

FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries

Consolidated Balance Sheet

September 30, 2025, December 31 and September 30, 2024

Unit: NT\$ Thousand

Assets			September 30, 2025		December 31, 2024		September 30, 2024	
Code	Accounting titles	Notes	Amount	%	Amount	%	Amount	%
	Current assets							
1100	Cash and cash equivalents	IV/VI.1	\$945,056	11	\$676,230	9	\$671,217	9
1110	Financial assets at FVTPL - Current	IV/VI.2	53,308	1	99,475	1	213,569	3
1140	Contract assets - current	IV/VI.15&16	158,027	2	37,253	-	35,974	-
1150	Net notes receivable	IV/VI.4&16	450,689	5	373,236	5	344,343	4
1170	Net accounts receivable	IV/VI.5&16	1,427,640	17	1,434,768	19	1,328,683	17
130x	Inventories	IV/VI.6	2,070,514	25	1,815,337	24	1,839,165	24
1470	Other current assets	VIII	206,899	3	221,797	3	234,880	3
11xx	Total current assets		5,312,133	64	4,658,096	61	4,667,831	60
	Non-current assets							
1510	Financial assets at FVTPL - Non-current	IV/VI.2	65,164	1	65,164	1	56,148	1
1517	Financial assets at FVOCI - Non-current	IV/VI.3	65,305	1	66,109	1	58,078	1
1550	Investment accounted for using the equity method	IV	-	-	3,574	-	4,875	-
1600	Property, plant and equipment	IV/VI.7/VIII	2,069,162	25	2,196,801	28	2,249,994	28
1755	Right-of-use assets	IV/VI.17/VIII	135,906	2	146,066	2	148,737	2
1760	Net investment property	IV/VI.8/VIII	307,360	4	321,266	4	327,213	4
1780	Intangible assets	IV	86,671	1	79,744	1	73,437	1
1840	Deferred tax income assets	IV	109,036	1	66,686	1	70,949	1
1900	Other non-current assets - others	IV/VI.4&5/VIII	113,553	1	106,598	1	134,017	2
15xx	Total non-current assets		2,952,157	36	3,052,008	39	3,123,448	40
1xxx	Total assets		\$8,264,290	100	\$7,710,104	100	\$7,791,279	100

(Please refer to the notes to the consolidated financial statements.)

Chairman:

Manager:

Accounting Manager:

FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries
Consolidated Balance Sheet (Cont'd)
September 30, 2025, December 31 and September 30, 2024

Unit: NT\$ Thousand

Liabilities and Equity			September 30, 2025		December 31, 2024		September 30, 2024	
Code	Accounting titles	Notes	Amount	%	Amount	%	Amount	%
	Current liabilities							
2100	Short-term borrowings	IV/VI.9	\$593,667	7	\$311,885	4	\$268,345	4
2110	Short-term bills payable	IV/VI.10	44,940	1	-	-	84,925	1
2130	Contract liability	IV/VI.15	510,025	6	271,712	4	215,212	3
2150	Notes payable	IV	339,884	4	309,693	4	310,555	4
2170	Accounts payable	IV	1,073,830	13	998,860	13	1,028,422	13
2200	Other payables	IV	412,952	5	379,638	5	402,377	5
2230	Current tax liabilities	IV	19,832	-	14,817	-	7,537	-
2280	Lease liabilities - current	IV/VI.17	1,378	-	1,402	-	1,402	-
2321	Corporate bonds maturing or subject to put option within one year or one operati	IV/VI.11	-	-	710,398	9	711,378	9
2322	Long-term borrowings – current portion	IV/VI.12	138,115	2	146,956	2	82,477	1
2399	Other current liabilities – Others		9,219	-	14,683	-	4,803	-
21xx	Total current liabilities		<u>3,143,842</u>	<u>38</u>	<u>3,160,044</u>	<u>41</u>	<u>3,117,433</u>	<u>40</u>
	Non-current liabilities							
2540	Long-term borrowings	IV/VI.12	1,981,591	24	1,334,531	18	1,448,920	19
2570	Deferred income tax liabilities	IV	552,587	7	533,460	7	533,297	7
2580	Lease liabilities – Non-current	IV/VI.17	20,163	-	22,229	-	22,812	-
2640	Net defined benefit liabilities - Non-current	IV/VI.13	12,273	-	28,319	-	30,085	-
2645	Deposits received		11,790	-	11,685	-	11,755	-
25xx	Total non-current liabilities		<u>2,578,404</u>	<u>31</u>	<u>1,930,224</u>	<u>25</u>	<u>2,046,869</u>	<u>26</u>
2xxx	Total Liabilities		<u>5,722,246</u>	<u>69</u>	<u>5,090,268</u>	<u>66</u>	<u>5,164,302</u>	<u>66</u>
31xx	Equity attributable to owners of the company							
3100	Share capital	VI.14						
3110	Common share capital		1,672,206	20	1,654,778	21	1,569,860	20
3130	Certificate of Entitlement from Convertible Bonds		2,224	-	1,623	-	84,919	1
3200	Capital surplus	VI.14	80,754	1	93,513	1	92,477	1
3300	Retained earnings							
3310	Legal reserve	VI.14	174,584	2	168,118	2	168,118	2
3320	Special reserve	VI.14	188,685	2	188,685	2	188,685	2
3350	Unappropriated earnings	VI.14	452,573	6	438,734	7	429,089	6
	Total retained earnings		<u>815,842</u>	<u>10</u>	<u>795,537</u>	<u>11</u>	<u>785,892</u>	<u>10</u>
3400	Other equities	4.	(174,552)	(2)	(72,913)	(1)	(61,051)	-
3500	Treasury stocks	IV/VI.14	(29,720)	-	(29,720)	-	(29,720)	-
36xx	Non-controlling interests	VI.14	175,290	2	177,018	2	184,600	2
3xxx	Total equity		<u>2,542,044</u>	<u>31</u>	<u>2,619,836</u>	<u>34</u>	<u>2,626,977</u>	<u>34</u>
	Total liabilities and equities		<u>\$8,264,290</u>	<u>100</u>	<u>\$7,710,104</u>	<u>100</u>	<u>\$7,791,279</u>	<u>100</u>

