

**Sino-American Silicon Products Inc. and Subsidiaries**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Three Months Ended March 31, 2025 and 2024**

Address: No.8, Industrial East Road 2, Science-Based Industrial  
Park, Hsinchu, Taiwan, R.O.C.

Telephone: (03)577-2233

The independent auditors' review 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' review report and consolidated financial statements, the Chinese version shall prevail.

## Table of contents

Contents	Page
1. Cover Page	1
2. Table of Contents	2
3. Independent Auditors' Review Report	3
4. Consolidated Balance Sheets	4
5. Consolidated Statements of Comprehensive Income	5
6. Consolidated Statements of Changes in Equity	6
7. Consolidated Statements of Cash Flows	7
8. Notes to the Consolidated Financial Statements	
(1) Company history	8
(2) Approval date and procedures of the consolidated financial statements	8
(3) New standards, amendments and interpretations adopted	8~10
(4) Summary of material accounting policies	10~15
(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty	15~16
(6) Explanation of significant accounts	16~59
(7) Related-party transactions	59~62
(8) Pledged assets	62
(9) Commitments and contingencies	63~64
(10) Losses due to major disasters	64
(11) Subsequent Events	64
(12) Other	64
(13) Other disclosures	
(a) Information on significant transactions	65、67~79
(b) Information on investees	65、80~84
(c) Information on investment in mainland China	65、85~86
(d) Major shareholders	65
(14) Segment information	66



安侯建業聯合會計師事務所

KPMG

新竹市科學園區300091展業一路11號  
No. 11, Prosperity Road I, Hsinchu Science Park,  
Hsinchu, 300091, Taiwan (R.O.C.)

電話 Tel + 886 3 579 9955  
傳真 Fax + 886 3 563 2277  
網址 Web kpmg.com/tw

## Independent Auditors' Review Report

To the Board of Directors  
Sino-American Silicon Products Inc.:

### Introduction

We have reviewed the accompanying consolidated balance sheets of Sino-American Silicon Products Inc. and its subsidiaries as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2025 and 2024, 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 International Accounting Standard (“IASs”) 34, “Interim Financial Reporting”, endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### Scope of Review

Except as explained in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, of the Republic of China. A 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. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Basis for Qualified Conclusion

As stated in Note 4(2), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to \$5,013,899 thousand and \$5,680,884 thousand, constituting 2% and 2% of consolidated total assets at March 31, 2025 and 2024, respectively, total liabilities amounting to \$1,954,299 thousand and \$1,745,956 thousand, constituting 1% and 1% of consolidated total liabilities at March 31, 2025 and 2024, respectively, and total comprehensive income (loss) amounting to \$(125,282) thousand and \$189,625 thousand, constituting (4)% and 3% of consolidated total comprehensive income (loss) for the three months ended March 31, 2025 and 2024, respectively.

Furthermore, as stated in Note 6(7), the other equity-method accounted investments of the Sino-American Silicon Products Inc. and its subsidiaries amounting to \$1,528,115 thousand and \$1,530,834 thousand at March 31, 2025 and 2024, respectively, and its equity in net earnings on these investee companies of \$21,980 thousand and \$35,964 thousand for the three months ended March 31, 2025 and 2024, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.



## **Qualified Conclusion**

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity-method-accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Sino-American Silicon Products Inc. and its subsidiaries as of March 31, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2025 and 2024 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’ report are Yung-Hua Huang and Chun-Yuan Wu.

KPMG

Taipei, Taiwan (Republic of China)  
May 9, 2025

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.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

Sino-American Silicon Products Inc. and subsidiaries

Consolidated Balance Sheets

March 31, 2025, December 31, 2024, and March 31, 2024

(Expressed in Thousands of New Taiwan Dollars)

Assets		March 31, 2025		December 31, 2024		March 31, 2024		Liabilities and Equity		March 31, 2025		December 31, 2024		March 31, 2024	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
<b>Current assets:</b>								<b>Current liabilities:</b>							
1100	Cash and cash equivalents (note 6(1))	\$ 43,373,744	16	54,136,770	20	40,925,212	17	2100	Short-term borrowings (notes 6(13) and 8)	\$ 36,099,728	13	28,863,280	11	28,572,568	12
1110	Financial assets at fair value through profit or loss—current (note 6(2))	3,521	-	28,751	-	63	-	2105	Short-term notes and bills payable (note 6(12))	699,968	-	3,999,248	1	-	-
1170	Notes and accounts receivable, net (notes 6(5) and (23))	13,126,254	5	12,591,069	5	12,403,376	5	2120	Financial liabilities at fair value through profit or loss—current (notes 6(2) and (15))	26,627	-	94,142	-	209,967	-
1180	Accounts receivable due from related parties, net (notes 6(5), (23) and 7)	258	-	564	-	-	-	2130	Contract liabilities—current (note 6(23))	9,901,346	4	10,811,513	4	10,618,090	4
130X	Inventories (note 6(6))	14,598,130	5	13,976,189	5	13,767,542	6	2170	Notes and accounts payable	5,554,169	2	6,069,275	2	5,311,415	2
1476	Other financial assets—current (notes 6(1) and 8)	22,503,379	8	19,346,916	7	35,865,886	15	2180	Accounts payable to related parties (note 7)	2,461	-	9	-	-	-
1479	Other current assets (note 6(11))	2,906,111	1	2,723,908	1	2,345,893	1	2201	Payroll and bonus payable	4,831,958	2	4,737,526	2	5,128,900	2
		<u>96,511,397</u>	<u>35</u>	<u>102,804,167</u>	<u>38</u>	<u>105,307,972</u>	<u>44</u>	2216	Dividends payable	4,635,865	2	3,199,272	1	479,199	-
								2250	Provisions—current (note 6(17))	298,087	-	296,906	-	298,756	-
<b>Non-current assets:</b>								2230	Current tax liabilities	2,895,712	1	2,505,027	1	3,986,242	2
1513	Financial assets at fair value through profit or loss—non-current (notes 6(2) and 8)	6,167,482	2	6,766,986	3	11,851,392	5	2270	Convertible bonds, current portion (note 6(15))	-	-	-	-	6,317,819	3
1517	Financial assets at fair value through other comprehensive income—non-current (notes 6(3) and 8)	1,262,012	1	1,145,053	-	4,119,044	2	2321	Ordinary bonds payable, current portion (note 6(15))	-	-	-	-	7,099,033	3
1535	Financial assets at amortized cost—non-current (note 6(4))	6,607,795	2	6,524,215	3	-	-	2322	Long-term borrowings, current portion (note 6(14))	2,355,958	1	2,413,766	1	2,305,363	1
1550	Investments accounted for using equity method (note 6(7))	1,528,115	1	1,567,664	1	1,530,834	1	2399	Other current liabilities (notes 6(16) and 7)	<u>11,737,464</u>	<u>4</u>	<u>14,332,621</u>	<u>5</u>	<u>10,424,252</u>	<u>4</u>
1600	Property, plant and equipment (notes 6(9), 7 and 8)	146,673,115	53	137,361,821	51	99,431,556	41			<u>79,039,343</u>	<u>29</u>	<u>77,322,585</u>	<u>28</u>	<u>80,751,604</u>	<u>33</u>
1755	Right-of-use assets (note 6(10))	1,409,555	1	1,344,479	-	1,445,162	1	<b>Non-Current liabilities:</b>							
1780	Intangible assets	5,986,244	2	5,893,393	2	5,726,151	2	2527	Contract liabilities—non-current (notes 6(23) and 9)	20,747,070	8	20,879,312	8	24,436,215	10
1840	Deferred tax assets	4,265,904	2	4,066,186	1	3,564,684	1	2500	Financial liabilities at fair value through profit or loss—non-current (notes 6(2) and (15))	439,556	-	404,230	-	936,183	1
1980	Other financial assets—non-current (note 8)	268,076	-	231,342	-	860,226	-	2530	Convertible bonds (note 6(15))	779,854	-	776,258	-	765,569	-
1990	Other non-current assets (note 6(11))	3,833,283	1	3,625,993	1	6,234,458	3	2531	Ordinary bonds payable (note 6(15))	16,891,627	6	16,890,669	6	16,887,792	7
		<u>178,001,581</u>	<u>65</u>	<u>168,527,132</u>	<u>62</u>	<u>134,763,507</u>	<u>56</u>	2532	Exchangeable bonds with warrants (note 6(15))	10,899,278	4	10,256,704	4	10,090,683	4
								2540	Long-term borrowings (notes 6(14) and 8)	16,271,388	6	14,993,522	6	4,347,910	2
								2550	Provisions—non-current (note 6(17))	2,682,638	1	2,813,503	1	3,073,090	1
								2570	Deferred tax liabilities	7,688,074	3	6,909,689	3	6,578,123	3
								2670	Other non-current liabilities (notes 6(16) and 7)	3,221,648	1	3,018,155	1	2,959,253	1
								2640	Net defined benefit liabilities	<u>1,605,144</u>	<u>1</u>	<u>1,512,147</u>	<u>1</u>	<u>1,580,887</u>	<u>1</u>
										<u>81,226,277</u>	<u>30</u>	<u>78,454,189</u>	<u>30</u>	<u>71,655,705</u>	<u>30</u>
										<u>160,265,620</u>	<u>59</u>	<u>155,776,774</u>	<u>58</u>	<u>152,407,309</u>	<u>63</u>
									<b>Total liabilities</b>						
									<b>Equity (notes 6(20) and 8):</b>						
								3110	Ordinary shares	<u>6,412,217</u>	<u>2</u>	<u>6,412,217</u>	<u>2</u>	<u>5,862,217</u>	<u>3</u>
								3200	Capital surplus	<u>32,632,112</u>	<u>12</u>	<u>32,671,766</u>	<u>12</u>	<u>17,013,527</u>	<u>7</u>
								3300	Retained earnings	<u>18,798,183</u>	<u>7</u>	<u>20,318,655</u>	<u>7</u>	<u>21,745,081</u>	<u>9</u>
								3400	Other equity interest	<u>(5,495,123)</u>	<u>(2)</u>	<u>(6,454,604)</u>	<u>(2)</u>	<u>(5,611,109)</u>	<u>(2)</u>
								3500	Treasury shares	<u>(4,382,100)</u>	<u>(2)</u>	<u>(4,382,100)</u>	<u>(2)</u>	<u>(4,382,100)</u>	<u>(2)</u>
									Total equity attributable to owners of parent	<u>47,965,289</u>	<u>17</u>	<u>48,565,934</u>	<u>17</u>	<u>34,627,616</u>	<u>15</u>
								36XX	Non-controlling interests (note 6(8))	<u>66,282,069</u>	<u>24</u>	<u>66,988,591</u>	<u>25</u>	<u>53,036,554</u>	<u>22</u>
									<b>Total equity</b>	<u>114,247,358</u>	<u>41</u>	<u>115,554,525</u>	<u>42</u>	<u>87,664,170</u>	<u>37</u>
									<b>Total liabilities and equity</b>	<u>\$ 274,512,978</u>	<u>100</u>	<u>\$ 271,331,299</u>	<u>100</u>	<u>\$ 240,071,479</u>	<u>100</u>
	<b>Total assets</b>	<u>\$ 274,512,978</u>	<u>100</u>	<u>271,331,299</u>	<u>100</u>	<u>240,071,479</u>	<u>100</u>								

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

**Sino-American Silicon Products Inc. and subsidiaries**

**Consolidated Statements of Comprehensive Income**

**For the three months ended March 31, 2025 and 2024**

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

		For the three months ended March 31,			
		2025		2024	
		Amount	%	Amount	%
4000	<b>Operating revenue</b> (notes 6(23) and 7)	\$ 19,373,248	100	19,692,155	100
5000	<b>Operating costs</b> (notes 6(6), (18), (24) and 7)	14,300,155	74	13,497,356	69
	<b>Gross profit from operations</b>	5,073,093	26	6,194,799	31
	<b>Operating expenses</b> (notes 6(18), (24) and 7):				
6100	Selling expenses	463,180	2	376,174	2
6200	Administrative expenses	800,171	4	655,924	3
6300	Research and development expenses	873,549	5	811,931	4
6450	Expected credit losses (gains) (note 6(5))	7,567	-	(4,709)	-
	<b>Total operating expenses</b>	2,144,467	11	1,839,320	9
	<b>Net operating income</b>	2,928,626	15	4,355,479	22
	<b>Non-operating income and expenses:</b>				
7100	Interest income (notes 6(25) and 7)	629,069	3	757,464	4
7020	Other gains and losses (note 6(26))	(760,693)	(4)	174,215	1
7050	Finance costs (notes 6(25) and 7)	(268,246)	(1)	(257,107)	(1)
7060	Share of profit of associates accounted for using equity method	21,980	-	35,964	-
		(377,890)	(2)	710,536	4
	<b>Income before income tax</b>	2,550,736	13	5,066,015	26
7950	<b>Less: Income tax expense</b> (note 6(19))	753,145	4	1,109,502	6
	<b>Net income</b>	1,797,591	9	3,956,513	20
8300	<b>Other comprehensive income:</b>				
8310	<b>Items that will not be reclassified subsequently to profit or loss</b>				
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	(798,683)	(4)	750,133	4
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	673	-	(42,239)	-
	<b>Total items that will not be reclassified subsequently to profit or loss</b>	(798,010)	(4)	707,894	4
8360	<b>Items that may be reclassified subsequently to profit or loss</b>				
8361	Exchange differences on translation of foreign operations	2,832,067	15	1,709,788	9
8399	Income tax related to components of other comprehensive income that may be reclassified to profit or loss	(564,711)	(3)	(340,992)	2
	<b>Total items that may be reclassified subsequently to profit or loss</b>	2,267,356	12	1,368,796	7
8300	<b>Other comprehensive income (after tax)</b>	1,469,346	8	2,076,690	11
	<b>Total comprehensive income</b>	\$ 3,266,937	17	6,033,203	31
	<b>Net income attributable to:</b>				
	Owners of parent	\$ 732,209	4	1,902,010	10
	Non-controlling interests	1,065,382	5	2,054,503	10
		\$ 1,797,591	9	3,956,513	20
	<b>Total comprehensive income attributable to:</b>				
	Owners of parent	\$ 1,691,627	9	2,823,742	15
	Non-controlling interests	1,575,310	8	3,209,461	16
		\$ 3,266,937	17	6,033,203	31
	<b>Earnings per share</b> (NT dollars) (note 6(22))				
9750	Basic earnings per share	\$ 1.19		3.40	
9850	Diluted earnings per share	\$ 1.19		3.39	

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

Sino-American Silicon Products Inc. and subsidiaries

Consolidated Statements of Changes in Equity

For the three months and three months ended March 31, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent						Other equity interest					Non-controlling interests	Total equity	
	Retained earnings						Exchange differences on translation of foreign financial statements	Gains (losses) on equity instrument measured at fair value through other comprehensive income	Others	Total other equity interest	Treasury shares			Total
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total retained earnings								
<b>Balance at January 1, 2024</b>	\$ 5,862,217	16,955,211	3,395,684	6,188,164	10,180,285	19,764,133	(5,343,697)	(1,109,138)	(4,287)	(6,457,122)	(4,382,100)	31,742,339	50,251,836	81,994,175
Net income for the period	-	-	-	-	1,902,010	1,902,010	-	-	-	-	-	1,902,010	2,054,503	3,956,513
Other comprehensive income for the period	-	-	-	-	-	-	723,326	198,406	-	921,732	-	921,732	1,154,958	2,076,690
Total comprehensive income for the period	-	-	-	-	1,902,010	1,902,010	723,326	198,406	-	921,732	-	2,823,742	3,209,461	6,033,203
Appropriation and distribution of retained earnings:														
Cash dividends on ordinary shares	-	-	-	-	-	-	-	-	-	-	-	-	(479,199)	(479,199)
Share-based payments	-	2,998	-	-	-	-	-	-	-	-	-	2,998	12,795	15,793
Changes in equity of subsidiaries and associates accounted for using equity method	-	133	-	-	2,979	2,979	-	-	-	-	-	3,112	-	3,112
Others	-	-	-	-	(24)	(24)	-	-	264	264	-	240	-	240
Cash dividends received by subsidiaries from the parent company	-	55,185	-	-	-	-	-	-	-	-	-	55,185	-	55,185
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	41,661	41,661
Disposal of investments in equity instruments at fair value through other comprehensive income	-	-	-	-	75,983	75,983	-	(75,983)	-	(75,983)	-	-	-	-
<b>Balance at March 31, 2024</b>	\$ 5,862,217	17,013,527	3,395,684	6,188,164	12,161,233	21,745,081	(4,620,371)	(986,715)	(4,023)	(5,611,109)	(4,382,100)	34,627,616	53,036,554	87,664,170
<b>Balance at January 1, 2025</b>	\$ 6,412,217	32,671,766	4,288,719	5,698,116	10,331,820	20,318,655	(4,775,243)	(1,477,427)	(201,934)	(6,454,604)	(4,382,100)	48,565,934	66,988,591	115,554,525
Net income for the period	-	-	-	-	732,209	732,209	-	-	-	-	-	732,209	1,065,382	1,797,591
Other comprehensive income for the period	-	-	-	-	-	-	1,066,674	(107,256)	-	959,418	-	959,418	509,928	1,469,346
Total comprehensive income for the period	-	-	-	-	732,209	732,209	1,066,674	(107,256)	-	959,418	-	1,691,627	1,575,310	3,266,937
Appropriation and distribution of retained earnings:														
Legal reserve	-	-	182,846	-	(182,846)	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	752,969	(752,969)	-	-	-	-	-	-	-	-	-
Cash dividends on ordinary shares	-	-	-	-	(2,244,276)	(2,244,276)	-	-	-	-	-	(2,244,276)	-	(2,244,276)
Changes in equity of subsidiaries and associates accounted for using equity method	-	(86,913)	-	-	(8,405)	(8,405)	-	-	63	63	-	(95,255)	11,725	(83,530)
Others	-	(42)	-	-	-	-	-	-	-	-	-	(42)	-	(42)
Cash dividends received by subsidiaries from the parent company	-	47,301	-	-	-	-	-	-	-	-	-	47,301	-	47,301
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(2,293,557)	(2,293,557)
<b>Balance at March 31, 2025</b>	\$ 6,412,217	32,632,112	4,471,565	6,451,085	7,875,533	18,798,183	(3,708,569)	(1,584,683)	(201,871)	(5,495,123)	(4,382,100)	47,965,289	66,282,069	114,247,358

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

**Sino-American Silicon Products Inc. and subsidiaries**

**Consolidated Statements of Cash Flows**

**For the three months ended March 31, 2025 and 2024**

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31,	
	2025	2024
<b>Cash flows from operating activities:</b>		
<b>Income before income tax</b>	\$ 2,550,736	5,066,015
<b>Adjustments:</b>		
Adjustments to reconcile profit (loss):		
Depreciation expenses	2,734,092	2,291,193
Amortization expenses	46,396	46,592
Expected credit losses (gains)	7,567	(4,709)
Net losses (gains) on financial assets or liabilities at fair value through profit or loss	824,706	65,849
Interest expenses	268,246	257,107
Interest income	(629,069)	(757,464)
Dividend income	(8,253)	(2,579)
Share-based compensation cost	6,700	15,793
Shares of profit of associates accounted for using equity method	(21,980)	(35,964)
Gains on disposal of property, plant and equipment	(3,351)	(24,240)
Losses on disposal of intangible assets	4,305	-
Reversal of impairment losses on non-financial assets	(61,014)	-
Provision (reversal) for inventory write-down	43,004	(63,351)
Gain from reversal of provisions	(78,509)	(126,418)
Gain from lease modification	(11,000)	(75)
Total adjustments	<u>3,121,840</u>	<u>1,661,734</u>
Changes in operating assets and liabilities:		
Notes and accounts receivable (including related parties)	(542,526)	(170,714)
Inventories	(688,855)	(1,148,949)
Prepayments for purchase of materials	48,915	25,847
Other financial assets	(100,424)	96,312
Other operating assets	(131,644)	(116,741)
Contract liabilities	(1,435,777)	(1,337,084)
Notes and accounts payable (including related parties)	(482,622)	(652,262)
Net defined benefit liabilities	92,997	(28,014)
Other operating liabilities	(60,610)	(324,787)
Total changes in operating assets and liabilities	<u>(3,300,546)</u>	<u>(3,656,392)</u>
Total adjustments	<u>(178,706)</u>	<u>(1,994,658)</u>
Cash inflow generated from operations	2,372,030	3,071,357
Interest received	454,524	696,099
Dividends received	8,253	2,579
Interest paid	(847,699)	(386,177)
Income taxes paid	<u>(389,366)</u>	<u>(967,724)</u>
<b>Net cash flows generated from operating activities</b>	<u>1,597,742</u>	<u>2,416,134</u>

(Continued)

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

**Sino-American Silicon Products Inc. and subsidiaries**

**Consolidated Statements of Cash Flows(Continued)**

**For the three months ended March 31, 2025 and 2024**

**(Expressed in Thousands of New Taiwan Dollars)**

	For the three months ended	
	March 31,	
	2025	2024
<b>Cash flows from investing activities:</b>		
Acquisition of financial assets at fair value through other comprehensive income	(84,809)	(25,049)
Proceeds from disposal of financial assets at fair value through other comprehensive income	-	223,429
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	3,006	-
Proceeds from capital reduction of financial assets at fair value through profit or loss	4,647	7,708
Acquisition of financial assets at fair value through profit or loss	(53,134)	-
Proceeds from disposal of financial assets at fair value through profit or loss	19,757	-
Acquisition of property, plant and equipment, and prepayments of equipment	(11,985,404)	(11,092,518)
Proceeds from disposal of property, plant and equipment	376	61,619
Acquisition of intangible assets	(20,483)	(2,589)
Decrease (increase) in other financial assets	(2,918,230)	7,636,201
Other investing activities	137,225	-
<b>Net cash flows used in investing activities</b>	<b>(14,897,049)</b>	<b>(3,191,199)</b>
<b>Cash flows from financing activities:</b>		
Increase (decrease) in short-term loans	7,245,948	(3,238,594)
Decrease in short-term notes and bills payable	(3,299,280)	-
Issuing bonds	-	16,457,644
Proceeds from long-term borrowings	2,079,701	540,000
Repayments of long-term borrowings	(1,210,205)	(235,227)
Increase (decrease) in guarantee deposits	807	(84,054)
Payment of lease liabilities	(56,305)	(64,425)
Cash dividends and capital surplus distribution	(1,788,515)	(1,930,811)
Cash dividends paid to non-controlling interests	(1,308,669)	(1,825,658)
Other financing activities	(42)	-
<b>Net cash flows generated from financing activities</b>	<b>1,663,440</b>	<b>9,618,875</b>
Effect of exchange rate changes on cash and cash equivalents	872,841	1,253,899
Increase (decrease) in cash and cash equivalents	(10,763,026)	10,097,709
Cash and cash equivalents at beginning of period	54,136,770	30,827,503
Cash and cash equivalents at end of period	<b>\$ 43,373,744</b>	<b>40,925,212</b>

See accompanying notes to consolidated financial statements.

