Stock Code: 6782

VISCO VISION INC. AND SUBSIDIARIES

Consolidated Financial Statements

with Independent Auditors' Report

For the Six Months Ended June 30, 2026 and 2025

Address: No. 1, Xingye St., Guishan Dist., Taoyuan City
Telephone: 886-3-359-6868

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

Contents

Independent Auditors' Report

To the Board of Directors of Visco Vision Inc:

Foreword

We have reviewed the accompanying consolidated balance sheets of Visco Vision Inc. and its subsidiaries (“the Group”) as of June 30, 2026 and 2025, and the consolidated statements of comprehensive income for the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025, and the consolidated statements of changes in equity and cash flows for the six months ended June 30, 2026 and 2025, and notes to the consolidated financial statements, including a summary of significant accounting policies. 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 the 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 draw a conclusion on the consolidated financial statements based on our review.

Scope

We conducted our reviews in accordance with Statement on Standards on Review Engagement No. 2410, “Review of Financial Information Performed by the Independent Auditor of the Entity”. The review of the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. The review is substantially less in scope than that an audit conducted in accordance with the generally accepted auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that caused us to believe that the accompanying financial statements are not presented fairly, in all material respects, the financial position of the Group as of June 30, 2026 and 2025, its financial performance for the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025, and its cash flows for the six months ended June 30, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

KPMG Taiwan

Taipei, Taiwan (Republic of China)

August 5, 2026

Visco Vision Inc. and Subsidiaries

Consolidated Balance Sheets

June 30, 2026, December 31, 2025, and June 30, 2025

(Expressed in Thousands of New Taiwan Dollars)

		2026.6.30		2025.12.31		2025.6.30	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets:						
1100	Cash and cash equivalents (Note 6 (1))	$ 542,618	8	708,369	12	855,279	16
1110	Current financial assets at fair value through profit or loss - current (Note 6 (2))	5,175	-	38,190	1	37,125	1
1137	Financial assets measured at amortized cost - current (Notes 6 (3) and 8)	74,367	1	49,144	1	46,637	1
1170	Accounts receivable, net (Notes 6 (5) and (20))	650,638	10	495,915	8	437,320	8
1180	Accounts receivable - from related parties (Notes 6 (5), (20) and 7)	85,684	1	81,573	1	78,340	1
1200	Other receivables (Notes 6 (6) and 7)	44,523	1	307	-	13,595	-
130X	Inventories (Note 6 (7))	842,435	12	718,703	12	621,529	11
1479	Prepayments and other current assets	129,636	2	86,845	1	76,737	1
	Total current assets	2,375,076	35	2,179,046	36	2,166,562	39
	Non-current assets:						
1517	Financial assets at fair value through other comprehensive income - non-current (Note 6 (4))	24,787	-	21,597	1	-	-
1550	Investments accounted for using the equity method (Note 6 (8))	615,902	9	577,994	10	495,660	9
1600	Property, plant, and equipment (Notes 6 (9) and 8)	2,737,855	40	2,405,702	40	2,132,584	39
1755	Right-of-use assets (Notes 6 (10), 7 and 8)	412,215	6	419,901	7	390,770	7
1780	Intangible assets (Note 6 (11))	69,673	1	73,404	1	81,513	2
1840	Deferred income tax assets	259,919	4	262,400	4	189,943	3
1915	Prepayments for constructions and equipment (Note 9)	358,999	5	52,521	1	33,247	1
1980	Other financial assets - non-current	7,199	-	6,242	-	5,985	-
1990	Other non-current assets	-	-	-	-	240	-
	Total non-current assets	4,486,549	65	3,819,761	64	3,329,942	61
	Total Assets	$ 6,861,625	100	5,998,807	100	5,496,504	100

		2026.6.30		2025.12.31		2025.6.30	
	Liabilities and equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities:						
2100	Short-term borrowings (Note 6 (12))	$ 240,000	4	-	-	-	-
2130	Contract liabilities - current (Note 6 (20))	56,084	1	50,566	1	35,155	1
2170	Notes and accounts payable	222,971	3	175,083	3	157,483	3
2180	Accounts payable to related parties (Note 7)	30,702	-	32,725	1	32,540	1
2213	Payables on equipment	173,013	3	136,276	2	129,276	2
2216	Dividends payable (Notes 6 (18) and 7)	529,200	8	-	-	321,300	6
2219	Other payables (Notes 6 (21) and 7)	617,307	9	572,381	10	451,740	8
2250	Provisions - current (Note 6 (13))	58,828	1	52,781	1	39,160	1
2280	Lease liabilities - current (Notes 6 (14) and 7)	7,748	-	8,357	-	9,089	-
2322	Current portion of long-term debt (Notes 6 (15) and 8)	169,065	2	149,065	2	308,788	6
2399	Other current liabilities	43,083	1	50,272	1	24,221	-
	Total current liabilities	2,148,001	32	1,227,506	21	1,508,752	28
	Non-current liabilities:						
2540	Long-term debt (Notes 6 (15) and 8)	223,461	3	307,994	5	380,194	7
2570	Deferred income tax liabilities	15,269	-	3,200	-	3,434	-
2580	Lease liabilities - non-current (Notes 6 (14) and 7)	13,858	-	16,475	-	19,607	-
2670	Other non-current liabilities	2,402	-	2,458	-	1,397	-
	Total non-current liabilities	254,990	3	330,127	5	404,632	7
	Total liabilities	2,402,991	35	1,557,633	26	1,913,384	35
	Equity attributable to shareholders of the Company (Note 6 (18))						
3110	Common stock	630,000	9	630,000	11	630,000	11
3200	Capital surplus	1,431,007	21	1,431,007	24	1,431,007	26
	Retained earnings:						
3310	Legal reserve	344,980	5	256,273	4	256,273	5
3350	Unappropriated earnings	1,846,195	27	1,931,439	32	1,410,973	26
3400	Other equity	186,628	3	173,581	3	(164,536)	(3)
	Total equity attributable to owners of the Parent	4,438,810	65	4,422,300	74	3,563,717	65
36XX	**Non-controlling interests (Note 6 (18))**	19,824	-	18,874	-	19,403	-
	Total equity	4,458,634	65	4,441,174	74	3,583,120	65
	Total liabilities and equity	$ 6,861,625	100	5,998,807	100	5,496,504	100

(Please refer to the attached Notes to Consolidated Financial Statements)

Visco Vision Inc. and Subsidiaries

Consolidated Statements of Comprehensive Income

For the three months ended June 30, 2026 and 2025 and for the six months ended June 30, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

		April to June 2026 Amount	%	April to June 2025 Amount	%	January to June 2026 Amount	%	January to June 2025 Amount	%
4000	**Net sales (Notes 6 (20) and 7)**	$ 1,267,858	100	1,076,025	100	2,496,453	100	2,023,143	100
5000	**Cost of sales (Notes 6 (7), (9), (10), (13), (16), (21), 7 and 12)**	(649,220)	(51)	(575,112)	(54)	(1,314,855)	(53)	(1,137,531)	(56)
	Operating margin	618,638	49	500,913	46	1,181,598	47	885,612	44
	Operating expenses (Notes 6 (5), (9), (10), (11), (14), (16), (21), 7 and 12):								
6100	Selling expenses	(99,959)	(8)	(68,707)	(6)	(185,796)	(7)	(135,329)	(7)
6200	Administrative expenses	(77,241)	(6)	(70,499)	(7)	(152,708)	(6)	(139,595)	(7)
6300	Research and development expenses	(63,631)	(5)	(58,436)	(5)	(121,372)	(5)	(109,466)	(5)
6450	Expected credit impairment gain on reversal	1,500	-	1,505	-	3,000	-	2,991	-
	Total operating expenses	(239,331)	(19)	(196,137)	(18)	(456,876)	(18)	(381,399)	(19)
	Net operating profit	379,307	30	304,776	28	724,722	29	504,213	25
	Non-operating income and expenses (Notes 6 (8), (14), (22) and 7):								
7100	Interest income	813	-	2,627	-	1,651	-	5,603	-
7010	Other income	516	-	1,749	-	3,651	-	2,689	-
7020	Other gains and losses	(3,287)	-	(61,751)	(5)	(35,169)	(1)	(35,631)	(1)
7050	Finance costs	(2,879)	-	(5,180)	-	(5,202)	-	(10,668)	-
7070	Share of profit or loss of associates recognized using the equity method	7,768	-	5,298	-	13,114	-	9,302	-
	Total non-operating income and expenses	2,931	-	(57,257)	(5)	(21,955)	(1)	(28,705)	(1)
7900	**Net profit before tax**	382,238	30	247,519	23	702,767	28	475,508	24
7950	**Income tax expenses (Note 6 (17))**	(89,276)	(7)	(60,861)	(6)	(169,216)	(7)	(94,934)	(5)
8200	**Net profit for the year**	292,962	23	186,658	17	533,551	21	380,574	19
	Other comprehensive income (Note 6 (18)):								
8310	**Items that will not be reclassified subsequently to profit or loss**								
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	(7,170)	-	-	-	(11,403)	-	-	-
8320	Share of profit or loss of other comprehensive income of associates recognized using the equity method	-	-	-	-	62	-	-	-
8349	Income tax related to items that will not be reclassified subsequently to profit or loss	-	-	-	-	-	-	-	-
		(7,170)	-	-	-	(11,341)	-	-	-
8360	**Items that may be reclassified subsequently to profit or loss**								
8361	Foreign currency translation differences	(59,513)	(5)	(261,747)	(24)	24,450	1	(178,635)	(9)
8399	Income tax related to items that may be reclassified subsequently to profit or loss	-	-	-	-	-	-	-	-
		(59,513)	(5)	(261,747)	(24)	24,450	1	(178,635)	(9)
	Other comprehensive income for the period	(66,683)	(5)	(261,747)	(24)	13,109	1	(178,635)	(9)
8500	**Total comprehensive income**	**$ 226,279**	**18**	**(75,089)**	**(7)**	**546,660**	**22**	**201,939**	**10**
	Net income attributable to for the period:								
8610	Shareholders of the Parent	$ 292,130	23	186,591	17	532,601	21	380,504	19
8620	Non-controlling interests	832	-	67	-	950	-	70	-
		$ 292,962	**23**	**186,658**	**17**	**533,551**	**21**	**380,574**	**19**
	Total comprehensive income attributable to:								
8710	Shareholders of the Parent	$ 225,447	18	(75,156)	(7)	545,710	22	201,869	10
8720	Non-controlling interests	832	-	67	-	950	-	70	-
		$ 226,279	**18**	**(75,089)**	**(7)**	**546,660**	**22**	**201,939**	**10**
	Earnings per share (Note 6 (19))								
9750	**Basic earnings per share (NTD)**	**$**	**4.63**		**2.96**		**8.45**		**6.04**
9850	**Diluted earnings per share (NTD)**	**$**	**4.62**		**2.95**		**8.41**		**6.01**