(Please refer to the notes to the consolidated financial statements.)

Chairman:

Manager:

Accounting Manager:

FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries
Consolidated Statements of Comprehensive Income
For the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024

Unit: NT\$ Thousand

Code	Accounting titles	Note	For the three months ended September 30, 2025		For the three months ended September 30, 2024		For the nine months ended September 30, 2025		For the nine months ended September 30, 2024	
			Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue	IV/VI.15	\$1,357,613	100	\$1,149,405	100	\$3,630,706	100	\$3,312,407	100
5000	Operating cost	IV/VI.18/VII	(993,392)	(73)	(858,422)	(75)	(2,706,720)	(75)	(2,467,751)	(75)
5900	Gross profit		364,221	27	290,983	25	923,986	25	844,656	25
6000	Operating expenses	VI.17&18/VII								
6100	Selling expenses		(171,949)	(13)	(152,097)	(13)	(470,626)	(13)	(467,662)	(14)
6200	Administrative expenses□		(73,486)	(5)	(74,794)	(7)	(216,210)	(6)	(210,059)	(6)
6300	Research and development expenses		(31,720)	(2)	(30,699)	(3)	(95,082)	(3)	(86,301)	(3)
6450	Expected credit impairment losses	VI.16	(6,048)	-	2,114	-	(7,992)	-	(2,603)	-
	Total operating expenses		(283,203)	(20)	(255,476)	(23)	(789,910)	(22)	(766,625)	(23)
6900	Operating income		81,018	7	35,507	2	134,076	3	78,031	2
7000	Non-operating income and expense	IV/VI.19								
7010	Other income		24,152	2	18,091	2	68,977	2	81,371	2
7020	Other gains or losses		2,683	-	5,509	-	(54,609)	(2)	(289)	-
7050	Financial costs		(18,853)	(1)	(18,038)	(2)	(51,701)	(1)	(54,813)	(2)
7060	Share of profit or loss from associates and joint ventures accounted for using equity method		(869)	-	(694)	-	(3,574)	-	(2,474)	-
	Total non-operating incomes and expenses		7,113	1	4,868	-	(40,907)	(1)	23,795	-
7900	Net profit (loss) before tax		88,131	8	40,375	2	93,169	2	101,826	2
7950	Income tax benefits (expenses)	IV/VI.21	(34,206)	(3)	(10,591)	(1)	(41,048)	(1)	(32,182)	(1)
8200	Net income (loss)		53,925	5	29,784	1	52,121	1	69,644	1
8300	Other comprehensive income	IV/VI.20&21								
8310	Items that will not be reclassified to profit or loss									
8316	Unrealized gains or losses on equity instruments measured at fair value through other comprehensive income (FVOCI)		1,504	-	-	-	-	-	-	-
8360	Items that may be reclassified subsequently to profit or loss									
8361	Exchange differences on translation of the financial statements of foreign operations		114,237	8	44,095	4	(136,007)	(4)	117,710	4
8399	Income tax relating to items that may be reclassified subsequently to profit or loss		(21,548)	(2)	(8,284)	(1)	25,407	1	(22,086)	(1)
	Other comprehensive income of the current year (net amount after-tax)		94,193	6	35,811	3	(110,600)	(3)	95,624	3
8500	Total comprehensive income in the current period		\$148,118	11	\$65,595	4	\$(58,479)	(2)	\$165,268	4
8600	Net income (loss) attributable to:									
8610	Owners of the Company		\$50,411		\$24,777		\$44,888		\$70,104	
8620	Non-controlling interests		3,514		5,007		7,233		(460)	
			\$53,925		\$29,784		\$52,121		\$69,644	
8700	Total comprehensive income attributable to:									
8710	Owners of the Company		\$136,592		\$57,879		\$(56,751)		\$158,414	
8720	Non-controlling interests		11,526		7,716		(1,728)		6,854	
			\$148,118		\$65,595		\$(58,479)		\$165,268	
	Earnings (losses) per share (NTD)	VI.22								
9750	Basic earnings (losses) per share		\$0.30		\$0.16		\$0.27		\$0.45	
9850	Diluted earnings (losses) per share		\$0.30		\$0.14		\$0.27		\$0.41	