(English Translation of the Consolidated Financial Statements Originally Issued in Chinese)

**Sino-American Silicon Products Inc. and subsidiaries**

**Notes to the Consolidated Financial Statements**

**March 31, 2025 and 2024**

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

**1. Company history**

Sino-American Silicon Products Inc. (“SAS” or “the Company”) was incorporated in accordance with the Company Act of the Republic of China in January 1981. The registered address is No.8, Industrial East Road 2, Science Based Industrial Park, Hsinchu, Taiwan, R.O.C. The Company, as well as its subsidiaries (together referred to as the “Group”), mainly engages in the design, production, and sale of semiconductor silicon materials and components, rheostat, optical and communications wafer materials; also the related technology, management consulting business, and technical services of the photo-voltaic power system generation and installation.

The Company’s common stocks have been officially listed and traded on Taipei Exchange (“TPEX”) since March 2001.

**2. Approval date and procedures of the consolidated financial statements:**

The consolidated financial statements were authorized for issue by the Board of Directors on May 9, 2025.

**3. New standards, amendments and interpretations adopted:**

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

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2025:

- Amendments to IAS21 “Lack of Exchangeability”

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

The Group’s anticipated adoption of the new amendments beginning on January 1, 2026, are expected to have the following impacts:

- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance requirements for Section 4.1 of IFRS 9 and the related disclosure requirements of IFRS 7

For financial assets with contingent features that are not related directly to a change in basic lending risks or costs (e.g. where the cash flows change depending on whether the borrower meets an ESG target specified in the loan contract), the amendments introduce an additional test to assess the “solely payments of principal and interest on the principal amount outstanding” criterion. In accordance with the Q&A published by the FSC on February 26, 2025, the Group did not elect to early adopt the application guidance in Section 4.1 of the amendments on January 1, 2025.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

The Group invested in ESG-linked bonds and may need to change the classification due to the above amendments. The Group is continually evaluating the impact of its initial adoption of the amendments on its consolidated financial statements.

- (3) 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 the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

<u>Standards or Interpretations</u>	<u>Content of amendment</u>	<u>Effective date per IASB</u>
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"> <li>● 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.</li> <li>● 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.</li> </ul>	January 1, 2027

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
	<ul style="list-style-type: none"> <li>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.</li> </ul>	

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

The Group 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 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 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- 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 to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

**4. Summary of material accounting policies:**

(1) Statement of compliance

These consolidated 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 consolidated financial statements.

Except the following accounting policies mentioned below, the material accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statements for the year ended December 31, 2024. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2024.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(2) Basis of consolidation

Principles of preparation of the consolidated financial statements are the same as those of the consolidated financial statements for the year ended December 31, 2024. For the related information, please refer to note 4(3) to the consolidated financial statements for the year ended December 31, 2024.

A. List of subsidiaries in the consolidated financial statements

The list of subsidiaries is included in the consolidated financial statements:

Name of Investor	Name of subsidiary	Business	Percentage of Ownership			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
SAS	Sino Silicon Technology Inc. (SSTI)	Investment and triangular trade center with subsidiaries in China	100%	100%	100%	Notes 7
SAS	GlobalWafers Co., Ltd. (GlobalWafers)	Manufacturing and trading of semiconductor silicon materials and components	46.64%	46.64%	51.14%	
SAS	Aleo Solar GmbH (Aleo Solar)	Solar cell manufacturing and sale and wholesale of electronic materials	100%	100%	100%	Notes 7
SAS	SAS Sunrise Inc. (SSR)	Investment activities	100%	100%	100%	Notes 7
SAS	Sunrise PV Three Co., Ltd. (SPV3)	Electricity activities	100%	100%	100%	Notes 7
SAS	SAS Capital Co., Ltd. (SSH)	Investment activities	100%	100%	100%	Notes 7
SAS	Sustainable Energy Solution Co., Ltd. (SES)	Energy technology service business	100%	100%	100%	Notes 7
SAS	Taiwan Speciality Chemicals Corporation (TSC)	Semiconductor special gas and chemical materials	28.52%	28.52%	30.09%	
SAS	Advanced Wireless Semiconductor Company (Advanced Wireless)	Manufacturing and trading of GaAs Wafers	28.46%	28.46%	27.62%	
SAS	Actron Technology Corporation (Actron)	Manufacturing and trading of automotive semiconductors	25.56%	25.56%	24.56%	
SAS	Mosel Vitekc Inc. (MVI)	Semiconductor holding company	-	-	-	
SAS	Anneal Energy Co., Ltd. (Anneal Energy)	Electricity activities	45.01%	45.01%	-	Notes 5 and 7
SSR	Sulu Electric Power and Light Inc. (Sulu)	Electricity activities	40%	40%	40%	Notes 1 and 7
SSR	AMLED International Systems Inc. (AMLED)	Investment activities	-	-	-	Note 2 and 7
AMLED	Sulu	Electricity activities	45%	45%	45%	Note 7

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

Name of Investor	Name of subsidiary	Business	Percentage of Ownership			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
Aleo Solar	Aleo Solar Distribuzione Italia S.r.l	Solar cell manufacturing and sale and wholesale of electronic materials	-	100%	100%	Notes 3(3) and 7
SSH	Sustainable Hydropoewr Energy Co., Ltd. (SHE)	Energy technology service business	51%	51%	51%	Notes 7
SSH	Waferchem Technology Corporation (Waferchem)	Semiconductor holding company	51%	51%	-	Notes 6 and 7
GlobalWafers	GlobalSemiconductor Inc. (GSI)	Investment activities	100%	100%	100%	
GlobalWafers	GlobalWafers Japan Co., Ltd. (GWJ)	Manufacturing and trading of silicon wafers	100%	100%	100%	
GlobalWafers	GlobalWafers Singapore Pte. Ltd. (GWS)	Investment activities	100%	100%	100%	
GlobalWafers	Sunrise PV Four Co., Ltd. (SPV4)	Electricity activities	100%	100%	100%	
GlobalWafers	Sunrise PV Electric Power Five Co., Ltd. (SPV5)	Electricity activities	100%	100%	100%	
GlobalWafers	GWC Capital Co., Ltd (GWH)	Investment activities	100%	100%	100%	
GlobalWafers	GlobalWafers GmbH (GW GmbH)	Investment activities	100%	100%	100%	
GlobalWafers	GlobalWafers B.V. (GWBV)	Investment activities	100%	100%	100%	
GlobalWafers	Crystalwise Technology Inc. (CWT)	Manufacturing and trading of optoelectronic wafers and substrate material	100%	100%	100%	
GlobalWafers	GlobalWafers Capital Co., Ltd. (GWCC)	Investment activities	100%	100.00	-	Note 3(1)
GlobalWafers	Hongwang Investment Co., Ltd. (Hongwang)	Investment activities	30.98%	30.98%	30.98%	Note 4
GSI	Kunshan Sino Silicon Technology Co., Ltd. (SST)	Processing and trading of ingots and wafers	100%	100%	100%	
GWJ	MEMC Japan Ltd. (MEMC Japan)	Manufacturing and trading of silicon wafers	100%	100%	100%	
SST	MEMC Electronic Materials, Sdn Bhd (MEMC Sdn Bhd)	Research and development, manufacturing and trading of silicon wafers	100%	100%	100%	
SST	Kunshan SST Trading Co., Ltd. (KST)	Sales, marketing and trading activities	100%	100%	100%	

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

Name of Investor	Name of subsidiary	Business	Percentage of Ownership			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
SST	Shanghai Sawyer Shenkai Technology Material Co., Ltd. (SSKT)	Manufacturing and sales of lithium tantalate and lithium niobate wafers	100%	100%	100%	
CWT	Crystalwise Technology (HK) Limited (Crystalwise (HK))	Investment activities	100%	100%	100%	
CWT	Yuan Hong (SHANDONG) Technical Materials Ltd. (YHTM)	Manufacturing and trading of optoelectronic wafers and substrate material	19.69%	19.69%	19.69%	
GWBV	MEMC Electronic Materials, SpA (MEMC SpA)	Manufacturing and trading of silicon wafers	-	100%	100%	
MEMC SpA	MEMC Electronic Materials France SarL (MEMC SarL)	Trading	100%	100%	100%	
GWBV	MEMC Korea Company (MEMC Korea)	Manufacturing and trading of silicon wafers	100%	100%	100%	
GWBV	MEMC Ipoh Sdn Bhd (MEMC Ipoh)	Manufacturing and trading of silicon wafers	100%	100%	100%	
GWBV	GlobiTech Incorporated (GTI)	Manufacturing and trading of epitaxial wafers and silicon wafers	100%	100%	100%	
GWBV	Topsil GlobalWafers A/S (Topsil A/S)	Manufacturing and trading of silicon wafers	100%	100%	100%	
Crystalwise (HK)	YHTM	Manufacturing and trading of optoelectronic wafers and substrate material	80.31%	80.31%	80.31%	
GTI	MEMC LLC	Research and development, manufacturing and trading of silicon wafers	100%	100%	100%	
GTI	GlobalWafers America, LLC (GWA)	Manufacturing and trading of silicon wafers	100%	100%	100%	
SSKT	Yuan Hong Technical Materials Ltd. (MHTM)	Manufacturing and sales of lithium tantalate and lithium niobate wafers	90%	90%	90%	
Actron	DING-WEI Technology Co., Ltd.	Manufacture of electronic components and motor parts	100%	100%	100%	Note 7
Actron	Smooth International Limited Corporation	Investment activities	100%	100%	100%	Note 7
Smooth International Limited Corporation	Smooth Autocomponent Limited	Investment activities	100%	100%	100%	Note 7

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

Name of Investor	Name of subsidiary	Business	Percentage of Ownership			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
Smooth Autocomponent Limited	Smooth Auto Parts (Qingdao) Co., Ltd.	Manufacture of motor parts	100%	100%	100%	Note 7
Actron	REC Technology Corporation (REC Technology)	Manufacture of motor parts	49%	49%	49%	Note 7
Actron	Bigbest solution, Inc.	Manufacture of motors	28%	28%	28%	Note 7
Actron	MVI	Semiconductor holding company	29%	29%	29%	
Actron	Hongwang	Investment activities	30%	30%	30%	Note 4
MVI	Giant Haven Investments Ltd. (B.V.I)	Holding company	100%	100%	100%	
MVI	Mou Fu Investment Consultant Ltd.	Leasing, manpower dispatch and various services	100%	100%	100%	
MVI	Bou-Der Investment, Ltd.	Investment activities	-	47%	47%	Note 3(2)
MVI	DenMOS Technology Inc.	R&D, design, manufacturing and sale of LCD driving ICs and other application-specific Ics	80%	80%	80%	Note 7
Mou Fu Investment Consultant Ltd.	Bou-Der Investment, Ltd.	Investment activities	-	50%	50%	Note 3(2)
Mou Fu Investment Consultant Ltd.	Den MOS Technology Inc.	R&D, design, manufacturing and sale of LCD driving ICs and other application-specific Ics	4%	4%	4%	Note 7

Note 1: The Group can control the financial and operating strategies of Sulu through effective agreements with its other investors, so Sulu is considered as a subsidiary.

Note 2: The Group does not have equity interests in of AMLED. However, the Group controls the financial and operating strategies of AMLED and receives all benefits of its operations and net assets based on terms of the agreement. AMLED is considered a subsidiary.

Note 3: The Group's organizational changes were as follows:

- (1) GWCC was established in April 2024.
- (2) Bou-Der Investment, Ltd has completed liquidation on January 14, 2025.
- (3) Aleo Solar Distribuzione Italia S.r.l has completed liquidation in February 2025.

Note 4: The Group via its subsidiaries, namely Actron and GlobalWafers, holds 60.98% of Hongwang's shares. Thus, Hongwang was included in the financial statements.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

note 5: The Group holds 45.01% of the voting shares of Anneal Energy, and it's made the Group the single largest shareholder of the investee. As of December, 2024, the Group obtained four director seats and the support from other shareholders. Considering the Company's power over the investee, exposure or rights to variable returns, and the ability to use its power over the entity to affect the amount of the investee's returns, the Group obtained control over Anneal Energy.

note 6: The Group obtained 51% shares of Waferchem Technology Corporation on December 31, 2024.

note 7: The abovementioned subsidiaries are all non-significant subsidiaries, and the financial statements of which have not been reviewed by independent auditors.

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

(c) Provision

Carbon fees

Carbon fees levied in accordance with Taiwan's Climate Change Response Act and Regulations Governing the Collection of Carbon Fees are recognized when the annual greenhouse gas emissions are probably to exceed the threshold, and the amount is estimated based on the proportion of greenhouse gas emissions that have occurred as of the reporting date divided by the total annual greenhouse gas emissions.

(4) Income tax

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are measured by multiplying together the pre-tax income for the interim reporting period and the management's best estimate of effective annual tax rate. This should be recognized fully as 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) Employee Benefits

The pension cost of defined benefit plans in the interim period was calculated and disclosed on a period-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year.

**5. Significant accounting assumptions and judgments, and major sources of estimation uncertainty:**

The preparation of the consolidated financial statements in conformity with the Regulations and IFRSs (in accordance with IAS 34 "Interim Financial Reporting" and endorsed by the FSC) requires management to make judgments, and estimates about the future, including climate-related risks and opportunities, 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.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2024. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2024.

**6. Explanation of significant accounts:**

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2024 consolidated financial statements. Please refer to note 6 to the 2024 annual consolidated financial statements.

(1) Cash and cash equivalents

	<u>March 31,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>March 31,</u> <u>2024</u>
Cash on hand	\$ 4,831	4,768	2,734
Demand deposits	15,130,231	18,027,226	23,282,588
Time deposits	24,447,949	27,776,865	16,547,918
Bond investments under repurchase agreement	2,640,733	8,327,911	1,091,972
Bills investments under repurchase agreement	1,150,000	-	-
	<u>\$ 43,373,744</u>	<u>54,136,770</u>	<u>40,925,212</u>

As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group considered liquidity and reclassified time deposits to other financial assets— current, amounting to \$7,396,189 thousand, \$6,360,312 thousand and \$23,025,341 thousand, respectively.

On November 28, 2019 and February 21, 2020, GlobalWafers applied to the National Taxation Bureau for the application of the Overseas Fund Repatriation Management, Utilization and Taxation Regulations. After approval, the funds were repatriated. 5% of the repatriated funds can be used freely, and the remaining 95% can only be used for special investment plans approved by the Ministry of Economic Affairs. Funds are deposited in a special account and cannot be used randomly for expenditure within five years. GlobalWafers has applied to the Ministry of Economic Affairs for substantial investment, and the funds are expected to be used for capital expenditures on factory expansion and the purchase of machinery, equipment and related assets. As of March 31, 2025, December 31, 2024 and March 31, 2024, the balances of the special accounts were \$2,029,006 thousand, \$3,005,012 thousand and \$2,822,046 thousand recorded in cash and cash equivalents, respectively.

Please refer to note 6(27) for the interest rate risk and sensitivity analysis of the financial assets and liabilities of the Group.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(2) Financial Assets and Liabilities at Fair Value through Profit or Loss (“FVTPL”)

	<u>March 31,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>March 31,</u> <u>2024</u>
Financial assets measured at fair value through profit or loss – current:			
Forward exchange contracts	\$ <u>3,521</u>	<u>28,751</u>	<u>63</u>
Financial assets measured at fair value through profit or loss – non-current:			
Privately offered funds	\$ 297,866	254,686	230,453
Overseas securities held	<u>5,869,616</u>	<u>6,512,300</u>	<u>11,620,939</u>
	<u>\$ 6,167,482</u>	<u>6,766,986</u>	<u>11,851,392</u>
Financial liabilities measured at fair value through profit or loss – current:			
Forward exchange contracts	\$ 26,627	94,142	6,773
Embedded derivatives of convertible bonds	<u>-</u>	<u>-</u>	<u>203,194</u>
	<u>\$ 26,627</u>	<u>94,142</u>	<u>209,967</u>
Financial liabilities designated at fair value through profit or loss – non-current:			
Embedded derivatives of exchangeable bonds with warrants	<u>\$ 439,556</u>	<u>404,230</u>	<u>936,183</u>

Please refer to note 6(26) for the amount remeasured at fair value through profit or loss.

For the three months ended March 31, 2025 and 2024, the dividends of \$8,253 thousand and \$2,579 thousand were recognized from investments in financial assets measured at fair value through profit or loss, respectively.

The Group issued overseas bonds with warrant the shares of Sliteonic AG in January 2024. When warrants are exercised, shares of Siltronic AG will be delivered to the holders. Please refer to Note 6(15) for details.

The Group holds derivative financial instruments to hedge certain foreign exchange and interest rate risk exposures arising from its operating activities. The following derivative instruments, without the application of hedge accounting, were classified as mandatorily measured at fair value through profit or loss and held-for-trading financial liabilities:

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

<b>March 31, 2025</b>				
		<b>Contract amount (in thousands)</b>	<b>Currency</b>	<b>Maturity date</b>
Forward exchange contracts:				
Forward exchange contracts buy	USD	30,000	USD to EUR	October 29, 2025
Forward exchange contracts sold	USD	175,000	USD to NTD	April 8, 2025~ April 30, 2025
Forward exchange contracts sold	USD	21,210	USD to EUR	April 24, 2025~ June 26, 2025
<b>December 31, 2024</b>				
		<b>Contract amount (in thousands)</b>	<b>Currency</b>	<b>Maturity date</b>
Forward exchange contracts:				
Forward exchange contracts buy	USD	30,000	USD to EUR	October 29, 2025
Forward exchange contracts sold	USD	227,000	USD to NTD	January 9, 2025~ March 24, 2025
Forward exchange contracts sold	USD	20,300	USD to EUR	February 26, 2025~ March 26, 2025
<b>March 31, 2024</b>				
		<b>Contract amount (in thousands)</b>	<b>Currency</b>	<b>Maturity date</b>
Forward exchange contracts:				
Forward exchange contracts buy	USD	1,370	USD to NTD	April 8, 2024~ April 26, 2024
Forward exchange contracts sold	USD	24,350	USD to EUR	April 26, 2024~ June 27, 2024

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

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Equity investments at fair value through other comprehensive income:			
Equity investment in foreign entities	\$ 498,540	740,541	1,703,022
Equity investment in domestic entities	<u>763,472</u>	<u>404,512</u>	<u>2,416,022</u>
<b>Total</b>	<b><u>\$ 1,262,012</u></b>	<b><u>1,145,053</u></b>	<b><u>4,119,044</u></b>

The Group designated the equity investments shown above as at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for long-term strategic purposes.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

Due to the changes in investment strategy for the three months ended March 31, 2024, the Group disposed domestic equity investments designated to be measured at fair value through other comprehensive gains and losses, at the fair value of \$223,429 thousand, and the accumulated disposal gains amounted to \$155,514 thousand which were reclassified from other equity to retained earnings.

There were no disposals of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments as of March 31, 2025 and 2024.

For market risk, please refer to note 6(27).

The financial assets mentioned above were not pledged as collateral.

(4) Financial assets measured at amortized cost

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Foreign bonds	\$ <b>6,607,795</b>	<b>6,524,215</b>	<b>-</b>

A. GlobalWafers invested in foreign bonds, with the face value of US\$199,000 thousand and a coupon rate ranging from 4.71% to 5.15%, as well as the maturity dates from October 8, 2026 to June 13, 2029. GlobalWafers has assessed that these financial assets are held to maturity to collect contractual cash flows, which consist solely of payments of principal and interest on principal amount outstanding. Therefore, these investments were classified as financial assets measured at amortized cost.

