Edison Opto Corporation and Subsidiaries

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

Deloitte.

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INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Edison Opto Corporation

Introduction

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

Scope of Review

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

Basis for Qualified Conclusion

As described in Note 12 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. These financial statements reflect total assets of NT$126,961 thousand, representing 3.01% of consolidated total assets as of March 31, 2026; total liabilities of NT$13,492 thousand, representing 1.14% of consolidated total liabilities as of March 31, 2026; and total comprehensive income (loss) of NT$563 thousand, representing 0.88% of consolidated total comprehensive income (loss) for the three-month ended March 31, 2026. In addition, the information disclosed in Note 34 to the consolidated financial statements was not reviewed by independent auditors.

Qualified Conclusion

Based on our reviews, except for the matter described in the preceding paragraph, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2026, its consolidated financial performance for the three months ended March 31, 2026, and its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 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.

Other Matter

The consolidated financial statements of the Group for the three-month period ended March 31, 2025 were reviewed by another independent auditor, who expressed a qualified conclusion on their review report dated May 8, 2025.

The engagement partners on the reviews resulting in this independent auditors' review report are Shih-Hsuan Peng and Ke-Chang Wu.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 7, 2026

<u>*Notice to Readers*</u>

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

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

EDISON OPTO CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

	March 31, 2026		December 31, 2025		March 31, 2025	
ASSETS	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 1,017,515	24	$ 1,018,734	25	$ 1,121,916	27
Financial assets at fair value through profit or loss - current (Note 7)	22,955	1	23,157	-	6,237	-
Financial assets at amortized cost - current (Note 9)	251,575	6	194,808	5	95,791	2
Contract assets - current (Note 20)	6,568	-	10,587	-	5,963	-
Notes receivable (Note 10)	55,179	1	73,060	2	72,010	2
Trade receivables (Note 10)	612,447	15	599,279	15	626,753	15
Other receivables (Notes 10 and 28)	5,454	-	2,100	-	6,681	-
Inventories (Note 11)	323,147	8	297,512	7	322,011	8
Prepayments	62,092	1	55,066	1	43,172	1
Other current assets (Note 29)	46,460	1	32,138	1	16,160	1
Total current assets	2,403,392	57	2,306,441	56	2,316,694	56
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income - non-current (Note 8)	131	-	634	-	1,059	-
Property, plant and equipment (Notes 13 and 29)	1,676,895	40	1,649,608	40	1,622,590	39
Right-of-use assets (Note 14)	65,861	2	67,269	2	45,148	1
Intangible assets	1,895	-	2,109	-	1,059	-
Deferred tax assets (Notes 4 and 22)	30,143	1	32,987	1	50,833	1
Prepayments for equipment	22,182	-	22,453	1	23,305	1
Other non-current assets (Note 29)	21,648	-	21,909	-	62,811	2
Total non-current assets	1,818,755	43	1,796,969	44	1,806,805	44
TOTAL	$ 4,222,147	100	$ 4,103,410	100	$ 4,123,499	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 15)	$ 85,000	2	$ -	-	$ -	-
Contract liabilities - current (Note 20)	18,665	-	16,891	-	19,957	-
Notes payable	998	-	750	-	623	-
Trade payables	402,886	10	392,886	10	370,642	9
Other payables (Note 17)	113,703	3	153,889	4	116,473	3
Current tax liabilities (Notes 4 and 22)	9,727	-	13,306	-	30,517	1
Lease liabilities - current (Note 14)	14,604	-	14,654	-	12,579	-
Current portion of long-term borrowings (Notes 15 and 29)	8,050	-	8,050	-	-	-
Other current liabilities (Note 17)	24,663	1	26,543	1	20,419	1
Total current liabilities	678,296	16	626,969	15	571,210	14
NON-CURRENT LIABILITIES						
Bonds payable (Note 16)	286,171	7	284,153	7	278,182	7
Long-term borrowings (Notes 15 and 29)	148,925	3	150,938	3	-	-
Deferred tax liabilities (Notes 4 and 22)	529	-	529	-	1,790	-
Lease liabilities - non-current (Note 14)	26,786	1	28,046	1	6,205	-
Other non-current liabilities (Note 17)	38,009	1	37,197	1	39,308	1
Total non-current liabilities	500,420	12	500,863	12	325,485	8
Total liabilities	1,178,716	28	1,127,832	27	896,695	22
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 19)						
Ordinary shares	1,453,868	35	1,454,824	36	1,456,094	35
Capital surplus	1,558,556	37	1,558,032	38	1,559,813	38
Retained earnings						
Legal reserve	24,822	-	24,822	1	10,594	-
Special reserve	28,621	1	28,621	1	26,392	1
(Accumulated deficit) unappropriated earnings	(6,388)	-	(23,018)	(1)	157,333	4
Total retained earnings	47,055	1	30,425	1	194,319	5
Other equity						
Exchange differences on translating foreign operations	(99,477)	(2)	(141,682)	(3)	(79,952)	(2)
Unrealized loss on financial assets measured at fair value through other comprehensive income	(2,321)	-	(1,818)	-	(1,394)	-
Unearned compensation	(16,802)	(1)	(23,148)	(1)	(45,762)	(1)
Total other equity	(118,600)	(3)	(166,648)	(4)	(127,108)	(3)
Treasury share	(73,473)	(2)	(73,473)	(2)	(34,164)	(1)
Total equity attributable to owners of the Company	2,867,406	68	2,803,160	69	3,048,954	74
NON-CONTROLLING INTERESTS	176,025	4	172,418	4	177,850	4
Total equity	3,043,431	72	2,975,578	73	3,226,804	78
TOTAL	$ 4,222,147	100	$ 4,103,410	100	$ 4,123,499	100

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

(With Deloitte & Touche review report dated May 7, 2026)

EDISON OPTO CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
OPERATING REVENUES (Note 20)	$ 581,640	100	$ 572,783	100
OPERATING COSTS (Note 11)	452,208	78	440,189	77
GROSS PROFIT	129,432	22	132,594	23
OPERATING EXPENSES (Notes 21 and 28)				
Selling and marketing expenses	34,091	6	33,750	6
General and administrative expenses	47,463	8	51,436	9
Research and development expenses	28,556	5	32,917	6
Expected credit gain (Note 10)	(2,643)	(1)	(5,121)	(1)
Total operating expenses	107,467	18	112,982	20
PROFIT FROM OPERATIONS	21,965	4	19,612	3
NON-OPERATING INCOME AND EXPENSES (Notes 21 and 28)				
Interest income	2,183	-	2,512	-
Other income	1,927	-	1,714	-
Other gains and losses	6,059	1	5,051	1
Finance costs	(5,756)	(1)	(3,185)	-
Total non-operating income and expenses	4,413	-	6,092	1
PROFIT BEFORE INCOME TAX	26,378	4	25,704	4
INCOME TAX EXPENSE (Note 22)	7,095	1	8,163	1
NET PROFIT FOR THE PERIOD	19,283	3	17,541	3

(Continued)

EDISON OPTO CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized loss on investments in equity instruments at fair value through other comprehensive income	$ (503)	-	$ -	-
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translating foreign operations	45,025	8	23,373	4
Other comprehensive income for the period	44,522	8	23,373	4
TOTAL COMPREHENSIVE INCOME	$ 63,805	11	$ 40,914	7
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	$ 16,630	3	$ 12,827	2
Non-controlling interests	2,653	-	4,714	1
	$ 19,283	3	$ 17,541	3
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	$ 58,332	10	$ 34,755	6
Non-controlling interests	5,473	1	6,159	1
	$ 63,805	11	$ 40,914	7
EARNINGS PER SHARE (Note 23)				
Basic	$ 0.12		$ 0.09	
Diluted	$ 0.12		$ 0.09	

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

(With Deloitte & Touche review report dated May 7, 2026) (Concluded)

EDISON OPTO CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company											
			Retained Earnings			Other Equity						
	Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings (Accumulated Deficit)	Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Valuation Loss on Financial Assets at Fair Value Through Other Comprehensive Income	Unearned Compensation	Treasury Shares	Total	Non-controlling Interests	Total Equity
BALANCE ON JANUARY 1, 2025	$ 1,436,094	$ 1,527,876	$ 10,594	$ 26,392	$ 144,506	$ (101,880)	$ (1,394)	$ -	$ (34,164)	$ 3,008,024	$ 175,528	$ 3,183,552
Net profit for the three months ended March 31, 2025	-	-	-	-	12,827	-	-	-	-	12,827	4,714	17,541
Other comprehensive income/(loss) for the three months ended March 31, 2025	-	-	-	-	-	21,928	-	-	-	21,928	1,445	23,373
Total comprehensive income/(loss) for the three months ended March 31, 2025	-	-	-	-	12,827	21,928	-	-	-	34,755	6,159	40,914
Changes in ownership interests in subsidiaries	-	3,837	-	-	-	-	-	-	-	3,837	(3,837)	-
Share-based payment transactions	20,000	28,100	-	-	-	-	-	(45,762)	-	2,338	-	2,338
BALANCE ON MARCH 31, 2025	$ 1,456,094	$ 1,559,813	$ 10,594	$ 26,392	$ 157,333	$ (79,952)	$ (1,394)	$ (45,762)	$ (34,164)	$ 3,048,954	$ 177,850	$ 3,226,804
BALANCE ON JANUARY 1, 2026	$ 1,454,824	$ 1,558,032	$ 24,822	$ 28,621	$ (23,018)	$ (141,682)	$ (1,818)	$ (23,148)	$ (73,473)	$ 2,803,160	$ 172,418	$ 2,975,578
Net profit for the three months ended March 31, 2026	-	-	-	-	16,630	-	-	-	-	16,630	2,653	19,283
Other comprehensive income/(loss) for the three months ended March 31, 2026	-	-	-	-	-	42,205	(503)	-	-	41,702	2,820	44,522
Total comprehensive income/(loss) for the three months ended March 31, 2026	-	-	-	-	16,630	42,205	(503)	-	-	58,332	5,473	63,805
Changes in ownership interests in subsidiaries	-	1,866	-	-	-	-	-	-	-	1,866	(1,866)	-
Share-based payment transactions	-	-	-	-	-	-	-	4,048	-	4,048	-	4,048
Employee restricted shares cancelled	(956)	(1,342)	-	-	-	-	-	2,298	-	-	-	-
BALANCE ON MARCH 31, 2026	$ 1,453,868	$ 1,558,556	$ 24,822	$ 28,621	$ (6,388)	$ (99,477)	$ (2,321)	$ (16,802)	$ (73,473)	$ 2,867,406	$ 176,025	$ 3,043,431