(Please refer to the notes to the consolidated financial statements)

Chairman:

Manager:

Accounting Manager:

FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries
Consolidated Statement of Changes in Equity
For the nine months ended September 30, 2025 and 2024

Unit: NTS Thousand

	Items	Equity attributable to owners of the company										Non-controlling interests	Total Equity
		Share capital	Bond conversion entitlement certificates	Capital surplus	Retained earnings			Other items of equity		Treasury stocks	Total		
					Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of the financial statements of foreign operation	Unrealized gains or losses on financial assets measured at fair value through other comprehensive income				
Code		3110	3130	3200	3310	3320	3350	3410	3420	3500	31XX	36XX	3XXX
A1	Balance as of January 1, 2024	\$1,569,860	\$ -	\$42,520	\$166,042	\$188,685	\$399,697	\$(149,361)	\$ -	\$ -	\$2,217,443	\$163,979	\$2,381,422
	Earnings appropriation and distribution for 2023												
B1	Provision of legal reserve	-	-	-	2,076	-	(2,076)	-	-	-	-	-	-
B5	Cash dividend from ordinary shares	-	-	-	-	-	(23,548)	-	-	-	(23,548)	-	(23,548)
D1	Net income for the nine months ended September 30, 2023	-	-	-	-	-	70,104	-	-	-	70,104	(460)	69,644
D3	Other comprehensive income (loss) for the nine months ended September 30, 2023	-	-	-	-	-	-	88,310	-	-	88,310	7,314	95,624
D5	Comprehensive income in the current period	-	-	-	-	-	70,104	88,310	-	-	158,414	6,854	165,268
I1	Conversion of convertible corporate bonds	-	84,919	54,631	-	-	-	-	-	-	139,550	-	139,550
L1	Repurchase of treasury shares	-	-	-	-	-	-	-	-	(49,969)	(49,969)	-	(49,969)
M7	Change in ownership interests in subsidiaries	-	-	(4,674)	-	-	(14,796)	-	-	-	(19,470)	13,767	(5,703)
T1	Other - Transfer of treasury stock	-	-	-	-	-	(292)	-	-	20,249	19,957	-	19,957
Z1	Balance as of September 30, 2024	<u>\$1,569,860</u>	<u>\$84,919</u>	<u>\$92,477</u>	<u>\$168,118</u>	<u>\$188,685</u>	<u>\$429,089</u>	<u>\$(61,051)</u>	<u>\$ -</u>	<u>\$(29,720)</u>	<u>\$2,442,377</u>	<u>\$184,600</u>	<u>\$2,626,977</u>
A1	Balance as of January 1, 2025	\$1,654,778	\$1,623	\$93,513	\$168,118	\$188,685	\$438,734	\$(81,101)	\$8,188	\$(29,720)	\$2,442,818	\$177,018	\$2,619,836
	Earnings appropriation and distribution for 2024												
B1	Provision of legal reserve	-	-	-	6,466	-	(6,466)	-	-	-	-	-	-
B5	Cash dividend from ordinary shares	-	-	-	-	-	(24,583)	-	-	-	(24,583)	-	(24,583)
C15	Cash dividends distributed from capital surplus	-	-	(24,583)	-	-	-	-	-	-	(24,583)	-	(24,583)
D1	Net income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	44,888	-	-	-	44,888	7,233	52,121
D3	Other comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	-	-	(101,639)	-	-	(101,639)	(8,961)	(110,600)
D5	Comprehensive income in the current period	-	-	-	-	-	44,888	(101,639)	-	-	(56,751)	(1,728)	(58,479)
I1	Conversion of convertible corporate bonds	-	18,029	11,756	-	-	-	-	-	-	29,785	-	29,785
I3	Exercise of bond conversion rights certificates	17,428	(17,428)	-	-	-	-	-	-	-	-	-	-
T1	Other - Transfer of treasury stock	-	-	68	-	-	-	-	-	-	68	-	68
Z1	Balance as of September 30, 2025	<u>\$1,672,206</u>	<u>\$2,224</u>	<u>\$80,754</u>	<u>\$174,584</u>	<u>\$188,685</u>	<u>\$452,573</u>	<u>\$(182,740)</u>	<u>\$8,188</u>	<u>\$(29,720)</u>	<u>\$2,366,754</u>	<u>\$175,290</u>	<u>\$2,542,044</u>