B. The financial assets mentioned above were not pledged as collateral.

(5) Notes and accounts receivable, net

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Notes receivable	\$ 485,188	305,612	316,992
Accounts receivable	12,661,648	12,303,038	12,106,983
Less: allowance for doubtful accounts	(20,582)	(17,581)	(20,599)
	<b>\$ 13,126,254</b>	<b>12,591,069</b>	<b>12,403,376</b>

The Group applied the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, note and accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

The loss allowance provision of notes and accounts receivable (including related parties) was determined as follows:

	<b>March 31, 2025</b>		
	<b>Gross amount of notes and accounts receivable</b>	<b>Weighted-average loss rate</b>	<b>Credit loss allowance</b>
Current	\$ 12,366,091	0%	-
1 to 30 days past due	516,700	0%	-
31 to 60 days past due	202,668	3%	5,434
61 to 90 days past due	43,427	7%	3,180
91 to 120 days past due	7,404	22%	1,630
121 to 150 days past due	1,010	56%	565
151 to 180 days past due	217	90%	196
More than 181 days past due	9,577	100%	9,577
Total	<b>\$ 13,147,094</b>		<b>20,582</b>

	<b>December 31, 2024</b>		
	<b>Gross amount of notes and accounts receivable</b>	<b>Weighted-average loss rate</b>	<b>Credit loss allowance</b>
Current	\$ 12,035,265	0%	-
1 to 30 days past due	443,171	1%	1,653
31 to 60 days past due	108,429	1%	1,504
61 to 90 days past due	4,129	13%	537
91 to 120 days past due	4,188	21%	893
121 to 150 days past due	1,838	51%	934
151 to 180 days past due	809	83%	675
More than 181 days past due	11,385	100%	11,385
Total	<b>\$ 12,609,214</b>		<b>17,581</b>

	<b>March 31, 2024</b>		
	<b>Gross amount of notes and accounts receivable</b>	<b>Weighted-average loss rate</b>	<b>Credit loss allowance</b>
Current	\$ 12,114,533	0%	-
1 to 30 days past due	263,109	0%	-
31 to 60 days past due	23,243	17%	4,063
61 to 90 days past due	3,575	27%	949
91 to 120 days past due	4,433	13%	596
151 to 180 days past due	576	84%	485
More than 181 days past due	14,506	100%	14,506
Total	<b>\$ 12,423,975</b>		<b>20,599</b>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

The movement in the allowance for notes and accounts receivable (including related parties) were as follows:

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Balance on January 1	\$ 17,581	25,211
Expected credit loss recognized (reversal of gains)	7,567	(4,709)
Amount written off which was considered uncollectible in the current period	(4,647)	-
Foreign exchange gains	81	97
Balance on March 31	<b>\$ 20,582</b>	<b>20,599</b>

The Group's notes and accounts receivable were not pledged as collateral.

The Group's accounts receivable factoring was as follows:

(Unit: currency in thousands)

<u>Counterparty</u>	<u>Sale amount</u>	<u>Amount available for advance payment</u>	<u>Amount advanced</u>	<u>Annual interest rate on the amount advanced (%)</u>
<b>March 31, 2025</b>				
Citibank	USD 9,427	USD -	USD 9,427	6.09~6.74
	EUR 9,400	EUR -	EUR 9,400	4.29~4.54
<b>December 31, 2024</b>				
Citibank	USD 3,457	USD -	USD 3,457	5.73~6.38
	EUR 9,609	EUR -	EUR 9,609	3.81~4.06
<b>March 31, 2024</b>				
Citibank	USD 7,296	USD -	USD 7,296	6.62~7.27
	EUR 6,050	EUR -	EUR 6,050	4.95~5.20

The Group derecognizes trade receivables from its consolidated balance sheet upon their transfer to banks without recourse, as substantially all risks and rewards associated with the receivables are transferred at the time of sale. In accordance with the terms of the transfer agreement, the Group bears losses arising from commercial disputes (such as sales returns or discounts), while the banks assume losses resulting from credit risk.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(6) Inventories

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Finished goods	\$ 3,933,269	3,433,548	3,297,379
Work in progress	4,134,232	4,392,908	4,312,685
Raw materials	<u>6,530,629</u>	<u>6,149,733</u>	<u>6,157,478</u>
	<u>\$ 14,598,130</u>	<u>13,976,189</u>	<u>13,767,542</u>

Components of operating costs were as follows:

	<u>For the three months ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Cost of goods sold	\$ 14,182,413	13,601,975
Reversal of impairment loss on property, plant and equipment (note 6 (10))	(61,014)	(32,811)
Write-down of inventories (Reversal of write-downs)	43,004	(63,351)
Unallocated production overheads	214,261	117,961
Gain from reversal of provisions	<u>(78,509)</u>	<u>(126,418)</u>
	<u>\$ 14,300,155</u>	<u>13,497,356</u>

The Group's inventories mentioned above were not pledged as collateral.

(7) Investments accounted for using equity method

<u>Names of associates</u>	<u>Relationship with the Group</u>	<u>Main location/ country registered in</u>	<u>Percentage of equity ownership interests and voting rights</u>		
			<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Accu Solar Corporation (ASC)	The main business is providing solar modules	Taiwan	24.70 %	24.70 %	24.70 %
Excelliance MOS Corporation	Mainly engages in the manufacturing of semiconductor	Taiwan	29 %	29 %	29 %
Sunrise Intelligent Energy CO., LTD. (SIE)	Electricity activities	Taiwan	40 %	40 %	- %

The Group's financial information for investments accounted for using the equity method that are individually insignificant was as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Carrying amount of individually insignificant associates' equity	<u>\$ 1,528,115</u>	<u>1,567,664</u>	<u>1,530,834</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

A. Collateral

The Group did not provide any investment accounted for using equity method as collateral.

B. The unreviewed financial statements of equity method investments

Investments were accounted for by using the equity method, and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements that have not been reviewed.

(8) Material non-controlling interests of subsidiaries

The material non-controlling interests of subsidiaries were as follows:

Name of subsidiary	Main business place / company registered country	% of ownership interests under non-controlling interests as well as the voting rights		
		March 31, 2025	December 31, 2024	March 31, 2024
GlobalWafers	Taiwan	53.36 %	53.36 %	48.86 %
Actron	Taiwan	74.44 %	74.44 %	75.42 %
Advanced Wireless	Taiwan	71.54 %	71.54 %	72.38 %
TSC	Taiwan	71.48 %	71.48 %	69.91 %

The following information of the aforementioned subsidiary was prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. The financial information included the fair value adjustments made at the acquisition date. Intragroup transactions between the Group were not eliminated in this information.

A. The following summarizes the financial information of GlobalWafers:

	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 74,736,455	80,491,722	94,087,736
Non-current assets	153,389,582	144,088,849	108,695,349
Current liabilities	(64,927,837)	(65,064,566)	(67,564,124)
Non-current liabilities	(71,521,408)	(68,488,214)	(63,697,509)
Net assets	<b>\$ 91,676,792</b>	<b>91,027,791</b>	<b>71,521,452</b>
Net assets attributable to non-controlling interests	<b>\$ 48,918,736</b>	<b>48,572,429</b>	<b>34,945,381</b>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<u>2025</u>	<u>2024</u>
Sales revenue	\$ <u>15,594,522</u>	<u>15,087,063</u>
Net income	\$ 1,455,705	3,533,081
Other comprehensive income	<u>2,061,978</u>	<u>1,534,746</u>
Total comprehensive income	\$ <u>3,517,683</u>	<u>5,067,827</u>
Net income, attributable to non-controlling interests	\$ <u>776,764</u>	<u>1,726,263</u>
Comprehensive income, attributable to non-controlling interests	\$ <u>1,877,036</u>	<u>2,476,014</u>
Net cash flows from operating activities	\$ 1,025,757	2,088,338
Net cash flows from investing activities	(14,210,910)	(3,193,541)
Net cash flows from financing activities	2,475,735	9,362,447
Effects of changes in foreign exchange rates	<u>625,648</u>	<u>1,250,415</u>
Net increase (decrease) in cash and cash equivalents	\$ <u>(10,083,770)</u>	<u>9,507,659</u>

B. The following summarizes the financial information of Actron

	<u>March 31,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>March 31,</u> <u>2024</u>
Current assets	\$ 5,294,350	5,121,345	5,148,173
Non-current assets	10,185,101	10,508,438	10,643,517
Current liabilities	(3,636,280)	(2,964,508)	(3,488,813)
Non-current liabilities	<u>(2,594,289)</u>	<u>(2,730,965)</u>	<u>(2,242,386)</u>
Net assets	\$ <u>9,248,882</u>	<u>9,934,310</u>	<u>10,060,491</u>
Net assets attributable to non-controlling interests	\$ <u>6,884,868</u>	<u>7,395,100</u>	<u>7,587,622</u>

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<u>2025</u>	<u>2024</u>
Sales revenue	\$ <u>2,116,332</u>	<u>1,760,124</u>
Net income	\$ 261,899	214,457
Other comprehensive income	<u>(502,032)</u>	<u>303,228</u>
Total comprehensive income	\$ <u>(240,133)</u>	<u>517,685</u>
Net income, attributable to non-controlling interests	<u>194,958</u>	<u>161,743</u>
Comprehensive income, attributable to non-controlling interests	\$ <u>(178,755)</u>	<u>390,438</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Net cash flows from operating activities	\$ 554,467	294,655
Net cash flows from investing activities	(313,583)	393,021
Net cash flows from financing activities	(66,152)	(225,838)
Effects of changes in foreign exchange rates	2,800	1,935
Net increase in cash and cash equivalents	<b>\$ 177,532</b>	<b>463,773</b>

C. The following summarizes the financial information of Advanced Wireless:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Current assets	\$ 4,452,164	4,222,019	3,837,831
Non-current assets	5,213,544	5,342,115	5,426,071
Current liabilities	(1,000,502)	(774,970)	(898,163)
Non-current liabilities	(1,010,011)	(982,639)	(669,603)
Net assets	<b>\$ 7,655,195</b>	<b>7,806,525</b>	<b>7,696,136</b>
Net assets attributable to non-controlling interests	<b>\$ 5,476,527</b>	<b>5,584,788</b>	<b>5,570,463</b>

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Sales revenue	\$ 771,758	1,286,220
Net income	\$ 82,524	214,020
Total comprehensive income	<b>\$ 82,524</b>	<b>214,020</b>
Net income, attributable to non-controlling interests	\$ 59,038	154,908
Comprehensive income, attributable to non-controlling interests	<b>\$ 59,038</b>	<b>154,908</b>
Net cash flows from operating activities	\$ 236,025	60,947
Net cash flows from investing activities	(269,591)	(354,838)
Net cash flows from financing activities	59,500	187,999
Net increase (decrease) in cash and cash equivalents	<b>\$ 25,934</b>	<b>(105,892)</b>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

D. The following summarizes the financial information of TSC

	<u>March 31,</u> <u>2025</u>	<u>December 31,</u> <u>2024</u>	<u>March 31,</u> <u>2024</u>
Current assets	\$ 2,134,927	2,034,149	520,040
Non-current assets	1,339,008	1,351,246	1,394,792
Current liabilities	(434,337)	(153,120)	(215,233)
Non-current liabilities	<u>(60)</u>	<u>(107)</u>	<u>(227)</u>
Net assets	<u>\$ 3,039,538</u>	<u>3,232,168</u>	<u>1,699,372</u>
Net assets attributable to non-controlling interests	<u>\$ 2,172,662</u>	<u>2,310,354</u>	<u>1,188,031</u>
		<b>For the three months ended</b> <b>March 31,</b>	
		<u>2025</u>	<u>2024</u>
Sales revenue		<u>\$ 219,619</u>	<u>216,934</u>
Net income		<u>\$ 102,732</u>	<u>81,027</u>
Total comprehensive income		<u>\$ 102,732</u>	<u>81,027</u>
Net income, attributable to non-controlling interests		<u>\$ 73,433</u>	<u>56,646</u>
Comprehensive income, attributable to non-controlling interests		<u>\$ 73,433</u>	<u>56,646</u>
Net cash flows from operating activities		\$ 97,345	154,660
Net cash flows from investing activities		(16,185)	(23,145)
Net cash flows from financing activities		<u>(47)</u>	<u>(17)</u>
Net increase in cash and cash equivalents		<u>\$ 81,113</u>	<u>131,498</u>

(9) Property, plant and equipment

A. The movements of cost, depreciation and impairment of the property, plant and equipment of the Group were as follows:

	<u>Land</u>	<u>Buildings</u>	<u>Machinery and equipment</u>	<u>Other equipment</u>	<u>Construction in progress and equipment awaiting inspection</u>	<u>Total</u>
Cost or deemed cost:						
Balance at January 1, 2025	\$ 5,845,320	41,109,241	84,757,538	13,179,245	69,731,433	214,622,777
Additions	-	17,138	91,348	32,101	8,836,556	8,977,143
Disposals	-	(14,429)	(76,393)	(39,030)	(376)	(130,228)
Reclassification and transfer	-	2,900,139	9,515,289	61,721	(12,451,569)	25,580
Others	-	(526)	(13,225)	(874)	-	(14,625)
Effect of changes in exchange rates	<u>88,537</u>	<u>1,067,670</u>	<u>3,050,292</u>	<u>215,833</u>	<u>1,128,348</u>	<u>5,550,680</u>
Balance at March 31, 2025	<u>\$ 5,933,857</u>	<u>45,079,233</u>	<u>97,324,849</u>	<u>13,448,996</u>	<u>67,244,392</u>	<u>229,031,327</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

	<u>Land</u>	<u>Buildings</u>	<u>Machinery and equipment</u>	<u>Other equipment</u>	<u>Construction in progress and equipment awaiting inspection</u>	<u>Total</u>
Balance at January 1, 2024	\$ 5,804,320	32,112,614	77,638,895	13,008,662	34,760,600	163,325,091
Additions	-	21,827	128,301	73,266	10,754,974	10,978,368
Disposals	-	(6,940)	(1,065,458)	(83,076)	-	(1,155,474)
Reclassification and transfer	-	422,169	3,244,834	7,647	(2,775,046)	899,604
Effect of changes in exchange rates	26,170	(71,684)	(302,580)	232,497	604,351	488,754
Balance at March 31, 2024	<u>\$ 5,830,490</u>	<u>32,477,986</u>	<u>79,643,992</u>	<u>13,238,996</u>	<u>43,344,879</u>	<u>174,536,343</u>
Depreciation and impairment loss:						
Balance at January 1, 2025	\$ 24,476	15,766,324	54,117,393	7,311,271	41,492	77,260,956
Depreciation for the period	-	349,730	2,110,108	222,762	-	2,682,600
Reversal of impairment loss	-	-	(57,493)	(3,521)	-	(61,014)
Disposals	-	(13,673)	(76,393)	(39,030)	-	(129,096)
Reclassification and transfer	-	9,672	3,810	(13,482)	-	-
Others	-	-	2,635	-	-	2,635
Effect of changes in exchange rates	-	418,991	2,048,725	133,883	532	2,602,131
Balance at March 31, 2025	<u>\$ 24,476</u>	<u>16,531,044</u>	<u>58,148,785</u>	<u>7,611,883</u>	<u>42,024</u>	<u>82,358,212</u>
Balance at January 1, 2024	\$ 24,476	14,839,645	52,048,814	6,703,633	40,834	73,657,402
Depreciation for the period	-	292,874	1,714,890	224,656	-	2,232,420
Reversal of impairment loss	-	-	(32,881)	-	-	(32,881)
Disposals	-	(6,839)	(1,013,803)	(82,029)	-	(1,102,671)
Reclassification and transfer	-	5,438	485,486	(1,630)	-	489,294
Effect of changes in exchange rates	-	(29,694)	(167,700)	58,952	(335)	(138,777)
Balance at March 31, 2024	<u>\$ 24,476</u>	<u>15,101,424</u>	<u>53,034,806</u>	<u>6,903,582</u>	<u>40,499</u>	<u>75,104,787</u>
Carrying amounts:						
Balance at January 1, 2025	<u>\$ 5,820,844</u>	<u>25,342,917</u>	<u>30,640,145</u>	<u>5,867,974</u>	<u>69,689,941</u>	<u>137,361,821</u>
Balance at March 31, 2025	<u>\$ 5,909,381</u>	<u>28,548,189</u>	<u>39,176,064</u>	<u>5,837,113</u>	<u>67,202,368</u>	<u>146,673,115</u>
Balance at January 1, 2024	<u>\$ 5,779,844</u>	<u>17,272,969</u>	<u>25,590,081</u>	<u>6,305,029</u>	<u>34,719,766</u>	<u>89,667,689</u>
Balance at March 31, 2024	<u>\$ 5,806,014</u>	<u>17,376,562</u>	<u>26,609,186</u>	<u>6,335,414</u>	<u>43,304,380</u>	<u>99,431,556</u>

**B. Collateral**

The property, plant and equipment of the Group had been pledged as collateral for credit lines. Please refer to note 8.

**C. Property, plant and equipment in construction**

For the Group's capital expenditure plan, the total amounts of expenditures incurred but the construction has not yet been completed for the three months ended March 31, 2025 and 2024, were \$67,202,368 thousand and \$43,304,380, including the capitalized borrowing costs related to the acquisition of the construction of the property, plant and equipment of \$464,168 thousand and \$270,758 thousand, calculated using a capitalization interest rate of 1.22%-5.61% and 0.09%-5.92%, respectively.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(10) Right-of-use assets

	<u>Land</u>	<u>Buildings</u>	<u>Machinery and equipment</u>	<u>Other equipment</u>	<u>Total</u>
Carrying amount:					
Balance at January 1, 2025	\$ 846,623	80,677	-	417,179	1,344,479
Balance at March 31, 2025	\$ 802,454	91,965	528	514,608	1,409,555
Balance at January 1, 2024	\$ 895,985	116,828	-	446,861	1,459,674
Balance at March 31, 2024	\$ 887,480	109,222	802	447,658	1,445,162

For the leased assets recognized by the Group, such as land, buildings machinery and equipment, there were no significant additions, impairment or reversals for the three months ended March 31, 2025 and 2024. For further information, please refer to note 6(11) of the consolidated financial statements for the year ended 2024.

(11) Other assets — current and non-current

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Prepayment of materials	\$ 801,144	850,058	1,016,077
Tax refunds and credits	1,823,718	1,659,724	1,370,036
Prepayment of equipment — non-current	3,128,378	2,906,806	5,257,883
Others	986,154	933,313	936,355
	<u>\$ 6,739,394</u>	<u>6,349,901</u>	<u>8,580,351</u>
Current	<u>\$ 2,906,111</u>	<u>2,723,908</u>	<u>2,345,893</u>
Non-current	<u>\$ 3,833,283</u>	<u>3,625,993</u>	<u>6,234,458</u>

(12) Short-term notes and bills payable

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Commercial paper payable	\$ 699,968	3,999,248	-

There were no issues, repurchases and repayments of short-term notes and bills payable for the three months ended March 31, 2024. Information on interest expense for the period is discussed in note 6(25).

(13) Short-term borrowings

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Unsecured bank loans	\$ 34,085,560	28,466,380	21,536,578
Secured bank loans	2,014,168	396,900	7,035,990
Total	<u>\$ 36,099,728</u>	<u>28,863,280</u>	<u>28,572,568</u>
Range of interest rates at the end of period	<u>0.85%~4.95%</u>	<u>0.5%~5.3%</u>	<u>0.39%~5.94%</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

Please refer to note 8 for details of the related assets pledged as collateral.

(14) Long-term borrowings

The details of long-term borrowings were as follows:

	<b>March 31, 2025</b>		
	<b>Interest</b>	<b>Maturity</b>	<b>Amount</b>
Unsecured borrowings	0.10%~5%	2026.01~2029.08	\$ 8,554,144
Secured borrowings	5.11678%	2026.12	10,073,202
Less: current portion			(2,355,958)
Total			<b>\$ 16,271,388</b>

	<b>December 31, 2024</b>		
	<b>Interest</b>	<b>Maturity</b>	<b>Amount</b>
Unsecured borrowings	0.10%~5.23%	2026.05~2029.12	\$ 7,311,499
Secured borrowings	1.73%~5.1551%	2025.05.03~ 2029.01.15	10,095,789
Less: current portion			(2,413,766)
Total			<b>\$ 14,993,522</b>

	<b>March 31, 2024</b>		
	<b>Interest</b>	<b>Maturity</b>	<b>Amount</b>
Unsecured borrowings	0.10%~6.00%	2026.1~2029.12	\$ 6,653,273
Less: current portion			(2,305,363)
Total			<b>\$ 4,347,910</b>

(15) Bonds payable

The details of bonds payable were as follow:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Unsecured ordinary bonds payable— GlobalWafers	\$ 16,891,627	16,890,669	23,986,825
Unsecured convertible bonds— GlobalWafers	-	-	6,317,819
Exchangeable bonds with warrants— GlobalWafers	10,899,278	10,256,704	10,090,683
Unsecured convertible bonds—Actron	779,854	776,258	765,569
Less: current portion	-	-	(13,416,852)
Total	<b>\$ 28,570,759</b>	<b>27,923,631</b>	<b>27,744,044</b>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

A. The details of GlobalWafers' issued unsecured bonds as follows:

	First issued of 2021	Second issued of 2021		First issued of 2024	
		Bonds A	Bonds B	Bonds A	Bonds B
Date	May 11, 2021	August 19, 2021	August 19, 2021	March 19, 2024	March 19, 2024
Total amount	\$ 6,500,000	7,100,000	5,400,000	2,500,000	2,500,000
Rate	0.62 %	0.50 %	0.60 %	1.70 %	1.75 %
Period	Five years	Three years	Five years	Five years	Seven years
Due date	May 11, 2026	August 19, 2024	August 19, 2026	March 19, 2029	March 19, 2031

On August 19, 2024, GlobalWafers redeemed all of the unsecured ordinary bonds of Bonds A, which were second issued in 2021.

B. On April 21, 2021, GlobalWafers' Board of Directors resolved to issue the first unsecured overseas convertible bonds on the Singapore Exchange Limited, which had been approved by the Financial Supervisory Commission with approval No.1100342091 on May 19, 2021. The GlobalWafers issued the five-year unsecured convertible bond, amounting to US\$1,000,000 thousand at zero coupon rate, with the maturity date on June 1, 2026.

The details of unsecured convertible bonds were as follows:

	<b>March 31, 2024</b>
Total outstanding convertible bonds	\$ 6,483,497
Unamortized discount	(165,678)
Cumulative converted amount	-
Convertible bonds balance at period-end	<u>\$ 6,317,819</u>
Embedded derivatives – call and put options, included in financial liabilities at fair value through profit or loss	<u>\$ 203,194</u>
	<b>For the three months ended March 31, 2024</b>
Embedded derivatives – gain and losses of re-measurement of calls and put options based on fair value (recorded under other gains and losses)	<u>\$ 9,847</u>
Interest expense	<u>\$ 18,922</u>

The convertible bonds may be redeemed in advance by GlobalWafers from the day following the third anniversary of the issuance until the maturity date. If the closing price of GlobalWafers' common stock reaches 130% of the amount obtained by multiplying the amount of early redemption by the conversion price and dividing it by the face value for twenty trading days out of thirty consecutive business days, or if the outstanding balance of the convertible bonds is less than 10% of the original total issuance, the GlobalWafers may redeem the amount in advance and redeem all or part of the convertible bonds.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

Except for the early redemption, repurchase and cancellation or conversion of the convertible bonds, the holders may request GlobalWafers to redeem entire or part of the convertible bonds according to the early redemption amount on the day of June 1, 2024. So, on June 1, 2023, the unsecured convertible bonds were reclassified to current liabilities. It does not mean that the holders will definitely demand repayment of the debt from GlobalWafers within the next year.

Except for early redemptions, repurchases and cancellations, exercise of conversion rights by the bondholders, statutory requirements and the cessation of transfer period as otherwise provided in the Trust Deed, from the day following the three months after the issuance of the bonds to (1) ten days before the maturity date or (2) the fifth business day prior to the date of early redemption of the bonds (hereinafter referred to as the "conversion period"), the bondholders may request the issuing company to convert the bonds into shares of common stock newly issued by the issuing company in accordance with the provisions of the relevant laws and the Trust Deed.

As of March 31, 2024, the conversion price of the bonds was NT\$956.53. After the issuance of the bonds, the conversion price were adjusted in accordance with the relevant antidilution provisions of the contract.

GlobalWafers redeemed the first unsecure oversea convertible bonds of US\$13,000 thousand, during the three months ended period ended March 31, 2024, resulting in the invalid conversion right of \$22,145 thousand to be reclassified from capital surplus – share options to capital surplus – others.

As of December 31, 2024, the above-mentioned unsecured convertible bonds had been fully redeemed.

- C. GlobalWafers' subsidiary, GW GmbH issued a bond with 1.5% coupon rate, with interest payable annually on January 23, 2024. At the time of issuance of the bond, GlobalWafers separated the warrant, call and put options (collectively referred to as the "options") from the host contract in accordance with IFRS 9 and accounted for "financial liabilities at fair value through profit or loss". Financial liabilities at fair value through profit or loss (FVTPL) as of March 31, 2025 are summarized below:

The details of the GlobalWafers' exchangeable bonds with warrants are as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Total exchangeable bonds with warrants	\$ 12,416,844	11,785,128	11,895,592
Unamortized discount	<u>(1,517,566)</u>	<u>(1,528,424)</u>	<u>(1,804,909)</u>
Total exchangeable bonds with warrants period-end	<u>\$ 10,899,278</u>	<u>10,256,704</u>	<u>10,090,683</u>
Embedded derivatives options, included in financial liabilities at fair value through profit or loss	<u>\$ 439,556</u>	<u>404,230</u>	<u>936,183</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2025</b>	<b>2024</b>
Embedded derivatives - gain and losses of re-measurement of options based on fair value (recorded under other gains and losses)	<b>\$ (44,237)</b>	<b>837,467</b>
Interest expense	<b>\$ 134,176</b>	<b>97,957</b>

The principal terms of the above exchangeable bonds with warrants are set out below:

- (a) Total amount issued: EUR 345,200 thousand (EUR 100 thousand per sheet).
- (b) Issue period: five years
- (c) Maturity date: January 23, 2029
- (d) Important terms and conditions:
  - i After three years from the issuance date, holders of exchangeable bonds with warrants may exercise the put right to sell back the bonds at par value.
  - ii Warrants are to be exercised for 3,100,413 ordinary shares of Siltronic AG held by GW GmbH at a price of EUR 111.34 per share, which will be adjusted in subsequent years in accordance with the terms of the contract and the dividend payment of Siltronic AG. The exercise price was EUR 111.34 per share as of March 31, 2025. The warrants are exercisable immediately from the date of issuance of the exchangeable bonds with warrants.
  - iii GlobalWafers is the guarantor of the exchangeable bonds with warrants.
  - iv In the event of changes of control over the guarantor or stock-delisting in the market of Siltronic AG, the holders may request to redeem entire of the bonds by book value.

D. The details of Actron's bonds payable were as follow:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Unsecured convertible bonds – Actron	\$ 799,900	799,900	799,900
Less: unamortised discount	(20,046)	(23,642)	(34,331)
Total	<b>\$ 779,854</b>	<b>776,258</b>	<b>765,569</b>

On August 9, 2023, Actron issued 8 thousand NTD-denominated unsecured convertible bonds with a face value of NT\$100 thousand each and an interest rate of 0% at 100.5% of the face value. The principal amount totaled NT\$800,000 thousand. The issuance period is three years, starting on August 9, 2023 and ending on August 9, 2026. Yuanta Commercial Bank Co., Ltd. is the trustee of the bondholders of the convertible corporate bonds.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

Unless the bondholders of the convertible bonds apply for conversion to the ordinary shares of Actron or the Actron repurchases the convertible bonds from securities agents for cancellation, Actron will repay the convertible bonds in cash on a lump sum basis within ten days after the maturity date thereof.

From the day following the expiration of three months after the date of issuance of the convertible bonds (November 10, 2023) to the maturity date (August 9, 2023), the bondholders may request Actron to convert the convertible bonds to the ordinary shares at any time except (1) when the transfer of ordinary shares is suspended in accordance with the law; (2) during the period from 15th business day prior to the book closure date for stock grants, the book closure date for cash dividends, or the book closure date for cash capital increase subscription to the rights distribution record date; (3) from the record date for capital reduction to the day prior to the start date of the trading of new shares issued to replace old shares for the capital reduction; (4) from the start date of the cessation of conversion for the change of the face value of shares to the day prior to the start date of the trading of newly-issued shares.

The conversion price of these convertible bonds was determined based on August 1, 2023, as the base date for setting the conversion price. The base price was selected as the simple arithmetic average of the closing prices of Actron's common stock on the trading day before the base date (exclusive), the three trading days before the base date, and the five trading days before the base date. The conversion premium of 115.7% was then applied to the base price to calculate the conversion price (rounded to the nearest tenth of a New Taiwan Dollar). If there were any ex-rights or ex-dividends before the base date, the closing prices used for calculating the conversion price should be adjusted to reflect the ex-rights or ex-dividends. If there were any ex-rights or ex-dividends between the determination of the conversion price and the actual issuance date, the conversion price should be adjusted according to the conversion price adjustment formula. Based on the above method, the conversion price at the time of issuance was set at NT\$210 per share.

Due to Actron's issuance of new common shares, the conversion price of the first domestic unsecured convertible bonds was adjusted from NT\$210 to NT\$208 per share, effective from September 25, 2023, in accordance with the regulations governing the issuance and conversion of the first domestic unsecured convertible bonds.

The convertible bonds included liability and equity components. The equity components are reported as capital surplus - share options. The effective interest rate initially recognized for the liability components was 1.8659%.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

Proceeds from issuance (less the transaction cost and the adjustments related to income tax effects)	\$ 800,740
Equity components (less the transaction cost allocated to equity and the adjustments related to income tax effects)	(43,937)
Deferred tax assets	<u>36</u>
Liability components on the issuance date (less the transaction cost allocated to liabilities)	756,839
Interest calculated based on effective interest rate of 1.8659%	5,296
Conversion into ordinary shares	<u>(96)</u>
Components of liabilities as of December 31, 2023	762,039
Interest calculated based on effective interest rate of 1.8659%	<u>14,219</u>
Components of liabilities as of December 31, 2024	776,258
Interest calculated based on effective interest rate of 1.8659%	<u>3,596</u>
Components of liabilities as of March 31, 2025	<u><u>\$ 779,854</u></u>

(16) Lease liabilities

The carrying amounts of lease liabilities of the Group were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Current	<u>\$ 198,115</u>	<u>161,756</u>	<u>191,795</u>
Non-current	<u>\$ 1,212,954</u>	<u>1,192,943</u>	<u>1,258,025</u>

For the maturity analysis, please refer to note 6(29) "Financial instruments".

The amounts recognized in profit or loss were as follows:

	For the three months ended March 31,	
	2025	2024
Interest on lease liabilities	<u>\$ 7,651</u>	<u>6,931</u>
Variable lease payments not included in the measurement of lease liabilities	<u>\$ 2,171</u>	<u>2,236</u>
Expenses relating to short-term leases	<u>\$ 10,467</u>	<u>6,574</u>
Expenses relating to leases of low value assets, excluding short term leases of low value assets	<u>\$ 3,892</u>	<u>3,107</u>

The amounts recognized in the statements of cash flows were as follows:

	For the three months ended March 31,	
	2025	2024
Total cash outflow for leases	<u>\$ 72,835</u>	<u>76,342</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

A. Land and Buildings lease

The Group leases land and buildings for its facility and office space. The leases of office space typically run for a period of 20 years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

Additional rent payments of land leases are calculated based on changes in local price indices and the public facilities construction costs re invested annually in each science park. Incremental payment will be adjusted after being assessed.

B. Other leases

The Group leases vehicles and other equipment, with lease terms of two to five years. In some cases, the Group has options to purchase the assets at the end of the contract term; in other cases, it guarantees the residual value of the leased assets at the end of the contract term.

(17) Provisions

The movements of the Group's provisions — current and non-current were as follows:

	<u>Site restoration</u>	<u>Onerous contracts</u>	<u>Others</u>	<u>Total</u>
Balance of January 1, 2025	\$ <u>62,610</u>	<u>2,912,561</u>	<u>135,238</u>	<u>3,110,409</u>
Balance of March 31, 2025	\$ <u>65,645</u>	<u>2,834,967</u>	<u>80,113</u>	<u>2,980,725</u>
Balance of January 1, 2024	\$ <u>60,580</u>	<u>3,299,865</u>	<u>135,537</u>	<u>3,495,982</u>
Balance of March 31, 2024	\$ <u>62,284</u>	<u>3,212,907</u>	<u>96,655</u>	<u>3,371,846</u>

There were not significant changes in Group's provision for liabilities during the three months ended March 31, 2025 and 2024. For relevant information, please refer to notes 6(19) of the consolidated financial statements for the fiscal year 2024.

(18) Employee benefits

A. Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one time events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2024 and 2023.

The expenses recognized in profit or loss for the Group were \$77,264 and \$78,673 thousand for the three months ended March 31, 2025 and 2024, respectively.

B. Defined contribution plans

Domestic subsidiaries' pension costs incurred from contributions to the defined contribution plan were \$45,030 thousand and \$40,258 thousand for the three months ended March 31, 2025 and 2024, respectively. Such contributions were made to the Bureau of the Labor Insurance.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

The total periodic pension costs of other subsidiaries were recognized as current expenses in accordance with the local regulations of their respective jurisdictions where they are domiciled. The overseas subsidiaries of the Group recognized the pension costs of \$84,013 thousand and \$85,673 thousand for the three months ended March 31, 2025 and 2024, respectively.

(19) Income tax

The income tax expense of the Group is calculated by the profit before tax of interim reporting period multiplied by the best estimated measurement of the expected effective tax rate by the management in all year.

A. Tax expense

The detailed income tax expenses of the Group is as follows:

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Current tax expense	\$ <b>753,145</b>	<b>1,109,502</b>

The detailed income tax expense (benefit) recognized in other comprehensive income of the Group is as follows:

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Items not reclassified subsequently to profit or loss:		
Unrealized gains or losses on equity investments measured at fair value through other comprehensive income	\$ <b>(673)</b>	<b>42,239</b>
Items that may be reclassified Subsequently to profit or loss:		
Exchange differences on the translation of financial statements of foreign operations	\$ <b>564,711</b>	<b>340,992</b>

B. Income tax assessment status

As of March 31, 2025, income tax returns of the Company for the years through 2023 were assessed by the tax authority.

The operations of the Group encompass tax matters in multiple countries. The tax treatment of each country shall be determined by the country in which the operation is situated. The tax laws of each country shall prevail, and all declarations shall be made on time in accordance with the regulations of the countries where subsidiaries are located. There may be adjustments arising from tax inspections conducted by various regions, and the Group has taken appropriate measures to address these matters.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

C. Global minimum top-up tax

The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax and accounts for it as a current tax when it is incurred.

The Group is subject to the Pillar Two Global tax legislations, as certain jurisdictions in which it operates have already implemented rules such as the Qualified Domestic Minimum Top up Tax, the Income Inclusion Rule, and the Undertaxed Payments Rule. Upon reviewing the effective tax rates in the relevant tax jurisdictions where these rules apply, the Group has appropriately assessed the anticipated top up taxes payable under the minimum tax regime.

(20) Capital and other equity

Except for the following disclosure, there was no significant change in capital and other equity for the periods from January 1 to March 31, 2025 and 2024. For the related information, please refer to note 6(22) to the consolidated financial statements for the year ended December 31, 2024.

A. Issuance of common stock

On August 27, 2024, the Board of Directors resolved to issue 55,000 thousand shares of Global Depository Receipts (GDRs), with September 26, 2024, as the capital increase base date. All issued share funds totaling NT\$8,962,995 thousand have been received. The relevant legal registration procedures have been completed.

B. Capital surplus

The balances of capital surplus were as follows:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Additional paid in capital	\$ 15,608,208	15,608,208	7,195,673
Difference between the consideration and the carrying amount of subsidiaries' and associates' share acquired or disposed	1,446,590	1,446,590	1,300,599
Capital surplus recognized under the equity method	14,748,481	14,835,394	7,819,804
Treasury stock transactions	219,365	172,064	88,499
Employee stock options and others	609,468	609,510	608,952
	<b><u>\$ 32,632,112</u></b>	<b><u>32,671,766</u></b>	<b><u>17,013,527</u></b>

According to the R.O.C. Company Act Section 241, the legal reserve and capital surplus may be distributed as cash dividends or stock dividends to the shareholders in proportion to the number of shares held. Distribution of legal reserve and capital surplus, by way of cash dividends, should be approved by the Board of Directors in a meeting attended by two thirds of the total number of directors, with half of the directors' agreement; thereafter, the Board resolution is to be reported in the shareholders' meeting. The distribution of legal reserve and capital surplus through issuance of new shares shall be resolved during the shareholders' meeting.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

C. Earnings distribution and dividend policy

The proposal of earnings distribution or loss off-setting for the first half fiscal year, together with the business report and financial statements, shall be forwarded to the audit committee for auditing before the end of the second half of the fiscal year; thereafter, it is to be submitted to the Board of Directors for approval.

Distribution of earnings, by way of cash, shall be approved in the Board of Directors meeting. The distribution of earnings through issuance of new shares shall be resolved in the stockholders' meeting.

The Company's Article of Incorporation stipulates that Company's net earnings should first be used to offset the prior years' deficits, if any, before paying any income taxes. Of the remaining balance, 10% is to be appropriated as a legal reserve, and subsequently any remaining profit together with any undistributed retained earnings shall be distributed, in form of cash dividends, according to the distribution plan approved by the Board of Directors with two-thirds of directors present and approved by one-half of the present directors and further submitted to the shareholders' meeting, in accordance with the R.O.C. Company Act Section 240(5). The distribution plan to issue new shares should be proposed by the Board of Directors and submitted to the shareholders' meeting for approval.

After considering both the long-term development of the business and the goal of stable growth of earnings per share, the distribution of dividends to shareholders should not be less than 50% of the distributable earnings, which is calculated using the net income of the current year, minus, legal reserve and special reserve. The distribution of cash dividends should not be less than 50% of the total dividends.

The distribution of cash dividends for 2024 and the first half of 2024, were approved by the Board of Directors on February 27, 2025, and December 13, 2024, as follows:

	<b>2024</b>	
	<b>Dividends per share (NT dollar)</b>	<b>Amount</b>
Dividends distributed to ordinary shareholders:		
Earnings distribution for the first half of the year	\$ 3.00	1,923,665
Earnings distribution for the second half of the year	3.50	2,244,276
Total	<b>\$ 6.50</b>	<b>4,167,941</b>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

The distribution of cash dividends for 2023 and the first half of 2023, were approved by the Board of Directors on May 10, 2024, and December 15, 2023, as follows:

	<b>2023</b>	
	<b>Dividends per share (NT dollar)</b>	<b>Amount</b>
Dividends distributed to ordinary shareholders:		
Earnings distribution for the first half of the year	\$ 3.50	2,051,776
Earnings distribution for the second half of the year	5.30	3,106,975
Total	<b>\$ 8.80</b>	<b>5,158,751</b>

The difference between the relevant earnings distribution amount for 2023 and the Company's Board of Directors resolution are \$14 thousand due to rounding of less than \$1, respectively. The above-mentioned relevant information can be obtained through Market Observation Post System.

D. Non-controlling interests

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Balance at beginning of the period	\$ 66,988,591	50,251,836
Equity attributable to non-controlling interests:		
Net income	1,065,382	2,054,503
Unrealized loss on financial assets at fair value through other comprehensive income	(690,754)	509,487
Foreign currency translation differences	1,238,722	720,203
Cash dividends from subsidiaries	(2,334,104)	(479,199)
Adjustments for changes in capital surplus of subsidiaries accounted for under the equity method and others	14,232	(20,276)
Balance at the end of the period	<b>\$ 66,282,069</b>	<b>53,036,554</b>

E. Treasury shares

Hongwang and Actron acquired 25,050 thousand and 2,000 thousand shares of the Company, respectively, based on their investment strategies. On October 2, 2023, the Group obtained control over Actron, therefore, the Company directly and indirectly holds more than half of the shares of Hongwang. The Company allocated or reversed special reserve in accordance with Financial Supervisory Commission with approval No. 1090150022. Therefore, the Company recognized treasury stocks amounting to NT\$4,382,100 thousand which was measured at the market price of NT\$162 per share on October 2, 2023. On March 31, 2025, the market price of the Company was NT\$112.5 per share, while Hongwang and Actron owned 27,050 thousand shares of the Company.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(21) Share-based payment

A. The effective share-based payment agreement of MVI is as follows:

<u>Type of agreement</u>	<u>Grant date</u>	<u>Fair value (NT\$)</u>	<u>Grant quantity</u>	<u>Strike price</u>	<u>Contract period</u>	<u>Vesting condition</u>
Restricted share plan (Note1)	December 11, 2023	\$ 34.65	1,000 thousand shares	10	3 years	(Note 2)
Restricted share plan (Note1)	June 12, 2024	32.25	295 thousand shares	10	3 years	(Note 2)

Note 1: Restricted shares issued by MVI shall not be transferred during the vesting period. However, their voting rights are not restricted. If an employee resigns or passes away not due to an occupational disaster before the vested conditions are met, MVI will buy back his or her shares at the issue price and cancel them.

Note 2: 30% of the restricted shares will be vested immediately after one year and two years of service following the grant date, respectively, and the remaining 40% will be vested after three years of service. If an employee's performance in any of the three years from the grant date fails to meet MVI's performance conditions, MVI will buy back the unvested shares from the employee at the issue price in the current year.

B. The details of the above share-based payment agreement are as follows:

	Number of shares (in thousands)	
	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<u>2025</u>	<u>2024</u>
Beginning balance	935	1,000
Current grant	-	-
Vested for the period	-	-
Ending balance	<u><b>935</b></u>	<u><b>1,000</b></u>

The Board of Directors of MVI approved the issuance of 295 thousand and 1,000 thousand restricted employee shares on April 29, 2024, and March 7, 2023, respectively. The base dates for the issuance were set as June 12, 2024, and December 11, 2023. Each share was issued at a subscription price of NT\$10. Before the vesting conditions are met, the rights and obligations of these newly issued ordinary shares are the same as those of other outstanding ordinary shares, except that the restricted shares are subject to transfer restrictions and do not carry rights to dividends or stock distributions.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

B. Employee stock warrant plan of Actron (subsidiary Rec Technology)

The Board of Directors of Rec Technology approved the issuance of 1,000 thousand units of employee stock warrants on November 4, 2024. Each unit entitles the holder to subscribe for one common share of Rec Technology. The warrants are granted to employees of Rec Technology who meet specific eligibility criteria. Upon grant, the warrants become immediately exercisable in accordance with the applicable warrant regulations. The warrants have a term of five years from the grant date, with an exercise price of NT\$10 per share. In the event of any changes in Rec Technology's ordinary shares after the issuance, the exercise price will be adjusted in accordance with the prescribed formula.

Information on employee stock warrants is as follows:

	<b>For the three months ended March 31,</b>			
	<b>2025</b>		<b>2024</b>	
	<b>Unit (thousand)</b>	<b>Weighted average exercise price (NT\$)</b>	<b>Unit (thousand)</b>	<b>Weighted average exercise price (NT\$)</b>
Outstanding at January 1	1,000	\$ 10	-	\$ -
Current grant	-	-	-	-
Forfeited for the period	-	-	-	-
Exercised for the period	-	-	-	-
Expired for the period	-	-	-	-
Outstanding at March 31	<u>1,000</u>		<u>-</u>	
Exercisable at March 31	<u>-</u>		<u>-</u>	

C. Employee stock warrant plan of Actron

In December 2022, Actron approved the issuance of 3,000,000 units of employee stock warrants, each entitling the holder to subscribe for one common share of Actron. The warrants were granted to employees of Actron. Each warrant has a term of six years. Starting from the second anniversary of the issuance date, the warrant holders may exercise a specified portion of their granted warrants in accordance with the vesting schedule. The exercise price was set at 75% of the closing price of Actron's common shares on the issuance date. In the event of any changes in Actron's common shares after the issuance, the exercise price will be adjusted in accordance with the prescribed formula.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

Information on employee stock warrants is as follows:

	<b>For the three months ended March 31,</b>			
	<b>2025</b>		<b>2024</b>	
	<b>Unit</b>	<b>Weighted</b>	<b>Unit</b>	<b>Weighted</b>
	<b>(thousand)</b>	<b>average</b>	<b>(thousand)</b>	<b>average</b>
		<b>exercise</b>		<b>exercise</b>
		<b>price (NT\$)</b>		<b>price (NT\$)</b>
Outstanding at January 1	2,594	\$ 109.0	2,950	\$ 115.10
Current grant	-	-	-	-
Forfeited for the period	(102)	-	-	-
Exercised for the period	(60)	109.9	-	-
Expired for the period	-	-	-	-
Outstanding at March 31	2,432		2,950	
Exercisable at March 31	210		-	

**D. Cash capital increase reserved for employee subscription of TSC**

On July 8, 2024, TSC's Board of Directors resolved to issue 9,445 thousand new shares through a cash capital increase, reserving 10% of the shares for preferential subscription by employees according to Article 267 of the Company Act. If employees waive or under-subscribe their shares, the chairman is authorized to negotiate with specific persons to subscribe at the issue price. Of the shares reserved for employees under Article 267 of the Company Act, it is also actually subscribed for 412 thousand shares at the third quarter of 2024. According to IFRS 2 'Share-based Payment', the fair value of equity instruments granted must be measured at the grant date and a remuneration cost of \$1,978 thousand should be recognized on that grant date.

TSC uses the Black-Scholes option valuation model to estimate the fair value of share-based payments at the grant date. The input values for the model are as follows:

	<b>Cash Capital Increase Reserved for Employee Subscription 2024</b>
Fair value at grant date	4.80
Stock price at grant date	113.95
Number of Grants	412 thousand shares
Issue price	110
Option term (Years)	0.019 Years
Risk-free interest rate (%)	1.2443 %

The amount of compensation cost recognized for the three months ended March 31, 2025 and 2024, were \$6,700 thousand and \$15,793 thousand, respectively.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(22) Earnings per Share

A. Basic earnings per share

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Net income attributable to the shareholders of the Company	<b>\$ <u>732,209</u></b>	<b><u>1,902,010</u></b>
Weighted average number of ordinary shares outstanding (in thousands of shares)	641,222	586,222
Effect of treasury stock	<u>(27,050)</u>	<u>(27,050)</u>
Weighted average number of ordinary shares outstanding (in thousands of shares)	<b><u>614,172</u></b>	<b><u>559,172</u></b>
Basic earnings per share (NT dollar)	<b>\$ <u>1.19</u></b>	<b><u>3.40</u></b>

B. Diluted earnings per share

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Net income attributable to the shareholders of the Company (diluted)	<b>\$ <u>732,209</u></b>	<b><u>1,902,010</u></b>
Weighted average number of ordinary shares outstanding (in thousands of shares) (basic)	614,172	559,172
Effect of dilutive potential ordinary shares (in thousand of shares)	<u>1,395</u>	<u>2,203</u>
Weighted average number of ordinary shares outstanding (in thousands of shares) (diluted)	<b><u>615,567</u></b>	<b><u>561,375</u></b>
Diluted earnings per share (NT dollar)	<b>\$ <u>1.19</u></b>	<b><u>3.39</u></b>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(23) Revenue from contracts with customers

A. Details of revenues

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Primary geographical market:		
Taiwan	\$ 4,129,472	4,448,374
Northeast Asia (Japan and Korea)	3,657,168	4,202,267
Asia-other	4,347,536	4,132,384
America	2,919,796	2,974,958
Europe	3,917,894	3,552,518
Other areas	401,382	381,654
	<b>\$ 19,373,248</b>	<b>19,692,155</b>
Major Product Categories:		
Renewable energy	\$ 743,161	872,212
Semiconductor wafers	15,935,643	15,806,517
Semiconductor ingot	312,914	390,707
Automotive components	2,116,332	1,760,124
Others	265,198	862,595
	<b>\$ 19,373,248</b>	<b>19,692,155</b>

B. Contract balances

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Notes and accounts receivable (including related parties)	<b>\$ 13,126,512</b>	<b>12,591,633</b>	<b>12,403,376</b>
Contract liabilities	<b>\$ 30,648,416</b>	<b>31,690,825</b>	<b>35,054,305</b>

The major change in the balance of contract liabilities is the advance consideration received from customers for the contracts, in which revenue is recognized when products are delivered to customers. Please refer to note 9 for guarantee letters issued for the customer. The amount of revenue recognized for the three months ended March 31, 2025 and 2024, which was included in the contract liability balance at the beginning of the period, was \$1,884,223 thousand and \$1,507,546 thousand, respectively.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(24) Remuneration to employees and directors

In accordance with the Articles of Incorporation of the Company, if there is profit in the year, the Company shall accrue 3% to 15% of the profit as employee's remuneration. The Board of Directors decides to distribute it by stock or cash to qualified employees ; and the Board of Directors decides to accrue up to 3% of the above profit as directors' remuneration. The distribution of remuneration of employees and directors should be submitted and reported to the shareholders' meeting. In case the Company has an accumulated loss, it should reserve amounts to make up the losses prior to distributing remuneration to the employees and directors pursuant to the percentage mentioned in the preceding paragraph.

For the three months ended March 31, 2025 and 2024, the Company accrued and recognized its employee remuneration amounting to \$33,540 thousand and \$61,290 thousand and directors remuneration amounting to \$6,510 thousand and \$15,000 thousand, respectively. These amounts were calculated by using the Company's pre-tax net profit for the period before deducting the amounts of the remuneration to employees and directors, multiplied by the distribution ratio of the remuneration to employees and directors based on the Company's Articles of Incorporation, and expensed under operating costs or expenses. If, however, the shareholders determine that the employee remuneration is to be distributed through issuance of shares, the calculation of distributable shares shall be calculated using the stock price on the day before a resolution was made by the Board of Directors. If there would be any changes in accounting estimates the changes shall be accounted for as profit or loss in the following year.

The remuneration of Sino-American Silicon Products Inc. for employees in 2024 and 2023 were \$215,360 thousand and \$550,000 thousand, respectively. Remuneration for directors were \$21,500 thousand and \$55,000 thousand, respectively, and were not significantly different from actual distribution.

(25) Interest income and financial costs

A. Financial costs

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Interest income from bank deposits	\$ 548,162	757,464
Interest income from financial assets measured at amortized cost	80,907	-
	<b>\$ 629,069</b>	<b>757,464</b>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

B. Financial costs

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2025</b>	<b>2024</b>
Interest expense— borrowings	\$ (82,670)	(98,645)
Interest expense— bonds	(177,925)	(151,531)
Interest expense— lease liabilities	(7,651)	(6,931)
	<b>\$ (268,246)</b>	<b>(257,107)</b>

(26) Other gains and losses

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2025</b>	<b>2024</b>
Foreign exchange gains, net	\$ 31,736	179,896
Valuation gains (losses) on financial assets (liabilities) measured at fair value through profit or loss	(890,116)	(40,917)
Gain on disposal of property, plant and equipment	3,351	24,240
Dividend income	8,253	2,579
Others	86,083	8,417
	<b>\$ (760,693)</b>	<b>174,215</b>

(27) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For related information, please refer to note 6(30) to the consolidated financial statements for the year ended December 31, 2024.

A. Credit risk

(a) Credit risk exposure

The carrying amount of financial assets represents the maximum amount exposed to credit risk.

(b) Concentration of credit risk

The main customers of the Group are from the renewable energy, semiconductor and automotive components industries. The Group generally sets credit limits to its customers according to their credit evaluations. Therefore, the credit risk of the Group is mainly influenced by the renewable energy, semiconductor and automotive components industries. As of March 31, 2025, December 31, 2024 and March 31, 2024, 40%, 37% and 36%, respectively, of the Group's accounts receivable (including related parties) were from the top 10 customers. Although there is a potential for concentration of credit risk, the Group routinely assesses the collectability of the accounts receivable and makes a corresponding allowance for doubtful accounts.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(c) Credit risks of receivables and debt securities

For credit risk exposure of notes and trade receivables, please refer to note 6(5).

B. Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 6 months</u>	<u>6-12 months</u>	<u>1-2 years</u>	<u>2-5 years or more</u>	<u>Over 5 years</u>
<b>March 31, 2025</b>							
Non-derivative financial liabilities							
Short-term borrowings	\$ 36,099,728	(36,191,886)	(35,967,543)	(224,343)	-	-	-
Short-term notes and bills payable	699,968	(700,000)	(700,000)	-	-	-	-
Notes and accounts payable (including related parties)	5,556,630	(5,556,630)	(5,512,951)	(43,679)	-	-	-
Long-term borrowings (including current portion)	18,627,346	(19,924,126)	(1,231,299)	(1,228,658)	(13,891,778)	(3,572,391)	-
Lease liabilities - current and non-current	1,411,069	(1,613,292)	(118,298)	(111,309)	(192,772)	(392,991)	(797,922)
Ordinary bonds payable (including current portion)	16,891,627	(17,477,900)	(72,700)	(86,250)	(12,058,950)	(2,716,250)	(2,543,750)
Convertible bonds	779,854	(799,900)	-	-	(799,900)	-	-
Dividends payable	4,635,865	(4,635,865)	(4,635,853)	(12)	-	-	-
Accrued remuneration of directors (other current liabilities)	118,651	(118,651)	(107,400)	(11,251)	-	-	-
Payroll and bonus payable	4,831,958	(4,831,958)	(3,693,384)	(1,138,574)	-	-	-
Exchangeable bonds with warrants	10,899,278	(13,934,411)	(187,969)	(191,211)	(392,371)	(13,162,860)	-
Derivative financial contracts:							
Forward exchange contracts:							
Outflows	26,627	(1,705,888)	(735,146)	(970,742)	-	-	-
Inflows	(3,521)	1,682,782	715,596	967,186	-	-	-
	<u>\$ 100,575,080</u>	<u>(105,807,725)</u>	<u>(52,246,947)</u>	<u>(3,038,843)</u>	<u>(27,335,771)</u>	<u>(19,844,492)</u>	<u>(3,341,672)</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 6 months</u>	<u>6-12 months</u>	<u>1-2 years</u>	<u>2-5 years or more</u>	<u>Over 5 years</u>
<b>December 31, 2024</b>							
Non-derivative financial liabilities							
Short-term borrowings	\$ 28,863,280	(29,000,570)	(27,029,804)	(1,970,766)	-	-	-
Short-term notes and bills payable	3,999,248	(4,001,293)	(4,001,293)	-	-	-	-
Notes and accounts payable (including related parties)	6,069,284	(6,069,284)	(6,049,464)	(19,820)	-	-	-
Long-term borrowings (including current portion)	17,407,288	(18,825,968)	(1,316,308)	(1,207,743)	(12,582,110)	(3,719,807)	-
Lease liabilities - current and non-current	1,354,699	(1,535,128)	(96,942)	(88,337)	(167,087)	(345,713)	(837,049)
Ordinary bonds payable (including current portion)	16,890,669	(17,384,150)	(126,550)	(32,400)	(12,058,950)	(2,578,750)	(2,587,500)
Convertible bonds	776,258	(799,900)	-	-	-	(799,900)	-
Dividends payable	3,199,272	(3,199,272)	(3,199,272)	-	-	-	-
Accrued remuneration of directors (other current liabilities)	120,639	(120,639)	(56,263)	(64,376)	-	-	-
Payroll and bonus payable	4,737,526	(4,737,526)	(3,469,933)	(1,267,593)	-	-	-
Exchangeable bonds with warrants	10,256,704	(13,313,552)	(176,887)	(179,938)	(369,238)	(12,587,489)	-
Derivative financial							
Forward exchange contracts:							
Outflows	94,142	(1,643,967)	(753,898)	(890,069)	-	-	-
Inflows	(28,751)	1,578,576	659,756	918,820	-	-	-
	<u>\$ 93,740,258</u>	<u>(99,052,673)</u>	<u>(45,616,858)</u>	<u>(4,802,222)</u>	<u>(25,177,385)</u>	<u>(20,031,659)</u>	<u>(3,424,549)</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 6 months</u>	<u>6-12 months</u>	<u>1-2 years</u>	<u>2-5 years or more</u>	<u>Over 5 years</u>
<b>March 31, 2024</b>							
Non-derivative financial liabilities							
Short-term borrowings	\$ 28,572,568	(28,666,686)	(28,129,082)	(537,604)	-	-	-
Notes and accounts payable (including related parties)	5,311,415	(5,311,415)	(5,277,795)	(31,647)	-	-	(1,973)
Long-term borrowings (including current portion)	6,653,273	(6,978,294)	(1,186,474)	(1,197,703)	(3,017,003)	(954,410)	(622,704)
Lease liabilities - current and non-current	1,449,820	(1,637,593)	(115,476)	(97,260)	(154,050)	(358,776)	(912,031)
Bonds payable (including current portion)	23,986,825	(24,772,350)	(7,175,800)	(118,650)	(158,950)	(14,731,450)	(2,587,500)
Convertible bonds (including current portion)	7,083,388	(7,283,398)	(6,483,498)	-	-	(799,900)	-
Dividends payable	479,199	(479,199)	(479,199)	-	-	-	-
Accrued remuneration of directors (other current liabilities)	196,696	(196,696)	(132,685)	(64,011)	-	-	-
Payroll and bonus payable	5,128,900	(5,128,900)	(4,771,488)	(357,412)	-	-	-
Exchangeable bonds with warrants	10,090,683	(13,700,501)	(174,024)	(177,025)	(739,161)	(12,610,291)	-
Derivative financial							
Forward exchange contracts:							
Outflows	6,773	(819,923)	(819,923)	-	-	-	-
Inflows	(63)	813,213	813,213	-	-	-	-
	<u>\$ 88,959,477</u>	<u>(94,161,742)</u>	<u>(53,932,231)</u>	<u>(2,581,312)</u>	<u>(4,069,164)</u>	<u>(29,454,827)</u>	<u>(4,124,208)</u>

The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

C. Currency risk

(a) Exposure to foreign currency risk

The Group's significant exposure to foreign currency risk was as follows:

<b>March 31, 2025</b>			
	<b>Foreign currency</b>	<b>Exchange rate</b>	<b>NTD</b>
<u>Financial assets</u>			
<u>Monetary Items</u>			
USD	\$ 536,526	33.205	17,815,345
JPY	13,035,760	0.2227	2,903,064
EUR	238,638	35.97	8,583,793
CNY	97,497	4.573	445,853
<u>Non-monetary items</u>			
USD	46,066	33.205	Note
<u>Financial liabilities</u>			
<u>Monetary Items</u>			
USD	256,050	33.205	8,502,153
JPY	11,565,921	0.2227	2,757,731
EUR	50,460	35.97	1,815,043
CNY	46,418	4.573	212,619
<u>Non-monetary items</u>			
USD	185,450	33.205	Note
<b>December 31, 2024</b>			
	<b>Foreign currency</b>	<b>Exchange rate</b>	<b>NTD</b>
<u>Financial assets</u>			
<u>Monetary Items</u>			
USD	\$ 705,830	32.785	23,140,637
JPY	11,590,529	0.2099	2,432,852
EUR	203,021	34.14	6,931,137
CNY	79,768	4.478	357,201
<u>Non-monetary items</u>			
USD	12,048	32.785	Note

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

<b>December 31, 2024</b>			
	<b>Foreign currency</b>	<b>Exchange rate</b>	<b>NTD</b>
<u>Financial liabilities</u>			
<u>Monetary Items</u>			
USD	402,477	32.785	13,195,208
JPY	14,282,181	0.2099	2,997,830
EUR	115,997	34.14	3,960,138
CNY	33,145	4.478	148,423
<u>Non-monetary items</u>			
USD	227,000	32.785	Note
<b>March 31, 2024</b>			
	<b>Foreign currency</b>	<b>Exchange rate</b>	<b>NTD</b>
<u>Financial assets</u>			
<u>Monetary Items</u>			
USD	\$ 588,634	32.000	18,836,288
JPY	11,398,907	0.2115	2,410,869
EUR	193,416	34.46	6,665,115
CNY	64,758	4.408	285,453
<u>Non-monetary items</u>			
USD	900	32.000	Note
<u>Financial liabilities</u>			
<u>Monetary Items</u>			
USD	440,147	32.000	14,084,704
JPY	13,544,464	0.2115	2,864,654
EUR	58,063	34.46	2,000,851
CNY	47,204	4.408	208,075
<u>Non-monetary items</u>			
USD	24,820	32.000	Note

Note: The fair value of forward exchange contracts was measured at the reporting date. For related information, please refer to note 6(2).

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(b) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of foreign exchange gains and losses on cash and cash equivalents, notes and accounts receivable, borrowings, and notes and accounts payable denominated in foreign currencies. A 1% weakening (or strengthening) of the NTD against the USD, JPY, EUR, and CNY as of March 31, 2025 and 2024 would have increased or decreased net income before income tax by \$164,605 thousand and \$90,395 thousand, respectively, for the three months ended March 31, 2025 and 2024. This analysis is based on reasonably possible changes in foreign exchange rates as of the reporting date. It assumes that all other variables remain constant and has been performed on the same basis for both periods.

(c) Foreign exchange gain and losses on monetary exchange

Since the Group has many kinds of functional currencies, the information on foreign exchange gain (losses) on monetary items is disclosed by an aggregate amount. For the three months ended March 31, 2025 and 2024, foreign exchange gains (including realized and unrealized portions) amounted to \$31,736 thousand and \$179,896 thousand, respectively.

D. Interest rate analysis

Please refer to the notes on liquidity risk management and interest rate exposure of the Group's financial assets and financial liabilities.

The following sensitivity analysis is based on the exposure to interest rates. Regarding liabilities with variable interest rates, the analysis is based on the assumption that the amount of liabilities outstanding at the reporting date was outstanding throughout the period.

If the interest rate had increased or decreased by 0.25%, the Group's net income before income tax would have decreased or increased by \$24,745 thousand and increased or decreased \$7,463 thousand, for the three months ended March 31, 2025 and 2024, respectively, assuming all other variable factors remain constant. This is mainly due to the Group's bank deposits and borrowings with variable rates.

E. Other price risk

For the three months ended March 31, 2025 and 2024, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the profit and loss as illustrated below:

	<b>For the three months ended March 31,</b>			
	<b>2025</b>		<b>2024</b>	
<b>Prices of securities at the reporting date</b>	<b>Other comprehensive income before tax</b>	<b>Net income</b>	<b>Other comprehensive income before tax</b>	<b>Net income</b>
Increasing 5%	\$ 63,101	293,481	205,952	581,047
Decreasing 5%	(63,101)	(293,481)	(205,952)	(581,047)

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

F. Fair value of financial instruments

(a) Fair value hierarchy

The fair value of financial assets and liabilities at fair value through profit or loss and financial assets at fair value through other comprehensive income is measured on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

	Carrying amount	March 31, 2025			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss</b>					
Forward exchange contract	\$ 3,521	-	3,521	-	3,521
Privately offered funds	297,866	-	-	297,866	297,866
Overseas securities held	5,869,616	5,869,616	-	-	5,869,616
Subtotal	<u>\$ 6,171,003</u>	<u>5,869,616</u>	<u>3,521</u>	<u>297,866</u>	<u>6,171,003</u>
<b>Financial assets at fair value through other comprehensive income</b>					
Domestic and international listed (OTC) stocks	505,641	505,641	-	-	505,641
Non-public offer equity instrument measured at fair value	756,371	-	-	756,371	756,371
Subtotal	<u>\$ 1,262,012</u>	<u>505,641</u>	<u>-</u>	<u>756,371</u>	<u>1,262,012</u>
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 43,373,744				
Notes and accounts receivable (including related parties)	13,126,512				
Other financial assets - current and non-current	22,771,455				
Foreign bonds	6,607,795				
Subtotal	<u>\$ 85,879,506</u>				
<b>Financial liabilities at fair value through profit or loss</b>					
Forward exchange contract	\$ 26,627	-	26,627	-	26,627
Embedded derivatives of exchangeable bonds with warrants	439,556	-	439,556	-	439,556
Subtotal	<u>\$ 466,183</u>	<u>-</u>	<u>466,183</u>	<u>-</u>	<u>466,183</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

		<b>March 31, 2025</b>				
		<b>Carrying</b>	<b>Fair value</b>			
		<b>amount</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Financial liabilities measured at amortized cost</b>						
Short-term borrowings	\$	36,099,728				
Short-term notes and bills payable		699,968				
Notes and accounts payable (including related parties)		5,556,630				
Long-term borrowings (including current portion)		18,627,346				
Dividends payable		4,635,865				
Accrued remuneration of directors (other current liabilities)		118,651				
Ordinary bonds payable (including current portion)		16,891,627				
Convertible bonds		779,854				
Exchangeable bonds with warrants		10,899,278				
Lease liabilities - current and non-current		1,411,069				
Subtotal	\$	<u>95,720,016</u>				
		<b>December 31, 2024</b>				
		<b>Carrying</b>	<b>Fair value</b>			
		<b>amount</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Financial assets at fair value through profit or loss</b>						
Forward exchange contract	\$	28,751	-	28,751	-	28,751
Privately offered funds		254,686	-	-	254,686	254,686
Overseas securities held		6,512,300	6,512,300	-	-	6,512,300
Subtotal	\$	<u>6,795,737</u>	<u>6,512,300</u>	<u>28,751</u>	<u>254,686</u>	<u>6,795,737</u>
<b>Financial assets at fair value through other comprehensive income</b>						
Domestic and international listed (OTC) stocks		428,308	428,308	-	-	428,308
Overseas securities held		716,745	716,745	-	-	716,745
Subtotal	\$	<u>1,145,053</u>	<u>1,145,053</u>	<u>-</u>	<u>-</u>	<u>1,145,053</u>
<b>Financial assets measured at amortized cost</b>						
Cash and cash equivalents		54,136,770				
Notes and accounts receivable (including related parties)		12,591,633				
Other financial assets - current and non-current		19,578,258				
Foreign bonds		6,524,215				
Subtotal	\$	<u>92,830,876</u>				



**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

	March 31, 2024				
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	40,925,212				
Notes and accounts receivable (including related parties)	12,403,376				
Other financial assets - current and non-current	<u>36,726,112</u>				
Subtotal	<u>\$ 90,054,700</u>				
<b>Financial liabilities at fair value through profit or loss</b>					
Forward exchange contract	\$ 6,773	-	6,773	-	6,773
Embedded derivatives of convertible bonds	203,194	-	203,194	-	203,194
Foreign exchange agreement	<u>936,183</u>	<u>-</u>	<u>936,183</u>	<u>-</u>	<u>936,183</u>
Subtotal	<u>\$ 1,146,150</u>	<u>-</u>	<u>1,146,150</u>	<u>-</u>	<u>1,146,150</u>
<b>Financial liabilities measured at amortized cost</b>					
Short-term borrowings	\$ 28,572,568				
Notes and accounts payable (including related parties)	5,311,415				
Long-term borrowing (including current portion)	6,653,273				
Dividends payable	479,199				
Accrued remuneration of directors (other current liabilities)	196,696				
Payroll and bonus payable	5,128,900				
Ordinary bonds payable (including current portion)	23,986,825				
Convertible bonds	7,083,388				
Exchangeable bonds with warrants	10,090,683				
Lease liabilities - current and non- current	<u>1,449,820</u>				
Subtotal	<u>\$ 88,952,767</u>				

(b) Valuation technique for financial instruments not measured at fair value

The management of the Group deems that the carrying amount of financial assets and liabilities measured at amortized cost in the consolidated financial statements approximate their fair value.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

- (c) Valuation technique for financial instruments measured at fair value
- i. Non-derivative financial instruments

A financial instrument is regarded as being quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. Whether transactions are taking place 'regularly' is a matter of judgment and depends on the facts and circumstances of the market for the instrument.

Quoted market prices may not be indicative of the fair value of an instrument if the activity in the market is infrequent, the market is not well established, only small volumes are traded, or bid ask spreads are very wide. Determining whether a market is active involves judgment.

If the financial instruments held by the Group belong to an active market, the fair value is booked as follows by category and attribute:

For financial assets and financial liabilities of the listed company's stocks, notes of exchange and corporate bonds, which are subject to standard terms and conditions and are traded in the active market, the fair value is determined by reference to market quotations.

In addition to the above-mentioned financial instruments with active markets, the fair value of the remaining financial instruments is obtained by means of evaluation technologies or reference to counterparty quotes. The fair value obtained through the evaluation technology can be based on the current fair value of other financial instruments with similar characteristics and characteristics, the discounted cash flow method or other evaluation technology, including the calculation with the model and the market information available on the consolidated balance sheet date (such as the reference yield curve of Taiwan Stock Exchange, Reuters commercial promissory interest rate average offer).

If the financial instruments held by the Group are in the non-active market, the fair value is booked as follows by category and attribute:

Equity instruments without public quotation: Estimates of fair value using the market comparable company method, the main assumptions are based on the earnings multiplier derived from the investee's net worth per share and the EV/EBIT comparable listed companies' quotes. The estimate has adjusted the depreciation impact of the lack of market liquidity of the equity securities

- ii. Derivative financial instruments

Measurement of the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants, such as the discounted cash flow or option pricing models. The fair value of forward currency is usually determined based on the forward currency exchange rate.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

- (d) Transfers between Level 1 and Level 2: None
- (e) Reconciliation of Level 3 fair value

The Group's financial instruments which belong to Level 3 fair value were financial assets measured at fair value through other comprehensive income and financial assets measured at fair value through profit or loss. The movements were as follows:

	<b>Financial assets at fair value through profit or loss</b>	<b>Financial assets at fair value through other comprehensive income</b>
Balance at January 1, 2025	\$ 254,686	830,400
Addition in investment	33,385	84,808
Recognized in profit or loss	14,442	-
Recognized in other comprehensive income	-	(320,282)
Capital reduction of investment	(4,647)	(3,006)
Effect of changes in exchange rate	-	164,451
Balance at March 31, 2025	<u>\$ 297,866</u>	<u>756,371</u>
Balance at January 1, 2024	\$ 242,864	1,202,498
Recognized in profit or loss	(4,703)	-
Recognized in other comprehensive income	-	129,995
Capital reduction of investment	(7,708)	-
Reclassification	-	(258,744)
Effect of changes in exchange rate	-	15,413
Balance at March 31, 2024	<u>\$ 230,453</u>	<u>1,089,162</u>

- (f) The fair value of the Group's financial instruments that use Level 3 inputs to measure fair value was based on the price of the third party. The Group did not disclose quantified information and sensitivity analysis on significant unobservable inputs because the unobservable inputs used in fair value measurement were not established by the Group.

(28) Financial risk management

There have been no significant changes in the Group's financial risk management objectives and policies compared to those disclosed in note 6(31) of the consolidated financial statements for the year ended December 31, 2024.

(29) Capital management

The objectives, policies, and procedures of the Group's capital management are consistent with those disclosed in the consolidated financial statements for the year ended December 31, 2024. In addition, the quantitative summary of items included in capital management has not significantly changed from the disclosures in the same financial statements. For further details, please refer to note 6(32) of the consolidated financial statements for the year ended December 31, 2024.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(30) Cash flow information

The Group's investing and financing activities which did not affect the current cash flow for the three months ended March 31, 2025 and 2024 were as follows:

A. For acquiring right of use assets by leasing, please refer to note 6(16).

B. Reconciliations of liabilities arising from financing activities were as follows:

	<b>January 1, 2025</b>	<b>Cash flows</b>	<b>Foreign exchange movement and others</b>	<b>March 31, 2025</b>
Short-term borrowings	\$ 28,863,280	7,245,948	(9,500)	36,099,728
Short-term notes and bills payable	3,999,248	(3,299,280)	-	699,968
Long-term borrowings (including current portion)	17,407,288	869,496	350,562	18,627,346
Lease liabilities	1,354,699	(56,305)	112,675	1,411,069
Bonds payable (including current portion)	27,923,631	-	647,128	28,570,759
Guarantee deposit received	1,468,537	807	155,714	1,625,058
Total liabilities from financing activities	<b><u>\$ 81,016,683</u></b>	<b><u>4,760,666</u></b>	<b><u>1,256,579</u></b>	<b><u>87,033,928</u></b>

	<b>January 1, 2024</b>	<b>Cash flows</b>	<b>Foreign exchange movement and others</b>	<b>March 31, 2024</b>
Short-term borrowings	\$ 31,811,162	(3,238,594)	-	28,572,568
Long-term borrowings (including current portion)	6,384,827	304,773	(36,327)	6,653,273
Lease liabilities	1,463,632	(64,425)	50,613	1,449,820
Bonds payable (including current portion)	26,400,540	16,457,644	(1,697,288)	41,160,896
Guarantee deposit received	1,598,473	(84,054)	-	1,514,419
Total liabilities from financing activities	<b><u>\$ 67,658,634</u></b>	<b><u>13,375,344</u></b>	<b><u>(1,683,002)</u></b>	<b><u>79,350,976</u></b>

**7. Related-party transactions:**

(1) Names and relationships of related parties

The followings are entities that have had transactions with the Group during the periods covered in the consolidated financial statements:

<b>Names of related parties</b>	<b>Relationship with the Group</b>
Applichem Technology Corp. (Applichem Technology)	Associate (Note 1)

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

<u>Names of related parties</u>	<u>Relationship with the Group</u>
SIE	Associate
ATC Capital Co., Ltd.	Associate (Note 2)
Pacific Green Energy Ltd.	Associate (Note 3)
Billion EVC Technologies Co., Ltd	Associate (Note 4)

Note 1: The chairman of Applichem Technology and the key management personnel of Waferchem Technology Corporation are the spousal relationship.

Note 2: The board seat of ATC Capital Co., Ltd. and Anneal Energy are the same person.

Note 3: The board seat of Pacific Green Energy Ltd. and Anneal Energy are the same person.

Note 4: The presiden of SAS and the chairman of Billion Electric Co., Ltd are the same person. Its subsidiary Billion EVC Technologies Co., Ltd has become a associate.

(2) Significant transactions with related parties

A. Sales

The amounts of significant sales transactions and contruction contract revenue between the Group and related parties were as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<u>2025</u>	<u>2024</u>
Associates	<u>\$ 174</u>	<u>-</u>

The sales price for sales to the related parties was determined by market price and adjusted according to the sales area and sales volume.

As of March 31, 2025 and 2024, the credit terms for third parties were 0 to 120 days after month-end, while those of related parties were 30 to 90 days after month-end.

B. Purchase and process outsourcing

The amounts of purchases and process outsourcing by the Group from related parties were as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<u>2025</u>	<u>2024</u>
Associates	<u>\$ 2,218</u>	<u>-</u>

The prices of purchases and process outsourcing were determined by market rates.

The payment terms to third parties were 0 to 150 days after month-end both in the years ended March 31, 2025 and 2024, while those of related parties were 30 to 90 days after the following month-end both in the years ended ended March 31, 2025 and 2024.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

C. Receivables from related parties

The receivables from related parties were as follows:

<u>Items</u>	<u>Categories</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Receivable from related parties	Associate	\$ <u>257</u>	<u>564</u>	<u>-</u>

D. Payables to related parties

The payables to related parties were as follows:

<u>Items</u>	<u>Categories</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Payable to related parties	Associate	\$ <u>2,273</u>	<u>9</u>	<u>-</u>

E. Other transactions

- (a) The Group provides other services to related parties, including human resources, with the details of other income and receivables from related parties as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<u>2025</u>	<u>2024</u>
Associates	\$ <u>661</u>	<u>-</u>

<u>Items</u>	<u>Categories</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Receivable from related parties	Associates	\$ <u>1</u>	<u>-</u>	<u>-</u>

- (b) Related parties provides other services to the Group, including services fee, with the details of other expense and payables from related parties as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<u>2025</u>	<u>2024</u>
Associates	\$ <u>230</u>	<u>-</u>

<u>Items</u>	<u>Categories</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Payable from related parties	Associates	\$ <u>188</u>	<u>-</u>	<u>-</u>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

(3) Key management personnel compensation

Key management personnel compensation comprised of:

	<b>For the three months ended March 31,</b>	
	<b>2025</b>	<b>2024</b>
Short-term employee benefits	\$ 114,839	152,677
Post-employment benefits	573	530
Share-based payments	2,158	6,640
	<b>\$ 117,570</b>	<b>159,847</b>

**8. Pledged assets:**

The carrying values of pledged assets were as follows:

<b>Asset name</b>	<b>Pledge or Mortgage underlying subject</b>	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Property, plant and equipment	Long-term and short-term borrowings and credit lines	\$ 2,234,233	2,126,785	3,417,869
Time deposits (recognized in other financial assets — current)	Pledged certificates of deposit, etc.	11,815,522	10,009,356	11,209,331
Time deposits (recognized in other financial assets — non-current)	Bank performance bond	11,621,168	79,805	108,947
Financial assets at fair value through profit or loss-non-current	Provision of Siltronic AG share to the trustee for security pledge	4,438,918	4,922,322	8,782,267
Equity instrument investments and treasury shares measured at fair value through other comprehensive income	Long-term and short-term borrowing	-	3,369,225	-
		<b>\$ 30,109,841</b>	<b>20,507,493</b>	<b>23,518,414</b>

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

**9. Commitments and contingencies:**

The significant contingent liabilities and unrecognized contractual commitments were as follows:

(1) Significant unrecognized contractual commitments

- A. As of March 31, 2025, December 31, 2024 and March 31, 2024, the purchase amounts for future procurement from suppliers under the existing agreements were \$31,542,112 thousand, \$33,027,439 thousand and \$33,871,440 thousand, respectively.
- B. The Group has silicon wafer long-term sales contracts signed with the customers since the year 2005. These companies agree to pay the non-refundable funds to the Group. The two parties agreed to have silicon wafers sold in accordance with the agreed quantity and price. If the delivery has not been made in compliance with the contract signed, a sales discount or an amount equivalent to 1.5-4 times of the advance sales receipts from customers as remuneration should be granted. If the delay of shipment has not been resolved for more than three months, the outstanding pre-payment should be refunded. In addition, in response to the price decline arising from the falling demand, solar energy battery customers and the Group will negotiate the selling price and adjusting the average selling price in accordance with market conditions.

The amount of delivery according to the existing contracts and current market conditions is as follows:

(Unit: currency in thousands)

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
USD	<b>\$ 18,128</b>	<b>21,377</b>	<b>18,678</b>
EUR	<b>\$ 12,505</b>	<b>12,505</b>	<b>13,745</b>

- C. As of March 31, 2025, December 31, 2024 and March 31, 2024, the significant outstanding commitments for construction and purchase of property, plant and equipment amounted to \$14,539,300 thousand, \$28,591,837 thousand and \$51,380,469 thousand, respectively.
- D. As of March 31, 2025, December 31, 2024 and March 31, 2024, the total amount of promissory notes deposited by the Group at the bank for acquiring bank financing is \$121,151,549 thousand, \$120,372,001 thousand and \$77,985,080 thousand, respectively.
- E. As of March 31, 2025, December 31, 2024 and March 31, 2024, a guarantee letter for the Customs Administration and Research and Development which the Group requested a bank to issue amounted to \$76,183 thousand, \$76,183 thousand and \$124,700 thousand, respectively.
- F. As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group's outstanding standby letters of credit that were issued amounted to \$309,238 thousand, \$304,157 thousand and \$268,576 thousand, respectively.

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

- G. The Group signed a long-term sales contract with some customers and received the advance payment. The customer is required to order minimum quantity according to the contract. As of March 31, 2025, December 31, 2024 and March 31, 2024, a guarantee letter for the customer issued by the bank amounted to \$4,347,051 thousand, \$4,300,840 thousand and \$4,436,079 thousand, respectively.
- H. The Group entered into an offshore wind power contract with a customer under the sustainable Green Energy Performance plan and received a guarantee deposit of \$101,800 thousand, \$131,200 thousand and \$131,200 thousand. As of March 31, 2025, December 31, 2024 and March 31, 2024, the above-mentioned guarantee deposit were recorded as other liabilities – non-current.
- I. The Group signed an agreement with its associates and other suppliers to purchase installed capacity amounted to 421MW with a fixed price. The contract period is 1-20 years from the date of power generation, and the minimum wattage consumption must be fulfilled according to the agreement.
- J. The subsidiary of the Group, GWA entered into a plant construction subsidy agreement with the local government of Sherman, Texas. Under certain specified conditions outlined in the agreement, GWA is entitled to receive land and cash subsidies. From January 1 to March 31, 2025, GWA has received a plant construction subsidy of USD 5,500 thousand from the local government.
- K. The Group’s subsidiary, MVI, has entered into wafer foundry capacity guarantee agreements with certain customers. In accordance with the terms of these agreements, specific production capacity is reserved for those customers.

**10. Losses due to major disasters: None.**

**11. Subsequent Events: None**

**12. Other:**

A summary of the employee benefits, depreciation, and amortization expenses, by function were as follows:

By item	By function		For the three months ended March 31,			
	2025			2024		
	Cost of goods sold	Operating expenses	Total	Cost of goods sold	Operating expenses	Total
Employee benefits						
Salary	2,487,310	859,689	3,346,999	2,415,230	688,371	3,103,601
Labor and health insurance	354,801	104,199	459,000	331,753	94,844	426,597
Pension	167,581	38,726	206,307	165,905	38,699	204,604
Others employee benefits expenses	88,952	57,220	146,172	92,276	54,099	146,375
Depreciation	2,570,214	163,878	2,734,092	2,130,469	160,724	2,291,193
Amortization	41,161	5,235	46,396	40,956	5,636	46,592

**Sino-American Silicon Products Inc. and subsidiaries**  
**Notes to the Consolidated Financial Statements**

**13. Other disclosures:**

(1) Information on significant transactions:

The followings were the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group:

- A. Loans to other parties: Please refer to Table 1.
- B. Guarantees and endorsements for other parties: Please refer to Table 2.
- C. Securities held as of March 31, 2025 (excluding investment in subsidiaries, associates and joint ventures): Please refer to Table 3.
- D. Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: Please refer to Table 4.
- E. Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: Please refer to Table 5.
- F. Business relationships and significant intercompany transactions: Please refer to Table 6.

(2) Information on investees: Please refer to Table 7.

(3) Information on investment in mainland China:

- A. The names of investees in Mainland China, the main businesses and products and other information: Please refer to Table 8(1).
- B. Limitation on investment in Mainland China: Please refer to Table 8(2).
- C. Significant transactions:

The significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in the “Information on significant transactions”.



**Sino-American Silicon Products Inc. and Subsidiaries**

**Loans to other parties**

**For the period ended March 31, 2025**

Table 1

(In Thousands of New Taiwan Dollars)

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Loss allowance	Collateral		Individual funding loan limits (Note 2, 3)	Maximum limit of fund financing (Note 2, 3)
													Item	Value		
0	SAS	SPV3	Receivable from related parties	Yes	100,000	100,000	-	-	2	-	Operating capital	-	-	-	19,186,116	19,186,116
0	SAS	SSR	Receivable from related parties	Yes	664,100	664,100	-	-	2	-	Operating capital	-	-	-	19,186,116	19,186,116
0	SAS	SSH	Receivable from related parties	Yes	600,000	600,000	-	-	2	-	Operating capital	-	-	-	19,186,116	19,186,116
0	SAS	Sulu	Receivable from related parties	Yes	653,700	-	-	-	2	-	Operating capital	-	-	-	19,186,116	19,186,116
0	SAS	SPV4	Receivable from related parties	Yes	340,000	-	-	-	2	-	Operating capital	-	-	-	19,186,116	19,186,116
1	SSTI	Sulu	Receivable from related parties	Yes	487,449	487,449	487,449	-	2	-	Operating capital	-	-	-	2,307,284	2,307,284
1	SSTI	AMLED	Receivable from related parties	Yes	379,002	379,002	379,002	-	2	-	Operating capital	-	-	-	2,307,284	2,307,284
2	SSR	Sulu	Receivable from related parties	Yes	353,633	353,633	353,633	-	2	-	Operating capital	-	-	-	427,665	427,665
3	GlobalWafers	SPV5	Receivable from related parties	Yes	100,000	100,000	-	-	2	-	Operating capital	-	-	-	36,672,226	36,672,226
3	GlobalWafers	SPV4	Receivable from related parties	Yes	500,000	500,000	-	-	2	-	Operating capital	-	-	-	36,672,226	36,672,226
3	GlobalWafers	CWT	Receivable from related parties	Yes	200,000	200,000	-	-	2	-	Operating capital	-	-	-	36,672,226	36,672,226
4	GWJ	MEMC Japan	Receivable from related parties	Yes	14,787,280	14,787,280	12,515,740	1.10636 %	2	-	Operating capital	-	-	-	20,178,145	20,178,145
5	GWS	GWBV	Receivable from related parties	Yes	3,486,525	3,486,525	2,476,940	4.60%~6.04%	2	-	Operating capital	-	-	-	40,710,889	40,710,889
5	GWS	GW GmbH	Receivable from related parties	Yes	4,496,250	4,496,250	4,496,250	2.70 %	2	-	Operating capital	-	-	-	40,710,889	40,710,889
5	GWS	GlobalWafers	Receivable from related parties	Yes	9,961,500	9,961,500	2,689,605	5.00 %	2	-	Operating capital	-	-	-	40,710,889	40,710,889

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Loss allowance	Collateral		Individual funding loan limits (Note 2, 3)	Maximum limit of fund financing (Note 2, 3)
													Item	Value		
5	GWS	MEMC SpA	Receivable from related parties	Yes	996,150	996,150	996,150	4.922 %	2	-	Operating capital	-	-	-	40,710,889	40,710,889
5	GWS	GWA	Receivable from related parties	Yes	4,980,750	4,980,750	4,495,957	4.625 %	2	-	Operating capital	-	-	-	40,710,889	40,710,889
6	GTI	MEMC LLC	Receivable from related parties	Yes	1,660,250	1,660,250	1,315,250	4.51928 %	2	-	Operating capital	-	-	-	13,393,961	13,393,961
6	GTI	GWA	Receivable from related parties	Yes	3,320,500	3,320,500	-	-	2	-	Operating capital	-	-	-	13,393,961	13,393,961
7	GWBV	GW GmbH	Receivable from related parties	Yes	2,158,200	2,158,200	287,760	2.7 %	2	-	Operating capital	-	-	-	51,056,663	51,056,663
7	GWBV	Topsil A/S	Receivable from related parties	Yes	647,460	-	-	-	2	-	Operating capital	-	-	-	51,056,663	51,056,663
7	GWBV	MEMC SpA	Receivable from related parties	Yes	3,597,000	3,597,000	2,877,600	3.502 %	2	-	Operating capital	-	-	-	51,056,663	51,056,663
8	SST	SSKT	Receivable from related parties	Yes	66,309	66,309	-	-	2	-	Operating capital	-	-	-	3,285,119	3,285,119
9	SSKT	MHTM	Receivable from related parties	Yes	94,626	64,022	43,444	3.45 %	2	-	Operating capital	-	-	-	112,968	112,968
10	GWCC	GlobalWafers	Receivable from related parties	Yes	3,235,815	-	-	-	2	-	Operating capital	-	-	-	3,362,288	3,362,288
10	GWCC	GWA	Receivable from related parties	Yes	3,154,475	3,154,475	3,154,475	4.625 %	2	-	Operating capital	-	-	-	3,362,288	3,362,288

Note 1: The nature of financing purposes:

- (1) Code 1 represents entities with business transaction with the Company.
- (2) Code 2 represents where an inter-company or inter firm short-term financing facility is necessary.

Note 2: (1) For the Company's loan of funds to those having business transactions, the individual loan is limited to the trade amount between the two parties in the most recent year; for the loan of funds to companies necessary for short-term financing, the individual loan is limited to 40% of the net worth of the company that lends loan; for loan of funds among foreign companies that the Company directly and indirectly holds 100% of the voting shares, the individual loan is limited to 40% of the net worth of the company that lends loan.

- (2) For GlobalWafers and its subsidiaries' loan of funds to those having business transactions with GlobalWafers, the amount of financing shall not exceed the amount of business transaction for the current year; for capital loans to companies that need short-term financing, individual loans shall not exceed 40% of GlobalWafers' net worth; for GlobalWafers directly and indirectly holds 100% of the voting shares of domestic companies engaged in capital lending, or GlobalWafers directly and indirectly holds 100% of the voting rights of domestic companies to engage in capital lending to GlobalWafers, and the amount does not exceed the net worth of the company that lent funds up to 40 percent; for GlobalWafers directly and indirectly holds 100% of the voting shares of foreign companies engaged in capital lending, or GlobalWafers directly and indirectly holds 100% of the voting shares of foreign companies engaged in capital lending to GlobalWafers, not subject to the provisions of the preceding paragraph. The restriction on net worth is not subject to the one-year term of capital loan in Paragraph 1 of Article 4, but the capital loan limit and time limit should still be determined in its internal operating procedures.

- Note 3: (1) For the Company's loan of funds to those having business transactions, the total loan is limited to 40% of the company that lends loan; for the loan of funds to companies necessary for short-term financing, the total loan is limited to 40% of the net worth of the company that lends loan; the fund lending between the foreign companies whose voting shares are 100% owned, directly or indirectly, by the Company, or from the foreign companies whose voting shares are 100% owned, directly or indirectly, by the Company to the Company are not subject to the previous provision of net worth and not subject to the one year limit of the term of funds in Article 4, Paragraph 1, but should still specify in its internal operating procedures for fund-lending limit and period.
- (2) For GlobalWafers and its subsidiaries lend funds to companies with business contacts, the total amount of the loan shall not exceed 40% of the net worth of the company that lent the funds; for fund loans to companies that need short-term financing, the total amount of the loan shall not exceed 40% of the company's net worth; for GlobalWafers directly and indirectly holds 100% of the voting shares in domestic companies engaged in inter-company capital lending, or GlobalWafers directly and indirectly holds 100% of the voting rights in domestic companies, the company's capital lending to GlobalWafers shall not exceed 40% of the company's net worth; for foreign companies that directly and indirectly hold 100% of the voting rights to engage in capital loans to GlobalWafers are not subject to the restrictions on net worth in the preceding paragraph and are not subject to the one-year limitation of the capital loan period in Paragraph 1 of Article 4, but they should still be The internal operating procedures set the limits and deadlines for capital loans.
- (3) For loan of funds of SSTI to those having business transactions, the total loan is limited to 2 times of the company that lends loan; for the loan of funds to companies necessary for short-term financing, the total loan is limited to 2 times of the net worth of the company that lends loan; for loan of funds among foreign companies that the company that lends loan directly and indirectly holds 100% of the voting shares, the total loan is limited to 100% of the net worth of the company that lends loan.
- (4) For loan of funds of SSR to those having business transactions, the total loan is limited to 5 times of the company that lends loan; for the loan of funds to companies necessary for short-term financing, the total loan is limited to 5 times of the net worth of the company that lends loan; for loan of funds among foreign companies that the company that lends loan directly and indirectly holds 100% of the voting shares, the total loan is limited to 100% of the net worth of the company that lends loan.

Note 4: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

**Sino-American Silicon Products Inc. and Subsidiaries**  
**Guarantees and endorsements for other parties**  
**For the period ended March 31, 2025**

Table 2

(In Thousands of New Taiwan Dollars)

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period (Note 3)	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary (Note 3)	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company (Note 2)										
0	SAS	Sulu	1	1,545,758 (Note 6)	1,527,430 (Note 5)	1,527,430 (Note 5)	787,988 (Note 5)	-	3.18 %	1,545,758 (Note 6)	Y (Note 4)	N	N
0	SAS	SPV3	2	47,965,289	35,421	35,421	28,421	-	0.07 %	47,965,289	Y	N	N
0	SAS	SSH	2	47,965,289	1,300,000	1,300,000	-	-	2.71 %	47,965,289	Y	N	N
0	SAS	SES	2	47,965,289	165,446	44,288	44,288	-	0.09 %	47,965,289	Y	N	N
1	GlobalWafers	GW GmbH	2	275,041,698	16,186,500	16,186,500	12,416,844	-	17.66 %	275,041,698	N	N	N
1	GlobalWafers	GWH	2	275,041,698	800,000	800,000	-	-	0.87 %	275,041,698	N	N	N
1	GlobalWafers	SPV4	2	275,041,698	535,067	535,067	408,667	-	0.58 %	275,041,698	N	N	N
1	GlobalWafers	SPV5	2	275,041,698	114,800	114,800	114,800	-	0.13 %	275,041,698	N	N	N
1	GlobalWafers	GWS	2	275,041,698	5,659,156	5,659,156	5,559,541	-	6.17 %	275,041,698	N	N	N
1	GlobalWafers	MEMC SpA	2	275,041,698	3,165,360	3,165,360	2,877,600	-	3.45 %	275,041,698	N	N	N
1	GlobalWafers	GWA	2	275,041,698	16,137,630	16,137,630	12,817,130	-	17.60 %	275,041,698	N	N	N
1	GlobalWafers	CWT	2	275,041,698	1,084,028	949,808	-	-	1.04 %	275,041,698	N	N	N
1	GlobalWafers	MEMC LLC	2	275,041,698	664,100	664,100	664,100	-	0.72 %	275,041,698	N	N	N
2	GTI	MEMC LLC	4	66,969,805	3,268,500	-	-	-	- %	66,969,805	N	N	N
3	SST	KST	4	16,425,595	1,456,138	1,456,138	1,456,138	-	44.33 %	16,425,595	N	N	Y

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period (Note 3)	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/guarantees to third parties on behalf of subsidiary (Note 3)	Subsidiary endorsements/guarantees to third parties on behalf of parent company	Endorsements/guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company (Note 2)										
4	GWS	GWA	4	203,554,445	29,884,500	29,884,500	11,763,369	-	73.41 %	203,554,445	N	N	N
5	GWCC	GWA	4	42,028,595	9,961,500	9,961,500	-	-	118.51 %	42,028,595	N	N	N

Note 1: The characters of guarantees and endorsements are coded as follows:

- (1) The issuer is coded "0".
- (2) The investee is coded consecutively beginning from "1" in the order presented in the table above.

Note 2: The relation between guarantor and guarantee and their endorsement should be disclosed as one of the following:

- (1) Ordinary business relationship.
- (2) Subsidiary which owned more than 50 percent by the guarantor.
- (3) An investee owned more than 50 percent in total by both the guarantor and its subsidiary.
- (4) An investee owned more than 90 percent by the guarantor or its subsidiary.
- (5) Fulfillment of contractual obligations by providing mutual endorsements and guarantor for peer or joint builders in order to undertake a construction project.
- (6) An entity that is guaranteed and endorsed by all capital contributing shareholders in proportion to their shareholding percentages.
- (7) The companies in the same industry provide among themselves joint and several securities for a performance guarantee of a sales contract for per construction homes pursuant to the Consumer Protection Act for each other.

Note 3: The amount of endorsements/guarantees provided by the endorsement guarantor company for a single enterprise is limited to 10% of the net worth of the company providing the endorsements/guarantees, but for the subsidiary company, limited to one time of the net worth of the company providing the endorsements/guarantees. The total amount of accumulated endorsements/guarantees shall not exceed the net worth of the Company. The total amount of the Company's endorsements/guarantees and that for a single enterprise shall not exceed five times the net worth of the company providing endorsements/guarantees. The aforesaid net worth is based on the financial statements recently audited or reviewed by an accountant. For endorsements/guarantees due to business transactions, except subject to the provisions of the preceding item, the endorsement guarantee amount should be equal to the higher of the purchase or sales amount.

Note 4: The Group controls the financial and operating strategies of Sulu through effective agreements with other investors of Sulu, so Sulu is considered as a subsidiary.

Note 5: Sulu shares with the company a quota of USD 10,000 thousand and Sulu's individual quota is USD 36,000 thousand. The Company resolved on October 14, 2016 by the Board of Directors to repay part of the loan, and reduce the endorsements/guarantees quota to USD 46,000 thousand. The actual disbursement amount was reduced to USD 23,731 thousand.

Note 6: The endorsements/guarantees quota for Sulu is calculated as the amount of sales at the time of endorsements/guarantees.

**Sino-American Silicon Products Inc. and Subsidiaries**  
**Securities held as of March 31, 2025 (excluding investment in subsidiaries, associates and joint ventures)**  
**March 31, 2025**

Table 3

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with the Company	Account title	Ending balance				Note
				Shares/Units (thousand)	Carrying value	Percentage of ownership (%)	Fair value	
SAS	Billion Electric Co., Ltd.	None	Financial assets at fair value through other comprehensive income	15,000	438,750	12.93 %	438,750	
SSTI	Stock of SILFAB SPA	None	Financial assets at fair value through other comprehensive income	300	289,199	15.00 %	289,199	
SSH	Nextdrive	None	Financial assets at fair value through other comprehensive income	1,020	13,397	5.39 %	13,397	
SSH	TAISC Materials Corp	None	Financial assets at fair value through other comprehensive income	200	20,000	0.29 %	20,000	
SSH	Ancora Semiconductors Inc.	None	Financial assets at fair value through other comprehensive income	3,400	40,766	6.16 %	40,766	
SSH	ANJET	None	Financial assets at fair value through other comprehensive income	600	22,911	4.33 %	22,911	
SSH	YESIANG ENTERPRISE CO., LTD	None	Financial assets at fair value through other comprehensive income	231	11,551	0.33 %	11,551	
SSH	Silican	None	Financial assets at fair value through other comprehensive income	500	33,205	14.49 %	33,205	
GlobalWafers	CDIB Capital Growth Partners L.P.	None	Financial assets at fair value through profit or loss – non-current	-	133,391	3.85 %	133,391	
GlobalWafers	Siltronic AG	None	Financial assets at fair value through profit or loss – non-current	650	930,544	2.17 %	930,544	
GW GmbH	Siltronic AG	None	Financial assets at fair value through profit or loss – non-current	3,101	4,438,918	10.34 %	4,438,918	
GWBV	Siltronic AG	None	Financial assets at fair value through profit or loss – non-current	350	500,154	1.17 %	500,154	
GlobalWafers	WT Microelectronics Co., Ltd.	None	Financial assets at fair value through other comprehensive income	621	60,661	0.05 %	60,661	

Name of holder	Category and name of security	Relationship with the Company	Account title	Ending balance				Note
				Shares/Units (thousand)	Carrying value	Percentage of ownership (%)	Fair value	
GWH	Foreign Privately Securities	None	Financial assets at fair value through profit or loss – non-current	-	164,475	1.93 %	164,475	
GWS	Citigroup Global Markets Holdings Inc. USD Fixed rate Bond	None	Financial assets at measured at amortized cost – non-current	-	6,607,795	- %	-	
Actron	SAS	Parent company	Financial assets at fair value through other comprehensive income – non-current	2,500	225,000	0.31 %	225,000	
Actron	Phoenix Pioneer technology Co., Ltd.	None	Financial assets at fair value through other comprehensive income – non-current	2,000	136,491	5.03 %	136,491	
Actron	ANJET CORPRORATION	None	Financial assets at fair value through other comprehensive income – non-current	10,380	106,723	22.41 %	106,723	
Actron	AMED VENTURES I, L.P.	None	Financial assets at fair value through other comprehensive income – non-current	3,108	64,157	11.80 %	64,157	

Note1: Refer to Note 6(20) for the disclosure of treasury stock.

**Sino-American Silicon Products Inc. and Subsidiaries**

**Related-party transactions for purchases and sales with amounts exceeding the lower than NT\$300 million or 20% of the capital stock**

**For the period ended March 31, 2025**

Table 4

(In Thousands of New Taiwan Dollars)

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
GlobalWafers	GTI	Indirectly held associate	Purchase	298,660	- %	Net 60 days from the end of the next month upon issuance of invoice	-	-	(185,843)	(1)%	
GlobalWafers	SST	Indirectly held associate	Purchase	322,203	2 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(231,816)	(2)%	
GlobalWafers	GWJ	Indirectly held associate	Purchase	1,928,730	12 %	Net 60 to 90 days from the end of the month upon issuance of invoice	-	-	(2,189,203)	(20)%	
GlobalWafers	Topsil A/S	Indirectly held subsidiaries	Purchase	493,584	3 %	Net 30 to 60 days from the end of the next month upon issuance of invoice	-	-	(164,422)	(2)%	
GlobalWafers	GWS	Indirectly held subsidiaries	Purchase	198,476	1 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(142,983)	(1)%	
GWS	GlobalWafers	Indirectly held subsidiaries	Purchase	1,920,360	12 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(1,459,620)	(14)%	
GTI	GlobalWafers	Indirectly held subsidiaries	Purchase	728,582	5 %	Net 90 days from the end of the next month upon issuance of invoice	-	-	(313,169)	(3)%	
SST	GlobalWafers	Indirectly held subsidiaries	Purchase	199,042	1 %	Net 30 days from the end of the month upon issuance of invoice	-	-	(92,901)	(1)%	
KST	GlobalWafers	Indirectly held subsidiaries	Purchase	182,177	1 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(307,885)	(3)%	
GWJ	GlobalWafers	Indirectly held subsidiaries	Purchase	499,635	3 %	Net 60 to 90 days from the end of the month upon issuance of invoice	-	-	(769,061)	(14)%	
MEMC SpA	CWT	Indirectly held subsidiaries	Purchase	261,700	2 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(181,390)	(2)%	
MEMC Korea	CWT	Indirectly held subsidiaries	Purchase	366,273	2 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(332,734)	(3)%	
GWJ	CWT	Indirectly held subsidiaries	Purchase	119,660	1 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(120,494)	(1)%	
GWS	MEMC LLC	Indirectly held subsidiaries	Purchase	615,824	4 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(427,807)	(4)%	
GWS	MEMC LLC	Indirectly held subsidiaries	Sale	(203,383)	(1) %	Net 60 days from the end of the month upon issuance of invoice	-	-	133,851	1%	

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
GWS	MEMC Sdn Bhd	Indirectly held subsidiaries	Purchase	345,929	2 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(222,182)	(2)%	
GWS	MEMC Sdn Bhd	Indirectly held subsidiaries	Sale	(109,138)	(1) %	Net 60 days from the end of the month upon issuance of invoice	-	-	76,324	1%	
GWS	MEMC SpA	Indirectly held subsidiaries	Purchase	898,095	6 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(575,229)	(5)%	
GWS	MEMC SpA	Indirectly held subsidiaries	Sale	(2,216,257)	(14) %	Net 60 days from the end of the month upon issuance of invoice	-	-	1,632,541	15%	
GWS	MEMC Korea	Indirectly held subsidiaries	Purchase	679,229	4 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(464,924)	(4)%	
GWS	MEMC Japan	Indirectly held subsidiaries	Purchase	1,849,220	12 %	Net 60 days from the end of the month upon issuance of invoice	-	-	(693,547)	(6)%	
GWS	MEMC Japan	Indirectly held subsidiaries	Sale	(617,393)	(4) %	Net 60 days from the end of the month upon issuance of invoice	-	-	294,574	2%	
Actron	MVI	Indirectly held subsidiaries	Purchase	217,612	24 %	Net 30 days from the end of the month upon issuance of invoice	-	-	(106,103)	15%	
Actron	DING-WEI Technology Co., Ltd.	Indirectly held subsidiaries	Purchase	184,945	20 %	Net 90 days from the end of the month upon issuance of invoice	-	-	(194,514)	28%	

Note 1: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

**Sino-American Silicon Products Inc. and Subsidiaries**

**Receivables from related parties with amounts exceeding the lower than NT\$100 million or 20% of the capital stock**

**March 31, 2025**

Table 5

(In Thousands of New Taiwan Dollars)

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
SSTI	AMLED	Indirectly held subsidiaries	379,002	(Note 3)	-	-	-	-
SSTI	Sulu	Indirectly held subsidiaries	487,449	(Note 3)	-	-	-	-
SSR	Sulu	Indirectly held subsidiaries	353,633	(Note 3)	-	-	-	-
GlobalWafers	GTI	Indirectly held subsidiaries	313,169	2.62	-	-	5,637	-
GlobalWafers	GWJ	Indirectly held subsidiaries	769,061	0.63	-	-	5,344	-
GlobalWafers	GWS	Indirectly held subsidiaries	1,459,620	1.80	-	-	732,251	-
GlobalWafers	KST	Indirectly held subsidiaries	307,885	0.75	-	-	32,055	-
GTI	GlobalWafers	Indirectly held subsidiaries	185,843	1.46	-	-	-	-
SST	GlobalWafers	Indirectly held subsidiaries	231,816	1.62	-	-	31,500	-
GWJ	GlobalWafers	Indirectly held subsidiaries	2,189,203	0.96	-	-	-	-
Topsil A/S	GlobalWafers	Indirectly held subsidiaries	164,422	2.70	-	-	-	-
CWT	MEMC Korea	Indirectly held subsidiaries	332,734	0.75	-	-	48,621	-
CWT	MEMC SpA	Indirectly held subsidiaries	181,390	1.81	-	-	-	-
CWT	GWJ	Indirectly held subsidiaries	120,494	0.99	-	-	-	-
GWS	MEMC Japan	Indirectly held subsidiaries	249,574	1.96	-	-	7,053	-
GWS	MEMC SpA	Indirectly held subsidiaries	1,632,541	1.34	-	-	718,574	-
GWS	MEMC LLC	Indirectly held subsidiaries	133,851	1.64	-	-	60,404	-
MEMC Sdn Bhd	GWS	Indirectly held subsidiaries	222,182	1.93	-	-	81,957	-
MEMC SpA	GWS	Indirectly held subsidiaries	575,229	1.76	-	-	275,655	-
MEMC Korea	GWS	Indirectly held subsidiaries	464,924	1.41	-	-	207,606	-

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
MEMC Japan	GWS	Indirectly held subsidiaries	693,547	2.53	-	-	-	-
MEMC LLC	GWS	Indirectly held subsidiaries	427,807	2.17	-	-	60,404	-
GWS	GlobalWafers	Indirectly held subsidiaries	142,983	1.54	-	-	-	-
GWS	GlobalWafers	Indirectly held subsidiaries	2,723,225	(Note 3)	-	-	-	-
GWJ	MEMC Japan	Indirectly held subsidiaries	12,515,740	(Note 3)	-	-	-	-
GWS	GWBV	Indirectly held subsidiaries	2,513,755	(Note 3)	-	-	-	-
GWS	GW GmbH	Indirectly held subsidiaries	4,511,265	(Note 3)	-	-	-	-
GWBV	GW GmbH	Indirectly held subsidiaries	288,721	(Note 3)	-	-	-	-
GTI	MEMC LLC	Indirectly held subsidiaries	1,324,857	(Note 3)	-	-	-	-
GWS	MEMC SpA	Indirectly held subsidiaries	1,015,899	(Note 3)	-	-	-	-
GWS	GWA	Indirectly held subsidiaries	4,496,535	(Note 3)	-	-	4,495,957	-
GWBV	MEMC SpA	Indirectly held subsidiaries	2,887,028	(Note 3)	-	-	-	-
DING-WEI Technology Co., Ltd.	Actron	Indirectly held subsidiaries	194,514	4.07	-	-	61,206	-
MVI	Actron	Indirectly held subsidiaries	106,103	8.41	-	-	-	-

Note 1: The amount receivable as of April 23, 2025.

Note 2: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

Note 3: Receivables from related party for financing purpose.

**Sino-American Silicon Products Inc. and Subsidiaries**  
**Business relationships and significant intercompany transactions**  
**For the period ended March 31, 2025**

Table 6

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets (Note 3,4)
0	GlobalWafers	GTI	1	Purchase	298,660	Net 60 days from the end of the month upon issuance of invoice	1.54%
0	GlobalWafers	SST	1	Purchase	322,203	Net 60 days from the end of the month upon issuance of invoice	1.66%
0	GlobalWafers	GWJ	1	Purchase	1,928,730	Net 60 to 90 days from the end of the month upon issuance of invoice	9.96%
0	GlobalWafers	Topsil A/S	1	Purchase	493,584	Net 30 to 60 days from the end of the month upon issuance of invoice	2.55%
0	GlobalWafers	GWS	1	Purchase	198,476	Net 60 days from the end of the month upon issuance of invoice	1.02%
0	GlobalWafers	GTI	1	Purchase	728,582	Net 90 days from the end of the next month upon issuance of invoice	3.76%
0	GlobalWafers	SST	1	Sale	199,042	Net 60 days from the end of the month upon issuance of invoice	1.03%
0	GlobalWafers	GWJ	1	Sale	499,635	Net 60 to 90 days from the end of the month upon issuance of invoice	2.58%
0	GlobalWafers	GWS	1	Sale	1,920,360	Net 60 days from the end of the month upon issuance of invoice	9.91%
1	CWT	MEMC Korea	3	Sale	366,273	Net 60 days from the end of the month upon issuance of invoice	1.89%
1	CWT	MEMC SpA	3	Sale	261,700	Net 60 days from the end of the month upon issuance of invoice	1.35%
2	GWS	MEMC LLC	3	Purchase	615,824	Net 60 days from the end of the month upon issuance of invoice	3.18%
2	GWS	MEMC LLC	3	Sale	203,383	Net 60 days from the end of the month upon issuance of invoice	1.05%
2	GWS	MEMC SpA	3	Purchase	898,095	Net 60 days from the end of the month upon issuance of invoice	4.64%
2	GWS	MEMC SpA	3	Sale	2,216,257	Net 60 days from the end of the month upon issuance of invoice	11.44%
2	GWS	MEMC Korea	3	Purchase	679,229	Net 60 days from the end of the month upon issuance of invoice	3.51%
2	GWS	MEMC Japan	3	Sale	617,393	Net 60 days from the end of the month upon issuance of invoice	3.19%
2	GWS	MEMC Japan	3	Purchase	1,849,220	Net 60 days from the end of the month upon issuance of invoice	9.55%
2	GWS	MEMC Sdn Bhd	3	Purchase	345,929	Net 60 days from the end of the month upon issuance of invoice	1.79%
2	GWS	GWA	3	Intercompany loan	4,496,535	-	1.64%
2	GWS	GWA	3	Prepayments on purchases	7,969,200	-	2.90%
2	GWS	GmbH	3	Intercompany loan	4,511,265	-	1.64%

No. (Note 1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets (Note 3,4)
3	GWJ	MEMC Japan	3	Intercompany loan	12,515,740	-	4.56%
4	GWBV	MEMC SpA	3	Intercompany loan	2,887,028	-	1.05%
5	Actron	MVI	1	Cost of goods sold	217,612	Net 30 days from the end of the month upon issuance of invoice	1.12%

Note 1: The characters of business transactions between parent company and its subsidiaries are coded as follows:

- (1) The parent company is coded "0".
- (2) The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: The relationships with transactions are as follows:

- (1) Parent company to its subsidiaries.
- (2) Subsidiaries to the parent company.
- (3) Transactions between subsidiaries.

Note 3: The ratio of the transaction amount of the consolidated total sales revenue and consolidated total assets are calculated as follows:

- (1) For transaction amount accounted for as asset or liability, the ratio is calculated based on the closing balance amount of the consolidated total assets.
- (2) For transaction amount accounted for as profit or loss, the ratio is calculated based on the accumulated amount at the end of the financial period of the consolidated total sales revenue.

Note 4: The table represented the amount of significant transaction exceeding 1 percent of the consolidated operating revenue or total assets.

**Sino-American Silicon Products Inc. and Subsidiaries**  
**Information on investees (Excluding Information on Investees in Mainland China)**  
**For the period ended March 31, 2025**

Table 7

(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				March 31, 2025	December 31, 2024	Shares (thousand)	Percentage of Ownership	Carrying value			
SAS	SSTI	British Virgin Islands	Investment and triangular trade center with subsidiaries in China	1,425,603 (USD45,255)	1,425,603 (USD45,255)	48,526	100.00 %	1,153,642	126	126	Subsidiary
SAS	GlobalWafers	Taiwan	Semiconductor silicon wafer materials and components manufacturing and trade	8,957,524	8,957,524	223,008	46.64 %	42,286,938	1,455,705	655,928	Subsidiary
SAS	Aleo Solar	Prenzlau	Solar module manufacturing and sale and wholesale of electronic materials	558,139 (EUR13,500)	558,139 (EUR13,500)	(Note 1)	100.00 %	147,773	(54,822)	(54,822)	Subsidiary
SAS	SSR	Cayman	Investment activities	794,373 (USD24,500)	794,373 (USD24,500)	24,500	100.00 %	62,049	(27,830)	(27,830)	Subsidiary
SAS	SPV3	Taiwan	Electricity activities	15,000	15,000	1,500	100.00 %	14,921	(837)	(837)	Subsidiary
SAS	SSH	Taiwan	Investment activities	650,000	650,000	65,000	100.00 %	326,093	(1,816)	(1,816)	Subsidiary
SAS	SES	Taiwan	Energy technology service business	150,000	20,000	15,000	100.00 %	146,753	1,590	1,590	Subsidiary
SAS	Accu Solar Corporation	Taiwan	Solar energy system provider	112,193	112,193	7,452	24.70 %	56,070	(2,279)	1,227	Associate
SAS	TSC	Taiwan	Semiconductor special gas and chemical material manufacturer	1,021,586	1,021,586	42,123	28.52 %	1,225,949	102,732	26,091	Subsidiary Note 2
SAS	Actron	Taiwan	Manufacturing and trading of automotive semiconductors	2,558,359	2,558,359	25,933	25.56 %	2,172,664	235,779	33,830	Subsidiary Note 2
SAS	Advanced Wireless	Taiwan	Gallium arsenide wafer manufacturing and trade	4,512,879	4,512,879	55,923	28.46 %	2,666,426	82,524	15,321	Subsidiary Note 2
SAS	MVI	Taiwan	Semiconductors	97	97	3	-	97	-	-	Subsidiary
SAS	Anneal Energy	Taiwan	Electricity activities	141,565	141,565	15,960	45.01 %	141,542	(52)	(24)	Subsidiary

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				March 31, 2025	December 31, 2024	Shares (thousand)	Percentage of Ownership	Carrying value			
SSH	SHE	Taiwan	Energy technology service business	3,825	3,825	383	51.00 %	3,233	(95)	-	Notes 4 and 9
SSH	SIE	Taiwan	Energy technology service business	44,000	44,000	4,400	40.00 %	43,299	(385)	-	Associate Note 4
SSH	Waferchem	Taiwan	Semiconductors	143,633	143,633	14,363	51.00 %	141,370	(4,437)	-	Notes 4 and 9
SSR	Sulu	Philippines	Electricity activities	113,920 (USD4,000)	113,920 (USD4,000)	420,000	40.00 %	42,171	(32,842)	-	Notes 4 and 9
SSR	AMLED	Philippines	Investment activities	-	-	(Note 1)	-	-	-	-	Notes 3, 4 and 9
AMLED	Sulu	Philippines	Electricity activities	297,229 (USD9,065)	297,229 (USD9,065)	472,500	45.00 %	47,443	(32,842)	-	Notes 4 and 9
Aleo Solar	Aleo Solar Distribuzione Italia S.r.l	Italy	Solar module sale and wholesale of electronic materials	-	4,078 (EUR100)	-	-	-	-	-	Notes 7 and 9
GlobalWafers	GSI	Cayman	Investment in various businesses and triangular trade centers with subsidiaries in Mainland China	698,419 (USD24,555)	698,419 (USD24,555)	23,000	100.00 %	3,316,337	39,612	-	Notes 4 and 9
GlobalWafers	GWJ	Japan	Manufacturing and trading of silicon wafers	5,448,015	5,448,015	128	100.00 %	20,182,094	289,252	-	Notes 4 and 9
GlobalWafers	GWS	Singapore	Investment activities	2,207,377	2,207,377	41,674	100.00 %	39,131,077	825,273	-	Notes 4 and 9
GlobalWafers	GW GmbH	Germany	Trading	1,952,235 (EUR 62,525)	1,952,235 (EUR 62,525)	48,025	100.00 %	(9,755,815)	(885,958)	-	Notes 4 and 9
GlobalWafers	GWBV	Netherlands	Investment activities	40,367,464 (USD 1,321,076)	40,367,464 (USD 1,321,076)	0.1	100.00 %	51,065,663	(584,823)	-	Notes 4 and 9
GlobalWafers	Hongwang	Taiwan	Investment activities	309,760	309,760	30,976	30.98 %	713,561	73,220	-	Notes 4, 6 and 9
GlobalWafers	SPV4	Taiwan	Electricity activities	1,045,000	1,045,000	104,500	100.00 %	1,044,902	(3,796)	-	Notes 4 and 9
GlobalWafers	SPV5	Taiwan	Electricity activities	141,340	141,340	14,134	100.00 %	135,928	(841)	-	Notes 4 and 9
GlobalWafers	GWH	Taiwan	Investment activities	250,000	250,000	25,000	100.00 %	254,981	1,600	-	Notes 4 and 9

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				March 31, 2025	December 31, 2024	Shares (thousand)	Percentage of Ownership	Carrying value			
GlobalWafers	CWT	Taiwan	Manufacturing and trading of optoelectronic wafers and substrate material	437,924	437,924	43,836	100.00 %	503,453	245,599	-	Notes 4 and 9
GlobalWafers	GWCC	Taiwan	Investment activities	8,132,250 (USD 250,000)	8,132,250 (USD 250,000)	32,529	100.00 %	8,405,719	78,286	-	Notes 4 and 9
GWJ	MEMC Japan	Japan	Manufacturing and trading of silicon wafers	373,413 (JPY 100,000)	373,413 (JPY 100,000)	750	100.00 %	2,610,687	25,565	-	Notes 4 and 9
GWBV	MEMC SpA	Italy	Manufacturing and trading of silicon wafers	6,732,641 (USD204,788)	6,732,641 (USD204,788)	65,000	100.00 %	12,105,324	(126,619)	-	Notes 4 and 9
MEMC SpA	MEMC SarL	France	Trading	1,316 (USD40)	1,316 (USD40)	0.5	100.00 %	4,549	132	-	Notes 4 and 9
GWBV	MEMC Korea	Korea	Manufacturing and trading of silicon wafers	11,851,262 (USD384,605)	11,851,262 (USD384,605)	25,200	100.00 %	23,160,428	160,036	-	Notes 4 and 9
GWBV	GTI	United states	Manufacturing and trading of epitaxial wafers	2,779,849 (USD91,262)	2,779,849 (USD91,262)	1	100.00 %	14,760,743	(569,090)	-	Notes 4 and 9
GWBV	MEMC Ipoh	Malaysia	Manufacturing and trading of silicon wafers	93,907 (USD1,323)	93,907 (USD1,323)	612,300	100.00 %	5,480	90	-	Notes 4 and 9
GWBV	Topsil A/S	Denmark	Manufacturing and trading of silicon wafers	1,843,604 (USD60,996)	1,843,604 (USD60,996)	1,000	100.00 %	2,783,577	22,631	-	Notes 4 and 9
CWT	Crytalwise HK	Hong Kong	Investment activities	- (USD47,650)	- (USD47,650)	47,650	100.00 %	34,923	16	-	Notes 4 and 9
GTI	MEMC LLC	United states	Research and development, manufacturing and trading of silicon wafers	543,384 (USD17,839)	543,384 (USD17,839)	-	100.00 %	5,041,956	(395,564)	-	Notes 4 and 9
SST	MEMC Sdn Bhd	Malaysia	Research and development, manufacturing and trading of silicon wafers	1,553,716 (USD 47,315)	1,553,716 (USD 47,315)	89,586	100.00 %	2,090,964	21,193	-	Notes 4 and 9
GTI	GWA	United states	Manufacturing and trading of silicon wafers	31 (USD 1)	31 (USD 1)	1	100.00 %	3,052,558	(118,123)	-	Notes 4 and 9
Actron	DING-WEI Technology Co., Ltd.	Taiwan	Manufacture of electronic components and motor parts	306,900	306,900	15,000	100.00 %	261,786	11,630	-	Notes 4 and 9
Actron	Smooth International Limited Corporation	Samoa	Investment	363,260	363,260	12,000	100.00 %	455,055	3,901	-	Notes 4 and 9

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2025			Net income (losses) of investee	Share of profits/losses of investee	Note
				March 31, 2025	December 31, 2024	Shares (thousand)	Percentage of Ownership	Carrying value			
Smooth International Limited Corporation	Smooth Autocomponent Limited	Hong Kong	Investment	363,260	363,260	12,000	100.00 %	455,055	3,901	-	Notes 4 and 9
Actron	REC Technology	Taiwan	Manufacture of electronic components and motor parts	208,102	208,102	8,488	49.00 %	102,346	3,544	-	Notes 4 and 9
Actron	Hongwang	Taiwan	Investment	300,000	300,000	30,000 (Note 8)	30.00 %	691,044	73,220	-	Note 4, 6 and 9
Actron	MVI	Taiwan	Semiconductors	1,180,191	1,180,191	46,925	29.00 %	1,846,893	27,480	-	Notes 4 and 9
Actron	Bigbest solution, Inc.	Taiwan	Manufacture of motor parts	245,143	245,143	19,314	28.00 %	74,585	3,961	-	Notes 4 and 9
Actron	Excelliance MOS Corporation	Taiwan	Semiconductors	1,491,750	1,491,750	15,000	29.00 %	1,428,597	70,927	-	Associate Note 4
MVI	DenMOS Technology Inc.	Taiwan	R&D, design, manufacturing and sale of LCD driving ICs and other applicationspecific ICs	291,820	291,820	9,114	80.00 %	104,471	(527)	-	Notes 4 and 9
MVI	Mou Fu Investment Consultant Ltd.	Taiwan	Leasing, manpower dispatch and various services	2,313,124	2,313,124	12,012	100.00 %	111,589	142	-	Notes 4 and 9
MVI	Giant Haven Investments Ltd. (BVI)	British Virgin Islands	General investment	664,061	664,061	2	100.00 %	81,685	1,769	-	Notes 4 and 9
MVI	Integrated Memory Technologies, Inc.	United states	Flash memory design house	44,753	44,753	2,500	23.00 %	-	-	-	Associate Note 4
Mou Fu Investment Consultant Ltd.	DenMOS Technology Inc.	Taiwan	R&D, design, manufacturing and sale of LCD driving ICs and other application-specific ICs	25,863	25,863	471	4.00 %	5,541	(527)	-	Notes 4 and 9
Giant Haven Investments Ltd. (BVI)	Third Dimension Semiconductor, Inc.	United states	Design of Power IC	314,640	314,640	49,183	43.00 %	-	-	-	Associate Note 4

Note:1 A limited company.

Note 2: The investment gain or loss recognition includes the investment cost and the amortization of the net equity acquired.

Note 3: The Company does not hold the ownership interests of AMLED, but the Company can control the financial and operating strategies of AMLED and obtain all the benefits of its operations and net assets in accordance with the terms of the agreements with such standalone, so AMLED is considered as a subsidiary.

Note 4: The investor's profits and losses included the profits and losses of the investees; therefore, the investee's profits and losses need not be disclosed.

Note 5: The aforementioned inter-company transactions have been eliminated in the consolidated financial statements.

Note 6: Hong Wang investment was involved in consolidation because of the company owned 60.98% of its shares through Actron and GlobalWafers.

Note 7: Aleo solar Distribuzione Italia S.r.l. has completed its liquidation proceedings in February 2025.

Note 8: Among them are 468 thousand shares of ordinary stock and 29,532 thousand shares of preferred stock.

Note 9: All of which are subsidiaries held through indirect ownership.

**Sino-American Silicon Products Inc. and Subsidiaries**  
**Information on investment in mainland China**  
**For the period ended March 31, 2025**

Table 8

(In Thousands of New Taiwan Dollars)

(1) The names of investees in Mainland China, the main businesses and products, and other information

Name of investee	Main businesses and products	Total amount of paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2025	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2025	Net income (losses) of the investee	Percentage of ownership	Investment income (losses)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
SST	Processing and trading of ingots and wafers	1,429,778 (Note 5)	(Note 1)	713,300 (USD21,729)	-	-	713,300 (USD21,729)	39,527	100.00%	39,527 (Note 2)	3,281,119	-
KST	Trading and marketing business	26,587	(Note 6)	-	-	-	-	4,208	100.00%	4,208 (Note 2)	102,197	-
SSKT	Manufacturing and distributing lithium tantalate and lithium niobate wafers	102,776	(Note 7)	-	-	-	-	(10,500)	100.00%	(10,500) (Note 2)	282,421	-
MHTM	Manufacturing and distributing lithium tantalate and lithium niobate wafers	159,588	(Note 8)	-	-	-	-	(5,175)	90.00%	(5,175) (Note 2)	(33,967)	-
YHTM	Manufacturing and sales of optoelectronic and communication materials	1,787,164	(Notes 9 and 10)	1,786,779 (USD57,450)	-	-	1,786,779 (USD57,450)	27	100.00%	27 (Note 2)	42,482	-
Smooth Auto Parts (Qingdao) Co., Ltd.	Auto parts manufacturing, etc.	(USD12,000)	(Note 12)	398,460 (USD12,000)	-	-	398,460 (USD12,000)	3,901	100.00%	3,901 (Note 13)	455,055	-

(2) Limitation on investment in Mainland China

Company Name	Accumulated Investment in Mainland China as of March 31, 2025	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
GlobalWafers	2,479,138(USD79,337) (Note 11)	3,476,061(USD114,002) (Notes 3 and 11)	55,008,340 (Note 4)
Actron	398,460 (USD12,000)	398,460(USD12,000)	4,354,423 (Note 14)

Note 1: Investments through GSI.

Note 2: The basis for investment income (loss) recognition is from the reviewed financial statements.

Note 3: Initial investment amounts denominated in foreign currencies are translated into New Taiwan Dollars using the Historical Foreign Exchange Rate.

Note 4: Pursuant to the Guidelines Governing the Review of Investment or Technical Cooperation in the Mainland Area' dated on August 29, 2008, the total amount of investment shall not exceed 60% of the GlobalWafers' net equity on March 31, 2025.

Note 5: Retained earnings transferred to capital was included.

Note 6: KST was funded by using the capital of SST, which cannot be considered as investment limit because there was no remittance from Taiwan.

Note 7: SSKT was funded by using the capital of SST, which cannot be considered as investment limit because there was no remittance from Taiwan.

Note 8: MHTM is China-based company invested by SSKT.

Note 9: YHTM is China based company invested by Crystalwise HK. Capital reduction of \$59,438 thousand (USD\$1,900 thousand) remitted back to crystal wise HK in March 2024. And Capital reduction of \$59,823 thousand (USD\$1,850 thousand) remitted back to CWT in June 2024.

Note 10: Investment made directly by Taiwan-based investment company.

Note 11: Includes the investment amount on November 1, 2023 for the merger of YHTM, a subsidiary of CWT. The cumulative investment amount is US\$57,608 thousand in the Mainland China and an amount approved by the Department of Investment Review is US\$57,838 thousand.

Note 12: Investing in China through a third-party company.

Note 13: Recognized based on unreviewed financial statements.

Note 14: The investment amounts authorized by Investment Commission, MOEA:7,257,372 (net equity of Actron ) ×60%=4,354,423.