(Please refer to the attached Notes to Consolidated Financial Statements)

Visco Vision Inc. and Subsidiaries
Consolidated Statements of Changes in Equity
For the six months ended June 30, 2026, and 2025

(Expressed in Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Parent											
			Retained earnings				Other equity					
	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Total	Foreign currency translation differences	Unrealized gains (losses) from financial assets at fair value through other comprehensive income	Total	Total equity attributable to owners of the Parent	Non-controlling interests	Total equity
Balance as of January 1, 2025	$ 630,000	1,431,007	188,770	194,181	1,238,990	1,621,941	14,099	-	14,099	3,697,047	19,333	3,716,380
Net profit for the year	-	-	-	-	380,504	380,504	-	-	-	380,504	70	380,574
Other comprehensive income for the period	-	-	-	-	-	-	(178,635)	-	(178,635)	(178,635)	-	(178,635)
Total comprehensive income	-	-	-	-	380,504	380,504	(178,635)	-	(178,635)	201,869	70	201,939
Appropriation and distribution of retained earnings:												
Legal reserve	-	-	67,503	-	(67,503)	-	-	-	-	-	-	-
Reverse for special reserve	-	-	-	(194,181)	194,181	-	-	-	-	-	-	-
Cash dividends of common stock	-	-	-	-	(321,300)	(321,300)	-	-	-	(321,300)	-	(321,300)
Changes in capital surplus from investments in associates accounted for using the equity method	-	-	-	-	(13,899)	(13,899)	-	-	-	(13,899)	-	(13,899)
Balance as of June 30, 2025	**$ 630,000**	**1,431,007**	**256,273**	**-**	**1,410,973**	**1,667,246**	**(164,536)**	**-**	**(164,536)**	**3,563,717**	**19,403**	**3,583,120**
Balance as of January 1, 2026	$ 630,000	1,431,007	256,273	-	1,931,439	2,187,712	201,455	(27,874)	173,581	4,422,300	18,874	4,441,174
Net profit for the year	-	-	-	-	532,601	532,601	-	-	-	532,601	950	533,551
Other comprehensive income for the period	-	-	-	-	-	-	24,450	(11,341)	13,109	13,109	-	13,109
Total comprehensive income	-	-	-	-	532,601	532,601	24,450	(11,341)	13,109	545,710	950	546,660
Appropriation and distribution of retained earnings:												
Legal reserve	-	-	88,707	-	(88,707)	-	-	-	-	-	-	-
Cash dividends of common stock	-	-	-	-	(529,200)	(529,200)	-	-	-	(529,200)	-	(529,200)
Gains (losses) on disposal of associates accounted for using the equity method and financial assets measured at fair value through other comprehensive income	-	-	-	-	62	62	-	(62)	(62)	-	-	-
Balance as of June 30, 2026	**$ 630,000**	**1,431,007**	**344,980**	**-**	**1,846,195**	**2,191,175**	**225,905**	**(39,277)**	**186,628**	**4,438,810**	**19,824**	**4,458,634**

(Please refer to the attached Notes to Consolidated Financial Statements)

Visco Vision Inc. and Subsidiaries
Consolidated Statements of Cash Flows
For the six months ended June 30, 2026, and 2025
(Expressed in Thousands of New Taiwan Dollars)

	January to June 2026	January to June 2025
Cash flows from operating activities:		
Net income before tax	$ 702,767	475,508
Adjustments:		
Adjustments to reconcile profit or loss:		
Depreciation expenses	290,174	247,398
Amortization expenses	3,064	3,699
Expected credit impairment gain on reversal	(3,000)	(2,991)
Net (gain) loss of financial asset at fair value through profit or loss	(8,837)	3,351
Interest expenses	5,202	10,668
Interest income	(1,651)	(5,603)
Dividend income	-	(1,199)
Share of profit of associates recognized using the equity method	(13,114)	(9,302)
Gains on lease modifications	-	(4)
Total adjustments for profit or loss	271,838	246,017
Changes in operating assets and liabilities:		
Changes in net operating assets:		
Accounts receivable	(154,723)	(61,524)
Accounts receivable from related parties	(1,111)	(10,372)
Other receivables	-	(317)
Inventories	(123,732)	(28,033)
Prepayments and other current assets	(42,728)	(18,036)
Other non-current assets	-	360
Total changes in net operating assets	(322,294)	(117,922)
Changes in net operating liabilities:		
Contract liabilities	5,518	(595)
Notes and accounts payable	47,888	(10,569)
Accounts payable to related parties	(2,023)	(4,096)
Other payables	54,438	70,457
Provisions	6,047	8,123
Other current liabilities	(7,189)	21,685
Total changes in net operating liabilities	104,679	85,005
Total changes in net operating assets and liabilities	(217,615)	(32,917)
Total items for adjustments	54,223	213,100
Cash inflows generated from operations	756,990	688,608
Interest received	1,216	5,763
Interest paid	(5,144)	(10,995)
Income tax paid	(162,236)	(60,654)
Net cash inflows generated from operating activities	590,826	622,722

(Continued on the next page)

(Please refer to the attached Notes to Consolidated Financial Statements)

Visco Vision Inc. and Subsidiaries
Consolidated Statements of Cash Flows (Continued)
For the six months ended June 30, 2026, and 2025
(Expressed in Thousands of New Taiwan Dollars)

	January to June 2026	January to June 2025
Cash flows from investing activities:		
Purchase of financial assets at fair value through other comprehensive income	(14,135)	-
Acquisition of financial assets at amortized cost	(25,223)	-
Decrease in financial assets measured at amortized cost	-	1,171
Acquisition of current financial assets at fair value through profit or loss	(21,102)	(40,476)
Disposal of current financial assets at fair value through profit or loss	38,031	-
Acquisition of investments accounted for using the equity method	(43,591)	(60,438)
Additions of property, plant, and equipment (including prepayments for construction and equipment)	(862,746)	(243,209)
Acquisition of intangible assets	(715)	(409)
Acquisition of right-of-use assets	(85)	-
Decrease (increase) in other financial assets	(957)	69
Net cash used in investing activities	(930,523)	(343,292)
Cash flows from financing activities:		
Increase in short-term borrowings	359,022	-
Decrease in short-term borrowings	(119,022)	-
Repayments of long-term debt	(64,533)	(125,153)
Payment of lease liabilities	(5,089)	(5,134)
Net cash inflows (outflows) generated from financing activities	170,378	(130,287)
Impact of exchange rate changes on cash and cash equivalents	3,568	(51,317)
Increase (decrease) in cash and cash equivalents for the period	(165,751)	97,826
Cash and cash equivalents at beginning of period	708,369	757,453
Cash and cash equivalents at end of period	**$ 542,618**	**855,279**

(Please refer to the attached Notes to Consolidated Financial Statements)

Visco Vision Inc. and Subsidiaries
Notes to Consolidated Financial Statements
For the Six Months Ended June 30, 2026 and 2025
(Expressed in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

1. Organization and business

Visco Vision Inc. (the "Company") was incorporated on November 9, 1998, as a company limited by shares under the laws of the Republic of China ("R.O.C.") and registered under the Ministry of Economic Affairs, R.O.C. The address of the Company's registered office is No. 1, Xingye St., Guishan, Taoyuan, Taiwan. The Company and its subsidiaries (collectively "the Group") are mainly engaged in the manufacture and sale of disposable contact lenses.

2. Authorization of the consolidated financial statements

This Consolidated Financial Statement was authorized for issuance by the Board of Directors on August 5, 2026.

3. Application of new and revised accounting standards and interpretations

(1) The impact of adopting new and revised accounting standards and interpretations approved by the Financial Supervisory Commission (hereinafter referred to as the FSC)

Starting from January 1, 2026, the Group has applied the following newly revised International Financial Reporting Standards, which have not had a significant impact on the Consolidated Financial Statements.

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

(2) The impact of International Financial Reporting Standards endorsed by the FSC but not yet effective

The Group assesses that the adoption of the following newly revised International Financial Reporting Standards, effective for annual period beginning on January 1, 2027, would not have a significant impact on the Consolidated Financial Statements.

- IFRS 19 "Subsidiaries without Public Accountability: Disclosures," and amendments to IFRS 19
- Amendment to IAS 21 "Translation to a Hyperinflationary Presentation Currency"

Starting from January 1, 2028, the Group has applied the following new and revised International Financial Reporting Standards:

a. IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 brings three categories of income and expenses, two income statement subtotals and one single note on management performance measures. These, combined with enhanced disaggregation guidance on the financial report, set the stage for better and more consistent information for users and will affect all companies.

- More structured income statement: According to the current standard, a company uses the different format to express the operating performance, making the investor hard to compare the differences between companies' financial performance. The new standard has implemented a more structured income statement, introducing a new subtotal, "operating profit," and requiring that all revenues and expenses be classified into three new 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 include a single note in their financial statements explaining why each measure provides useful information, how it is calculated, and how it reconciles with the amounts recognized in accordance with International Financial Reporting Standards (IFRS).
- Greater disaggregation information: The new standard includes enhanced guidance on how to group information within the financial statements. This includes guidance on determining whether the information should be included in the main financial statements or further disaggregated in the notes.

International Accounting Standard No. 7 "Statement of Cash Flows" has been amended in line with the new standard, requiring that, when a company prepares cash flows from operating activities using the indirect method, it use the newly defined "operating profit or loss" subtotal as the starting point. As a result of adopting this new starting point, some of the adjustment items included in the reconciliation will change. In addition, the accompanying amendments provide specific guidance on the classification of cash flows from interest and dividends received and paid.

The Group is continuing to assess the impact of the initial application of this standard on its consolidated financial report.

b. Amendments to IAS No. 28 "Fair Value Option for Investments in Associates and Joint Ventures"

The Group has assessed that the application of this new amendment will not have a material impact on its consolidated financial report.

(3) New and revised accounting standards and interpretations that has not been approved by the FSC

The Group expects that the following new and revised accounting standards, which have not been approved by the Financial Supervisory Commission, will not have a significant impact on the Consolidated Financial Statements.

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture”
- IFRS No. 20 "Regulatory Assets and Regulatory Liabilities"

4. Summary of significant accounting policies

Apart from the following explanations, the significant accounting policies adopted in the Consolidated Financial Statement are consistent with those of the 2025 Consolidated Financial Statement. For relevant information, please refer to Note 4 of the 2025 Consolidated Financial Statement.

(1) Compliance declaration

The Consolidated Financial Statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (the “Preparation Standards”) and IAS 34 “Interim Financial Reporting” endorsed and issued into effect by the FSC. The Consolidated Financial Statement does not include all the necessary information that should be disclosed in accordance with the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), law and regulation reviews and their announcements recognized and announced by the FSC (the “IFRSs recognized by the FSC”) for the preparation of the complete Consolidated Financial Statement for the year.

(2) Basis of consolidation

a. Subsidiaries included in the consolidated financial statements

Name of investor	Name of subsidiary	Main business and products	Percentage of ownership		
			2026.6.30	2025.12.31	2025.6.30
The Company	Visco Technology Sdn. Bhd. (VVM)	Manufacturing, processing, and sale of contact lenses	100.00%	100.00%	100.00%
The Company	From-eyes Co., Ltd.(From-eyes)	Sale of contact lenses	100.00%	100.00%	100.00%
The Company	Trend Young Trading (Shanghai) Co., Ltd. (TYC)	Sale of contact lenses	100.00%	100.00%	100.00%
The Company	Trend Young Vision Care Inc. (VCT)	Medical management consulting services	55.00%	55.00%	55.00%
VVM	Visco Med Sdn. Bhd. (VMM)	Lease management services	100.00%	100.00%	100.00%

b. Subsidiaries which are not included in the consolidated financial statements: None.

(3) Income tax

The Group measures and discloses interim period income tax expense in accordance with paragraph B12 of IAS 34, "Interim Financial Reporting".

Income tax expense is best estimated by multiplying pre-tax income of the interim period by a projected annual effective tax rate. The income tax expense (benefit) and deferred income tax expense (benefit) of the current period is allocated based on the ratio of the estimated income tax expense (benefit) and deferred income tax expense (benefit) for the current year.

Income taxes that are recognized directly in equity or other comprehensive income are measured in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the corresponding tax bases at the tax rates that are expected to be applied in the year in which the asset is realized or the liability is settled.

5. Critical accounting judgments and key sources of estimation and assumption uncertainty

The management prepares the consolidated financial statements according to the preparation standards and IAS 34 "Interim Financial Reporting" endorsed and issued into effect by the FSC. The management must make judgments, estimates, and assumptions regarding the future (including climate-related risks and opportunities). This will have an impact on the adoption of accounting policies and the amounts of assets, liabilities, income, and expenses reported. Actual results may differ from these estimates.

When preparing the Consolidated Financial Statements, the critical accounting judgments made by the management when adopting the Group's accounting policies and the key sources of estimation and assumption uncertainties are consistent with Note 5 of the 2025 Consolidated Financial Statements.

6. Significant account disclosures

(1) Cash and cash equivalents

	2026.6.30	2025.12.31	2025.6.30
Cash on hand	$ 30	30	30
Demand deposits and checking deposits	413,919	328,336	349,217
Cash equivalent	6,016	6,689	2,904
Time deposits with original maturity date less than three months	122,653	373,314	503,128
	$ 542,618	**708,369**	**855,279**

(2) Current financial assets at fair value through profit or loss - current

	2026.6.30	2025.12.31	2025.6.30
Current financial assets at fair value through profit or loss - current:			
Listed stocks	**$ 5,175**	**38,190**	**37,125**

The amount remeasured at fair value through profit or loss is detailed in Note 6 (v).

(3) Financial assets measured at amortized cost - current

	2026.6.30	2025.12.31	2025.6.30
Restricted bank deposits	$ 24,367	24,144	21,637
Time deposits with original maturity date over three months	50,000	25,000	25,000
	$ 74,367	**49,144**	**46,637**

The Group evaluates the assets held until the maturity date to collect contractual cash flows, and the cash flows from these financial assets are solely for the payment of interest on the principal and the amount of principal outstanding. Therefore, they are measured at amortized cost.

Please refer to Note 8 for details of the pledged collateral using the aforementioned financial assets by the Group.

(4) Financial assets at fair value through other comprehensive income - non-current

		2026.6.30	2025.12.31	2025.6.30
Equity investments at fair value through other comprehensive income:				
Foreign listed stocks	$	12,893	21,597	-
Foreign unlisted stocks		11,894	-	-
	$	**24,787**	**21,597**	**-**

As of June 30, 2026 and December 31, 2025, the Group designated the above-mentioned equity investments as financial assets at fair value through other comprehensive income ("FVOCI") because these investments are held for strategic purposes and not for trading.

During January 1 to June 30, 2026, the Group did not dispose of the aforementioned strategic investments, and no transfer of accumulated gains and losses was made within equity during the period.

The financial assets mentioned above have not been provided as pledged collaterals. Please refer to Note 6 (23) for information on market risks.

(5) Accounts receivable

		2026.6.30	2025.12.31	2025.6.30
Accounts receivable	$	650,638	495,915	437,320
Accounts receivable from related parties		90,699	89,588	89,349
		741,337	585,503	526,669
Less: Loss allowances		(5,015)	(8,015)	(11,009)
	$	**736,322**	**577,488**	**515,660**

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables (including receivables from related parties). Forward-looking information is taken into consideration as well. Analysis of expected credit losses on accounts receivable (including receivables from related parties) was as follows:

	2026.6.30			
		Carrying amount of accounts receivable	**Weighted average loss rate**	**Loss allowance**
Not overdue	$	666,789	0%	-
Past due less than 30 days		46,998	0%	-
Past due 31 to 60 days		10,570	0%	-
Past due 61 to 90 days		11,965	0%	-
		736,322		-
Individually		5,015	100%	5,015
	$	**741,337**		**5,015**

	2025.12.31		
	Carrying amount of accounts receivable	**Weighted average loss rate**	**Loss allowance**
Not overdue	$ 522,038	0%	-
Past due less than 30 days	53,383	0%	-
Past due 31 to 60 days	2,067	0%	-
	577,488		-
Individually	8,015	100%	8,015
	$ 585,503		**8,015**

	2025.6.30		
	Carrying amount of accounts receivable	**Weighted average loss rate**	**Loss allowance**
Not overdue	$ 472,944	0%	-
Past due less than 30 days	38,201	0%	-
Past due 31 to 60 days	4,515	0%	-
	515,660		-
Individually	11,009	100%	11,009
	$ 526,669		**11,009**

The statement of changes in loss allowances of the Group's accounts receivable (including related parties) is as follows:

	January to June 2026	**January to June 2025**
Beginning balance	$ 8,015	14,000
Impairment loss reversal	(3,000)	(2,991)
Ending balance	**$ 5,015**	**11,009**

(6) Other receivables

	2026.6.30	**2025.12.31**	**2025.6.30**
Dividends receivable	$ -	-	1,199
Dividends receivable - related parties	18,859	-	11,682
Other receivables	29,627	4,270	999
Less: Loss allowances	(3,963)	(3,963)	(285)
	$ 44,523	**307**	**13,595**

As of June 30, 2026, December 31, and June 30, 2025, except for those for which loss allowances has been fully provided, the remaining balances were assessed to have no expected credit losses.

(7) Inventories

	2026.6.30	2025.12.31	2025.6.30
Raw materials	$ 266,731	214,518	164,496
Work in process	283,467	278,324	254,769
Finished goods	292,237	225,861	202,264
	$ 842,435	718,703	621,529

Details of inventory-related expenses recognized in the current period are as follows:

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Costs of inventories sold	$ 643,768	569,627	1,308,894	1,125,966
Warranty costs estimated	2,937	5,096	5,655	10,222
Write-downs of inventories (reversal gain)	1,943	(148)	(266)	399
Loss on scrap of inventories	572	537	572	944
	$ 649,220	575,112	1,314,855	1,137,531

The aforementioned inventory write-down loss is recognized due to the write-down of ending inventory to net realizable value. The reversal gain on inventory is recognized within the range of the original write-down amount to net realizable value, resulting from the sale or disposal of obsolete inventory.

(8) Investments accounted for using the equity method

Investments accounted for using the equity method by the Group as of the reporting date are presented as follows:

	2026.6.30	2025.12.31	2025.6.30
Associates	$ 615,902	577,994	495,660

a. Associates:

The relevant information regarding significant associates of the Group is as follows:

			2026.6.30		2025.12.31		2025.6.30	
Name of associate	**Nature of the relationship with the Company**	**Principal place of business/ country of registration**	**Voting rights held %**	**Carrying amount**	**Voting rights held %**	**Carrying amount**	**Voting rights held %**	**Carrying amount**
Crystalvue Medical Corporation (Crystalvue)	Mainly engaged in the research and development and sales of medical devices, serving as the Company's strategic partner.	Taiwan	28.10%	$ 615,902	25.66%	577,994	22.99%	495,660

The fair values of publicly-listed significant associates of the Group are as follows:

	2026.6.30	2025.12.31	2025.6.30
Crystalvue	$ 520,545	494,878	506,949

Summarized financial information of significant associates of the Group is as follows:

(a) Summarized Financial Information of Crystalvue

	2026.6.30	2025.12.31	2025.6.30
Current assets	$ 590,925	640,924	649,958
Non-current assets	1,620,552	1,549,458	1,354,879
Current liabilities	(291,855)	(261,136)	(253,867)
Non-current liabilities	(32,102)	(5,654)	(9,721)
Net assets	$ 1,887,520	1,923,592	1,741,249

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Operating revenue	$ 217,783	256,438	406,087	480,930
Net profit for the year	$ 29,340	24,662	50,172	44,229
Other comprehensive income	-	-	243	-
Total comprehensive income	$ 29,340	24,662	50,415	44,229

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Beginning carrying amount of the Group's net assets in associates	$ 564,543	450,076	577,994	451,501
Additions to investments for the current period	43,591	52,188	43,591	60,438
Difference between investment share price and carrying value of new investments for the current period	-	(11,902)	-	(13,899)
Total comprehensive income attributable to the Group for the current period	7,768	5,298	13,176	9,302
Dividends received from associates for the current period	-	-	(18,859)	(11,682)
Ending carrying amount of the Group's net assets in associates	**$ 615,902**	**495,660**	**615,902**	**495,660**

(9) Property, plant, and equipment

		Buildings	Machinery	Leasehold improvements	Other equipment	Construction in process and equipment to be inspected	Total
Cost:							
Balance at January 1, 2026	$	547,220	3,836,791	34,028	36,230	390,875	4,845,144
Additions		-	1,665	140	302	590,898	593,005
Disposals		-	-	-	(262)	-	(262)
Reclassifications		8,589	258,962	-	-	(267,551)	-
Effect of exchange rate changes		4,909	29,246	-	(128)	(1,898)	32,129
Balance at June 30, 2026	$	560,718	4,126,664	34,168	36,142	712,324	5,470,016
Balance at January 1, 2025	$	495,563	3,160,387	40,290	32,705	316,118	4,045,063
Additions		-	2,023	269	2,359	276,145	280,796
Disposals		-	(51)	(7,619)	-	-	(7,670)
Reclassifications		2,802	92,391	-	-	(95,193)	-
Effect of exchange rate changes		(25,598)	(156,673)	-	(696)	(25,079)	(208,046)
Balance at June 30, 2025	$	472,767	3,098,077	32,940	34,368	471,991	4,110,143
Accumulated depreciation:							
Balance at January 1, 2026	$	114,299	2,276,195	23,861	25,087	-	2,439,442
Depreciation for the period		11,536	261,670	1,656	1,890	-	276,752
Disposals		-	-	-	(262)	-	(262)
Effect of exchange rate changes		862	15,464	-	(97)	-	16,229
Balance at June 30, 2026	$	126,697	2,553,329	25,517	26,618	-	2,732,161
Balance at January 1, 2025	$	88,097	1,711,712	27,254	21,176	-	1,848,239
Depreciation for the period		10,026	220,188	2,371	1,964	-	234,549
Disposals		-	(51)	(7,619)	-	-	(7,670)
Effect of exchange rate changes		(5,022)	(92,028)	-	(509)	-	(97,559)
Balance at June 30, 2025	$	93,101	1,839,821	22,006	22,631	-	1,977,559
Carrying amounts:							
June 30, 2026	$	434,021	1,573,335	8,651	9,524	712,324	2,737,855
January 1, 2026	$	432,921	1,560,596	10,167	11,143	390,875	2,405,702
June 30, 2025	$	379,666	1,258,256	10,934	11,737	471,991	2,132,584

Please refer to Note 8 for the details of long-term loans secured by housing and buildings.

(10) Right-of-use assets

		Land	Buildings	Total
Cost of right-of-use assets:				
Balance at January 1, 2026	$	468,193	46,851	515,044
Additions		-	1,996	1,996
Disposals		-	(1,796)	(1,796)
Effect of exchange rate changes		4,324	(74)	4,250
Balance at June 30, 2026	$	**472,517**	**46,977**	**519,494**
Balance at January 1, 2025	$	443,302	46,883	490,185
Additions		-	17,790	17,790
Disposals		-	(18,329)	(18,329)
Effect of exchange rate changes		(22,775)	(72)	(22,847)
Balance at June 30, 2025	$	**420,527**	**46,272**	**466,799**
Accumulated depreciation of right-of-use assets:				
Balance at January 1, 2026	$	72,651	22,492	95,143
Depreciation for the period		8,286	5,136	13,422
Disposals		-	(1,796)	(1,796)
Effect of exchange rate changes		531	(21)	510
Balance at June 30, 2026	$	**81,468**	**25,811**	**107,279**
Balance at January 1, 2025	$	53,502	31,087	84,589
Depreciation for the period		7,628	5,221	12,849
Disposals		-	(18,214)	(18,214)
Effect of exchange rate changes		(3,126)	(69)	(3,195)
Balance at June 30, 2025	$	**58,004**	**18,025**	**76,029**
Carrying amounts:				
June 30, 2026	$	**391,049**	**21,166**	**412,215**
January 1, 2026	$	**395,542**	**24,359**	**419,901**
June 30, 2025	$	**362,523**	**28,247**	**390,770**

In 2020, the subsidiary VVM purchased the land use rights located in Penang, Malaysia from a related party Qisda Sdn. Bhd. (QLPG) for the purpose of production and operation. The original lease term of the land use right is 60 years, and the Group amortizes it over the remaining lease term of 29 years. Please refer to Note 8 for the details of long-term loans secured by land use rights.

(11) Intangible assets

	Goodwill	Customer relationships	Acquired software	Patents	Management service agreements	Total
Cost:						
Balance at January 1, 2026	$ 69,269	25,447	37,801	4,093	18,660	155,270
Acquisitions	-	-	715	-	-	715
Write off	-	-	(107)	-	-	(107)
Effect of exchange rate changes	(1,363)	(584)	22	-	-	(1,925)
Balance at June 30, 2026	$ 67,906	24,863	38,431	4,093	18,660	153,953
Balance at January 1, 2025	$ 71,992	26,613	35,299	4,093	18,660	156,657
Acquisitions	-	-	409	-	-	409
Write off	-	-	(28)	-	-	(28)
Effect of exchange rate changes	(1,953)	(837)	(17)	-	-	(2,807)
Balance at June 30, 2025	$ 70,039	25,776	35,663	4,093	18,660	154,231
Accumulated amortization and impairment:						
Balance at January 1, 2026	$ 9,838	22,266	34,874	2,005	12,883	81,866
Amortization for the period	-	1,593	750	241	480	3,064
Write off	-	-	(107)	-	-	(107)
Effect of exchange rate changes	-	(550)	7	-	-	(543)
Balance at June 30, 2026	$ 9,838	23,309	35,524	2,246	13,363	84,280
Balance at January 1, 2025	$ 4,730	19,959	32,928	1,485	10,672	69,774
Amortization for the period	-	1,707	1,167	256	569	3,699
Write off	-	-	(28)	-	-	(28)
Effect of exchange rate changes	-	(723)	(4)	-	-	(727)
Balance at June 30, 2025	$ 4,730	20,943	34,063	1,741	11,241	72,718
Carrying amounts:						
Balance at June 30, 2026	$ 58,068	1,554	2,907	1,847	5,297	69,673
Balance at January 1, 2026	$ 59,431	3,181	2,927	2,088	5,777	73,404
Balance at June 30, 2025	$ 65,309	4,833	1,600	2,352	7,419	81,513

At the end of the annual financial reporting period, the Group conducted an impairment test on goodwill. For the impairment test results conducted by the Group on December 31, 2025, please refer to Note 6 (11) of the 2025 consolidated financial statements. As of June 30, 2026, the Group has assessed the expected operating revenue and income before tax profit performance of the cash-generating unit to which the goodwill belongs, as well as the budget estimates of the future operating revenue and profitability. There were no indications of impairment.

(12) Short-term borrowings

	2026.6.30	2025.12.31	2025.6.30
Unsecured bank loans	$ 240,000	-	-
Unused credit facilities	$ 459,025	507,076	435,360
Interest rate	1.83%~1.84%	-	-

(13) Warranty provisions

	January to June 2026	January to June 2025
Balance at January 1	$ 52,781	31,037
Provisions added in the current period	5,655	10,222
Effect of exchange rate changes	392	(2,099)
Balance at June 30	$ 58,828	39,160

Warranty provisions arise from the warranty that the Group provides to customers to assure the replacement of goods when there are defects with the goods that conform to the agreed-upon specification. Warranty provisions are estimated based on historical warranty data associated with similar products. The Group expects to settle most of the warranty liability within one year from the date of the sale of the product.

(14) Lease liabilities

The carrying amount of lease liabilities were as follows:

	2026.6.30	2025.12.31	2025.6.30
Current	$ 7,748	8,357	9,089
Non-current	$ 13,858	16,475	19,607

Please refer to Note 6 (23) for a detailed maturity analysis.

The lease amounts recognized in profit or loss were as follows:

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Interest expenses on lease liabilities	$ 99	132	204	185
Expenses relating to short-term leases	$ 588	632	1,163	1,096

The lease amounts recognized in the Statement of Cash Flow were as follows:

	January to June 2026	January to June 2025
Total cash outflows for leases	$ 6,456	6,415

a. Real estate leases

The Group leases housing and buildings for office premises and factories use. The lease terms usually range from one to ten years, with some leases including options to extend for the same duration as the original contract upon expiration.

b. Other leases

For short-term leases, the Group has chosen to adopt the recognition exemption regulations and does not recognize the related right-of-use assets and lease liabilities.

(15) Long-term loan

	2026.6.30			
	Currency	Interest rate%	Maturity year	Amount
Unsecured bank loans	NTD	1.98%~2.04%	2027~2028	$ 392,526
Less: Current portion of long-term debt				(169,065)
Total				$ 223,461
Unused credit facilities				$ 534,400

	2025.12.31			
	Currency	Interest rate%	Maturity year	Amount
Unsecured bank loans	NTD	1.98%~2.04%	2027~2028	$ 457,059
Less: Current portion of long-term debt				(149,065)
Total				$ 307,994
Unused credit facilities				$ 570,000

	2025.6.30			
	Currency	**Interest rate%**	**Maturity year**	**Amount**
Unsecured bank loans	NTD	1.98%~2.16%	2025~2028	$ 431,591
Secured bank loans	MYR	4.31%	2028	257,391
				688,982
Less: Current portion of long-term debt				(308,788)
Total				**$ 380,194**
Unused credit facilities				**$ 700,000**

Please refer to Note 8 for details on the assets pledged as collateral for bank loans.

(16) Employee benefits

The Company and VCT's defined contribution plan comply with the regulations of the Labor Pension Act. The Group makes monthly contributions to employees' individual pension accounts at 6% of their monthly salaries. Foreign subsidiaries allocate pensions according to the relevant local laws and regulations. Under this plan, once the fixed amount is allocated by the Group, the Group has no legal or constructive obligations to make additional payments. Under the defined pension allocation regulations, the Group's pension expenses from April 1 to June 30, 2026 and 2025 and from January 1 to June 30, 2026 and 2025 amounted to NT$10,348 thousand, NT$7,759 thousand, NT$19,255 thousand and NT$14,921 thousand, respectively.

(17) Income tax

a. The components of the Group's income tax expenses are as follows:

	April to June 2026	**April to June 2025**	**January to June 2026**	**January to June 2025**
Current income tax expenses				
Current period	$ 81,705	52,722	153,622	75,978
Adjustment for the previous period	(787)	(579)	(787)	(579)
	80,918	52,143	152,835	75,399
Deferred income tax expenses	8,358	8,718	16,381	19,535
	$ 89,276	**60,861**	**169,216**	**94,934**

No income tax was directly recognized in equity or other comprehensive income from January 1 to June 30, 2026 and 2025.

b. Income tax assessment

The corporate income tax return of the Company has been examined and approved by the Tax Authorities until 2024.

(18) Capital and other equity

a. Common stock

As of June 30, 2026, December 31 and June 30, 2025, the Company's total authorized capital is NT$900,000 thousand, with a par value of NT$10 per share and 90,000 thousand shares. The issued and outstanding shares are both 63,000 thousand shares. All issued shares were paid up upon issuance.

b. Capital surplus

	2026.6.30	2025.12.31	2025.6.30
Paid-in capital in excess of par value of common stock	$ 1,431,007	1,431,007	1,431,007

Pursuant to the Company Act, any realized capital surplus is initially used to cover an accumulated deficit, and the balance, if any, could be transferred to common stock as stock dividends or distributed as cash dividends based on the original shareholding ratio. Realized capital surplus includes the premium derived from the issuance of shares of stock in excess of par value and donations received by the Company. In accordance with the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, distribution of stock dividends from capital surplus in any one year shall not exceed 10% of paid-in capital.

c. Retained earnings

According to the Company's Articles of Incorporation, if the Company has a net profit for the current year, taxes should be paid first and offset past losses, and then set aside 10% as a legal capital reserve. However, this does not apply when the legal capital reserve has reached the total paid-up capital. In addition, special reserves shall be transferred or reserved according to the laws or regulations stipulated by the competent authority when necessary. Any remaining earnings in retained earnings may be appropriated for dividends in accordance with a proposal for appropriation of earnings as approved by the Board of Directors and submit it to the shareholders' meeting for distribution.

Furthermore, according to the Company's Articles of Incorporation, the distribution of earnings and offsets of losses are conducted on a semi-annually basis after the close of each half year. After being reviewed by the Audit Committee along with the business report and financial statements, they are presented to the Board of Directors for resolution and reported at the shareholders' meeting.

If the Company's distribution of earnings is in the form of cash dividends, it shall be handled according to the regulations mentioned in the preceding paragraph. If the new shares are issued, they shall be handled according to the Article 240 of the Company Act.

The Company may issue new shares or cash from the statutory surplus or capital reserve in accordance with Paragraph 2, Article 241 of the Company Act. If the distribution in the preceding paragraph is in cash, it shall be authorized by the Board of Directors and then reported to the shareholders' meeting.

The Company belongs to a technology-intensive industry with a growing stage. The Company has adopted a remaining earnings appropriation method as its dividend policy in order to meet long-term capital needs and cash requirements of stockholders. If the Company has annual earnings and intends to distribute dividends, in consideration of future expansion of the operation and cash flow needs, the ratio of cash dividends distributed every year shall not be less than 10% of the total amount of cash and stock dividends distributed for that year. The total amount of dividends distributed from earnings shall not be less than 10% of the accumulated undistributed earnings.

(a) Legal reserve

According to the Company Act, legal reserve can be used to offset losses. When the Company has no losses, it may, upon resolution by the shareholders' meeting, distribute its legal reserve to shareholders by issuing new shares or by distributing cash for the portion of legal reserve which exceeds 25% of the paid-in capital.

(b) Special reserve

According to the regulations of the FSC, when distributing distributable earnings, the Company shall calculate the net reduction amount of other shareholders' equity recorded in the current year. The current net income after tax plus the items other than current net income after tax, shall be recorded in the current unappropriated earnings and recognized in the special reserve with the unappropriated earnings from the previous period. However, for the reduction amount of accumulated other shareholders' equity from previous periods shall not be distributed when unappropriated earnings from previous periods is set aside as legal reserve. If there is a reversal in the reduction of other shareholders' equity, the earnings can be distributed based on the reversed portion.

(c) Distribution of earnings

The distribution of cash dividends from earnings for 2025 and 2024 resolved by the Board of Directors as of February 25, 2026 and March 12, 2025 were as follows:

	2025		2024	
	Dividends per share (NTD)	**Amount**	**Dividends per share (NTD)**	**Amount**
Dividends per share:				
Cash dividends	$ 8.40	529,200	5.10	321,300

Information regarding dividend distribution can be obtained on the Market Observation Post System website.

d. Other equity (net after tax)

	Foreign currency translation differences	**Unrealized gains (losses) from financial assets at fair value through other comprehensive income**	**Total**
Balance at January 1, 2026	$ 201,455	(27,874)	173,581
Foreign exchange differences arising from translation of foreign operations	24,450	-	24,450
Unrealized losses from financial assets at fair value through other comprehensive income	-	(11,403)	(11,403)
Share of profit or loss of other comprehensive income of associates recognized using the equity method	-	62	62

	Foreign currency translation differences	Unrealized gains (losses) from financial assets at fair value through other comprehensive income	Total
Gains (losses) on disposal of associates accounted for using the equity method and financial assets measured at fair value through other comprehensive income	-	(62)	(62)
Balance at June 30, 2026	$ 225,905	(39,277)	186,628
Balance at January 1, 2025	$ 14,099	-	14,099
Foreign exchange differences arising from translation of foreign operations	(178,635)	-	(178,635)
Balance at June 30, 2025	$ (164,536)	-	(164,536)

e. Non-controlling interests (net after tax)

	January to June 2026	January to June 2025
Beginning balance	$ 18,874	19,333
Equity attributable to non-controlling interests:		
Net profit for the year	950	70
Ending balance	$ 19,824	19,403

(19) Earnings per share ("EPS")

a. Basic earnings per share

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Net income attributable to owners of the Company	$ 292,130	186,591	532,601	380,504
Weighted average number of outstanding common shares (in thousands)	63,000	63,000	63,000	63,000
Basic earnings per share (NTD)	$ 4.63	2.96	8.45	6.04

b. Diluted earnings per share

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Net income attributable to owners of the Company	$ **292,130**	**186,591**	**532,601**	**380,504**
Weighted average number of outstanding common share (basic) (in thousands)	63,000	63,000	63,000	63,000
Effect of dilutive potential common shares (in thousands)				
Remuneration to employees in stock	247	215	361	315
Weighted average number of outstanding common stocks (in thousands) (including the effect of dilutive potential common shares)	**63,247**	**63,215**	**63,361**	**63,315**
Diluted earnings per share (NTD)	$ **4.62**	**2.95**	**8.41**	**6.01**

(20) Revenue from contracts with customers

a. Disaggregation of revenue

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Primary sales regions and markets:				
Asia	$ 1,015,655	789,079	1,988,860	1,487,548
Europe	159,875	188,884	325,165	373,678
The Americas	92,328	98,062	182,428	161,917
	$ **1,267,858**	**1,076,025**	**2,496,453**	**2,023,143**
Main product/service lines:				
Contact lens	$ 1,267,115	1,075,541	2,494,987	2,022,131
Others	743	484	1,466	1,012
	$ **1,267,858**	**1,076,025**	**2,496,453**	**2,023,143**

b. Contract balance

	2026.6.30	2025.12.31	2025.6.30
Accounts receivable (including related parties)	$ 741,337	585,503	526,669
Less: Loss allowances	(5,015)	(8,015)	(11,009)
	$ 736,322	577,488	515,660
Contract liabilities	$ 56,084	50,566	35,155

Please refer to Note 6 (5) for the disclosure of accounts receivable and impairments.

The contract liabilities are mainly due to timing differences between transfer of goods by the Group to customers to fulfill performance obligations and customer payment.

The contract liabilities of January 1, 2026 and 2025 and from January 1 to June 30, 2026, and 2025 recognized as revenue were NT$42,564 thousand and NT$17,898 thousand, respectively.

(21) Remuneration to employees and directors

On May 28, 2025, the Company's shareholders resolved to amend the Articles of Incorporation. Pursuant to the amended Articles, if the Company generates profit in a given fiscal year, an amount ranging from 5% to 20% of such profit shall be appropriated as employee remuneration (of which no less than 50% shall be allocated to frontline employees) and up to 1% shall be appropriated as directors' and supervisors' remuneration. However, when the Company has accumulated losses, an amount for offsetting the losses should be reserved in advance, and the contribution should be calculated based on the balance. Under the Articles of Incorporation prior to the amendment, in the event of profits in the year, a contribution of 5% to 20% shall be allocated for employee remuneration, and a contribution of not exceeding 1% shall be allocated for director's remuneration. However, when the Company has accumulated losses, an amount for offsetting the losses should be reserved in advance, and the contribution should be calculated based on the balance. The recipients of employee remuneration in the form of stocks or cash mentioned above may include employees from domestic and foreign subordinate companies who meet certain conditions.

The estimated amounts for employee remuneration from April 1 to June 30, 2026 and 2025 and from January 1 to June 30, 2026 and 2025 were NT$27,495 thousand, NT$20,652 thousand, NT$48,451 thousand and NT$39,433 thousand, respectively. The estimated amounts for the director's remuneration were NT$2,212 thousand, NT$1,463 thousand, NT$4,051 thousand and NT$2,823 thousand, respectively. These estimates are based on the Company's net income before tax for the respective periods before deducting the amount of employee and director remuneration, multiplied by the distribution of employees and director's remuneration stipulated in the Company's Articles of Incorporation. They are recognized as operating expenses for the respective periods. If there is a difference between the actual distribution amount and the estimated amount, it will be handled according to the changes in the accounting estimate. The difference will be recognized in the next year's profit or loss.

The estimated amounts for employee remuneration in 2025 and 2024 were NT$66,935 thousand and NT$44,727 thousand, respectively. The estimated amount for director's remuneration were NT$6,345 thousand and NT$4,473 thousand, respectively, which are consistent with the amount resolved and distributed by the Board of Directors and will be fully distributed in cash. Relevant information is available on the Market Observation Post System website.

(22) Non-operating income and expenses

a. Interest income

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Interest income from bank deposits	$ 813	2,627	1,651	5,603

b. Other income

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Dividend income	$ -	1,199	-	1,199
Others	516	550	3,651	1,490
	$ 516	1,749	3,651	2,689

c. Other gains and losses

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Gains on lease modifications	$ -	-	-	4
Net foreign exchange gains (losses)	(13,442)	(58,400)	(42,478)	(32,246)
Gains (Losses) on financial assets at fair value through profit or loss	10,155	(3,351)	8,837	(3,351)
Others	-	-	(1,528)	(38)
	$ (3,287)	(61,751)	(35,169)	(35,631)

d. Finance costs

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Interest expenses:				
Bank loans	$ (2,780)	(5,048)	(4,998)	(10,483)
Lease liabilities	(99)	(132)	(204)	(185)
	$ (2,879)	(5,180)	(5,202)	(10,668)

(23) Financial instruments

Apart from the following explanations, there have been no significant changes in the exposure of the Group to credit risk, liquidity risk, and market risk due to financial instruments. For relevant information, please refer to Note 6 (23) and (24) of the 2025 Consolidated Financial Statements.

a. Category of financial instruments

(a) Financial assets

	2026.6.30	2025.12.31	2025.6.30
Current financial assets at fair value through profit or loss - current	$ 5,175	38,190	37,125
Financial assets measured at fair value through other comprehensive income - non-current	24,787	21,597	-
Financial assets measured at amortized cost:			
Cash and cash equivalents	$ 542,618	708,369	855,279
Accounts receivable and other receivables (including related parties)	780,845	577,795	529,255
Financial assets measured at amortized cost - current	74,367	49,144	46,637
Other financial assets - non-current	7,199	6,242	5,985
Subtotal	1,405,029	1,341,550	1,437,156
Total	$ 1,434,991	1,401,337	1,474,281

(b) Financial liabilities

	2026.6.30	2025.12.31	2025.6.30
Financial liabilities measured at amortized cost:			
Short-term borrowings	$ 240,000	-	-
Notes and accounts payable (including related parties)	253,673	207,808	190,023
Payables on equipment and other payables	649,541	558,308	504,484
Dividends payable	529,200	-	321,300
Lease liabilities (including current and non-current)	21,606	24,832	28,696
Long-term debt (including current portion)	392,526	457,059	688,982
	$ 2,086,546	1,248,007	1,733,485

b. Information on fair value

(a) Financial instruments not measured at fair value

The management of the Group considers that the carrying amount of financial assets and financial liabilities measured at amortized cost in the consolidated financial statements are close to their fair values.

(b) Financial instruments measured at fair value

The Group measures financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income on a recurring basis. The table below shows an analysis of financial instruments measured at fair value after initial recognition, categorized into Level 1 to Level 3 based on the observability of fair value. The definition for each fair value level is as follows:

i. Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

ii. Level 2: Other than quoted prices included within Level 1, the input parameters for assets or liabilities can either be observed directly (i.e. as prices) or indirectly (i.e. deduced from prices).

iii. Level 3: The input parameters for assets or liabilities are not based on observable market data (non-observable parameters).

	2026.6.30				
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Current financial assets at fair value through profit or loss:					
Domestically listed stocks	$ 5,175	5,175	-	-	5,175
Financial assets measured at fair value through other comprehensive income:					
Foreign listed stocks	$ 12,893	12,893	-	-	12,893
Foreign unlisted stocks	11,894	-	-	11,894	11,894
	$ 24,787	12,893	-	11,894	24,787

	2025.12.31				
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Current financial assets at fair value through profit or loss:					
Domestically listed stocks	$ 38,190	38,190	-	-	38,190
Financial assets measured at fair value through other comprehensive income:					
Foreign listed stocks	$ 21,597	21,597	-	-	21,597

	2025.6.30				
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Current financial assets at fair value through profit or loss:					
Domestically listed stocks	$ 37,125	37,125	-	-	37,125

(c) Valuation technique of value measurement for financial instruments at fair value

When there are open quotations of financial instruments in the active market, their fair value is determined based on the open quotations in the active market.

The Group holds domestically listed stocks with standard terms and conditions and is traded in the active market. Its fair value is determined based on the market quotations.

If the financial instruments held by the Group are unlisted stocks with no active market, they are mainly measured at fair value by the market approach. Such determination is estimated based on factors such as an assessment of the net worth and operating conditions of the valuation subject company, as well as the aggregate market value of the individual assets and liabilities covered. In addition, the material unobservable input values are primarily liquidity discounts; however, since possible changes in liquidity discounts would not result in material potential financial impacts, quantitative information is not disclosed.

(d) Transfer between fair value hierarchy

From January 1 to June 30, 2026 and 2025, there were no transfers of financial assets and financial liabilities between levels of the fair value hierarchy.

c. Liquidity risk

Liquidity risk is the risk that the Group may be unable to settle its financial liabilities by settling with cash or other financial assets, resulting in the failure to fulfill its related obligations. The Group regularly monitors its current and projected medium and long-term demand for capital, maintains sufficient cash and cash equivalents, as well as credit lines, and ensures compliance with the terms of the loan contract to manage liquidity risk. The unused credit line for the Group as of June 30, 2026, December 31, and June 30, 2025 were NT$993,425 thousand, NT$1,077,076 thousand, and NT$1,135,360 thousand, respectively.

The following tables explain the Group's remaining contractual maturity for its financial liabilities with agreed repayment periods, including interest payable. The tables had been drawn up based on the undiscounted cash flows from the earliest date on which the Group can be required to repay.

	Contractual cash flows	Within 6 months	6-12 months	1-2 year(s)	2-5 years	Over 5 years
June 30, 2026						
Non-derivative financial liabilities						
Short-term borrowings	$ 241,466	241,466	-	-	-	-
Notes and accounts payable (including related parties)	253,673	253,673	-	-	-	-
Dividends payable	529,200	529,200	-	-	-	-
Payables on equipment and other payables (including related parties)	649,541	649,541	-	-	-	-
Lease liabilities (including current and non-current)	22,379	4,166	3,898	5,527	8,788	-

	Contractual cash flows	Within 6 months	6-12 months	1-2 year(s)	2-5 years	Over 5 years
Long-term loans (including current portion)	400,999	88,178	87,248	225,573	-	-
	$ 2,097,258	1,766,224	91,146	231,100	8,788	-
December 31, 2025						
Non-derivative financial liabilities						
Accounts payable to related parties	$ 207,808	207,808	-	-	-	-
Payables on equipment and other payables (including related parties)	558,308	558,308	-	-	-	-
Lease liabilities (including current and non-current)	25,788	5,040	3,680	6,705	9,560	803
Long-term loans (including current portion)	469,821	68,823	88,177	287,691	25,130	-
	$ 1,261,725	839,979	91,857	294,396	34,690	803
June 30, 2025						
Non-derivative financial liabilities						
Notes and accounts payable (including related parties)	$ 190,023	190,023	-	-	-	-
Payables on equipment and other payables (including related parties)	504,484	504,484	-	-	-	-
Dividends payable	321,300	321,300	-	-	-	-
Lease liabilities (including current and non-current)	29,880	4,943	4,575	6,703	11,250	2,409
Long-term loans (including current portion)	716,424	212,714	111,663	231,148	160,899	-
	$ 1,762,111	1,233,464	116,238	237,851	172,149	2,409

The Group estimated and did not anticipate significant early occurrence or differences in the actual amounts of cash flows from the analysis on the maturity date.

d. Foreign exchange risk

The carrying amount of the significant monetary assets and liabilities of the Group denominated in non-functional currencies and relevant sensitivity analysis on the reporting date were as follows (including the monetary items that have been eliminated in the consolidated financial statements):

	2026.6.30					
		Foreign currency (in thousands)	Exchange rate	NTD (in thousands)	Changes in magnitude	Impact of the profit or loss (before tax) (in thousands)
Financial assets						
Monetary items						
USD (Note 1)	$	6,940	31.850	221,039	1%	2,210
USD (Note 2)		3,048	4.0763	97,079	1%	971
EUR		2,316	36.264	83,987	1%	840
CNY (Note 1)		39,623	4.6929	185,947	1%	1,859
CNY (Note 2)		12,271	0.6006	57,586	1%	576
JPY (Note 1)		3,538,007	0.1961	693,803	1%	6,938
JPY (Note 2)		1,095,068	0.0251	214,743	1%	2,147
Financial liabilities						
Monetary items						
USD (Note 1)		3,294	31.850	104,914	1%	1,049
USD (Note 2)		8,323	4.0763	265,087	1%	2,651
CNY (Note 1)		12,171	4.6929	57,117	1%	571
CNY (Note 2)		4,959	0.6006	23,272	1%	233
JPY (Note 1)		1,224,749	0.1961	240,173	1%	2,402
JPY (Note 2)		82,083	0.0251	16,097	1%	161

	2025.12.31					
		Foreign currency (in thousands)	Exchange rate	NTD (in thousands)	Changes in magnitude	Impact of the profit or loss (before tax) (in thousands)
Financial assets						
Monetary items						
USD (Note 1)	$	3,401	31.430	106,893	1%	1,069
USD (Note 2)		5,546	4.060	174,305	1%	1,743
EUR		2,299	36.896	84,824	1%	848
CNY (Note 1)		31,496	4.4952	141,581	1%	1,416
CNY (Note 2)		16,979	0.5806	76,324	1%	763
JPY (Note 1)		2,290,181	0.2007	459,639	1%	4,596
JPY (Note 2)		1,973,554	0.0259	396,092	1%	3,961
Financial liabilities						
Monetary items						
USD (Note 1)		4,524	31.430	142,189	1%	1,422
USD (Note 2)		8,051	4.060	253,080	1%	2,531
CNY (Note 1)		16,200	4.4952	72,822	1%	728
CNY (Note 2)		3,324	0.5806	14,941	1%	149
JPY (Note 1)		1,294,324	0.2007	259,771	1%	2,598
JPY (Note 2)		82,968	0.0259	16,652	1%	167

	2025.6.30					
	Foreign currency (in thousands)		Exchange rate	NTD (in thousands)	Changes in magnitude	Impact of the profit or loss (before tax) (in thousands)
Financial assets						
Monetary items						
USD (Note 1)	$	8,497	29.300	248,962	1%	2,490
USD (Note 2)		8,144	4.214	238,619	1%	2,386
EUR		1,537	34.351	52,797	1%	528
CNY (Note 1)		27,614	4.0891	112,916	1%	1,129
CNY (Note 2)		11,091	0.5880	45,353	1%	454
JPY (Note 1)		2,473,081	0.2033	502,777	1%	5,028
JPY (Note 2)		2,256,807	0.0292	458,809	1%	4,588
Financial liabilities						
Monetary items						
USD (Note 1)		6,904	29.300	202,287	1%	2,023
USD (Note 2)		7,557	4.214	221,420	1%	2,214
CNY (Note 1)		9,440	4.0891	38,601	1%	386
CNY (Note 2)		351	0.5880	1,435	1%	14
JPY (Note 1)		1,711,016	0.2033	347,850	1%	3,478
JPY (Note 2)		12,750	0.0292	2,592	1%	26

Note 1: Exchange rates are quoted as foreign currency against the New Taiwan Dollar.

Note 2: Exchange rates are quoted as foreign currency against the Malaysian Ringgit.

The net foreign exchange gains (losses) (including realized and unrealized) from January 1 to June 30, 2026 and 2025, were NT$(42,478) thousand and NT$(32,246) thousand, respectively.

e. Other market price risk

The Group invests in equity securities, which results in risks of changes in the price of securities. The Group manages and actively monitors its investment performance on a fair value basis.

The sensitivity analysis for equity instruments held (classified as financial assets at fair value through profit or loss) is based on changes in fair value as of the end of the reporting period. If the price of the equity instruments increase/decrease by 5%, the amount of other comprehensive income for January 1 to June 30, 2026 and 2025, will change by NT$259 thousand and NT$1,856 thousand, respectively.

The sensitivity analysis for equity instruments held (classified as financial assets at fair value through other comprehensive income) is based on changes in fair value as of the end of the reporting period. If the price of the equity instruments increase/decrease by 5%, the amount of other comprehensive income for January 1 to June 30, 2026, will change by NT$1,239 thousand.

(24) Financial risk management

There are no significant changes in the financial risk management objectives and policies of the Group disclosed in Note 6 (x) of the 2025 Consolidated Financial Statements.

(25) Capital management

Based on the current operational characteristics of the industry, the future development of the Group, and considering external environmental changes, the Group has planned operating capital needs for the future. This is to ensure the continuous operation of the Group, return to shareholders, and balance the interests of other stakeholders. The Group maintains the best capital structure to increase shareholder value in the long term.

The Group monitors its capital through reviewing of the liabilities to equity ratio periodically.

(26) Investing and financing activities not affecting cash flows

a. The Group acquires the right-of-use assets through lease. Please refer to Note 6 (10) for more details.

b. Reconciliation of liabilities arising from financing activities was presented in the following table:

			Non-cash changes			
	2026.1.1	**Cash flow**	**Additions of lease liabilities**	**Derecognition of lease liabilities**	**Exchange rate changes**	**2026.6.30**
Short-term borrowings	$ -	240,000	-	-	-	240,000
Long-term debt (including current portion)	457,059	(64,533)	-	-	-	392,526
Lease liabilities (including current portion)	24,832	(5,089)	1,911	-	(48)	21,606
Total liabilities from financing activities	**$ 481,891**	**170,378**	**1,911**	**-**	**(48)**	**654,132**

			Non-cash changes			
	2026.1.1	Cash flow	Additions of lease liabilities	Derecognition of lease liabilities	Exchange rate changes	2026.6.30
Long-term debt (including current portion)	$ 828,157	(125,153)	-	-	(14,022)	688,982
Lease liabilities (including current portion)	16,159	(5,134)	17,790	(119)	-	28,696
Total liabilities from financing activities	$ 844,316	(130,287)	17,790	(119)	(14,022)	717,678

7. Related party transactions

(1) Names and relations of related parties

The related parties that trade with the Group during the periods covered in the Consolidated Financial Statements are as follows:

Name of related party	Relationship with the Group
Crystalvue Medical Corporation (Crystalvue)	Associates of the Group
BenQ Materials Corp. (BMC)	Individuals that have significant impact on the Group
Qisda Corporation (Qisda)	The parent company of BMC and is an individual that indirectly has significant impact on the Group
Qisda Sdn. Bhd. (QLPG)	Other related party (the subsidiary of Qisda)
BenQ Asia Pacific Corp. (BQP)	Other related party (the subsidiary of Qisda)
BenQ Dialysis Technology Corp. (BDT)	Other related party (the subsidiary of Qisda)
Apaugasma Eye Clinic	Substantive related party
Wen-Hao Li	Substantive related party

(2) Information on significant transactions with related parties

a. Net operating revenue

The significant sales amounts of the Group to related parties are as follows:

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Entity with significant influence over the Group - BMC	$ 100,865	109,608	203,953	206,145

The sales prices of the Group to the aforementioned related parties are determined based on market competition. The payment terms are 60 days, which is not significantly different from regular transactions.

b. Purchases

Purchase amount from related parties by the Group is as follows:

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Entity with significant influence over the Group - BMC	$ 43,954	50,790	79,062	107,945

The purchase prices from the aforementioned related parties by the Group cannot be compared to the prices of the general transaction due to different product specifications. The payment terms for these purchases are 60 days. For other suppliers, the payment terms range from 30 to 90 days.

c. Leases

The Group leases offices premises and factories of the related parties, and the leasing fees are determined based on the rental market conditions in the surrounding area. The lease is paid on a monthly basis. For the period from January 1 to June 30, 2025, the total amount of right-of-use assets newly recognized was NT$17,790 thousand.

The amount of interest expense recognized by the Group for the aforementioned lease transactions is as follows:

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Entity with significant influence over the Group - Qisda	$ 74	88	151	90

The lease income from leasing offices to the other related party (QLPG) for April 1 to June 30, 2026 and 2025 and January 1 to June 30, 2026 and 2025 amounted to NT$16 thousand, NT$16 thousand, NT$33 thousand and NT$31 thousand, respectively.

d. Management service revenue

(a) The Group recognized management service revenue of NT$285 thousand, NT$285 thousand, NT$571 thousand and NT$571 thousand for providing relevant medical management services to substantive related parties from April 1 to June 30, 2026 and 2025 and January 1 to June 30, 2026 and 2025.

(b) The Group recognized management service revenue of NT$343 thousand and NT$686 thousand for providing legal and intellectual property services to associates from April 1 to June 30, 2026 and January 1 to June 30, 2026.

e. Dividends

(a) The details of dividends receivable to related parties (included under other receivables) by the Group as of June 30, 2026, December 31, and June 30, 2025 are as follows:

	2026.6.30	2025.12.31	2025.6.30
Associates	$ 18,859	-	11,682

(b) The details of dividends payable to related parties by the Group as of June 30, 2026, December 31, and June 30, 2025 are as follows:

	2026.6.30	2025.12.31	2025.6.30
Entity with significant influence over the Group - BMC	$ 78,404	-	47,602

f. Operating expenses

The amounts paid by the Group to related parties for other expenses were as follows:

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Entity with significant influence over the Group - Qisda	$ 61	61	122	122
Substantive related party	300	300	600	600
Other related party	2	53	29	84
	$ 363	414	751	806

g. Receivables from related parties

Details of the Group's receivables from related parties were as follows:

Accounting subject	Types of related party	2026.6.30	2025.12.31	2025.6.30
Accounts receivable	Entity with significant influence over the Group - BMC	$ 85,684	81,573	78,340

h. Payables to related parties

As a result of the transactions mentioned above and various expenses paid in advance by related parties on behalf of the Group, relevant details of payables to related parties were as follows:

Accounting subject	Types of related party	2026.6.30	2025.12.31	2025.6.30
Accounts payable	Entity with significant influence over the Group - BMC	$ 30,702	32,725	32,540

Accounting subject	Types of related party	2026.6.30	2025.12.31	2025.6.30
Other payables	Entity with significant influence over the Group - Qisda	$ 803	803	796
Other payables	Substantive related party	88	88	88
Other payables	Other related party	2	117	55
		$ 893	1,008	939
Lease liabilities - current	Entity with significant influence over the Group - Qisda	$ 2,843	2,800	2,772
Lease liabilities - non-current	Entity with significant influence over the Group - Qisda	11,490	12,927	14,334
		$ 14,333	15,727	17,106

(3) Remuneration for key management personnel

	April to June 2026	April to June 2025	January to June 2026	January to June 2025
Short-term employee benefits	$ 7,352	6,165	14,091	12,291
Post employment benefits	27	27	54	54
	$ 7,379	6,192	14,145	12,345

8. Pledged assets

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

Name of asset	Pledged collaterals	2026.6.30	2025.12.31	2025.6.30
Restricted bank deposits	Performance guarantee	$ 24,367	24,144	21,637
Land-use rights and buildings	Bank loans	-	796,913	712,111
		$ 24,367	821,057	733,748

9. Significant commitments and contingencies

Contractual commitments unrecognized by the Group are as follows:

	2026.6.30	2025.12.31	2025.6.30
Acquisition of property, plant, and equipment	$ 1,085,030	353,266	307,182

In response to operational needs, the Group entered into a purchase agreement on March 20, 2026, to acquire land and buildings for a total amount of NT$468,000 thousand. As of June 30, 2026, NT$70,200 thousand had been paid and was recorded under prepayments for construction and equipment. The transfer of title is expected to be completed in the third quarter of 2026.

10. Significant loss from disaster: None.

11. Significant subsequent events: None.

12. Others

(1) The Group's employee benefits and depreciation and amortization expenses by function are as follows:

Function / Nature	April to June 2026			April to June 2025		
	Operation costs	Operation expenses	Total	Operation costs	Operation expenses	Total
Employee benefits						
Salaries	185,669	105,670	291,339	139,782	86,000	225,782
Insurance	2,861	4,807	7,668	2,253	4,068	6,321
Pension	6,345	4,003	10,348	4,356	3,403	7,759
Other employee benefits	2,576	2,969	5,545	2,265	2,566	4,831
Depreciation expenses	138,067	10,642	148,709	112,023	11,892	123,915
Amortization expenses	-	1,529	1,529	-	1,846	1,846

Function / Nature	January to June 2026			January to June 2025		
	Operation costs	Operation expenses	Total	Operation costs	Operation expenses	Total
Employee benefits						
Salaries	350,764	199,345	550,109	272,711	166,764	439,475
Insurance	5,564	11,039	16,603	4,372	8,719	13,091
Pension	11,910	7,345	19,255	8,616	6,305	14,921
Other employee benefits	5,165	6,036	11,201	4,837	5,334	10,171
Depreciation expenses	268,875	21,299	290,174	223,290	24,108	247,398
Amortization expenses	-	3,064	3,064	-	3,699	3,699

(2) The operations of the Group are not significantly affected by seasonal or cyclical factors.

13. Additional disclosures

(1) Information on significant transactions

According to the regulations of the Preparation Standards, the relevant information on significant transactions that the Group is required to disclose is as follows:

a. Financing provided to other parties:

Expressed in Thousands of New Taiwan Dollars/Malaysian Ringgit

No.	Financing company	Counter party	Financial statement account	Related party	Maximum balance for the period	Ending balance	Actual amount drawn	Interest rate	Nature of the financing	Transaction amount	Reasons for short-term financing	Loss allowances	Collateral		Financing limits for each borrowing company	Company's total financing amount limits
													Company name	Value		
1	VVM	VMM	Other receivables - related parties	Yes	14,464 (MYR1,800)	14,064 (MYR1,800)	14,064 (MYR1,800)	5%	2	-	Operating turnover	-	-	-	1,552,709	1,552,709

(Note 1): VVM's total loan provided to others shall not exceed 40% of VVM's net worth per latest financial statements.
(Note 2): VVM's limits on the individual amounts that may be loaned to subsidiaries shall not exceed 40% of VVM's net worth per latest financial statements.
(Note 3): The nature of the loans provided is classified as 1 for those with business transactions and 2 for those with needs for short-term funding.
(Note 4): The transactions above have been offset when preparing the Consolidated Financial Statements.

b. Endorsements/guarantees provided for others: None.

c. Material marketable securities held at end of period (excluding investments in subsidiaries, associates, and joint ventures): None.

d. Purchases or sales with related parties amounting to NT$100 million or 20% of paid-in capital or more:

(Expressed in Thousands of New Taiwan Dollars)

Company Name	Counterparty	Relationship	Transaction details				Unusual transaction terms and reasons		Notes and accounts receivable (payable)		Remark
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit period	Unit price	Credit period	Balance	Percentage of notes and accounts receivable (payable)	
The Company	BMC	Significant impact on the Company	(Sales)	(203,953)	(8) %	Payment made in 60 days	(Note 1)	(Note 1)	85,684	7%	-
The Company	From-eyes	Parent company and subsidiaries	(Sales)	(1,024,205)	(42) %	Payment made in 60 days	(Note 1)	(Note 1)	534,866	46%	(Note 4)
From-eyes	The Company	Parent company and subsidiaries	Purchases	1,024,205	98 %	Payment made in 60 days	(Note 1)	(Note 1)	(534,866)	98%	(Note 4)
VVM	The Company	Parent company and subsidiaries	(Sales)	(1,692,018)	(100) %	Payment made in 60 days	(Note 3)	(Note 1)	367,540	100%	(Note 4)
The Company	VVM	Parent company and subsidiaries	Purchases	1,692,018	97 %	Payment made in 60 days	(Note 2)	(Note 1)	(367,540)	(90)%	(Note 4)
The Company	TYC	Parent company and subsidiaries	(Sales)	(267,225)	(11) %	Payment made in 60 days	(Note 1)	(Note 1)	174,318	15%	(Note 4)
TYC	The Company	Parent company and subsidiaries	Purchases	267,225	100 %	Payment made in 60 days	(Note 1)	(Note 1)	(174,318)	(100)%	(Note 4)

(Note 1): There are no significant differences from regular transactions.
(Note 2): As there are no purchases of similar products from other suppliers, the Company is unable to compare with regular transactions.
(Note 3): The sales are primarily made to the Company, and there are no regular transactions for comparisons.
(Note 4): The transactions above have been offset when preparing the Consolidated Financial Statements.

e. Receivables from related parties amounting to NT$100 million or 20% of paid-in capital or more:

(Expressed in Thousands of New Taiwan Dollars)

Company name	Counterparty	Relationship	Balance of the receivables from related parties (Note)	Turnover	Overdue receivables from related parties		Amount collected after the due date of the receivables from related parties	Loss allowances
					Amount	Handling method		
The Company	From-eyes	Parent company and subsidiaries	534,866	4.77	-	-	139,153	-
The Company	TYC	Parent company and subsidiaries	174,318	3.40	34,451	-	34,451	-
VVM	The Company	Parent company and subsidiaries	367,540	8.32	-	-	300,237	-

Note: The aforementioned transactions between From-eyes, TYC and VVM have been offset when preparing the Consolidated Financial Statements.

f. Intercompany relationships and material intercompany transactions

No. (Note 1)	Company name	Counterparty	Relationships with Counterparties (Note 2)	Description of transactions (Note 3)			
				Account	Amount	Transaction term	Percentage of consolidated total operating revenue or total assets (Note 4)
0	The Company	From-eyes	1	(Sales)	(1,024,205)	Payment made in 60 days	(41.03)%
0	The Company	From-eyes	1	Accounts receivable	534,866	Payment made in 60 days	7.80%
0	The Company	TYC	1	(Sales)	(267,225)	Payment made in 60 days	(10.70)%
0	The Company	TYC	1	Accounts receivable	174,318	Payment made in 60 days	2.54%
0	The Company	VVM	1	(Sales)	(67,912)	Payment made in 90 days	(2.72)%
1	VVM	The Company	2	(Sales)	(1,692,018)	Payment made in 60 days	(67.78)%
1	VVM	The Company	2	Accounts receivable	367,540	Payment made in 60 days	5.36%

(Note 1): Numbered according to the following method:
1. For the parent company, fill in 0.
2. Subsidiaries are sorted in a numerical order starting from 1.

(Note 2): Relationships with counterparties are indicated as follows:
1. The parent company to subsidiaries.
2. Subsidiaries to the parent company.
3. Subsidiaries to subsidiaries.

(Note 3): Intercompany relationships and significant intercompany transactions only disclose the information on sales and accounts receivable accounting for 1% of consolidated operating revenue or assets. The corresponding information regarding purchases and accounts payable is not reiterated.

(Note 4): It is calculated by dividing the amount of transactions by the consolidated operating revenue or total assets.

(Note 5): The transactions above have been offset when preparing the Consolidated Financial Statements.

(2) Information on investees:

Expressed in Thousands of New Taiwan Dollars/Shares

Name of investor	Name of investee	Location	Major business activities	Initial investment amount: Ending of the current period	Initial investment amount: The end of last year	Ending balance: Share(s)	Ending balance: Shareholding	Ending balance: Carrying amount	Profit (loss) of investee for the period	Investment profit and loss recognized	Remark
The Company	VVM	Malaysia	Manufacturing, processing, and sale of contact lenses	2,102,783	2,102,783	289,761	100.00%	3,880,689	181,481	181,141	Parent company and subsidiaries (Note)
The Company	From-eyes	Japan	Sale of contact lenses	220,441	220,441	1	100.00%	218,832	59,410	58,305	Parent company and subsidiaries (Note)
The Company	VCT	Taiwan	Medical management consulting services	44,000	44,000	4,400	55.00%	23,977	2,686	1,160	Parent company and subsidiaries (Note)
The Company	Crystalvue	Taiwan	Design, manufacture, and sale of medical-related instruments	612,520	568,929	7,121	28.10%	615,902	76,168	13,114	Associates
VVM	VMM	Malaysia	Lease and management service	3,696	3,696	500	100.00%	546	(777)	(777)	Parent company and subsidiaries (Note)

Note: The amounts have been offset when preparing the Consolidated Financial Statements.

(3) Information on investments in Mainland China:

a. The name of the investee company in Mainland China, main business activities and other relevant information:

Expressed in Thousands of CNY/New Taiwan Dollar

Investees in Mainland China	Major business activities	Paid-in capital	Method of investments	Accumulated amount of investments remitted from Taiwan at beginning of period	Amount of Investment Remitted or Repatriated for the Period: Remitted	Amount of Investment Remitted or Repatriated for the Period: Repatriated	Accumulated amount of investments remitted from Taiwan at end of period	Profit (loss) of investee for the period	The ratio of the Company's direct or indirect ownership	Investment profit (loss) recognized	Book value of investments at end of period	Accumulated investment income repatriated at end of period
Trend Young Trading (Shanghai) Co., Ltd.	Sale of contact lenses	15,533 (Note 2)	(Note 1)	16,425 (CNY3,500)	-	-	16,425 (CNY3,500)	(6,240)	100.00%	(6,240)	(29,909)	-

(Note 1): Direct investment in Mainland China.
(Note 2): Except for the paid-in capital, which is measured using the historical exchange rate between CNY and NTD, the rest is converted using the exchange rate of 4.6929 at the end of the period from CNY to NTD.

b. Limits on investments in Mainland China:

Expressed in Thousands

Name of company	Accumulated amount of investments remitted from Taiwan to Mainland China at end of period	Amount of investments authorized by Investment Commission, MOEA	Upper limit on investment authorized by Investment Commission, MOEA
The Company	117,071 (Note 2) (USD3,160 and CNY 3,500)	118,345 (Note 2) (USD3,200 and CNY 3,500)	2,675,181

Note 1: It is converted using the exchange rate of 31.850 from USD to NTD and the exchange rate of 4.6929 from CNY to NTD at the end of the period.

Note 2: These amounts include an investment of USD3,160 thousand made in previous years in mainland China and an investment of USD3,200 thousand approved by the Investment Commission, MOEA. The related investees companies have completed the liquidation process in 2019 and have already submitted a cancellation report to the Investment Commission, MOEA regarding the investment in mainland China.

c. Information on significant transactions between the investees in Mainland China:

Name of related party	Relationship with the Company	Category	Amount	Transaction term			Notes and accounts receivable (payable)		Unrealized gains (losses)
				Price	Payment terms	Difference with regular transactions	Balance	Percentage	
Trend Young Trading (Shanghai) Co., Ltd.	The Company's subsidiary	Sales	267,225	(Note 1)	Payment made in 60 days	(Note 1)	174,318	14.90%	(32,334)

(Note 1): There are no significant differences from regular transactions.
(Note 2): The amounts have been offset when preparing the Consolidated Financial Statements.

14. Segment information

The main business of the Group is manufacturing, purchasing, and selling disposable contact lenses. It is an individual department, and the department's information on profit and loss, assets, and liabilities is consistent with the Consolidated Financial Statements. Please refer to the consolidated balance sheets and consolidated statements of comprehensive income for more details.