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

(With Deloitte & Touche review report dated May 7, 2026)

EDISON OPTO CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	$ 26,378	$ 25,704
Adjustments for:		
Depreciation expense	28,989	29,816
Amortization expense	235	164
(Reversal of write-down) write-down of inventories	(716)	3,609
Expected credit gain recognized on trade receivables	(2,643)	(5,121)
Net loss on financial assets at fair value through profit or loss	201	18
Interest expense	5,756	3,185
Interest income	(2,183)	(2,512)
(Gain) loss on disposal of property, plant and equipment	(6)	4,532
Share-based payment transactions	4,048	2,338
Net changes in operating assets and liabilities		
Contract assets	4,019	(3,142)
Notes receivables	17,881	723
Trade receivables	(10,525)	89,351
Other receivables	(3,427)	1,859
Inventories	(24,919)	(26,445)
Prepayments	(7,026)	8,030
Other current assets	(1,112)	(2,367)
Other non-current assets	34	139
Contract liabilities	1,774	8,466
Notes payables	248	248
Trade payables	10,000	(67,134)
Other payables	(40,704)	(45,823)
Other current liabilities	(1,908)	(4,218)
Net defined benefit liabilities	182	191
Other non-current liabilities	660	173
Cash generated from operating activities	5,236	21,784
Interest received	1,862	2,471
Interest paid	(3,670)	(1,223)
Income tax paid	(550)	(2,630)
Net cash generated from operating activities	2,878	20,402
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at amortized cost	(55,459)	(59,962)
Purchase of financial assets at fair value through profit or loss	(114,216)	(252,022)
Proceeds from sale of financial assets at amortized cost	-	37,500
Proceeds from disposal of financial assets at fair value through profit or loss	114,216	252,022
Payments for property, plant and equipment	(24,457)	(16,432)
Proceeds from disposal of property, plant and equipment	136	2,524

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EDISON OPTO CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2026	**2025**
Decrease (increase) in refundable deposits	$ 238	$ (143)
Purchase of intangible assets	-	(55)
Increase in restricted bank deposits	(20,501)	(10)
Increase in prepayments for equipment	(5,320)	(10,382)
Net cash used in investing activities	(105,363)	(46,960)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	162,647	-
Repayments of short-term borrowings	(77,647)	-
Repayments of long-term borrowings	(2,013)	-
Decrease in guarantee deposits received	(2)	-
Repayment of the principal portion of lease liabilities	(3,876)	(5,450)
Net cash generated from (used in) financing activities	79,109	(5,450)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	22,157	13,143
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,219)	(18,865)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,018,734	1,140,781
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 1,017,515	$ 1,121,916

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

(With Deloitte & Touche review report dated May 7, 2026) (Concluded)

EDISON OPTO CORPORATION AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Edison Opto Corporation (the "Company") was approved by the Ministry of Economic Affairs on October 4, 2001 and was incorporated in New Taipei City, Taiwan. Its registered address is 17F, No. 17, Qiao he Rd., Zhong He Dist. The Company's shares were listed on the Taiwan Stock Exchange in November 2010. The company and its subsidiaries (collectively, the "Group") are mainly engaged in manufacturing, selling, research and development of LED transmitter components, LED lighting product and LED automotive product.

The consolidated financial statements are presented in the Company's functional currency, New Taiwan dollars.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors on May 7, 2026.

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

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

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

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

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

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

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

IFRS 18 “Presentation and Disclosure in Financial Statements” and consequential amendments

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- To classify items of income and expenses presented in the statement of profit or loss into the operating, investing, financing, income taxes and discontinued operations categories, the Group shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.

- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.

- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

In addition, the following consequential amendments have been made to IAS 7 “Statement of Cash Flows”:

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.

- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Group has a specific main operating activity, it shall determine how to classify dividends received, interest received and interest paid in the statement of cash flows by referring to how it classifies dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the impacts of the above amended standards and interpretations on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

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

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company.

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective date of acquisitions up to the effective date of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group’s ownership interests in subsidiaries that do not result in the Group losing control over those subsidiaries are accounted for as equity transactions. The carrying amounts of the Group’s and the non-controlling interests are adjusted to reflect the changes in their respective interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 12, Table 5 and Table 6 to the consolidated financial statements for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2025.

1) Retirement benefit

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

2) Income tax expense

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group’s accounting policies, management is required to make judgments, estimations, and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

When developing material accounting estimates, the Group considers the possible impacts in making material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

6. CASH AND CASH EQUIVALENTS

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand	$ 5,947	$ 6,224	$ 5,516
Checking accounts and demand deposits	955,923	758,490	994,990
Cash equivalent (time deposits with original maturities of 3 months or less)	55,645	254,020	121,410
	$ 1,017,515	$ 1,018,734	$ 1,121,916

The Group’s time deposits pledged as guarantees to the Customs Administration amounted to $6,195 thousand, $6,184 thousand and $6,149 thousand as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively. These pledged deposits have been reclassified to other non-current assets. Please refer to Note 29.

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets at fair value through profit or loss (FVTPL) - current			
Domestic convertible bonds	$ 4,500	$ 4,187	$ 6,117
Listed common shares - domestic companies	18,335	18,850	-
Redemption right of domestic convertible bonds	120	120	120
	$ 22,955	$ 23,157	$ 6,237

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2026	December 31, 2025	March 31, 2025
Non-current			
Unlisted common shares			
Domestic Company - Taiwan Hydroxyl Technology Co., Ltd.	$ 131	$ 634	$ 1,059

The Group designated the investments shown above as financial assets at fair value through other comprehensive income because they are intended to be held for long-term strategic purposes.

9. FINANCIAL ASSETS AT AMORTIZED COST

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Time deposits with original maturities of more than 3 months	$ 251,575	$ 194,808	$ 95,791

The interest rates on time deposits with original maturities of more than three months ranged from 1.425% to 1.705%, 1.425% to 1.705% and 1.425% to 1.685% as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively.

10. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable			
At amortized cost			
Gross carrying amount	$ 55,179	$ 73,060	$ 72,010
Less: Allowance for impairment loss	-	-	-
	$ 55,179	$ 73,060	$ 72,010
Trade receivables			
At amortized cost			
Gross carrying amount	$ 612,450	$ 601,925	$ 627,042
Less: Allowance for impairment loss	(3)	(2,646)	(289)
	$ 612,447	$ 599,279	$ 626,753

(Continued)

	March 31, 2026	December 31, 2025	March 31, 2025
Other receivables			
At amortized cost			
Gross carrying amount	$ 44,295	$ 40,950	$ 45,448
Less: Allowance for impairment loss	(38,850)	(38,850)	(38,850)
	$ 5,445	$ 2,100	$ 6,598
Other receivables - related parties (Note 28)			
At amortized cost			
Gross carrying amount	$ 9	$ -	$ 83
Less: Allowance for impairment loss	-	-	-
	$ 9	$ -	$ 83

(Concluded)

The average credit period of sales of goods was 30-150 days. The Group adopts a policy of dealing only with counterparties that are rated at the equivalent of investment grade or higher and obtaining adequate collateral, where appropriate, to mitigate the risk of financial loss from defaults. Credit rating information is obtained from independent rating agencies where available. If such information is not available, that Group assesses major customers using other publicly available financial information or its own trading records. The Group's exposure and the credit ratings of its counterparties are continuously monitored, and transaction volumes are spread amongst approved counterparties. Credit exposure is managed through counterparty limits that are reviewed and approved annually by the risk management committee.

The Group assesses the recoverability of accounts receivable by considering any changes in credit quality from the original granting date to the reporting date. The allowance for doubtful accounts is determined based on aging analysis, historical experience, and the current financial condition of customers, to estimate the amounts that may not be recoverable.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix prepared with reference to the customers' past default experience, their current financial position, and other relevant information. As the Group's historical credit loss experience does not show significantly different loss patterns among customer segments, the loss allowance based on past-due status is not further distinguished by customer type.

The Group writes off trade receivables when information shows that the debtor is in serious financial difficulty and recovery is not considered realistic. For trade receivables that have been written off, the Group continues to pursue collection efforts. Any subsequent recoveries are recognized in profit or loss.

The following table details the loss allowance of notes receivables and trade receivables based on the Group's provision matrix.

March 31, 2026

	Not Past Due	1 to 30 Days Past Due	31 to 90 Days Past Due	91 to 180 Days Past Due	Over 180 Days Past Due	Total
Expected credit loss rate	-	-	-	50%	-	
Gross carrying amount	$ 614,369	$ 47,305	$ 5,949	$ 6	$ -	$ 667,629
Loss allowance (Lifetime ECLs)	-	-	-	(3)	-	(3)
Amortized cost	$ 614,369	$ 47,305	$ 5,949	$ 3	$ -	$ 667,626

December 31, 2025

	Not Past Due	1 to 30 Days Past Due	31 to 90 Days Past Due	91 to 180 Days Past Due	Over 180 Days Past Due	Total
Expected credit loss rate	-	0.18%	22.15%	-	-	
Gross carrying amount	$ 614,063	$ 49,380	$ 11,542	$ -	$ -	$ 674,985
Loss allowance (Lifetime ECLs)	-	(89)	(2,557)	-	-	(2,646)
Amortized cost	$ 614,063	$ 49,291	$ 8,985	$ -	$ -	$ 672,339

March 31, 2025

	Not Past Due	1 to 30 Days Past Due	31 to 90 Days Past Due	91 to 180 Days Past Due	Over 180 Days Past Due	Total
Expected credit loss rate	-	-	-	49.31%	-	
Gross carrying amount	$ 592,982	$ 61,545	$ 43,939	$ 586	$ -	$ 699,052
Loss allowance (Lifetime ECLs)	-	-	-	(289)	-	(289)
Amortized cost	$ 592,982	$ 61,545	$ 43,939	$ 297	$ -	$ 698,763

The movements of the loss allowance of notes receivable, trade receivables and other receivables were as follows:

	March 31	
	2026	2025
Balance, beginning of period	$ 41,496	$ 44,260
Less: Amounts reversal	(2,643)	(5,121)
Balance, end of period	$ 38,853	$ 39,139

11. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods	$ 107,441	$ 125,230	$ 103,034
Work in progress and semi-finished goods	132,339	79,434	127,148
Raw materials	83,367	92,848	91,829
	$ 323,147	$ 297,512	$ 322,011

The nature of the cost of goods sold is as follows:

	For the Three Months Ended March 31	
	2026	2025
Cost of inventories sold	$ 446,069	$ 429,349
Inventory (write-downs reversed) write-downs	(716)	3,609
Unallocated manufacturing expense	6,283	7,061
Others	572	170
	$ 452,208	$ 440,189

Inventory write-downs were reversed as a result of selling of the impaired inventories.