(Please refer to the notes to the consolidated financial statements)

Chairman:

Manager:

Accounting Manager:

FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. and its Subsidiaries

Consolidated Statements of Cash Flows

For the nine months ended September 30, 2025 and 2024

Unit: NT\$ Thousand

Code	Items	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024	Code	Items	For the nine months ended September 30, 2025	For the nine months ended September 30, 2024
		Amount	Amount			Amount	Amount
AAAA	Cash flows from operating activities:			BBBB	Cash flows from investing activities:		
A10000	Income before income tax	\$93,169	\$101,826	B00100	Purchase of financial assets at fair value through profit or loss	(567,527)	(626,196)
A20000	Adjustment items:			B00200	Disposal of financial assets at FVTPL	611,178	695,925
A20010	Income/expenses items:			B02700	Acquisition of property, plant and equipment	(70,566)	(141,647)
A20100	Depreciation expense	106,541	113,024	B02800	Disposal of property, plant and equipment	30,593	4,790
A20200	Amortization expenses	10,613	8,607	B04500	Acquisition of intangible assets	(7,185)	(9,989)
A20300	Expected credit impairment losses	7,992	2,603	B05400	Acquisition of investment property	-	(886)
A20400	Net (gain) on financial assets at FVTPL	(1,063)	(3,133)	BBBB	Net cash (outflow) from investing activities	(3,507)	(78,003)
A20900	Interest expenses	51,701	54,813				
A21200	Interest revenue	(24,547)	(21,202)	CCCC	Cash flows from financing activities:		
A22300	Share of losses on affiliates and joint ventures accounted for us	3,574	2,474	C00100	Increase in short-term borrowings	598,215	270,955
A22500	Disposal of property, plant and equipment (gains) losses	(972)	(1,293)	C00200	Decrease in short-term borrowings	(312,378)	(328,402)
A30000	Changes in operating assets/ liabilities:			C00500	Increase in short-term notes and bills payable	144,940	249,232
A31125	Decrease (increase) in contract assets	(120,774)	17,928	C00600	Decrease in short-term notes and bills payable	(100,000)	(164,307)
A31130	Decrease (increase) in notes receivable	(78,146)	153,124	C01300	Redemption of corporate bonds	(684,900)	-
A31150	Decrease (increase) in accounts receivable	(54,372)	(225,276)	C01600	Proceeds from long-term borrowings	958,444	380,565
A31200	(Increase) in inventories	(332,859)	(194,848)	C01700	Repayments of long-term borrowings	(301,189)	(269,596)
A31240	Decrease in other current assets	19,286	30,399	C03000	Increase in deposits received	105	437
A31990	Decrease of other non-current assets	(6,904)	9,423	C04020	Repayment of principal portion of lease	(1,007)	(997)
A32125	Increase in contract liability	238,313	22,758	C04900	Cost of repurchase of treasury shares	-	(49,969)
A32130	Increase (decrease) of notes payable	30,191	165,790	C05100	Employees' subscription for treasury stocks	-	19,957
A32150	Increase in accounts payable	74,970	12,558	C05800	Non-controlling interests (decrease)	-	(5,703)
A32180	Increase (decrease) of other payables	(21,417)	13,883	C09900	Other financing activities	68	-
A32230	Increase (decrease) in other current liabilities	(5,464)	(9,187)	CCCC	Net cash inflow from financing activities	302,298	102,172
A32240	(Decrease) in net defined benefit liabilities	(16,046)	(1,618)				
A33000	Cash inflow from operating activities	(26,214)	252,653	DDDD	Effect of exchange rate changes on cash and cash equivalents	58,048	(38,335)
A33100	Interest received	24,547	21,335				
A33300	Interest paid	(49,209)	(50,063)	EEEE	Increase (decrease) in cash and cash equivalents for the current period	268,826	181,820
A33500	Income tax paid	(37,137)	(27,939)	E00100	Cash and cash equivalents at the beginning of the year	676,230	489,397
AAAA	Net cash inflow from operating activities	(88,013)	195,986	E00200	Cash and cash equivalents at the end of the year	\$945,056	\$671,217

(Please refer to the notes to the consolidated financial statements)

Chairman:

Manager:

Accounting Manager: