 31, 2025	March 31, 2025
Raw materials	\$ -	\$ 1,616	\$ 251
Work in process	75,175	68,791	64,288
Finished goods	107,027	101,478	124,608
Total	\$ 182,202	\$ 171,885	\$ 189,147

- a. The costs of goods sold related to inventories for the three months ended March 31, 2026 and 2025 were \$38,514 and \$43,457, respectively. The cost of goods sold includes provision for inventory devaluation (reversed) loss of (\$1,115) and \$479, respectively.
- b. 3S's inventories mentioned above were not pledged as collateral.

10. Property, Plant, and Equipment

	Land	Buildings	Machinery and equipment	Office and other equipment	Total
Cost:					
Balance as of January 1, 2026	\$ 38,827	\$ 18,565	\$ 60,317	\$ 60,834	\$ 178,543
Additions	-	-	-	1,001	1,001
Balance as of March 31, 2026	<u>\$ 38,827</u>	<u>\$ 18,565</u>	<u>\$ 60,317</u>	<u>\$ 61,835</u>	<u>\$ 179,544</u>
Accumulated depreciation and impairment loss:					
Balance as of January 1, 2026	\$ -	\$ 203	\$ 40,619	\$ 47,954	\$ 88,776
Depreciation for the period	-	96	1,424	2,171	3,691
Balance as of March 31, 2026	<u>\$ -</u>	<u>\$ 299</u>	<u>\$ 42,043</u>	<u>\$ 50,125</u>	<u>\$ 92,467</u>
Book value:					
Balance as of March 31, 2026	<u>\$ 38,827</u>	<u>\$ 18,266</u>	<u>\$ 18,274</u>	<u>\$ 11,710</u>	<u>\$ 87,077</u>
	Land	Buildings	Machinery and equipment	Office and other equipment	Total
Cost:					
Balance as of January 1, 2025	\$ -	\$ -	\$ 69,327	\$ 55,808	\$ 125,135
Additions	-	-	95	776	871
Disposal and write-off	-	-	(19,852)	-	(19,852)
Balance as of March 31, 2025	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,570</u>	<u>\$ 56,584</u>	<u>\$ 106,154</u>
Accumulated depreciation and impairment loss:					
Balance as of January 1, 2025	\$ -	\$ -	\$ 55,981	\$ 41,089	\$ 97,070
Depreciation for the period	-	-	891	2,248	3,139
Disposal and write-off	-	-	(19,852)	-	(19,852)
Balance as of March 31, 2025	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,020</u>	<u>\$ 43,337</u>	<u>\$ 80,357</u>
Book value:					
Balance as of March 31, 2025	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,550</u>	<u>\$ 13,247</u>	<u>\$ 25,797</u>

3S's real estate-backed collateralization for bank loans, please refer to note 26.

11. Lease Arrangements

A. Right-of use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount:			
Buildings	\$ 3,706	\$ 4,831	\$ 11,176

	For the three months ended March 31,	
	2026	2025
Addition to right-of-use assets	\$ 968	\$ 832
Depreciation for right-of-use assets		
Buildings	\$ 2,093	\$ 3,189

B. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount:			
Current	\$ 3,464	\$ 4,700	\$ 8,447
Non-current	296	210	2,337
	\$ 3,760	\$ 4,910	\$ 10,784

Range of discount rate for lease liabilities was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Buildings	2.64%~2.68%	2.64%~2.68%	1.40%~2.68%

C. Material lease activities and terms

3S leases buildings and parking space for its office space and staff parking area, with the leases terms that typically run for a period of 1 to 2.2 years.

12. Intangible Assets

	Computer software	Patent and technology license fee	Total
Cost:			
Balance as of January 1, 2026	\$ 16,728	\$ 20,933	\$ 37,661
Additions	75	-	75
Balance as of March 31, 2026	\$ 16,803	\$ 20,933	\$ 37,736
Accumulated amortization:			
Balance as of January 1, 2026	\$ 14,589	\$ 11,921	\$ 26,510
Amortization for the period	1,632	595	2,227
Balance as of March 31, 2026	\$ 16,221	\$ 12,516	\$ 28,737
Book value:			
Balance as of March 31, 2026	\$ 582	\$ 8,417	\$ 8,999

	Computer software	Patent and technology license fee	Total
Cost:			
Balance as of January 1, 2025	\$ 10,106	\$ 15,241	\$ 25,347
Additions	-	3,692	3,692
Balance as of March 31, 2025	\$ 10,106	\$ 18,933	\$ 29,039
Accumulated amortization:			
Balance as of January 1, 2025	\$ 8,126	\$ 9,861	\$ 17,987
Amortization for the period	1,571	431	2,002
Balance as of March 31, 2025	\$ 9,697	\$ 10,292	\$ 19,989
Book value:			
Balance as of March 31, 2025	\$ 409	\$ 8,641	\$ 9,050

3S's intangible assets mentioned above were not pledged as collateral.

13. Borrowings

A. Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank loans	\$ -	\$ 25,000	\$ 41,500
Unused credit line	\$ 45,000	\$ -	\$ 17,500
Range of interest rates	-%	2.66%~2.68%	2.67%~2.75%

B. Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank loans	\$ 21,463	\$ 23,188	\$ 28,306
Secured bank loans	43,680	43,680	-
Less: Current portion of long-term borrowings	(6,996)	(6,957)	(6,843)
	\$ 58,147	\$ 59,911	\$ 21,463
Unused credit line	\$ -	\$ -	\$ -
Range of interest rates	2.22%~2.30%	2.22%~2.30%	2.22%

3S asset-backed collateralization for bank loans, please refer to note 26.

14. Employee Benefit

3S allocates 6% of each employee's monthly wages to the labor pension personal account at the Bureau of Labor Insurance, Ministry of Labor (hereinafter referred to as the Bureau of Labor Insurance) in accordance with the provisions of the Labor Pension Act. Under this defined contribution plan, 3S allocates a fixed amount to the Bureau of Labor Insurance without additional legal or constructive obligations.

For the information related to 3S's pension costs for the three months ended March 31, 2026 and 2025, please refer to note 30.

15. Capital and Other Equity Interest

A. Ordinary share capital

	March 31, 2026	December 31, 2025	March 31, 2025
Number of authorized shares (in thousands)	120,000	120,000	120,000
Amount of authorized shares	\$ 1,200,000	\$ 1,200,000	\$ 1,200,000
Number of issued and fully paid shares (in thousands)	72,966	72,966	72,966
Issued share capital	\$ 729,659	\$ 729,659	\$ 729,659

On October 14, 2024, based on the resolution of a Board of Directors meeting, to increase 3S's capital by issuing 16,000 thousand common shares with a par value of NT\$10 per share. The initial issue price is NT\$22 per share. The issuance registration with the FSC, under registration No. 1130361038, became effective on November 21, 2024. The effective date of the capital increase was December 31, 2024, and the relevant statutory registration procedures had already been completed on February 8, 2025.

In order to appeal to strategic investors for the purpose of strengthening 3S's stockholder structure and improving competitiveness, on May 27, 2025, based on the resolution of a stockholders' meeting, the Board of Directors resolved to conduct the private placement within 20,000 thousand common stock. However, as the one-year term is approaching its expiration and considering overall funding situation, the plan will not be conducted upon expiration. Additionally, on February 12, 2026, the Board of Directors resolved to conduct the private placement of common shares within the 20,000 thousand shares limit. The application is pending for approval by the stockholders' meeting on May 27, 2026.

B. Capital surplus

3S's capital surplus was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Capital increase	\$ -	\$ -	\$ 190,979
Other- expired stock option	-	-	6
Total	\$ -	\$ -	\$ 190,985

According to the R.O.C. Company Act, capital surplus can only be used to offset a deficit, and only the realized capital surplus can be used to increase the common stock or be distributed as cash dividends. The aforementioned realized capital surplus includes capital surplus resulting from premium on issuance of capital stock and earnings from donated assets received. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, capital increases by transferring capital surplus in excess of par value should not exceed 10% of the total common stock outstanding.

C. Distribution of earnings/deficit compensation

The deficit compensation for 2025 was presented for a resolution in the Board of Directors' meeting on February 12, 2026, which are then to be approved in annual stockholders'

meeting. A resolution was approved during the stockholders' meetings held on May 27, 2025 for 3S to use its capital surplus to offset its accumulated deficits in 2024 at the amount of \$190,985, was consistent with those of the resolution approved by the Board of Directors.

The information will be available on the Market Observation Post System website.

16. Earnings Per Share

A. Basic earnings (loss) per share

Basic earnings per share amounts for the three months ended March 31, 2026 and 2025 were calculated by dividing net profit attributable to ordinary equity holders of the 3S by the weighted average number of ordinary shares outstanding as follow:

	For the three months ended March 31,	
	2026	2025
Net loss attributable to 3S's stockholders	(\$ 43,509)	(\$ 37,285)
Weighted average common stocks outstanding (thousand shares)	72,966	72,966
Basic EPS (TWD)	(\$ 0.60)	(\$ 0.51)

There were no dilutive potential ordinary shares for the period.

17. Revenue

A. The analysis of the revenue generated by 3S in the current year is as follows:

	For the three months ended March 31,	
	2026	2025
Primary geographical markets		
China	\$ 21,120	\$ 21,566
Taiwan	13,118	17,014
North-east Asia	11,397	8,660
America	90	4,706
	<u>\$ 45,725</u>	<u>\$ 51,946</u>
Major products		
Revenue from IC	\$ 45,631	\$ 51,423
Service revenue	94	523
	<u>\$ 45,725</u>	<u>\$ 51,946</u>

18. Non-operating Income and Expenses

A. Interest income

	For the three months ended March 31,	
	2026	2025
Interest income from bank deposits	\$ 484	\$ 1,304
Other interest income	2	1
	<u>\$ 486</u>	<u>\$ 1,305</u>

B. Other gains and losses

	For the three months ended March 31,	
	2026	2025
Foreign exchange gains, net	\$ 351	\$ 598
Others	430	418
	<u>\$ 781</u>	<u>\$ 1,016</u>

C. Financial costs

	For the three months ended March 31,	
	2026	2025
Interest expense-borrowings	\$ 496	\$ 382
Interest expense-lease liabilities	26	70
	<u>\$ 522</u>	<u>\$ 452</u>

19. Compensation of Employees and Directors

According to 3S's articles of incorporation, if 3S has profit in a given fiscal year (defined as pre-tax net income before deducting directors' and employees' compensation), after offsetting any accumulated deficit, no more than 2% of the remainder shall be appropriated as compensation to directors, and 1% to 10% of the remainder shall be appropriated as employee compensation. Of the employee compensation, 5% shall be allocated for base-level employees. The Board of Directors is authorized to set out related terms and conditions. The remuneration to independent directors of 3S are distributed on a monthly fixed term and excluded from the above-mentioned distribution.

Because 3S incurred a net loss for the three months ended March 31, 2026 and 2025, compensation to employees and directors were not accrued.

If there are any subsequent adjustments to the actual compensation amounts after the annual stockholders' meeting, the adjustment will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year.

For related information about the 3S's compensation to employees and directors will be available at the Market Observation Post System website.

20. Income Tax

A. The amount income tax expense were as follows:

	For the three months ended March 31,	
	2026	2025
Current tax expense		
In respect of the current year	\$ -	\$ -

B. Income tax assessments

The income tax returns of 3S through 2024 have been assessed by the tax authorities.

21. Financial Instruments

A. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
<u>Financial assets</u>			
Financial assets measured at amortized cost:			
Cash and cash equivalents	\$ 65,565	\$ 84,663	\$ 88,219
Financial assets at amortized cost	100,000	200,000	300,000
Accounts receivable (including receivables from related parties)	13,717	16,660	20,489
Refundable deposits	6,045	6,104	6,857
	<u>\$ 185,327</u>	<u>\$ 307,427</u>	<u>\$ 415,565</u>
<u>Financial liabilities</u>			
Financial liabilities measured at amortized cost:			
Short-term borrowings	\$ -	\$ 25,000	\$ 41,500
Accounts payable	10,064	41,379	4,752
Accrued payroll and bonus	11,741	25,314	7,741
Other accrued expenses	10,409	15,117	12,747
Lease liabilities (included in current and non-current)	3,760	4,910	10,784
Long-term borrowings (included in current and non-current)	65,143	66,868	28,306
Guarantee deposits received	618	618	628
	<u>\$ 101,735</u>	<u>\$ 179,206</u>	<u>\$ 106,458</u>

B. Credit risk

a. Exposure to credit risk

The carrying amount of financial assets and contract assets represents the maximum amount exposed to credit risk. The maximum credit risk exposure amounts as of March 31, 2026, December 31, 2025, and March 31, 2025 were \$185,327, \$307,427, and \$415,565, respectively.

b. Situation of concentrated credit risk

3S's potential credit risk is derived primarily from cash and cash equivalents and receivable (including accounts receivable and receivables from related parties). 3S maintains its cash and cash equivalents in various creditworthy financial institutions. 3S monitors its exposure with these financial institutions; therefore, 3S considers that there is no concentration of credit risk in regard to cash and cash equivalents.

3S's sales to individual clients constituting over 10% of total sales revenue for the three months ended March 31, 2026 and 2025, were 48% and 25%, respectively, of the total sales revenues. To reduce the concentration of credit risk, 3S continuously evaluates the credit status of its customers and the collectability of accounts receivable, and provides for its ECL. It is management's belief that such concentration of credit risk is under control. For the details of aging and ECL, please refer to note 8.

No impairment loss was recognized for the three months ended March 31, 2026 and 2025. All of these financial assets are considered to have low risk and thus, the impairment provision recognized during the period was limited to 12 months excepted losses. Regarding how the financial instruments are considered to have low credit risk, please refer to note 4(6) of the individual financial statements for the year ended December 31, 2025.

C. Liquidity risk

The following are the contractual maturities of financial liabilities (including estimated interest expense):

	Carrying amount	Contractual cash flows	Within 1 years	1~5 years	Over 5 years
<u>March 31, 2026</u>					
Non-derivative financial liabilities					
Accounts payable	\$ 10,064	\$ 10,064	\$ 10,064	\$ -	\$ -
Accrued payroll and bonus	11,741	11,741	11,741	-	-
Other accrued expenses	10,409	10,409	10,409	-	-
Lease liabilities (included in current and non-current)	3,760	3,790	3,490	300	-
Long-term borrowings (included in current and non-current)	65,143	77,381	8,407	26,105	42,869
Guarantee deposits received	618	618	-	618	-
	<u>\$ 101,735</u>	<u>\$ 114,003</u>	<u>\$ 44,111</u>	<u>\$ 27,023</u>	<u>\$ 42,869</u>

	Carrying amount	Contractual cash flows	Within 1 years	1~5 years	Over 5 years
<u>December 31, 2025</u>					
Non-derivative financial liabilities					
Short-terms borrowing	\$ 25,000	\$ 25,131	\$ 25,131	\$ -	\$ -
Accounts payable	41,379	41,379	41,379	-	-
Accrued payroll and bonus	25,314	25,314	25,314	-	-
Other accrued expenses	15,117	15,117	15,117	-	-
Lease liabilities (included in current and non-current)	4,910	4,949	4,737	212	-
Long-term borrowings (included in current and non-current)	66,868	79,482	8,407	27,459	43,616
Guarantee deposits received	618	618	-	618	-
	<u>\$ 179,206</u>	<u>\$ 191,990</u>	<u>\$ 120,085</u>	<u>\$ 28,289</u>	<u>\$ 43,616</u>

	Carrying amount	Contractual cash flows	Within 1 years	1~5 years	Over 5 years
<u>March 31, 2025</u>					
Non-derivative financial liabilities					
Short-terms borrowing	\$ 41,500	\$ 41,811	\$ 41,811	\$ -	\$ -
Accounts payable	4,752	4,752	4,752	-	-
Accrued payroll and bonus	7,741	7,741	7,741	-	-
Other accrued expenses	12,747	12,747	12,747	-	-
Lease liabilities (included in current and non-current)	10,784	10,946	8,602	2,344	-
Long-term borrowings (included in current and non-current)	28,306	29,608	7,402	22,206	-
Guarantee deposits received	628	628	-	628	-
	<u>\$ 106,458</u>	<u>\$ 108,233</u>	<u>\$ 83,055</u>	<u>\$ 25,178</u>	<u>\$ -</u>

D. Currency risk

a. Exposure to currency risk

3S's financial assets and liabilities exposed to exchange rate risk were as follows:

March 31, 2026

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	\$ 749	32.00 (USD : TWD)	<u>\$ 23,968</u>
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	\$ 359	32.00 (USD : TWD)	<u>\$ 11,488</u>

December 31, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	\$ 921	31.42 (USD : TWD)	<u>\$ 28,938</u>
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	\$ 1,484	31.42 (USD : TWD)	<u>\$ 46,627</u>

March 31, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
<u>Monetary items</u>			
USD	\$ 854	33.20 (USD : TWD)	<u>\$ 28,353</u>
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD	\$ 172	33.20 (USD : TWD)	<u>\$ 5,710</u>

b. Sensitivity analysis

3S's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, receivable (including receivables from related parties), accounts payable and other payables accounts that are denominated in foreign currency.

A 1% depreciation or appreciation of the TWD against the USD as of March 31, 2026 and 2025, would have decreased or increased the net loss by \$100 and \$181, respectively. This analysis is based on foreign currency exchange rate variances that 3S considered to be reasonably possible at the reporting date. The analysis assumes that all other variables remain constant. Both periods are analyzed on the same basis.

E. Fair value of financial instruments

a. Categories of financial instruments and fair value

3S' s carrying amount and the fair value of financial assets and liabilities (including information for fair value hierarchy, excluding financial instruments whose fair values approximate the carrying amounts and lease liabilities) were as follows:

	March 31, 2026				
	Carrying Amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 65,565	\$ -	\$ -	\$ -	\$ -
Financial assets at amortized cost	100,000	-	-	-	-
Accounts receivable (including receivables from related parties)	13,717	-	-	-	-
Refundable deposits	6,045	-	-	-	-
	<u>\$ 185,327</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Financial liabilities measured at amortized cost					
Accounts payable	\$ 10,064	\$ -	\$ -	\$ -	\$ -
Accrued payroll and bonus	11,741	-	-	-	-
Other accrued expenses	10,409	-	-	-	-
Lease liabilities (included in current and non-current)	3,760	-	-	-	-
Long-term borrowings (included in current and non-current)	65,143	-	-	-	-
Guarantee deposits received	618	-	-	-	-
	<u>\$ 101,735</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
December 31, 2025					
	Carrying Amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost					
Cash and cash equivalents	\$ 84,663	\$ -	\$ -	\$ -	\$ -
Financial assets at amortised cost	200,000	-	-	-	-
Accounts receivable (including receivables from related parties)	16,660	-	-	-	-
Refundable deposits	6,104	-	-	-	-
	<u>\$ 307,427</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

		December 31, 2025				
		Carrying	Fair value			
		Amount	Level 1	Level 2	Level 3	Total
Financial liabilities measured at amortized cost						
Short-terms borrowing	\$ 25,000	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	41,379	-	-	-	-	-
Accrued payroll and bonus	25,314	-	-	-	-	-
Other accrued expenses	15,117	-	-	-	-	-
Lease liabilities (included in current and non-current)	4,910	-	-	-	-	-
Long-term borrowings (included in current and non-current)	66,868	-	-	-	-	-
Guarantee deposits received	618	-	-	-	-	-
	<u>\$ 179,206</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
		March 31, 2025				
		Carrying	Fair value			
		Amount	Level 1	Level 2	Level 3	Total
Financial assets measured at amortized cost						
Cash and cash equivalents	\$ 88,219	\$ -	\$ -	\$ -	\$ -	\$ -
Financial assets at amortized cost	300,000	-	-	-	-	-
Accounts receivable (including receivables from related parties)	20,489	-	-	-	-	-
Refundable deposits	6,857	-	-	-	-	-
	<u>\$ 415,565</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Financial liabilities measured at amortized cost						
Short-terms borrowing	\$ 41,500	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	4,752	-	-	-	-	-
Accrued payroll and bonus	7,741	-	-	-	-	-
Other accrued expenses	12,747	-	-	-	-	-
Lease liabilities (included in current and non-current)	10,784	-	-	-	-	-
Long-term borrowings (included in current and non-current)	28,306	-	-	-	-	-
Guarantee deposits received	628	-	-	-	-	-
	<u>\$ 106,458</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

b. Valuation techniques for financial instruments not measured at fair value

Fair value measurement for financial assets and liabilities measured at amortized cost will be based on the latest quoted price and agreed-upon price if these prices are available in the active markets. When market value is unavailable, the fair value of financial liabilities is evaluated based on the discounted cash flow of the financial assets and liabilities.

Due to the refundable deposits and guarantee deposits received that do not have explicit expiration dates, their fair value is evaluated based on their carrying amounts.

22. Financial Risk Management

Except as described in the following paragraph, there were no significant changes in 3S's objectives and policies applied in the financial risk management from those in note 23 of the individual financial statement for the year ended December 31, 2025.

23. Capital Risk Management

The board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Capital consists of common stock, capital surplus, retained earnings, and non-controlling interests of 3S. The Board of Directors monitors the return on capital as well as the level of dividends to common stockholders.

The debt-to-capital ratio as of the reporting date is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Total liabilities	\$ 114,150	\$ 193,482	\$ 112,666
Total equity	\$ 380,361	\$ 423,870	\$ 558,655
Debt-to-capital ratio	30.01%	45.65%	20.17%

3S approach to capital management for the three months ended March 31, 2026, was the same as that in 2025.

24. Financing Activities Not Affecting Current Cash Flow

Reconciliation of liabilities arising from financing activities were as follows:

	Short-term borrowings	Long-term borrowings	Lease liabilities	Guarantee deposits received	Total liabilities from financing activities
Balance as of January 1, 2026	\$ 25,000	\$ 66,868	\$ 4,910	\$ 618	\$ 97,396
Cash flows:					
Repayments of borrowings	(25,000)	(1,725)	-	-	(26,725)
Payment of lease liabilities	-	-	(2,118)	-	(2,118)
Interest paid	-	-	(25)	-	(25)
Non-cash flow:					
Increase in lease liabilities	-	-	968	-	968
Interest expense	-	-	25	-	25
Balance as of March 31, 2026	\$ -	\$ 65,143	\$ 3,760	\$ 618	\$ 69,521

	Short-term borrowings	Long-term borrowings	Lease liabilities	Guarantee deposits received	Total liabilities from financing activities
Balance as of January 1, 2025	\$ 33,833	\$ 29,994	\$ 12,643	\$ 628	\$ 77,098
Cash flows:					
Proceeds from borrowings	31,940	-	-	-	31,940
Repayments of borrowings	(24,273)	(1,688)	-	-	(25,961)
Payment of lease liabilities	-	-	(2,691)	-	(2,691)
Interest paid	-	-	(70)	-	(70)
Non-cash flow:					
Increase in lease liabilities	-	-	832	-	832
Interest expense	-	-	70	-	70
Balance as of March 31, 2025	\$ 41,500	\$ 28,306	\$ 10,784	\$ 628	\$ 81,218

25. Related-Party Transactions

A. Names and relationships with related parties

The followings are entities that have had transactions with related party during the periods covered in the individual financial statements.

Name of related parties	Relationship with 3S
KIOXIA Corporation (KIC)	A member of the board of 3S

B. Significant transactions with related parties

The followings are related parties that have had transactions with 3S during the period covered in the financial statements.

a. Sales and service revenue from related parties

	For the three months ended March 31,	
	2026	2025
KIC	\$ 4,492	\$ 5,045

The collection terms for sales to related parties will be 30 days or after the month-end; the prices of the products sold to related parties, which were determined by the products' specifications and the situation regarding market supply and demand, and there was no significant differences as compare to those of the other parties.

b. Accounts receivable from related parties

	March 31, 2026	December 31, 2025	March 31, 2025
KIC	\$ 1,143	\$ 1,734	\$ 1,537

c. Transactions with key management personnel

Key management compensation for the three months ended March 31, 2026 and 2025 were as follows:

	For the three months ended March 31,	
	2026	2025
Short-term employee benefits	\$ 2,441	\$ 2,667
Post-employment benefits	57	81
	<u>\$ 2,498</u>	<u>\$ 2,748</u>

26. Pledged Assets

The carrying values of 3S's pledged assets are as follows:

Assets	Purpose of Pledged	March 31, 2026	December 31, 2025	March 31, 2025
Time deposits (recorded in other current financial assets)	Customs duty guarantee	\$ 900	\$ 900	\$ 900
Time deposits (recorded in other current financial assets)	Purchase guarantee	10,000	10,000	10,000
Land	Financing facilities	38,827	38,827	-
Buildings	Financing facilities	18,266	18,362	-
Refundable deposits	Warranty guarantee	3,976	3,976	3,976
		<u>\$ 71,969</u>	<u>\$ 72,065</u>	<u>\$ 14,876</u>

27. Commitments and Contingencies

3S has obtained licenses to use other companies' technology, which requires a monthly royalty payment based on its sales volume.

28. Losses Due to Major Disasters: None.

29. Subsequent Events: None.

30. Others

A. 3S incurred a net loss amounting to \$349,298 as of March 31, 2026. 3S intends to adopt the following countermeasures to maintain its operation:

a. Marketing plans

- (a) Continue optimizing customer and product portfolios in order to provide higher value-added and profitable services.
- (b) Continue to enhance operation efficiency through improving material cost management and production efficiency to maximize profit.

- b. Financial structure improvement plans
- (a) Enforce inventory management, analyze the sales status and adjust inventory levels when necessary, and close out the slow-moving inventory in order to reduce the stock risk and capital lying idle.
 - (b) Plan to issue of new common shares for cash in private placement, in order to have sound financial structure and enrich working capital.
 - (c) Control the labor expenditure, as well as review and improve the daily expenses of 3S in order to avoid unnecessary expenses at all costs.

B. A summary of current-period employee benefits, depreciation, and amortization, by function, was as follows:

By function By item	For the three months ended March 31, 2026			For the three months ended March 31, 2025		
	Classified as Operating Costs	Classified as Operating Expenses	Total	Classified as Operating Costs	Classified as Operating Expenses	Total
Employee benefits						
Salary	\$ 1,279	\$ 28,879	\$ 31,158	\$ 1,476	\$ 29,679	\$ 31,155
Labor and health insurance	116	2,499	2,615	128	2,523	2,651
Pension	67	1,285	1,352	72	1,380	1,452
Others	71	1,346	1,417	56	830	886
Depreciation	1,213	4,571	5,784	1,008	5,320	6,328
Amortization	-	2,227	2,227	-	2,002	2,002

31. Other Disclosures

A. Information on significant transactions:

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the 3S:

- a. Loans to other parties: None.
- b. Guarantees and endorsements for other parties: None.
- c. Material securities held as of March 31, 2026 (excluding investment in subsidiaries, associates and joint ventures): None.
- d. Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None.
- e. Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None.
- f. Business relationships and significant intercompany transactions: None.

B. Information on investees (excluding information on investees in Mainland China): None.

C. Information on investment in Mainland China:

- a. The name of investees in Mainland China, the main businesses and products, and other information: None.
- b. Limitation on investment in Mainland China: None.
- c. Significant transactions: None.

32. Segment Information

3S operates predominantly in one industry segment which includes the in the research, development, manufacture and sale of integrated circuits (ICs). For sales to other than the individual entities and income before income tax, please see statements of comprehensive income. For assets, please see the balance sheets.