12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements:

			Proportion of Ownership (%)			
Investor	Investee	Main Business	March 31, 2026	December 31, 2025	March 31, 2025	Note
The Company	Edison Opto Corporation	Sells of opto-electronics	100.00	100.00	100.00	Note 2
The Company	Ledison Opto Corporation	Sells of opto-electronics	100.00	100.00	100.00	
The Company	Best Opto Corporation	Sells of opto-electronics	100.00	100.00	100.00	
The Company	Edison Fund Investment Corporation	Investment	100.00	100.00	100.00	
The Company	Edison-Litek Opto Corporation Limited	Investment	12.99	17.01	17.01	Notes 1, 3
The Company	Edison-Litek Opto Corporation	Manufactures and sells of opto-electronics	79.89	79.89	79.89	
The Company	Ledison Opto Corporation Limited	Sells of opto-electronics	100.00	100.00	100.00	Note 2
Ledison Opto Corporation	Edison Opto (Dong Guan) Co., Ltd.	Manufactures and sells of opto-electronics	100.00	100.00	100.00	
Best Opto Corporation	Best Led Corporation	Investment	100.00	100.00	100.00	
Best Led Corporation	Yangzhou Edison Opto Corporation	Manufactures and sells of opto-electronics	100.00	100.00	100.00	
Yangzhou Edison Opto Corporation	Yangzhou Aichuang Electronic Trade Corporation	Sells of opto-electronics	100.00	100.00	100.00	Note 2
Edison Fund Investment Corporation	Edison Opto USA Corporation	Sells of opto-electronics	55.00	55.00	55.00	Note 2
Edison Fund Investment Corporation	Edison Auto Lighting Corporation	Sells of opto-electronics	100.00	100.00	100.00	Note 2
Edison Fund Investment Corporation	Ledionopto Intelligent Technology Co., Ltd.	Sells of opto-electronics	100.00	100.00	100.00	Note 2
Edison-Litek Opto Corporation Limited	Yangzhou Edison-Litek Opto Corporation	Manufactures and sells of opto-electronics	100.00	100.00	100.00	
Edison-Litek Opto Corporation	Edison-Litek Opto Corporation Limited	Investment	79.04	72.56	72.56	Notes 1, 3

Note 1: In February 2025 and January 2026, Edison-Litek Opto Co. acquired additional equity interests of Edison-Litek Opto Co., Ltd., for US$1,000,000 and US$1,000,000 in cash, respectively, increasing its shareholding from 60.27% to 72.56%, and from 72.56% to 79.04%, respectively. As of March 31, 2026, both the Company and Edison-Litek Opto Co., directly and indirectly, held a total of 76.14% of the shares of Edison-Litek Opto Corporation Limited.

Note 2: The financial statements for the three months ended March 31, 2026 and 2025 have not been reviewed.

Note 3: The financial statements for the three months ended March 31, 2025 have not been reviewed.

13. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings	Machinery and Equipment	Molding Equipment	Other Equipment	Property under Construction	Total
Cost							
Balance on January 1, 2026	$ 638,377	$ 1,049,125	$ 1,010,474	$ 31,642	$ 220,430	$ 83,986	$ 3,034,034
Additions	-	98	3,350	-	623	20,836	24,907
Disposals	-	-	(347)	-	-	-	(347)
Reclassification	-	812	5,321	-	-	-	6,133
Effects of foreign currency exchange differences	-	21,059	19,287	1,002	6,164	-	47,512
Balance on March 31, 2026	$ 638,377	$ 1,071,094	$ 1,038,085	$ 32,644	$ 227,217	$ 104,822	$ 3,112,239
Accumulated depreciation and impairment							
Balance on January 1, 2026	$ -	$ 383,111	$ 873,979	$ 28,870	$ 98,466	$ -	$ 1,384,426
Depreciation expenses	-	7,997	12,683	61	3,436	-	24,177
Disposals	-	-	(217)	-	-	-	(217)
Effects of foreign currency exchange differences	-	7,863	14,665	854	3,576	-	26,958
Balance on March 31, 2026	$ -	$ 398,971	$ 901,110	$ 29,785	$ 105,478	$ -	$ 1,435,344
Carrying amounts on March 31, 2026	$ 638,377	$ 672,123	$ 136,975	$ 2,859	$ 121,739	$ 104,822	$ 1,676,895
Carrying amounts on December 31, 2025 and January 1, 2026	$ 638,377	$ 666,014	$ 136,495	$ 2,772	$ 121,964	$ 83,986	$ 1,649,608
Cost							
Balance on January 1, 2025	$ 637,862	$ 1,054,782	$ 1,115,661	$ 34,614	$ 224,395	$ -	$ 3,067,314
Additions	-	4,228	11,847	95	262	-	16,432
Disposals	-	-	(43,855)	(15)	(1,585)	-	(45,455)
Reclassification	-	1,443	15,639	41	-	-	17,123
Effects of foreign currency exchange differences	-	9,051	7,778	(52)	1,978	-	18,755
Balance on March 31, 2025	$ 637,862	$ 1,069,504	$ 1,107,070	$ 34,683	$ 225,050	$ -	$ 3,074,169
Accumulated depreciation and impairment							
Balance on January 1, 2025	$ -	$ 364,761	$ 961,098	$ 31,333	$ 98,583	$ -	$ 1,455,775
Depreciation expenses	-	8,044	12,422	153	3,933	-	24,552
Disposals	-	-	(36,959)	(13)	(1,427)	-	(38,399)
Effects of foreign currency exchange differences	-	3,266	5,624	(121)	882	-	9,651
Balance on March 31, 2025	$ -	$ 376,071	$ 942,185	$ 31,352	$ 101,971	$ -	$ 1,451,579
Carrying amounts on March 31, 2025	$ 637,862	$ 693,433	$ 164,885	$ 3,331	$ 123,079	$ -	$ 1,622,590

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	40 years
Machinery and equipment	3-20 years
Molding equipment	2-5 years
Other equipment	
Office equipment	5-20 years
Others	3-20 years

Refer to Note 29 to the consolidated financial statements for information on property, plant and equipment pledged as collateral.

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Land	$ 27,807	$ 27,120	$ 28,729
Buildings	34,257	35,900	15,620
Transportation equipment	3,797	4,249	799
	$ 65,861	$ 67,269	$ 45,148

	For the Three Months Ended March 31	
	2026	2025
Additions to right-of-use assets	$ 1,600	$ 529
Depreciation charge for right-of-use assets		
Land	$ 224	$ 225
Buildings	4,139	4,878
Transportation equipment	449	161
	$ 4,812	$ 5,264

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Current	$ 14,604	$ 14,654	$ 12,579
Non-current	$ 26,786	$ 28,046	$ 6,205

Range of discount rates for lease liabilities was as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Buildings	1.34%-2.35%	1.34%-2.35%	1.15%-2.35%
Transportation equipment	1.96%-2.35%	1.15%-2.35%	1.15%-1.96%

c. Other lease information

	For the Three Months Ended March 31	
	2026	2025
Expenses relating to short-term leases	$ 353	$ 323
Expenses relating to low-value asset leases	$ 79	$ 92
Total cash outflow for leases	$ (6,953)	$ (6,859)

15. BORROWINGS

a. Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Line of credit borrowings	$ 85,000	$ -	$ -

1) The interest rates on short-term bank loans ranged from 1.92% to 2.265% per annum as of March 31, 2026.

2) For information on guarantees, refer to Note 28 to the consolidated financial statements.

b. Long-term borrowings

		Effective Interest Rate			Carrying Amount		
	Purpose	March 31, 2026	December 31, 2025	March 31, 2025	March 31, 2026	December 31, 2025	March 31, 2025
Fubon Commercial Bank	Long-term secured borrowings, with a term from September 30, 2025 to September 30, 2045, bear interest at a floating rate from the drawdown date and are repaid in equal monthly installments of principal and interest.	2.05%	2.05%	-	$ 156,975	$ 158,988	$ -
Less: Current portion of long-term borrowings					(8,050)	(8,050)	-
					$ 148,925	$ 150,938	$ -

For information on pledged properties and guarantees, refer to Note 29 to the consolidated financial statements.

16. BONDS PAYABLE

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured domestic convertible bonds	$ 286,171	$ 284,153	$ 278,182

In November 2024, the Company issued its 4th domestic unsecured 3-year convertible bonds with a total principal amount of $303,000 thousand, a par value of $100 thousand per bond, and a coupon rate of 0%, maturing on November 22, 2027. Other terms of the issuance are as follows:

a. Conversion period: February 23, 2025 to November 22, 2027.

b. Redemption method: The bondholder can convert its bonds into shares at any time between 3 months after the issuance date and the day before the maturity day. The conversion price is NT$25.5 per share when issuance. On June 16, 2025, due to the Company's ex-dividend procedure, the conversion price was adjusted to NT$24.5 per share, effective from the ex-dividend record date of July 9, 2025, in accordance with the terms of issuance.

c. Redemption and put-back provisions of the bonds:

    1) Redemption at maturity: The Company redeems the convertible bond at par value by cash from the bondholders when it meets maturity.

    2) Early redemption:

        a) The Company may redeem the bonds, in whole or in part at face value from the date following 3 months after issuance until the 40th day before the maturity of the bonds, if the closing price of the ordinary shares on the TWSE exceeds the conversion price by 30% (inclusive) for a period of 30 consecutive trading days.

        b) The Company may redeem the bonds at face value from the day following 3 months of the expiry of the issuance to the 40th day before the expiry of the issuance period if the bonds' outstanding balance is lower than 10% of the total issuance amount.

    3) Early put-back provisions by bondholders: The Company's convertible bonds do not contain any put-back provisions.

d. Conversion status:

    As of March 31, 2026, no bondholders had applied for conversion into common shares.

e. The convertible bonds contain both liability and equity components. The equity component was presented in equity under the heading of capital surplus - conversion options. The effective interest rate of the liability component was 2.83% per annum on initial recognition.

Proceeds from issuance (less transaction costs of $5,017 thousand)	$ 297,983
Equity components	(22,414)
Liability components at the date of issue	275,569
Convertible bonds converted into ordinary shares	-
Interest charged at an effective interest rate of 2.83%	2,613
Liability components on March 31, 2025	278,182
Interest charged at an effective interest rate of 2.83%	5,971
Liability components on December 31, 2025	284,153
Interest charged at an effective interest rate of 2.83%	2,018
Liability component on March 31, 2026	$ 286,171

17. OTHER LIABILITIES

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Other payables			
Payables for salaries	$ 40,184	$ 83,871	$ 39,088
Payables for purchases of equipment	3,710	3,260	4,062
Employee compensation payable and director compensation payable (Note 21)	8,720	6,600	15,950
Taxes payable	3,869	4,528	4,560
Others	57,220	55,630	52,813
	$ 113,703	$ 153,889	$ 116,473
Other current liabilities - deferred revenue			
Accounting for government grants	$ 870	$ 842	$ 871
Non-current			
Other non-current liabilities - deferred revenue			
Accounting for government grants	$ 25,815	$ 25,182	$ 26,697

Yangzhou Edison Opto Corporation entered into a contract with the Yangzhou Land And Resources Bureau, in December 2006 to obtain the land use rights for constructing a factory located in Yangzhou Economic Development Zone. The land use rights are granted for a period of 50 years, from December 2006 to December 2056, at a consideration of RMB9,788 thousand, which has been recognized as right-of-use assets.

In addition, according to an agreement with the Administrative Committee of Yangzhou Economic Development Zone, the payment for the land use right was subsidized by the committee. As a result, long-term deferred revenue of RMB9,393 thousand was recognized under “other current liabilities - deferred revenue” and “other non-current liabilities - deferred revenue”, and is on a straight-line basis over 50 years and recognized as other revenue accordingly.

18. RETIREMENT BENEFIT PLANS

a. Defined contribution plan

The Company and its subsidiaries located in Taiwan have adopted the defined contribution pension plans under the Labor Pension Act, which is a government-managed scheme. Under the plan, the Company and its subsidiaries in Taiwan contribute monthly an amount equal to 6% of each employees’ monthly salaries to the employees’ individual pension accounts at the Bureau of Labor Insurance. Edison Opto (Dong Guan) Co., Ltd., Yangzhou Edison Opto Corporation, and Yangzhou Edison-Litek Opto Corporation contribute to pension plans in accordance with the regulations of the People’s Republic of China, which are also defined contribution plans.

b. Defined benefit plans

The defined benefit plans adopted by the Company in accordance with the Labor Standards Act is operated by the government of the ROC. Pension benefits are calculated on the basis of the length of service and average monthly salaries of the 6 months before retirement. The Company contribute amounts equal to 2%-15% of total monthly salaries and wages to a pension fund administered by the pension fund monitoring committee. Pension contributions are deposited in the Bank of Taiwan in the committee's name. Before the end of each year, the Group assesses the balance in the pension fund. If the amount of the balance in the pension fund is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Group is required to fund the difference in one appropriation that should be made before the end of March of the next year. The pension fund is managed by the Bureau of Labor Funds, Ministry of Labor (the "Bureau"); the Group has no right to influence the investment policy and strategy.

19. EQUITY

a. Share capital

Ordinary shares

	March 31, 2026	December 31, 2025	March 31, 2025
Number of shares authorized (in thousands)	200,000	200,000	200,000
Shares authorized	$ 2,000,000	$ 2,000,000	$ 2,000,000
Number of shares issued and fully paid (in thousands)	145,387	145,482	145,609
Shares issued	$ 1,453,868	$ 1,454,824	$ 1,456,094

Fully paid ordinary shares, with a par value of $10, carry one vote per share and confer a right to receive dividends.

On May 30, 2024, the Company's shareholders approved the issuance of 2,000 thousand restricted employee shares with a par value of $10 per share, for a total amount of $20,000 thousand. The restricted employee shares were issued without consideration. The issuance was subsequently approved by the board of directors on December 26, 2024, with the capital increase record date set as March 3, 2025.

In the fourth quarter of 2025 and the first quarter of 2026, the Company repurchased 127 thousand and 95 thousand shares of unvested restricted employee shares, respectively, and has completed the required registration for their cancellation. For further details regarding the restricted employee shares, please refer to Note 24.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset a deficit, distributed as cash dividends, or transferred to ordinary shares (1)			
Issuance of common shares	$ 1,479,256	$ 1,479,256	$ 1,479,256
Treasury share transactions	15,840	15,840	15,840
May be used to offset a deficit only			
Changes in percentage of ownership interests in subsidiaries (2)	15,780	13,914	13,911
Share of changes in capital surplus of associates	292	292	292
May not be used for any purpose			
Conversion options	22,414	22,414	22,414
Restricted employee shares	24,974	26,316	28,100
	$ 1,558,556	$ 1,558,032	$ 1,559,813

1) Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and to once a year).

2) Such capital surplus arises from the effects of changes in ownership interests in subsidiaries resulting from equity transactions other than actual disposals or acquisitions or from changes in capital surplus of subsidiaries accounted for using the equity method.

c. Retained earnings and dividends policy

Under the dividend policy as set forth in the amended Articles, where the Company earns a profit in a fiscal year, the profit shall be first be applied to pay taxes, offset losses of previous years, and allocate a legal reserve of 10% of the remaining profit. However, when the legal reserve has reached the amount of the Company's paid-in capital, no further appropriation shall be made. The remaining profit shall then be used to set aside or reverse a special reserve in accordance with the applicable laws and regulations, any remaining profit together with undistributed retained earnings shall be serve as the basis for the Company's board of directors to propose a distribution plan, which must be approved at the shareholders' meeting for dividend distribution and bonuses to shareholders. For the policies regarding the distribution of employees' compensation and directors' remunerations after the amendment, refer to employees' compensation and remuneration to directors in Note 21-g.

In accordance with the amended Articles, the dividend policy of the Company is aligned with its share capital, financial structure, operating status, future development plan, fund requirements, competitions, shareholders' benefits, and other factors, by distributing no less than 60% of the distributable earnings every year. Nonetheless, when the distributable earnings are lower than 20% of the common stock outstanding, no distribution shall be made during the year. Dividends may be distributed either by cash or by share. However, if the dividends are distributed in cash, it shall be no less than 10% of the total dividends issued.

Appropriation of earnings to legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The deficit compensation for 2025 that were proposed by the board of directors on February 25, 2026. No appropriation of earnings was made due to the net loss incurred in 2025.

The appropriations of earnings for 2024 that had been resolved by the shareholders in their meeting on May 28, 2025, was as follows:

	Appropriation of Earnings
	For the Year Ended December 31, 2024
Legal reserve	$ 14,228
Special reserve	2,229
Cash dividends	105,000
Cash dividends per share (NT$)	$ 0.738867

The deficit compensation for 2025 is subject to the resolution of the shareholders in the shareholders' meeting to be held on May 28, 2026.

d. Special reserves

	For the Three Months Ended March 31	
	2026	**2025**
Balance at the beginning and the end of the period	$ 28,621	$ 26,392

e. Other equity items

1) Exchange differences on the translation of the financial statements of foreign operations

	For the Three Months Ended March 31	
	2026	**2025**
Balance, beginning of period	$ (141,682)	$ (101,880)
Recognized for the period		
Exchange differences on the translation of the financial statements of foreign operations	42,205	21,928
Balance, end of period	$ (99,477)	$ (79,952)

2) Unrealized valuation loss on financial assets at FVTOCI

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	$ (1,818)	$ (1,394)
Recognized for the period		
Unrealized loss - equity instruments	(503)	-
Balance, end of period	$ (2,321)	$ (1,394)

3) Unearned compensation

At the shareholders' meeting held on May 30, 2024, the shareholders approved a restricted employee shares plan (see Note 24).

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	$ (23,148)	$ -
Issuance of shares	-	(48,100)
Recognized share-based payment expenses	4,048	2,338
Cancellation of shares	2,298	-
Balance, end of period	$ (16,802)	$ (45,762)

f. Non-controlling interests

	For the Three Months Ended March 31	
	2026	2025
Balance, beginning of period	$ 172,418	$ 175,528
Share in profit for the period	2,653	4,714
Other comprehensive income (loss) for the period		
Exchange differences on translation the financial statements of foreign entities	2,820	1,445
Changes in ownership interests in subsidiaries	(1,866)	(3,837)
Balance, end of period	$ 176,025	$ 177,850

g. Treasury shares

Purpose of Buy-Back	Shares Transferred to Employees (In Thousands)	Shares Held by Subsidiaries (In Thousands)
Number of shares on January 1, 2026	3,500	526
Number of shares on March 31, 2026	3,500	526
Number of shares on January 1, 2025	1,500	526
Number of shares on March 31, 2025	1,500	526

As resolved by the board in May 8, 2025, the Company purchased 2,000 thousand shares of treasury stock at a total cost of $39,309 thousand, for the purpose of motivating its employees and enhancing their performance.

Ledionopto Intelligent Technology Co., Ltd., a sub-subsidiary of the Company, held 526 thousand shares of the Company's stock. The market price on March 31, 2026, December 31, 2025 and March 31, 2025 were $19.75, $18.40 and $22.20 per share, respectively.

Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as the rights to dividends and to vote. Shares of the parent company held by its subsidiaries are treated as treasury stock. Except for being prohibited from participating in the parent company's cash capital increases and having no voting rights, all other rights are the same as those of ordinary shareholders.

20. REVENUE

	For the Three Months Ended March 31	
	2026	**2025**
Revenue from contracts with customers		
Revenue from the sale of goods	$ 581,640	$ 572,783

a. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Contract assets				
Sale of goods	$ 6,568	$ 10,587	$ 5,963	$ 2,821
Contract liabilities				
Sale of goods	$ 18,665	$ 16,891	$ 19,957	$ 11,491

b. Detail of revenue from contracts with customers

	For the Three Months Ended March 31, 2026						
	Edison Opto Corporation	Edison Opto (Dong Guan) Co., Ltd	Yangzhou Edison Opto Corporation	Yangzhou Edison-Litek Opto Corporation	Edison-Litek Opto Corporation	Others	Total
Major market:							
China	$ 7,002	$ 55,120	$ 48,266	$ 75,833	$ -	$ -	$ 186,221
America	54,257	-	-	-	127,043	15,410	196,710
Europe	43,786	-	-	-	-	-	43,786
Taiwan	57,326	736	-	-	32,993	-	91,055
Others	62,836	1,032	-	-	-	-	63,868
	$ 225,207	$ 56,888	$ 48,266	$ 75,833	$ 160,036	$ 15,410	$ 581,640
Major product:							
Optical sensor component	$ 2,743	$ 30,576	$ -	$ -	$ -	$ -	$ 33,319
LED lighting product	196,351	25,674	20,622	-	-	13,908	256,555
LED automotive product	15,517	-	27,378	75,425	160,010	548	278,878
Others	10,596	638	266	408	26	954	12,888
	$ 225,207	$ 56,888	$ 48,266	$ 75,833	$ 160,036	$ 15,410	$ 581,640

	For the Three Months Ended March 31, 2025						
	Edison Opto Corporation	Edison Opto (Dong Guan) Co., Ltd	Yangzhou Edison Opto Corporation	Yangzhou Edison-Litek Opto Corporation	Edison-Litek Opto Corporation	Others	Total
Major market:							
China	$ 11,139	$ 44,778	$ 53,974	$ 67,596	$ -	$ -	$ 177,487
America	66,023	-	-	-	129,098	24,282	219,403
Europe	49,730	-	-	-	-	-	49,730
Taiwan	48,963	39	-	-	8,825	-	57,827
Others	68,296	40	-	-	-	-	68,336
	$ 244,151	$ 44,857	$ 53,974	$ 67,596	$ 137,923	$ 24,282	$ 572,783
Major product:							
Optical sensor component	$ 3,118	$ 23,107	$ -	$ -	$ -	$ -	$ 26,225
LED lighting product	226,832	21,281	19,032	-	-	23,052	290,197
LED automotive product	13,403	-	34,904	66,932	137,923	740	253,902
Others	798	469	38	664	-	490	2,459
	$ 244,151	$ 44,857	$ 53,974	$ 67,596	$ 137,923	$ 24,282	$ 572,783

21. NET PROFIT FROM CONTINUING OPERATIONS

a. Interest income

	For the Three Months Ended March 31	
	2026	2025
Bank deposits	$ 1,719	$ 1,316
Others	464	1,196
	$ 2,183	$ 2,512

b. Other income

	For the Three Months Ended March 31	
	2026	2025
Others	$ 1,927	$ 1,714

c. Other gains and losses

	For the Three Months Ended March 31	
	2026	2025
Gain (loss) on disposal of property, plant and equipment	$ 6	$ (4,532)
Net foreign exchange gains	6,576	9,895
Loss on financial assets at fair value through profit or loss	(201)	(18)
Others	(322)	(294)
	$ 6,059	$ 5,051

d. Financial costs

	For the Three Months Ended March 31	
	2026	2025
Bank borrowings	$ 1,093	$ 229
Lease liabilities interest	2,645	994
Corporate bonds	2,018	1,962
	$ 5,756	$ 3,185

e. Depreciation and amortization

	For the Three Months Ended March 31	
	2026	2025
Property, plant and equipment	$ 24,177	$ 24,552
Right-of-use assets	4,812	5,264
Intangible assets	235	164
	$ 29,224	$ 29,980
Depreciation expense by function		
Operating costs	$ 20,780	$ 18,359
Operating expenses	8,209	11,457
	$ 28,989	$ 29,816
Amortization expense by function		
Operating costs	$ 44	$ -
Operating expenses	191	164
	$ 235	$ 164

f. Employee benefits expense

	For the Three Months Ended March 31	
	2026	2025
Short-term employee benefits	$ 123,329	$ 120,300
Post-employment benefits	8,267	8,328
Total employee benefits expense	$ 131,596	$ 128,628
Employee benefits expense by function		
Operating costs	$ 64,890	$ 61,186
Operating expenses	66,706	67,442
	$ 131,596	$ 128,628

g. Compensation of employees and remuneration of directors

According to the Company’s Articles of Incorporation, if the Company has current-year earnings after the annual financial statements are finalized, it shall allocate 1% to 10% of the profits as employees’ compensation, to be distributed in the form of stock or cash upon the resolution of the board of directors. The recipients include eligible subordinate employees. In addition, 1% to 5% of the profits shall be allocated for salary adjustments or compensation distributions for non-executive employees, to be determined by the board of directors as either employee compensation or salary adjustments. The Company may also allocate up to 3% of the profits as remuneration for directors, as resolved by the board of directors. The distributions of employees’ compensation and directors’ remuneration shall be reported to the shareholders’ meeting. However, if there are accumulated losses, the Company shall first make provision for loss recovery before making any such allocations.

The compensation of employees and the remuneration of directors for the three months ended March 31, 2026 and 2025 are as follows:

Accrual rate

	For the Three Months Ended March 31	
	2026	**2025**
Compensation of employees	5%	5%
Remuneration of directors	1%	1%

Amount

	For the Three Months Ended March 31	
	2026	**2025**
Compensation of employees	$ 1,100	$ 790
Remuneration of directors	$ 220	$ 160

If there is a change in the amounts after the annual consolidated financial statements were authorized for issue, the difference is recorded as a change in the accounting estimate and adjusted in the following year.

As the Company incurred losses for the year ended December 31, 2025, no employees’ compensation or directors’ remuneration was accrued. The appropriations of employees’ compensation and remuneration of directors for 2024 that were resolved by the board of directors on February 26, 2025, are as shown below:

	For the Year Ended December 31, 2024
Compensation of employees	$ 7,800
Remuneration of directors	$ 1,800

There were no differences between the actual distributions of employees’ compensation and directors’ remuneration for 2025 and 2024 and the amounts recognized in the consolidated financial statements for the respective years.

Information on the employees' compensation and directors' remuneration resolved by the Company's board of directors for 2025 and 2024 is available at the Market Observation Post System website of the Taiwan Stock Exchange.

22. INCOME TAXES RELATING TO CONTINUING OPERATIONS

a. Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Current tax		
In respect of the current period	$ 3,628	$ 6,143
Adjustments for prior period	623	-
Deferred tax		
In respect of the current period	2,844	2,020
Income tax expense recognized in profit or loss	$ 7,095	$ 8,163

b. Income tax assessments

Except for Ledison Opto Corporation Limited, whose income tax returns through 2024 has been assessed by the tax authorities, the income tax returns through 2023 of the Company and its subsidiaries located in Taiwan have been assessed by the tax authorities.

23. EARNINGS PER SHARE

	For the Three Months Ended March 31	
	2026	**2025**
Net profit for the period (in thousands)		
Profit used in the computation of basic earnings per share	$ 16,630	$ 12,827
Profit used in the computation of diluted earnings per share	$ 16,630	$ 12,827
Ordinary shares outstanding (in thousands of shares)		
Weighted average number of ordinary shares used in computation of basic earnings per share	139,751	141,584
Effect of potentially dilutive ordinary shares		
Compensation of employee	55	249
Restricted employee shares	805	34
Weighted average number of ordinary shares used in the computation of diluted earnings per share	140,611	141,867
Basic earnings per share	$ 0.12	$ 0.09
Diluted earnings per share	$ 0.12	$ 0.09

The Company may settle the compensation of employees in cash or shares; therefore, the Company assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares are included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year. Since including the convertible bonds in the computation for the three months ended March 31, 2026 and 2025 would have an anti-dilutive effect, they have been excluded from the computation of diluted earnings per share.

24. SHARE-BASED PAYMENT ARRANGEMENTS

Restricted Employee Shares

On May 30, 2024, the shareholders' meeting approved the issuance of 2,000 thousand new shares of restricted stock to those full-time employees who meet the Company's corresponding requirements. The issuance was registered with, and approved by, the Securities and Futures Bureau of the Financial Supervisory Commission, R.O.C. On December 26, 2024, the board of directors resolved to issue the shares, with March 3, 2025 as the date of capital increase. The fair value per share on the grant date was NT$24.05.

Those employees awarded with restricted stocks are entitled to receive the awarded shares without consideration, provided that these employees continue to provide service to the Company for at least 1 year (from the grant date). 30% each of the restricted stock is vested in year 1 and 2 after the grant date, and the remaining 40% is vested in year 3 after the grant date. The restricted stock is kept by a trust, which is appointed by the Company, before it is vested. These shares shall not be sold, pledged, transferred, gifted, or disposed of, by any other means to third parties during the custody period. The voting rights of these shareholders are executed by the custodian, and the custodian will act according to the law and regulations. If the shares remain unvested after the vesting period, the Company will repurchase, then forfeit, and thereafter, cancel all the unvested shares without consideration.

Details of the restricted employee shares are as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Balance on January 1	1,873	-
Options granted	-	2,000
Granted for the period	(519)	-
Cancelled of shares	(95)	-
Balance on March 31	1,259	2,000

The expenses incurred by the Company for restricted employee shares are as follows:

	For the Three Months Ended March 31	
	2026	**2025**
Expenses resulting from restricted employee shares	$ 4,048	$ 2,338

25. CASH FLOW INFORMATION

Changes in Liabilities Arising from Financing Activities

For the three months ended March 31, 2026

			Non-cash Changes				
	January 1, 2026	Cash Flows	Changes in Foreign Currency Exchange	New Leases	Others	Discount and Premium Amortization	March 31, 2026
Short-term borrowings	$ -	$ 85,000	$ -	$ -	$ -	$ -	$ 85,000
Lease liabilities	42,700	(3,876)	966	1,600	-	-	41,390
Long-term borrowings (including current portion)	158,988	(2,013)	-	-	-	-	156,975
Bonds payable	284,153	-	-	-	-	2,018	286,171
Guarantee deposits received	38	(2)	-	-	-	-	36
Total liabilities from financing activities	$ 485,879	$ 79,109	$ 966	$ 1,600	$ -	$ 2,018	$ 569,572

For the three months ended March 31, 2025

			Non-cash Changes				
	January 1, 2025	Cash Flows	Changes in Foreign Currency Exchange	New Leases	Others	Discount and Premium Amortization	March 31, 2025
Lease liabilities	$ 24,027	$ (5,450)	$ 207	$ -	$ -	$ -	$ 18,784
Bonds payable	276,220	-	-	-	-	1,962	278,182
Guarantee deposits received	39	-	-	-	-	-	39
Total liabilities from financing activities	$ 300,286	$ (5,450)	$ 207	$ -	$ -	$ 1,962	$ 297,005

26. CAPITAL RISK MANAGEMENT

Management believes that the objectives, policies and processes for capital management applied by the Group have been consistently applied as described in the Consolidated financial statements for the year ended December 31, 2025. Also, management believes that there were no significant changes in the Group’s capital management information as disclosed for the year ended December 31, 2025. Please refer to Note 26 of the Consolidated financial statements for the year ended December 31, 2025 for further details.

27. FINANCIAL INSTRUMENTS

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

   The management of the Group believes that the carrying amounts of financial assets and financial liabilities not measured at fair value approximate their fair values.

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

1) Fair value hierarchy

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed common shares - domestic companies	$ 18,335	$ -	$ -	$ 18,335
Embedded derivative in convertible bonds	-	120	-	120
Domestic bonds	4,500	-	-	4,500
	$ 22,835	$ 120	$ -	$ 22,955
Financial assets at FVTOCI				
Investments in equity instruments				
Unlisted shares	$ -	$ -	$ 131	$ 131

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed common shares - domestic companies	$ 18,850	$ -	$ -	$ 18,850
Embedded derivative in convertible bonds	-	120	-	120
Domestic bonds	4,187	-	-	4,187
	$ 23,037	$ 120	$ -	$ 23,157
Financial assets at FVTOCI				
Investments in equity instruments				
Unlisted shares	$ -	$ -	$ 634	$ 634

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Embedded derivative in convertible bonds	$ -	$ 120	$ -	$ 120
Domestic bonds	6,117	-	-	6,117
	$ 6,117	$ 120	$ -	$ 6,237
Financial assets at FVTOCI				
Investments in equity instruments				
Unlisted shares	$ -	$ -	$ 1,059	$ 1,059

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

2) Valuation techniques and inputs applied for Level 2 fair value measurement

Financial Instrument	Valuation Technique and Inputs
Embedded derivative in convertible bonds	It is valued using a binomial tree model for convertible bonds, based on the conversion price volatility, risk-free interest rate, discount rate for risk, and the remaining number of periods to maturity.

3) Valuation techniques and inputs applied for Level 3 fair value measurement

The fair values of unlisted equity securities are determined using the market approach. The significant unobservable inputs include equity ratio multiple, discount for lack of marketability, and discount for lack of control. A higher equity ratio multiple increases fair value, whereas a higher discount for lack of marketability or lack of control decreases fair value.

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets			
Financial assets at FVTPL	$ 22,955	$ 23,157	$ 6,237
Financial assets at amortized cost (1)	2,002,873	1,932,440	1,942,982
Financial assets at FVTOCI	131	634	1,059
Financial liabilities			
Amortized cost (2)	1,064,434	1,007,594	785,916

1) The balances include cash and cash equivalents, financial assets measured at amortized cost, contract assets, notes receivable, accounts receivable, other receivables, other financial assets, and refundable deposits, all of which are measured at amortized cost.

2) The balances include short-term borrowings, contract liabilities, current portion of long-term borrowings, notes payable, accounts payable, other payables, long-term borrowings, bonds payable, and guarantee deposits received, all of which are measured at amortized cost.

d. Financial risk management objectives and policies

The Group's major financial instruments include cash and cash equivalents, notes and accounts receivable, other receivables, other financial assets, refundable (or guarantee) deposits, notes and accounts payable, other payables, short-term and long-term borrowings, and bonds payable.

The Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

a) Foreign currency risk

The carrying amounts of monetary assets and monetary liabilities that are not denominated in the functional currency of the individual entities of the Group at the balance sheet date (including non-functional currency denominated monetary items that have been eliminated in the consolidated financial statements).

<u>Sensitivity analysis</u>

Several subsidiaries of the Group engage in sales and purchases denominated in foreign currencies. To mitigate fluctuations in international exchange rates, the Group simultaneously conducts transactions in different currencies to balance and diversify the potential losses caused by exchange rate movements.

The following table details the Group's sensitivity to a 1% increase and decrease in the functional currency against the relevant foreign currencies. The sensitivity analysis is for a 1% change in foreign currency rates and included only outstanding foreign currency denominated monetary items at the end of the reporting period. A positive amount indicates an increase in profit before tax when the primary exposure currency appreciates by 1% against the relevant functional currency. For a 1% depreciation of the primary exposure currency against the relevant currency, there would be an opposite impact on pre-tax profit, and the balances below would be negative.

	Currency USD Impact	
	For the Three Months Ended March 31	
	2026	**2025**
Profit or loss	$ 6,510	$ 9,207

b) Interest rate risk

The Group is exposed to interest rate risk because its short-term and long-term borrowings, lease liabilities, and bonds payable include both fixed and floating interest rates, which expose the Group to both fair value and cash flow interest rate risks.

The carrying amounts of the Group's financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Cash flow interest rate risk			
Financial liabilities	$ 211,975	$ 158,988	$ -

The sensitivity analysis for interest rate risk is based on changes in the fair value of floating rate borrowings at the end of the reporting period. Assuming an increase/decrease of one percentage point in interest rates, the Group's cash flows for the period from January 1 to March 31 in 2026 and 2025 would decrease (increase) by $530 thousand and $0 thousand, respectively.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. At the end of the period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group, could be equal to the carrying amount of the respective recognized financial assets as stated in the balance sheets.

The Group did not have significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. The Group defines counterparties as having similar characteristics if they are related entities.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

a) Liquidity and interest rate risk tables

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed upon repayment dates.

To the extent that interest flows are at floating rates, the undiscounted amount was derived from the interest rate curve at the end of the period.

March 31, 2026

	On Demand or Less than 1 Year	1-5 Years	5+ Years
Lease liabilities	$ 14,604	$ 25,732	$ 1,054
Variable interest rate liabilities	63,050	32,200	116,725
Fixed interest rate liabilities	30,000	-	-
	$ 107,654	$ 57,932	$ 117,779

Further information on the maturity analysis of the above financial liabilities was as follows:

	On Demand or Less than 1 Year	1-5 Years	5+ Years
Lease liabilities	$ 23,074	$ 38,171	$ 1,365
Variable interest rate liabilities	66,520	43,129	134,193
Fixed interest rate liabilities	30,041	-	-
	$ 119,635	$ 81,300	$ 135,558

December 31, 2025

	On Demand or Less than 1 Year	1-5 Years	5+ Years
Lease liabilities	$ 14,654	$ 26,950	$ 1,096
Variable interest rate liabilities	8,050	32,200	118,738
	$ 22,704	$ 59,150	$ 119,834

Further information on the maturity analysis of the above financial liabilities was as follows:

	On Demand or Less than 1 Year	1-5 Years	5+ Years
Lease liabilities	$ 23,412	$ 40,408	$ 1,457
Variable interest rate liabilities	11,233	43,291	136,802
	$ 34,645	$ 83,699	$ 138,259

March 31, 2025

	On Demand or Less than 1 Year	1-5 Years	5+ Years
Lease liabilities	$ 12,579	$ 5,072	$ 1,133

Further information on the maturity analysis of the above financial liabilities was as follows:

	On Demand or Less than 1 Year	1-5 Years	5+ Years
Lease liabilities	$ 14,655	$ 7,217	$ 1,492

The amounts included above for variable interest rate instruments for both non-derivative financial assets and liabilities are subject to change if changes in variable interest rates differ from those estimates of interest rates determined at the end of the period.

b) Financing facilities

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank facilities:			
Amount used	$ 85,000	$ -	$ -
Amount unused	915,526	944,315	1,321,703
	$ 1,000,526	$ 944,315	$ 1,321,703
Secured bank facilities:			
Amount used	$ 156,975	$ 158,988	$ -
Amount unused	286,944	350,012	-
	$ 443,919	$ 509,000	$ -

28. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed as follows.

a. Related party name and category

Related Party Name	Related Party Category
Wu, Chien-Jung	The Company's chairman
Taiwan Hydroxyl Technology Co., Ltd.	Related party in substance (Note 1)
Ledison Opto Semiconductor Co., Ltd.	Related party in substance (Note 2)
Wei-Hsin Investment Company	Related party in substance

Note 1: The company was not related party from November 21, 2025.

Note 2: The company was not related party from December 22, 2025.

b. Receivables from related parties

Line Item	Related Party Name	March 31, 2026	December 31, 2025	March 31, 2025
Other receivables	Taiwan Hydroxyl Technology Co., Ltd.	$ -	$ -	$ 74
	Wei-Hsin Investment Company	9	-	9
		$ 9	$ -	$ 83

The other receivables from related parties were rentals for office and parking spaces.

c. Other transactions with related parties

Line Item	Related Party Name	For the Three Months Ended March 31 2026	2025
Manage services revenue	Taiwan Hydroxyl Technology Co., Ltd.	$ -	$ 167
Rental revenue	Taiwan Hydroxyl Technology Co., Ltd.	-	23
Rental revenue	Wei-Hsin Investment Company	9	9
		$ 9	$ 199

d. Endorsements and guarantees

A related party of the Group acted as a joint guarantor for the borrowings of the Group. The details of the joint guarantee are as follows:

Related Party Name	March 31, 2026	December 31, 2025	March 31, 2025
Wu, Chien-Jung	$ 85,000	$ -	$ -

e. Remuneration of key management personnel

	For the Three Months Ended March 31 2026	2025
Short-term employee benefits	$ 13,448	$ 14,157
Post-employment benefits	220	170
Share-based payments	628	367
	$ 14,296	$ 14,694

The remuneration of directors and key executives was determined by the remuneration committee based on the performance of individuals and market trends.

29. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The details of assets pledged as collateral or for security of the Group are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Pledged deposits (recorded under other current assets)	$ 19,894	$ 14	$ -
Pledged time deposit (recorded under other non-current assets)	6,195	6,184	6,149
Property, plant and equipment	251,758	252,000	297,552
	$ 277,847	$ 258,198	$ 303,701

30. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant contingencies and unrecognized commitments of the Group as of March 31, 2026, December 31, 2025 and March 31, 2025 were as follows:

a. Significant contingencies

The Group’s unrecognized contractual commitments are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Acquisition of property, plant and equipment	$ 427,791	$ 442,033	$ 400,648

On November 11, 2024, the Group signed a preliminary sales contract with ReaLy Development & Construction Corp. for the purchase of National Landmark at a total contract price of $432,880 thousand (including tax). As of March 31, 2026, $108,230 thousand (including tax) has been paid, and the remaining $324,650 thousand (including tax) will be paid according to the progress of the completion.

b. Contingency

The Group obtained the contract for the “Tainan City LED Street Light Replacement Project, District 3” in May 2021. As agreed by both parties, the Group pledged a certificate of deposit totaling $20,000 thousand as a performance bond. In November 2021, the Group received a letter from the Public Works Bureau of the Tainan City Government (“Works Bureau”) terminating the aforementioned contract. Following the termination, in January of 2022, the Works Bureau forfeited the performance deposit and demanded payment of the tender bond of $5,000 thousand. After the termination by the government, the Group requested the Tainan City Government to return the performance deposit and the bid bond. As the parties failed to reach a settlement, the Group initiated civil and administrative litigation proceedings in 2023. The Tainan District Court (regarding the return of the performance bond) ruled against the Group in May 2025. The Group has appealed to the Tainan Branch of the Taiwan High Court, Civil Division, and the case is still under trial. The Kaohsiung High Administrative Court (regarding the Works Bureau’s forfeiture of the bid bond) also ruled against the company in June 2024, and the Group appealed to the Supreme Administrative Court, where the case is still under review. Additionally, due to violation of the Government Procurement Act by the Group, the Company was publicly listed in the Government Gazette and suspended from tendering for three years. The Group has appealed this penalty to Kaohsiung High Administrative Court, which is still hearing the case of the date of this report.

31. SIGNIFICANT LOSSES FROM DISASTERS

No such situations have occurred during the period.

32. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

No such situations have occurred during the period.

33. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The related exchange rates between foreign currencies and respective functional currencies were as follows:

	March 31, 2026		
	Foreign Currency (In Thousands)	**Exchange Rate**	**Carrying Amount**
Financial assets			
Monetary items			
USD	$ 23,175	31.995 (USD:NTD)	$ 741,484
USD	5,375	6.9194 (USD:RMB)	171,949
RMB	17,444	4.6233 (RMB:NTD)	80,649
Financial liabilities			
Monetary items			
USD	7,831	31.995 (USD:NTD)	250,553
USD	372	6.9194 (USD:RMB)	11,900
RMB	6,251	4.6233 (RMB:NTD)	28,900

	December 31, 2025		
	Foreign Currency (In Thousands)	**Exchange Rate**	**Carrying Amount**
Financial assets			
Monetary items			
USD	$ 19,275	31.43 (USD:NTD)	$ 605,813
USD	3,487	7.0288 (USD:RMB)	109,618
RMB	19,026	4.4725 (RMB:NTD)	85,094
Financial liabilities			
Monetary items			
USD	5,338	31.43 (USD:NTD)	167,773
USD	193	7.0288 (USD:RMB)	6,067
RMB	6,756	4.4725 (RMB:NTD)	30,216

	March 31, 2025		
	Foreign Currency (In Thousands)	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 30,728	33.205 (USD:NTD)	$ 1,020,323
USD	6,891	7.1782 (USD:RMB)	228,798
RMB	15,341	4.6255 (RMB:NTD)	70,959
Financial liabilities			
Monetary items			
USD	9,595	33.205 (USD:NTD)	318,602
USD	295	7.1782 (USD:RMB)	9,795
RMB	7,494	4.6255 (RMB:NTD)	34,663

34. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions

1) Financing provided to others. (Table 1)

2) Endorsements/guarantees provided. (None)

3) Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures). (Table 2)

4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 3)

5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital. (None)

6) Intercompany relationships and significant intercompany transactions. (Table 4)

b. Information on investees. (Table 5)

c. Information on investments in mainland China

1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 6)

2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: (None)

   a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.

   b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.

   c) The amount of property transactions and the amount of the resultant gains or losses.

   d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.

   e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to the financing of funds.

   f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services.

35. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. The Group has six reportable segments, namely the Company, Edison Opto (Dong Guan) Co., Ltd., Yangzhou Edison Opto Corporation, Yangzhou Edison-Litek Opto Corporation, Edison-Litek Opto Corporation, and other subsidiaries.

a. The Company primarily engages in the research and development, manufacturing, and sales of LED lighting components and modules, as well as optical transmission components.

b. Edison Opto (Dong Guan) Co., Ltd. primarily engages in the manufacturing and sales of optical sensor component.

c. Yangzhou Edison Opto Corporation primarily engages in the manufacturing and sales of LED lighting components and modules.

d. Yangzhou Edison-Litek Opto Corporation and Edison-Litek Opto Corporation primarily engage in the manufacturing and sales of automotive lighting.

The Group’s reportable segments are considered strategic business units, distinguished by the production of different products and the provision of sales services. As each strategic business unit requires different manufacturing technologies and marketing strategies, they are managed separately. Most business units are acquired individually, and the most appropriate management teams are formed according to the needs of each segment.

Segment revenue and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segments:

	For the Three Months Ended March 31, 2026							
	The Company	**Edison Opto (Dong Guan) Co., Ltd.**	**Yangzhou Edison Opto Corporation**	**Yangzhou Edison-Litek Opto Corporation**	**Edison-Litek Opto Corporation**	**Others**	**Adjustments and Layoffs**	**Total**
Revenues:								
Revenues from external customers	$ 225,207	$ 56,888	$ 48,265	$ 75,833	$ 160,037	$ 15,410	$ -	$ 581,640
Segment incomes	12,344	59,658	114,303	28,197	-	3,545	(218,047)	-
Total revenue	$ 237,551	$ 116,546	$ 162,568	$ 104,030	$ 160,037	$ 18,955	$ (218,047)	$ 581,640
Segment profit	$ 20,097	$ (10,563)	$ (5,843)	$ 11,940	$ 14,489	$ 773	$ (4,515)	$ 26,378

	For the Three Months Ended March 31, 2025							
	The Company	**Edison Opto (Dong Guan) Co., Ltd.**	**Yangzhou Edison Opto Corporation**	**Yangzhou Edison-Litek Opto Corporation**	**Edison-Litek Opto Corporation**	**Others**	**Adjustments and Layoffs**	**Total**
Revenues:								
Revenues from external customers	$ 244,151	$ 44,857	$ 53,974	$ 67,596	$ 137,923	$ 24,282	$ -	$ 572,783
Segment incomes	17,015	76,245	117,516	28,693	169	-	(239,638)	-
Total revenue	$ 261,166	$ 121,102	$ 171,490	$ 96,289	$ 138,092	$ 24,282	$ (239,638)	$ 572,783
Segment profit	$ 14,847	$ (6,951)	$ (4,417)	$ 5,353	$ 26,123	$ 6,647	$ (15,898)	$ 25,704

TABLE 1

EDISON OPTO CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate (%)	Nature of Financing (Note 2)	Business Transaction Amount	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note 3)	Aggregate Financing Limit (Note 3)	Note
													Item	Value			
1	Edison-Litek Opto Corporation Limited	Edison-Litek Opto Corporation	Other receivables from related parties	Yes	$ 38,394	$ 38,394	$ 38,394	2	b	$ -	Short-term financing	$ -	-	$ -	$ 61,512	$ 123,025	

Note 1: The parent company and its subsidiaries are coded as follows:

a. The parent company is coded “0”.
b. The subsidiaries are coded consecutively beginning from “1” in the order presented in the table above.

Note 2: Reasons for financing are as follows:

a. Business relationship.
b. The need for short-term financing.

Note 3: The total lending limit is capped at 40% of the net worth of the lending company, while the individual lending limit is capped at 20% of the net worth of the lending company.

Note 4: The above transactions have been written off during the preparation of the consolidated report.

EDISON OPTO CORPORATION AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD
MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities (Note 1)	Relationship with the Holding Company (Note 2)	Financial Statement Account	March 31, 2026				Note (Note 4)
				Number of Shares	Carrying Amount (Note 3)	Percentage of Ownership	Fair Value	
Edison Opto Corporation	Taiyo Technology Co., Ltd. - convertible bonds	None	Financial assets at fair value through profit or loss - current	-	$ 4,500	-	$ 4,500	
Edison Fund Investment Corporation	Ledlink Optics, Inc	〃	〃	210	3,465	-	3,465	
	Capital Ice ESG 20+ Year BBB Corporate ETF	〃	〃	1,000	14,870	-	14,870	
	Taiwan Hydroxyl Technology Co., Ltd.	〃	Financial assets at fair value through other comprehensive income - non-current	300	131	12.5	131	

Note 1: The marketable securities stated here are related to shares, debentures and beneficiary certificates and the derivative products caused by those of “IFRS 9 Financial Instruments”.

Note 2: If the issuer of the securities is not a related party, this column may be left blank.

Note 3: For items measured at fair value, the carrying amount column should reflect the amount after fair value adjustments; for items not measured at fair value, the carrying amount column should reflect the original acquisition cost or amortized cost, net of accumulated impairment.

Note 4: If the listed securities are subject to restrictions due to collateral, pledge for borrowings, or other contractual arrangements, the remarks column should specify the number of shares pledged or provided as collateral, the amount of the pledge or collateral, and the nature of the usage restrictions.

Note 5: This table presents the marketable securities that the Company has determined should be disclosed in accordance with the principle of materiality.

Note 6: For information on the investments in subsidiaries and associates, refer to Tables 5 and 6.

TABLE 3

EDISON OPTO CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20 OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchase/ Sale	Amount	To Total (%)	Payment Terms	Unit Price	Payment Terms	Ending Balance	To Total (%)	
Edison Opto Corporation	Yangzhou Edison Opto Corporation	Subsidiary of the Company	Purchase	$ 100,801	54.03	60 days	-	-	$ (85,633)	(60.19)	

Note 1: If the terms of related-party transactions differ from those of ordinary transactions, the differences and reasons should be specified in the unit price and credit period columns.

Note 2: If there are advance receipts or payments, the reasons, contractual terms, amounts, and differences from ordinary transaction patterns should be disclosed in the note column.

Note 3: The above transactions have been written of during the preparation of the consolidated report.

EDISON OPTO CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Related Party	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets (Note 3)
1	Yangzhou Edisonn Opto Corporation	Edison Opto Corporation	b	Sales revenue	$ 100,801	60 days	17.33
		Edison Opto Corporation	b	Trade receivables	85,633	60 days	2.03

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

a. Parent company is coded “0”.
b. The subsidiaries are coded consecutively, beginning from “1” in the order presented in the table above.

Note 2: Nature of relationship is as follows:

a. Parent company to subsidiary.
b. Subsidiary to parent company.
c. Between subsidiaries.

Note 3: The percentage calculation is based on the consolidated total operating revenues or total assets. For balance sheet items, each item’s period-end balance is shown as a percentage to consolidated total assets as of March 31, 2026. For profit or loss items, cumulative amounts are shown as a percentage to consolidated total operating revenues for the period ended March 31, 2026.

Note 4: Only transactions with related parties total amounting to least $100 million or 20 of the paid-in capital, are disclosed; corresponding related-party transactions below these thresholds are not reported.

Note 5: Financing provided to others please refer to Table 1.

TABLE 5

EDISON OPTO CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEES
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2026			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2026	December 31, 2025	Shares	%	Carrying Amount			
Edison Opto Corporation	Edison Opto Corporation	Samoa	Selling of LED components and modules	$ 1,041	$ 1,041	30	100.00	$ 873	$ (5)	$ (5)	
	Ledison Opto Corporation	Samoa	Investment	145,991	145,991	4,500	100.00	216,760	(11,170)	(11,170)	
	Best Opto Corporation	Samoa	Investment	1,093,776	1,093,776	35,000	100.00	821,224	(5,843)	(5,843)	
	Edison Fund Investment Limited	Taiwan	Investment	686,000	686,000	25,000	100.00	98,700	94	94	
	Edison-Litek Opto Corporation Limited	Hong Kong	Investment	167,661	167,661	5,500	12.99	39,952	2,514	327	
	Edison-Litek Opto Corporation	Taiwan	Manufacturing and selling of LED components and modules	208,375	208,375	20,213	79.89	367,889	11,598	9,371	
	Ledison Opto Corporation Limited	Taiwan	Selling of LED components and modules	9,800	9,800	980	100.00	10,428	23	23	
Best Opto Corporation	Best Led Corporation	Samoa	Investment	1,093,776	1,093,776	35,000	100.00	823,337	(5,843)	(5,843)	
Edison Fund Investment Corporation	Edison Opto USA Corporation	U.S.A.	Selling of LED components and modules	6,392	6,392	220	55.00	41,763	269	148	
	Ledionopto Intelligent Technology Co., Ltd.	Taiwan	Selling of LED components and modules	113,185	113,185	2,200	100.00	18,453	12	12	
	Edison Auto Lighting Corporation	Taiwan	Selling of LED components and modules	7,570	7,570	1,000	100.00	10,323	256	256	
Edison-Litek Opto Corporation	Edison-Litek Opto Corporation Limited	Hong Kong	Investment	123,732	97,207	33,463	79.04	243,097	2,514	1,987	

Note 1: If a public company has an overseas holding company and, in accordance with local regulations, prepares consolidated financial statements as its primary financial statements, the disclosure of information regarding overseas investee companies may be limited to the relevant information of the holding company.

Note 2: Information on investees in mainland China, refer to Table 6.

Note 3: The above transactions have been written off during the preparation of the consolidated report.

EDISON OPTO CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. Information on investees in mainland China, including the name, principal business activities, paid-up capital, method of investment, inward and outward remittance of funds, percentage of ownership, investment gain or loss, carrying of the investment, and repatriation of investment income:

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment	Investor Company	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2026	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2026	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment (%)	Investment Gain (Loss) (Note 2)	Carrying Amount as of March 31, 2026	Accumulated Repatriation of Investment Income as of March 31, 2026
						Outward	Inward						
Edison Opto (Dong Guan) Co., Ltd	Manufacturing and selling of LED components and modules	$ 145,991 (US$ 4,500)	b.	Ledison Opto Corporation	$ 111,408 (US$ 3,317)	$ -	$ -	$ 111,408 (US$ 3,317)	$ (11,170) (US$ -351)	100.00	$ (11,170) (US$ -351)	$ 218,840 (US$ 6,840)	$ 34,583 (US$ 1,183)
Dong Guan Davinci Opto Co., Ltd.	Manufacturing and selling of LED components and modules	Note 3	b.	Led Plus Limited	52,255 (US$ 1,714)	-	-	52,255 (US$ 1,714)	-	-	-	-	-
Yangzhou Edison Opto Corporation	Manufacturing and selling of LED components and modules	1,093,776 (US$ 35,000)	b.	Best Opto Corporation	1,093,776 (US$ 35,000)	-	-	1,093,776 (US$ 35,000)	(5,843) (US$ -183)	100.00	(5,843) (US$ -183)	823,337 (US$ 25,733)	-
Yangzhou Aichuan Electronic Trade Corporation	Selling of LED components and modules	2,148 (RMB 500)	c.	Yangzhou Edisonn Opto Corporation	-	-	-	-	8 (RMB 2)	100.00	8 (RMB 2)	2,532 (RMB 548)	-
Yangzhou Edison-Litek Opto Corporation	Manufacturing and selling of LED components and modules	270,552 (US$ 8,875)	b.	Edison-Litek Opto Corporation Limited	167,661 (US$ 5,500)	-	-	167,661 (US$ 5,500)	11,940 (US$ 375)	76.14	9,091 (US$ 285)	209,101 (US$ 6,535)	-

Note 1: Investments can be classified into three categories as follow:

a. Direct investment in mainland China.

b. Reinvestment in mainland China through companies in a third country companies.

1) Edison Opto (Dong Guan) Co., Ltd is indirectly invested by the Company through Ledison Opto Corporation.
2) Dong Guan Davinci Opto Corporation is indirectly invested by Ledionopto Intelligent Technology Corporation through Led Plus Limited.
3) Yangzhou Edison Opto Corporation is indirectly invested by Best Opto Corporation and Best Led Corporation.
4) Yangzhou Edison-Litek Opto Corporation is indirectly invested by the Company and Edison-Litek Opto Corporation Limited.

c. Others.

1) Yangzhou Aichuan Electronic Trade Corporation is 100% invested by Yangzhou Edison Opto Corporation.

Note 2: The above transactions have written off during the preparation of the consolidated report.

Note 3: Dong Guan Davinci Opto Co., Ltd. was formally deregistered in 2020.

(Continued)

2. Limit on investment amount in Mainland China:

Company	Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2026	Investment Amount Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
Edison Opto Corporation	$ 1,372,845 (US$ 43,817)	$ 1,432,416 (Note 3) (US$ 44,770)	(Note 1)
Ledionopto Intelligent Technology Corporation	52,255 (Note 2) (US$ 1,714)	54,839 (US$ 1,714)	-

Note 1: Since the Company acquired the permission from Industrial Development Bureau at August 9, 2025, Ministry of Economic Affairs, the upper limit on investment is not applicable, under "Regulations Governing The Permission of Commercial Behavior in Mainland China", Article 3 (documentation reference number 11451028490).

Note 2: Dong Guan Davinci Opto Co., Ltd., in which Ledionopto Intelligent Technology Corporation indirectly invested US$2,000 thousand, had completed the cancellation of its business registration and liquidation with the approval of Investment Commission in June 2020. The investment capital amounting to US$286 thousand had been remitted to Ledionopto. However, according to the regulation, the remittance to Mainland China amounting to US$1,714 thousand had been included in the accumulated investment amount.

Note 3: The indirect investment in Yangzhou Ledison Opto Corporation through the Company, with the amount of US$1,000 thousand, was authorized by the Investment Commission. Yangzhou Ledison had completed its liquidation in 2017 and the remitted capital amount of US$1,230 thousand had been cancelled by the Investment Commission. Therefore, the difference between the Accumulated Investment in Mainland China and Investment Amounts Authorized by Investment Commission amounting to US$230 thousand had been deducted by the Company.

3. Significant transactions with the investment in Mainland China, whether directly or indirectly through entities in third regions:

For the first quarter of 2026, significant direct or indirect transactions between the consolidated company and its investment in Mainland China are detailed in Tables 1, 3 and 4. These transactions have written off during the preparation of the consolidated report.

(Concluded)