



富強鑫精密工業股份有限公司
Fu Chun Shin Machinery Manufacture Co., Ltd.

2026 Annual Meeting of Shareholders
Meeting Manual

Time: 9:00 A.M. June 18, 2026 (Thursday)

Place: No.269, Baodong Road, Pitou Village, Guanmiao District, Tainan City, Taiwan

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Fu Chun Shin Machinery Manufacture Co., Ltd.

2026 Annual General Meeting Procedure

Time: 9:00AM, June 18, 2026 (Thursday)

Place: No. 269, Baodong Rd., Pitou Vil., Guanmiao Dist., Tainan City

Form of Shareholders' Meeting: Physical

Meeting procedures:

- I. Call the meeting to order (Report on the number of shares represented by shareholders present at the meeting)
- II. Chairman's opening remarks
- III. Report items
- IV. Ratifications
- V. Discussions
- VI. Extempore Motions
- VII. Meeting adjourned

[Report items]

1. The Company's 2025 Business Report is submitted for review.

Explanation: For the Company's 2025 business report and financial statements, please refer to Pages 7–14 herein [Attachment 1].

2. The Audit Committee's Review Report on the 2025 financial statements is submitted for review.

Explanation: The Company's 2025 financial statements have been approved by the Board of Directors, audited and certified by Hu Tzu-Ren, CPA and Li Fang-Wen, CPA of EY Taiwan, and also reviewed by the Audit Committee. For the External Auditor's Report and Audit Committee's Review Report, please refer to Pages 15–21 [Attachments 2 and 3] and Pages 27–32 herein [Attachment 5].

3. The 2025 employee remuneration and directors' remuneration distribution proposal.

Explanation: (1) According to Article 31 of the Articles of Incorporation, the Company shall distribute no less than 3% of the annual profit, if any, as the remuneration to employees. Of the aforementioned remuneration to employees, no less than 30% shall be allocated to grassroots employees. The Company shall also distribute no more than 3% of the annual profit as the remuneration to directors, provided that profits must first be taken to offset against cumulative losses, if any. The annual profit mentioned in the preceding paragraph refers to the income before tax before the remuneration to employees, directors are deducted for the year.

(2) The profit sought by the Company in 2025 was NT\$139,508,012 (i.e. the income before tax before the remuneration to employees and directors are deducted, provided that profits must first be taken to offset against cumulated losses, if any). 5.66% thereof, amounting to NT\$7,900,886, was distributed as the remuneration to employees, (including NT\$2,370,266 allocated to non-managerial employees, representing 30% of the total employees' remuneration.) and 1.89% thereof, amounting to NT\$2,633,629, was distributed as the remuneration to directors, all paid in cash.

4. Report on the Distribution of Earnings for 2025.

Explanation: Pursuant to the resolution of the Board of Directors on March 13, 2026, the Company approved the distribution of cash dividends for 2025 at NT\$0.2 per share, with a total amount of NT\$33,207,989. Details of the cash dividend distribution are as follows:

In accordance with the Company's Articles of Incorporation, the Board

of Directors was authorized to resolve the distribution of shareholders' cash dividends for 2025 at NT\$0.2 per share, resulting in a total cash dividend of NT\$33,207,989. The distribution amount is allocated with priority from the unappropriated earnings of 2025 and prior years (including 2024 and earlier years). Cash dividends shall be distributed in NTD, rounded down to the nearest whole dollar (fractions of a dollar shall be disregarded), and the aggregate amount of fractional amounts shall be recognized as the Company's other income.

5. Report on the purpose of issuing corporate bonds and related matters submitted for acknowledgement.

Explanation: To repay bank borrowings, effectively reduce interest expenses, improve the financial structure, and decrease reliance on banks so as to enhance flexibility in capital utilization and mitigate operational risks, the Company plans to issue the 4th domestic unsecured convertible corporate bonds. Details of the issuance are provided on Pages 38 herein [Attachments 7].

[Ratifications]

Proposal 1 (Proposed by the Board of Directors)

Summary: The 2025 business report and financial statements are submitted for ratification.

Explanation: 1.The Company's 2025 business report and financial statements including balance sheet, income statement, statement of changes in shareholders' equity and statement of cash flow have been approved by the Board of Directors meeting on March 13, 2026, and reviewed by the audit committee, who also issued the review report. The same was also audited by Hu Tzu-Ren, CPA and Li Fang-Wen, CPA of EY Taiwan. Please refer to Pages 7–21 [Attachments 1–3] and Pages 26–31 herein [Attachment 5].

2.For the 2025 financial statements, please refer to Pages 22–26 [Attachment 4] and Pages 33–37 herein [Attachment 6].

Resolution:

Proposal 2 (Proposed by the Board of Directors)

Summary: The Company's earnings distribution proposal for 2025 is submitted for ratification.

Explanation: 1.The matter is handled in accordance with Article 31-1 of the Articles of Incorporation.

2.The 2025 statement of earnings distribution is shown below.

3.In the event that the number of the Company's outstanding shares on the record date for distribution of dividends is changed due to the factors, such as conversion of outstanding corporate bonds into ordinary shares, transfer of treasury stock to employees, cancelation of the stock, cash capital increase or others, the Board of Directors is authorized to adjust the payout ratio, based on the amount of cash dividend to be distributed per resolution on the earnings distribution proposal, and subject to the number of outstanding shares on the record date for distribution of dividends.

Fu Chun Shin Machinery Manufacture Co., Ltd.
Statement of Earnings Distribution

2025

[Table 1]
Unit: NT\$

| Summary | Amount | Remarks |
|--|--------------|---------|
| 1. Undistributed earnings at the beginning of the period | 407,685,792 | |
| 2. Add: others | (1,102,658) | Note 1 |
| 3. Net income for this period | 100,473,935 | |
| 4. Provision of legal reserve(10%) | (9,937,128) | |
| 5. Distributable earnings for this period | 497,119,941 | |
| 6. Distributable items: | | |
| Shareholder bonus – cash dividend (NT\$0.20 per share) | (33,207,989) | Note 2 |
| 7. Undistributed earnings at the end of the period | 463,911,952 | |

Note:

1. Including the actuarial gains (losses) on defined benefit plan, treasury stock transferred -NT\$373,464.
2. The undistributed earnings before 2025 and 2024 were distributed as the first priority.
3. As of February 28, 2026, the number of distributable outstanding shares is 166,039,946 shares (number of issued shares of 167,442,946 shares - treasury shares of 1,403,000 shares).
4. The amount of cash dividend was truncated to the nearest dollar. Fractional amounts were summed up and stated into the Company's other revenue.

Resolution:

[Discussions]

Proposal 1 (Proposed by the Board of Directors)

Summary: Proposal for cash dividends distribution from capital surplus, submitted for discussion.

Explanation:

1. In response to business needs, the Company plans to allocate NT\$33,207,989 from the total capital surplus of NT\$80,649,157 at the end of 2025 for the distribution of cash dividends, and NT\$0.20 per share is to be distributed.
2. As of February 28, 2026, the number of distributable outstanding shares is 166,039,946 shares (number of issued shares of 167,442,946 shares - treasury shares of 1,403,000 shares).
3. In the event that the number of the Company's outstanding shares on the record date for distribution of dividend is changed due to factors such as conversion of outstanding corporate bonds into ordinary shares, transfer of treasury stock to employees, cancellation of the stock or cash capital increase, the Board of Directors is authorized to adjust the payout ratio, based on the amount to be distributed per resolution on the cash dividend distribution proposal, and subject to the number of outstanding shares on the record date for distribution of dividends.

Resolution:

[Extempore Motions]

[Meeting adjourned]

2025 Business Report

Ladies and Gentlemen:

Hello everyone! First of all, we represent the Company to welcome all of you to visit us and give us any advice. Meanwhile, we would like to extend our appreciation for your long-term support of the Company!

Looking back on 2025, the global economic environment was affected by factors including rising tariff levels, weakening global trade momentum, and increasing geopolitical uncertainties. The overall manufacturing industry recovery showed a state of divergence. However, under the trend of transformation of the global manufacturing industry towards "high-value, low-carbon and intelligent," the demand for equipment renewal continues to advance. Fu Chun Shin, with its profound technological foundation and cross-industry layout, steadily grasped the opportunity for the change of the market structure. Benefiting from the lightweight of automobiles, the upgrading of semiconductors and ICT applications, and the increasing demand from the sports industry for new materials and low-carbon processes, the Company's high-end equipment shipments increased significantly, including those for core products such as "high-end multi-color molding equipment", "composite molding system", and "supercritical physical foaming equipment". The demand for these products continued to grow, driving the overall order structure towards high-value development. Particularly, driven by the trends of low-carbon processes and material circulation, the Company's "GENTREX supercritical physical foaming technology" continued to ship in large quantities. This technology replaces traditional chemical foaming with nitrogen gas introduction, which significantly reduces carbon emissions and realizes 100% material recycling. It has successfully entered the international brand field promoting the T2T (Textile to Textile) circular manufacturing system, and has become an important equipment solution in the sports shoe materials and high-performance application fields. Meanwhile, physical foaming technology has also gradually expanded to a variety of application markets such as automotive buffer components, bicycles, and high-end sports accessories, creating a 2025 annual revenue of more than NT\$5 billion, with an annual increase of over 10%, setting a new high for the year, quarter, and month, demonstrating the results of the Company's continuous optimization of its operations.

In addition, the Company is actively promoting smart manufacturing initiatives, and the "iMF4.0 smart manufacturing system" and digital

transformation plan continue to incorporate AI and machine networking technology to provide customers with integrated solutions ranging from single-machine upgrades to complete smart production lines, driving an increase in the proportion of orders for equipment with intelligent features and further strengthening the Company's competitive advantage in the global smart manufacturing market. The current order visibility extends to the third quarter of 2026.

To continue strengthening its long-term competitiveness, Fu Chun Shin will continue to pursue the following operating strategies: 1. Deepen the development of high-value products: focus on high-end multi-color molding, composite material technology, and physical foaming applications to enhance product added value and gross profit margins. 2. Expand the territory of cross-industry applications: Deepen our presence in the three core markets of automotive, semiconductors/ICT, and high-end sports goods, and expand into new materials and high-performance application fields. 3. Promote low-carbon processes and material recycling: Continue to optimize energy-saving equipment and recycled material application technologies to help customers achieve carbon reduction and circular economy goals. 4. Strengthen smart manufacturing and digital transformation: Leverage AI, big data, and cloud technology to enhance equipment added value and customer production efficiency. 5. Optimize global production capacity and supply chain management: Improve delivery flexibility and operational efficiency through strategic positioning in Taiwan, China, Southeast Asia, and India. 6. Deepen global market development: Continue to expand our presence in Europe, America, Japan and emerging markets to enhance brand influence and local service capabilities.

Looking ahead to 2026, despite ongoing uncertainties in global economy, the market demand for high-end plastic injection equipment and smart manufacturing solutions will continue to grow thanks to the increasing penetration of new energy vehicles, the expanding applications of semiconductors, and the explicit requirements from international brands for low-carbon processes and material recycling. Fu Chun Shin has established three major technological pillars: "high-end forming technology x applying new materials x low-carbon processes", and through cross-disciplinary integration, we continue to optimize order quality and operational structure, and the future operational growth momentum can be expected. Meanwhile, as the capacity of the new Ningbo factory gradually goes online, coupled with the global manufacturing presence of the Taiwan and India facilities, the Company will further enhance the overall supply capacity and market response speed, thus strengthening its global competitive advantage. We will also continue to invest in

R&D resources to promote the development of lightweight materials, recycled plastics and energy-saving process technologies, and deepen smart manufacturing applications to help customers improve production efficiency and reduce their carbon footprints.

Fu Chun Shin has consistently upheld the business philosophy of "professionalism, innovation, and sustainability", continuously enhancing its technological strength and operational capabilities, and steadily drives corporate growth through high value-added and differentiated strategies. We have also integrated ESG principles into all facets of its operations, and continued to develop low-carbon processes equipment and circular material application technologies from the product side to help customers reduce carbon emissions and improve resource efficiency, in order to cultivate a more resilient operational physique to respond to the challenges of future changes. We look forward to achieve greater investment returns for all shareholders and to head toward the Company's goal of becoming a centennial enterprise.

We hereby present the business report on the Company's 2025 operational accomplishments and the outline of the Company's 2026 business plan as follows:

I. 2025 Operational Accomplishments

(I) Business plan implementation result

The 2025 consolidated operational accomplishments are as follows:

Unit: NT\$ Thousand

| Consolidated income items | 2025 | 2024 | Amount of increase (decrease) | Growth rate (%) |
|---|-----------|-----------|-------------------------------|-----------------|
| Operating revenue | 5,082,840 | 4,529,411 | 553,429 | 12.22 |
| Operating cost | 3,795,423 | 3,369,271 | 426,152 | 12.65 |
| Gross profit | 1,287,417 | 1,160,140 | 127,277 | 10.97 |
| Operating expenses | 1,082,496 | 1,039,567 | 42,929 | 4.13 |
| Operating profit (loss) | 204,921 | 120,573 | 84,348 | 69.96 |
| Non-operating revenue and expense, net | (29,197) | 11,611 | (40,808) | -351.46 |
| Net income before tax | 175,724 | 132,184 | 43,540 | 32.94 |
| Profit after tax | 109,860 | 72,105 | 37,755 | 52.36 |
| Net profit attributed to the parent company | 100,474 | 78,765 | 21,709 | 27.56 |

(II) Budget execution status: The Company did not release its 2025 financial forecast, and hence there is no budget execution involved.

(III) Financial revenue and profitability analysis: 2025

1. Financial revenue and expense:

(1) Income: The operating revenue was NT\$5,082,840 thousand.

(2) Expenditure: The operating cost was NT\$3,795,423 thousand.

The operating expenditure was NT\$1,082,496 thousand.

The non-operating income and expenditure were NT\$ (29,197) thousand.

(3) Earnings: The net profit before tax was NT\$175,724 thousand, the income tax expenses were NT\$65,864 thousand, and the net profit after tax was NT\$109,860 thousand.

2. Profitability analysis:

(1) Return on assets (ROA): 1.90%

(2) Return on equity (ROE): 4.09%

(3) Net profit margin: 2.16%

(4) Earnings per share: NT\$0.61

(IV) Research and development:

The Company's 2025 R&D expenses were NT\$132,517 thousand, indicating an increase of NT\$12,867 thousand from NT\$119,650 thousand in 2024, a growth of 10.75%.

Products developed successfully and receiving awards in the most recent year:

| Item No. | Year | Content |
|----------|---------|--|
| 1 | 2024.03 | FCS GW-2200R two-platen X-type four-shot multi-component injection machine won the 2024 Plastic Industry Ringier Technology Innovation Award |
| 2 | 2024.03 | FCS participated in the 1st TAINANPLAS 2024 |
| 3 | 2024.05 | Fu Chun Shin (Ningbo) received four awards of "Top 10 Strong Enterprise in 2023", "Top 10 Enterprise for Tax Payments in 2023", "2023 Development Contribution Advanced Unit", and "2023 Golden Bull Award". |
| 4 | 2024.09 | The Company received the honor of "Golden Quality Award" and "Aesthetics Award" of the First Term of TAIPEIPLAS AWARD |
| 5 | 2024.11 | FCS Group was honored as the "2024 Injection Machine Brand with Outstanding Influence" |
| 6 | 2024.12 | FCS Group honorably received four awards of Ningbo City Plastic Industry National Outstanding New Mini Giants Key Cultivation Enterprise, Ningbo City Plastic Industry National Single Champion |

| Item No. | Year | Content |
|----------|---------|---|
| | | Key Cultivation Enterprise, Ningbo Plastic Industry and Manufacturing Industry Top 50 Enterprises, and Ningbo City Government Plastic Industry Outstanding Enterprise. |
| 7 | 2025.03 | Fu Chun Shin Ningbo's FB-R 5th-generation machine: Green Future was awarded the 2025 Ringier Technology Innovation Award. |
| 8 | 2025.06 | Fu Chun Shin Ningbo was named a "2025 Zhejiang Province Plastic Injection Molding Equipment Advantage Enterprise". |
| 9 | 2025.08 | Ningbo FCS Group won two awards at the 2025 (4th) Plastic Industry Conference and Brand Ceremony: "Injection Machine Brand with Outstanding Influence" and "Plastic Industry Innovation Product Award". |
| 10 | 2025.08 | Ningbo FCS Group was awarded multiple awards from the China Plastics Machinery Industry in 2025. |
| 11 | 2025.11 | The SA-160 intelligent elbow injection machine from FCS Group received this year's award, and Guan-Chi Chiu, Manager of the Company's R&D Center accepted the prize on behalf of the Group. |
| 12 | 2025.11 | FCS Group announced that its SA-160 intelligent elbow injection molding machine won the 34th Taiwan Excellence Award. |
| 13 | 2025.12 | At the 35th anniversary of the Guangdong Plastic Industry Association, FCS Group and Mr. Chun-Chieh Wang were awarded the "Leading Enterprise of Double-Colored Material Injection Molding Equipment in Guangdong Plastic Industry" and "Outstanding Contributor to Guangdong Plastic Industry" respectively. |

Under the R&D operating model, the parent company of FU CHUN SHIN in Taiwan is identified as the R&D center of the Group, which works with the R&D units of various subsidiaries to continue promoting the following R&D strategies:

1. Continue to develop niche products.
2. Optimize the existing product series;
3. Research and develop integrated products and solutions for market segments;
4. Develop iMF smart injection molding arts and crafts platform;
5. Develop servo-driven spontaneous key technologies and talent.

II. Overview of 2025 Business Plan

(I) Business policy

In order to seize the market development opportunities and cope with the changes in economic and industrial environments, the Company's main

business policies are stated as follows. The effective promotion and execution of various policies will help the Company improve its mid-term and long-term business performance.

- 1.Promote KPI performance target management activities, and shape the organizational culture of "high-ranking officers leading by example and engagement of all team members" to fulfilling our missions.
- 2.Launch a foreign talent recruitment reserve program, gradually implement localized management systems for overseas branches, and increase business development personnel to boost revenue and profits.
- 3.Seek local joint venture partners in India to reduce operational burdens. The headquarters reserves the management talents of overseas subsidiaries, and strengthens the performance of reinvestment and overseas investments.
- 4.Optimize the benefits of overseas exhibitions, establish new channels in Europe, the Middle East, and Africa, and expand into new export markets.
- 5.Technicians from the manufacturing plants provide regular on-site services. Foreign technicians are also recruited and trained to enhance service capabilities.
- 6.Strengthen the foreign trade department of the China plant and reduce the weighting of triangular trade.
- 7.Plan the Group's medium and long-term capital channels and strengthen the financial structure.
- 8.Develop niche products and support peripherals: Develop large electric injection structures (injection volume of more than 30 kg), optimize automotive bumpers, large PVC pipes, pallet-specific machines, PETs, SA packaging-specific machines, Mucell, and long fiber.
- 9.Continuously optimize the new plant in the Hangzhou Bay New Area's competitiveness regarding the delivery time and cost of large-scale machines (LM, FB, HB, and SW).
- 10.Complete the SA series and continue to optimize delivery lead times and costs.
- 11.Implement the Group's quality conference system and introduce the PSC test system to improve the quality of machines and achieve zero customer complaints.
- 12.Promote the T309 project and seek orders from large system clients and for large machinery.
- 13.Promote a lean production model, and implement the advance confirmation of material and supporting material supply and store management to eliminate waste and improve efficiency.
- 14.Implement the KPI system across all business divisions of the Group to standardize management practices.
- 15.Integrate the internal knowledge base to create a proprietary FCS AI platform.
- 16.Implement the digital skill enhancement program to use AI tools to improve work efficiency.

(II) Sales volume forecast and basis thereof

With reference to the operating results over the years, global economic forecast and relevant market information, the Company estimates that the sales volume of injection molding machines in 2026 will increase compared to that for 2025.

(III) Important production & marketing policy:

1. Production policy:

- (1) Solve the bottleneck of the supply chain, and optimize the delivery period and cost.
- (2) Rebuild the production facility and adopt lean production procedures.
- (3) Implement the SPC system to improve the stability of machine.
- (4) Practice the quality meeting system to pursue zero complaint from customers against the products.

2. Sales policy:

- (1) Develop new channels and locations in Europe.
- (2) Improve the business performance of overseas self-operated sites.
- (3) Continue to strengthen the online marketing force.
- (4) Create the customer base for market segments.
- (5) Reserve sales personnel and strengthen application technology and abilities.

III. The Company's future development strategies:

The Company's future development is oriented toward "SHAPE A BETTER WORLD" as its corporate mission, in order to fulfill the corporate social responsibility and corporate governance, and strengthen the business sustainability. Based on this corporate mission, the Company is committed to continuously creating high value-added products, guided by a philosophy of innovation. Leveraging global and diversified business strategies, the Company remains focused on the R&D, production, and sales of injection molding machines while intensifying efforts in high-value industries such as smart injection production line planning, precision injection molding machines for automotive components, specialized injection machines for semiconductor equipment, and the development, manufacturing, and sales of sustainable polymer material molding. By advancing into higher precision and high-tech fields, the Company aims to enhance its corporate value and international competitiveness. This aligns with the gradual realization of its corporate vision: "Top Ten Globally, Customer First, Happy Growth, and Profit Sharing," and the ultimate goal of achieving sustainable business development.

IV. Impact of the external competition, legal, and overall business environments

- 1.As far as the external competition is concerned, industrial competition is inevitable and also drives the continuing growth. The Company insists on continuing to research and develop new products, orient its development toward high customization and differentiated service strategy, and also layout the marketing channels to improve its strengths, raise its competitiveness and satisfy customers' needs.
- 2.No significant impact has been posed by the changes in domestic/foreign major policies and laws to the Company's business and finance in recent years. Notwithstanding, the Company will keep noting related information and research necessary responsive measures to satisfy the Company's business needs.
- 3.As the overall business environment is becoming more and more complex, the Company will take the global overall economy and the Company's status into account when evaluating its future business orientation and making major decisions, in order to deliberate the best strategies more thoroughly.

Finally, we wish you and your family good health and good luck.

Chairman: Wang Po-Hsun

CEO: Wang Chun-Hsien

June 18, 2026

Audit Committee' Review Report

The Company's 2025 business report, financial statements and earnings distribution proposal have been prepared and submitted by the Board of Directors. Among other things, the financial statements were already audited by Hu Tzu-Ren, CPA and Li Fang-Wen, CPA of EY Taiwan appointed by the Board of Directors, who issued the audit report accordingly. Based on our review, said business report, financial statements and earnings distribution proposal are found complying with the related laws and regulations including the Company Act. The Report is presented in accordance with Article 219 of the Company Act accordingly.

To:

2026 Annual General Meeting of the Company

Fu Chun Shin Machinery Manufacture Co., Ltd.

Chairman of the Audit Committee: Huang Chung-hui

March 13, 2026

Independent Auditors' Report

[Attachment 3]

To: Fu Chun Shin Machinery Manufacture Co., Ltd.

Audit opinions

We have completed our review on the Parent Company Only Balance Sheet of Fu Chun Shin Machinery Manufacture Co., Ltd. on December 31, 2025 and 2024, and Parent Company Only Statements of Comprehensive Income, Parent Company Only Statements of Changes in Equity, Parent Company Only Cash Flow Statements, and Notes to the Parent Company Only Financial Statements (including a summary of significant accounting policies) for January 1 to December 31, 2025 and 2024.

In our opinion, said parent company only financial statements in all major respects are in compliance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. They are sufficient to adequately express the financial status of Fu Chun Shin Machinery Manufacture Co., Ltd. as of December 31, 2025 and 2024 and its financial performance and cash flow from January 1 through December 31, 2025 and 2024.

Basis for Opinion

We are entrusted to conduct the audit in accordance with the Regulations Governing the Audit of Financial Statements and Auditing Standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the parent company only financial statements section of our report. We are independent of Fu Chun Shin Machinery Manufacture Co., Ltd. in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit on the parent company only financial statements of Fu Chun Shin Machinery Manufacture Co., Ltd. for 2025. These matters were addressed in the context of our audit of the parent company only financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on

these matters.

Allowance for loss of accounts receivable

As of December 31, 2025, the carrying amount of net inventories of Fu Chun Shin Machinery Manufacture Co., Ltd. amounted to NT\$627,517 thousand, approximately 11 % of total assets, which is significant to the parent company only financial statements. Considering the assessment of allowance for loss of accounts receivable is measured by lifetime expected credit loss, the process of measurement must appropriately divide accounts receivables into groups, determine and analyze the use of relevant assumptions in the process of measurement, including appropriate account aging intervals and the account aging loss rate for each interval, that reflected the measurement of the expected credit loss involving judgment, analysis and estimates, and the result of measurement affect the net amount of accounts receivables, we determined this as a key audit matter.

Our audit procedures included (without limitation to) evaluating and testing the internal control established by the management to evaluate the impairment loss on accounts receivable; evaluating the adequacy of the policy to provide allowance for loss; analyzing the adequacy of grouping of accounts receivable; testing the provision matrix adopted by Fu Chun Shin Machinery Manufacture Co., Ltd., including evaluating whether the determination of account aging intervals of each group is reasonable, and conducting the random check on original documents to check the accuracy of basic information, and also conducting the random check on the collections of accounts receivables during the subsequent period to evaluate the collectability of the accounts.

We also assessed the adequacy of disclosures of accounts receivables referred to in Notes V, VI and XII to the parent company only financial statements.

Valuation on slow-moving inventories

As of December 31, 2025, the carrying amount of net inventories of Fu Chun Shin Machinery Manufacture Co., Ltd. amounted to NT\$373,344 thousand, approximately 7 % of total assets, which is significant to the parent company only financial statements. In consideration of the multiple raw materials and supplies to be purchased to meet the need for production process and customers' requirement for specifications, and said amount of provision of slow-moving inventories involving the significant judgment of the management of Fu Chun Shin Machinery Manufacture Co., Ltd., we determined the estimation of allowance for slow-moving inventories as

a key audit matter.

Our audit procedures included (without limitation to) evaluating and testing the internal control established by the management for valuation on slow-moving inventories; evaluating the adequacy of the policy to provide allowance for slow-moving inventories; conducting the random check on accuracy of the inventory aging, analyzing changes in the inventory aging and evaluating the inventories for which allowance for slow-moving inventory loss shall be provided separately; and recalculating the allowance for inventory price decline to confirm the compliance with the Company's accounting policy.

We also assessed the adequacy of disclosures of inventories referred to in Notes V and VI to the parent company only financial statements.

Responsibilities of Management and Those Charged with Governance for the Parent Company Only Financial Statements

The management is responsible for the preparation and fair presentation of the parent company only financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for necessary internal control as management determines is necessary to enable the preparation of parent company only financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the parent company only financial statements, the management is also responsible for assessing the ability of Fu Chun Shin Machinery Manufacture Co., Ltd. to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the management either intends to liquidate Fu Chun Shin Machinery Manufacture Co., Ltd. or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the Audit Committee, are responsible for overseeing the financial reporting process of Fu Chun Shin Machinery Manufacture Co., Ltd.

Auditor's Responsibilities for the Audit of the Parent Company Only Financial Statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. The term "reasonable assurance" refers to a high level of assurance. Nevertheless, the audit performed according to auditing standards cannot guarantee the discovery of material misstatements in the parent company only financial statements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the parent company only financial statements.

As part of an audit in accordance with auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risk of material misstatement of the parent company only financial statements due to fraud or error, design and adopt appropriate countermeasures for the risks assessed, and obtain sufficient and appropriate audit evidence in order to be used as the basis for the opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control of Fu Chun Shin Machinery Manufacture Co., Ltd.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management level.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of Fu Chun Shin Machinery Manufacture Co., Ltd. to continue as a going concern. In case where we consider that such

events or circumstances have a material uncertainty, then relevant disclosure of the parent company only financial statements are required to be provided in our audit report to allow users of parent company only financial statements to be aware of such events or circumstances, or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Fu Chun Shin Machinery Manufacture Co., Ltd. to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the parent company only financial statements, including relevant notes, and whether the parent company only financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence for the financial information of individual entities of the Group and provide opinion on the parent company only financial statements. We handle the guidance, supervision and execution of the audit on the Group and are responsible for preparing the opinion for the Group.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence under the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and to communicate with them all relationships and other matters that may reasonably be considered affecting our independence, and where applicable, other matters (including related safeguards).

From the matters communicated with the governance unit, we have determined key audit matters of 2025 parent company only financial statements of Fu Chun Shin Machinery Manufacture Co., Ltd. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be

communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

EY Taiwan

The financial report is disclosed to the public upon approval of the competent authority.

Approval reference: Jin-Guan-Zheng-Shen-Zi No. 1010045851

Jin-Guan-Zheng-Shen-Zi No.

1010045851

Mink Hu

Certified Public Accountant:

Fang-Wen Lee

March 13, 2026

Parent Company Only Balance Sheets

December 31, 2025 and 2024

Unit: NT\$ Thousand

| Assets | | | December 31, 2025 | | December 31, 2024 | |
|--------|--|-----------------|--------------------|------------|--------------------|------------|
| Code | Accounting titles | Notes | Amount | % | Amount | % |
| | Current assets | | | | | |
| 1100 | Cash and cash equivalents | IV/VI.1 | \$94,755 | 2 | \$89,337 | 2 |
| 1110 | Financial assets at FVTPL - Current | IV/VI.2 | 5,396 | - | 9,782 | - |
| 1140 | Contract assets - Current | IV/VI.14, 15 | 57,428 | 1 | 1,764 | - |
| 1150 | Net notes receivable | IV/VI.3, 15/VII | 91,391 | 1 | 91,414 | 2 |
| 1170 | Net accounts receivable | IV/VI.4, 15/VII | 627,517 | 11 | 547,438 | 10 |
| 1210 | Other receivables – Related party | IV/VII | 37,372 | 1 | 325,672 | 6 |
| 130x | Inventories | IV/VI.5 | 373,344 | 7 | 365,364 | 7 |
| 1470 | Other current assets | VIII | 251,161 | 4 | 87,593 | 1 |
| 11xx | Total current assets | | <u>1,538,364</u> | <u>27</u> | <u>1,518,364</u> | <u>28</u> |
| | Non-current assets | | | | | |
| 1510 | Financial assets at FVTPL - Non-current | IV/VI.2 | 65,292 | 1 | 65,164 | 1 |
| 1550 | Investment accounted for using the equity method | IV/VI.6 | 3,017,198 | 53 | 2,837,446 | 51 |
| 1600 | Property, plant and equipment | IV/VI.7/VIII | 778,940 | 14 | 763,505 | 14 |
| 1760 | Net investment property | IV/VI.8/VIII | 218,824 | 4 | 219,202 | 4 |
| 1780 | Intangible assets | IV | 67,470 | 1 | 66,394 | 1 |
| 1840 | Deferred tax income assets | IV/VI.20 | 25,771 | - | 47,762 | 1 |
| 1900 | Other non-current assets | IV/VI.3 | 20,096 | - | 32,918 | - |
| 15xx | Total non-current assets | | <u>4,193,591</u> | <u>73</u> | <u>4,032,391</u> | <u>72</u> |
| 1xxx | Total assets | | <u>\$5,731,955</u> | <u>100</u> | <u>\$5,550,755</u> | <u>100</u> |

(Please refer to the notes to the parent company only financial statements.)

Chairman:

Manager:

Accounting Manager:

Fu Chun Shin Machinery Manufacture Co., Ltd.
Parent Company Only Balance Sheet(Cont'd)
December 31, 2025 and 2024

Unit: NT\$ Thousand

| Liabilities and Equity | | | December 31, 2025 | | December 31, 2024 | |
|------------------------|--|-------------|--------------------|------------|--------------------|------------|
| Code | Accounting titles | Notes | Amount | % | Amount | % |
| | Current liabilities | | | | | |
| 2100 | Short-term borrowings | IV/VI.9 | \$230,000 | 4 | \$190,000 | 3 |
| 2130 | Contract liability | IV/VI.14 | 54,300 | 1 | 85,304 | 2 |
| 2150 | Notes payable | IV | 1,387 | - | 1,520 | - |
| 2170 | Accounts payable | IV/VII | 254,372 | 4 | 184,978 | 3 |
| 2200 | Other payables | IV | 127,668 | 2 | 108,177 | 2 |
| 2321 | Corporate bonds maturing or subject to put option within one year or one operating cycle | IV/VI.10 | - | - | 710,398 | 13 |
| 2322 | Long-term borrowings – current portion | IV/VI.11 | - | - | 44,500 | 1 |
| 2399 | Other current liabilities – Others | | 27,918 | 1 | 3,490 | - |
| 21xx | Total current liabilities | | <u>695,645</u> | <u>12</u> | <u>1,328,367</u> | <u>24</u> |
| | Non-current liabilities | | | | | |
| 2540 | Long-term borrowings | IV/VI.11 | 1,671,094 | 29 | 995,759 | 17 |
| 2570 | Deferred income tax liabilities | IV/VI.20 | 539,033 | 10 | 533,341 | 10 |
| 2640 | Net defined benefit liabilities - Non-current | IV/VI.12 | 12,705 | - | 28,319 | 1 |
| 2645 | Deposits received | IV | 10,266 | - | 10,266 | - |
| 2670 | Other non-current liabilities – Others | IV/VI.6/VII | 234,481 | 4 | 211,885 | 4 |
| 25xx | Total non-current liabilities | | <u>2,467,579</u> | <u>43</u> | <u>1,779,570</u> | <u>32</u> |
| 2xxx | Total Liabilities | | <u>3,163,224</u> | <u>55</u> | <u>3,107,937</u> | <u>56</u> |
| | Equity | | | | | |
| 3100 | Share capital | VI.13 | | | | |
| 3110 | Common share capital | | 1,674,430 | 29 | 1,654,778 | 30 |
| 3130 | Bond conversion entitlement certificates | | - | - | 1,623 | - |
| 3200 | Capital surplus | VI.13 | 80,754 | 1 | 93,513 | 2 |
| 3300 | Retained earnings | | | | | |
| 3310 | Legal reserve | VI.13 | 174,584 | 3 | 168,118 | 3 |
| 3320 | Special reserve | VI.13 | 188,685 | 3 | 188,685 | 3 |
| 3350 | Unappropriated earnings | VI.13 | 507,057 | 9 | 438,734 | 8 |
| | Total retained earnings | | <u>870,326</u> | <u>15</u> | <u>795,537</u> | <u>14</u> |
| 3400 | Other equities | IV | (33,006) | - | (72,913) | (1) |
| 3500 | Treasury stocks | IV/VI.13 | (23,773) | - | (29,720) | (1) |
| 3xxx | Total equity | | <u>2,568,731</u> | <u>45</u> | <u>2,442,818</u> | <u>44</u> |
| | Total liabilities and equities | | <u>\$5,731,955</u> | <u>100</u> | <u>\$5,550,755</u> | <u>100</u> |

(Please refer to the notes to the parent company only financial statements.)

Chairman:

Manager:

Accounting Manager:

Fu Chun Shin Machinery Manufacture Co., Ltd.
Parent Company Only Statement of Comprehensive Income
For the years ending December 31, 2025 and 2024

Unit: NT\$ Thousand

| Code | Accounting titles | Notes | 2025 | | 2024 | |
|------|--|------------------|-------------|------|-------------|------|
| | | | Amount | % | Amount | % |
| 4000 | Operating revenue | IV/VI.14/VII | \$1,518,562 | 100 | \$1,447,461 | 100 |
| 5000 | Operating cost | VI.5, 12, 17/VII | (1,176,039) | (77) | (1,083,805) | (75) |
| 5900 | Gross profit | | 342,523 | 23 | 363,656 | 25 |
| 5920 | Realized net income on sales | | - | - | 4,429 | - |
| 5950 | Net gross profit | | 342,523 | 23 | 368,085 | 25 |
| 6000 | Operating expenses | VI.12, 17 | | | | |
| 6100 | Selling expenses | | (237,055) | (16) | (215,837) | (15) |
| 6200 | Administrative expenses | | (113,225) | (7) | (105,380) | (7) |
| 6300 | Research and development expenses | | (44,878) | (3) | (37,330) | (3) |
| 6450 | Expected credit impairment gain (loss) | VI.15 | 25,772 | 2 | (20,139) | (1) |
| | Total operating expenses | | (369,386) | (24) | (378,686) | (26) |
| 6900 | Operating (losses) | | (26,863) | (1) | (10,601) | (1) |
| 7000 | Non-operating income and expense | IV/VI.18/VII | | | | |
| 7010 | Other income | | 70,961 | 5 | 69,736 | 5 |
| 7020 | Other gains or losses | | (34,186) | (2) | 30,299 | 2 |
| 7050 | Financial costs | | (39,949) | (3) | (38,876) | (3) |
| 7070 | Share of profit or loss from subsidiaries and associates accounted for using the equity method | | 159,011 | 10 | 53,688 | 4 |
| | Total non-operating incomes and expenses | | 155,837 | 10 | 114,847 | 8 |
| 7900 | Net income before tax | | 128,974 | 9 | 104,246 | 7 |
| 7950 | Income tax expenses | IV/VI.20 | (28,500) | (2) | (25,481) | (2) |
| 8200 | Current period net profit | | 100,474 | 7 | 78,765 | 5 |
| 8300 | Other comprehensive income | IV/VI.19, 20 | | | | |
| 8310 | Items not reclassified subsequently to profit or loss | | | | | |
| 8311 | Remeasurement of defined benefit programs | | (911) | - | 1,230 | - |
| 8316 | Unrealized valuation gains or losses on equity investments measured at fair value through other comprehensive income | | 32,098 | 2 | 8,188 | 1 |
| 8349 | Income taxes related to the items not re-classified | | 182 | - | (246) | - |
| 8360 | Items that may be reclassified subsequently to profit or loss | | | | | |
| 8361 | Exchange differences on translation of the financial statements of foreign operations | | 9,760 | - | 85,324 | 6 |
| 8399 | Income tax relating to items that may be reclassified subsequently to profit or loss | | (1,951) | - | (17,064) | (1) |
| | Other comprehensive income of the current year (net amount after-tax) | | 39,178 | 2 | 77,432 | 6 |
| 8500 | Total comprehensive income in the current period | | \$139,652 | 9 | \$156,197 | 11 |
| | Earnings per share (NT\$) | VI.21 | | | | |
| 9750 | Basic earnings per share | | \$0.61 | | \$0.50 | |
| 9850 | Diluted earnings per share | | \$0.61 | | \$0.46 | |

(Please refer to the notes to the parent company only financial statements)

Chairman:

Manager: 24 -

Accounting Manager:

Fu Chun Shin Machinery Manufacture Co., Ltd.
Unconsolidated Statement of Changes in Equity
For the years ending December 31, 2025 and 2024

Unit: NT\$ Thousand

| Code | Items | Common share capital | Bond conversion entitlement certificates | Capital surplus | Retained earnings | | | Other items of equity | | Treasury stocks | Total Equity |
|------|--|----------------------|--|-----------------|-------------------|------------------|-------------------------|---|---|-------------------|--------------------|
| | | | | | Legal reserve | Special reserve | Unappropriated earnings | Exchange differences on translation of the financial statements of foreign operations | Unrealized valuation gains (losses) on financial assets measured at fair value through other comprehensive income | | |
| | | 3110 | 3130 | 3200 | 3310 | 3320 | 3350 | 3410 | 3420 | 3500 | 3XXX |
| A1 | Balance as of January 1, 2024 | \$1,569,860 | \$ - | \$42,520 | \$166,042 | \$188,685 | \$399,697 | \$(149,361) | \$ - | \$ - | \$2,217,443 |
| | 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) |
| D1 | Net profit in 2024 | - | - | - | - | - | 78,765 | - | - | - | 78,765 |
| D3 | Other comprehensive income in 2024 | - | - | - | - | - | 984 | 68,260 | 8,188 | - | 77,432 |
| D5 | Total comprehensive income in the current period | - | - | - | - | - | 79,749 | 68,260 | 8,188 | - | 156,197 |
| I1 | Conversion of convertible corporate bonds | - | 86,541 | 55,667 | - | - | - | - | - | - | 142,208 |
| I3 | Conversion of bond conversion entitlement certificates | 84,918 | (84,918) | - | - | - | - | - | - | - | - |
| L1 | Repurchase of treasury shares | - | - | - | - | - | - | - | - | (49,969) | (49,969) |
| M7 | Change in ownership interests in | - | - | (4,674) | - | - | (14,796) | - | - | - | (19,470) |
| T1 | Other - Transfer of treasury stock | - | - | - | - | - | (292) | - | - | 20,249 | 19,957 |
| Z1 | Balance as of December 31, 2024 | <u>\$1,654,778</u> | <u>\$1,623</u> | <u>\$93,513</u> | <u>\$168,118</u> | <u>\$188,685</u> | <u>\$438,734</u> | <u>\$(81,101)</u> | <u>\$8,188</u> | <u>\$(29,720)</u> | <u>\$2,442,818</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 |
| | 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) |
| C15 | Cash dividends distribution from capital surplus | - | - | (24,583) | - | - | - | - | - | - | (24,583) |
| D1 | 2025 net income | - | - | - | - | - | 100,474 | - | - | - | 100,474 |
| D3 | Other comprehensive income in 2025 | - | - | - | - | - | (729) | 7,809 | 32,098 | - | 39,178 |
| D5 | Total comprehensive income in the current period | - | - | - | - | - | 99,745 | 7,809 | 32,098 | - | 139,652 |
| I1 | Conversion of convertible corporate bonds | - | 18,029 | 11,756 | - | - | - | - | - | - | 29,785 |
| I3 | Conversion of bond conversion entitlement certificates | 19,652 | (19,652) | - | - | - | - | - | - | - | - |
| T1 | Other - Transfer of treasury stock | - | - | - | - | - | (373) | - | - | 5,947 | 5,574 |
| T1 | Other - exercise of the right of subrogation | - | - | 68 | - | - | - | - | - | - | 68 |
| Z1 | Balance as of December 31, 2025 | <u>\$1,674,430</u> | <u>\$ -</u> | <u>\$80,754</u> | <u>\$174,584</u> | <u>\$188,685</u> | <u>\$507,057</u> | <u>\$(73,292)</u> | <u>\$40,286</u> | <u>\$(23,773)</u> | <u>\$2,568,731</u> |

(Please refer to the notes to the parent company only financial statements)

Chairman:

Manager:

Accounting Manager:

Fu Chun Shin Machinery Manufacture Co., Ltd.
Parent Company Only Cash Flow Statements
For the years ending December 31, 2025 and 2024

Unit: NT\$ Thousand

| Code | Items | 2025 | 2024 | Code | Items | 2025 | 2024 |
|--------|--|------------------|---------------|--------|---|-----------------|------------------|
| | | Amount | Amount | | | Amount | Amount |
| AAAA | Cash flows from operating activities: | | | BBBB | Cash flows from investing activities: | | |
| A10000 | Income before income tax | \$128,974 | \$104,246 | B00010 | Purchase of financial assets at fair value through profit or loss | (8,703) | (28,556) |
| A20000 | Adjustment items: | | | B00020 | Disposal of financial assets at FVTPL | 14,187 | 28,015 |
| A20010 | Income/expenses items: | | | B01800 | Investment accounted for using the equity method | (5,235) | (3,099) |
| A20100 | Depreciation expense | 27,534 | 26,944 | B02700 | Acquisition of property, plant and equipment | (42,591) | (38,824) |
| A20200 | Amortization expenses | 12,654 | 9,259 | B02800 | Disposal of property, plant and equipment | 355 | 5,308 |
| A20300 | Expected credit impairment losses (gains) | (25,772) | 20,139 | B04300 | Decrease (increase) in other receivables - related parties | 292,446 | (136,424) |
| A20400 | Net (gain) on financial assets at FVTPL | (1,226) | (8,761) | B04500 | Acquisition of intangible assets | (13,730) | (18,577) |
| A20900 | Interest expenses | 39,949 | 38,876 | B05400 | Acquisition of investment property | - | (1,219) |
| A21200 | Interest revenue | (13,237) | (11,652) | B07600 | Dividends received | - | 47,189 |
| A21300 | Dividend income | (228) | (101) | BBBB | Net cash inflow (outflow) from investing activities | <u>236,729</u> | <u>(146,187)</u> |
| A22300 | Share of profit or loss from subsidiaries and associates accounted for using the equity method | (159,011) | (53,688) | | | | |
| A22500 | Disposal of property, plant and equipment (gains) | (355) | (3,525) | CCCC | Cash flows from financing activities: | | |
| A24000 | Realized (gains) on sales | - | (4,429) | C00100 | Increase in short-term borrowings | 260,000 | 190,000 |
| A30000 | Changes in operating assets/ liabilities related to operating activities: | | | C00200 | Decrease in short-term borrowings | (220,000) | (190,000) |
| A31125 | (Increase) decrease in contract assets | (55,664) | 52,138 | C00500 | Increase in short-term notes and bills payable | 174,633 | - |
| A31130 | Decrease (increase) of notes receivable | (1,189) | 25,634 | C00600 | Decrease in short-term notes and bills payable | (174,633) | - |
| A31150 | (Increase) in accounts receivable | (86,113) | (220,469) | C01300 | Repayment of bonds | (684,900) | - |
| A31190 | Decrease (increase) in other receivables – Related party | (4,146) | (5,844) | C01600 | Proceeds from long-term borrowings | 1,214,000 | 321,000 |
| A31200 | Decrease (increase) in inventory | (7,980) | 85,267 | C01700 | Repayments of long-term borrowings | (584,500) | (212,398) |
| A31240 | Decrease(increase)in other current assets | (109,833) | 8,189 | C03000 | Increase in deposits received | - | 90 |
| A31990 | Decrease (increase) in other non-current assets | 45,840 | (8,134) | C04400 | Decrease in other current liabilities | (2) | - |
| A32125 | (Decrease) increase in contract assets | (31,004) | 11,236 | C04500 | Allocation of cash dividends | (49,166) | (23,548) |
| A32130 | (Decrease) in notes payable | (133) | (447) | C04900 | Cost of repurchase of treasury shares | - | (49,969) |
| A32150 | Increase in accounts payable | 69,394 | 18,745 | C05100 | Employee repurchase of treasury shares | 5,574 | 19,957 |
| A32180 | Increase in other payables | 20,382 | 15,990 | C09900 | Other financing activities | 68 | - |
| A32230 | Increase of other current liabilities | 24,428 | 1,297 | CCCC | Net cash (outflow) inflow from financing activities | <u>(58,926)</u> | <u>55,132</u> |
| A32240 | (Decrease) in net defined benefit liabilities | (16,525) | (2,154) | | | | |
| A33000 | Cash (outflow) from operations | <u>(143,261)</u> | <u>98,756</u> | EEEE | Increase (decrease) in cash and cash equivalents for the current period | 5,418 | (24,875) |
| A33100 | Interest received | 13,237 | 11,652 | E00100 | Cash and cash equivalents at the beginning of the year | 89,337 | 114,212 |
| A33200 | Dividends received | 228 | 101 | E00200 | Cash and cash equivalents at the end of the year | <u>\$94,755</u> | <u>\$89,337</u> |
| A33300 | Interest paid | (36,553) | (30,589) | | | | |
| A33500 | Income tax paid | (6,036) | (13,740) | | | | |
| AAAA | Net cash (outflow) inflow from operating activities | <u>(172,385)</u> | <u>66,180</u> | | | | |

(Please refer to the notes to the parent company only financial statements)

Chairman:

Manager:

Accounting Manager:

Independent Auditors' Report

[Attachment 5]

To: Fu Chun Shin Machinery Manufacture Co., Ltd.

Audit opinions

We have completed our review on the Consolidated Balance Sheet of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries on December 31, 2025 and 2024, and Consolidated Statements of Comprehensive Income, Consolidated Statements of Changes in Equity, Consolidated Cash Flow Statements, and Notes to the Consolidated Financial Statements (including a summary of significant accounting policies) for January 1 to December 31, 2025 and 2024.

In our opinion, said consolidated financial statements in all major respects are in compliance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with International Financial Reporting Standards (IFRSs), International Accounting Standards (IAS), Standing Interpretation Committee (SIC) interpretation and International Financial Reporting Standards Interpretations Committee (IFRSIC) announcement, endorsed by the Financial Supervisory Commission. They are sufficient to adequately express the consolidated financial status of the Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries as of December 31, 2025 and 2024, and its consolidated financial performance and consolidated cash flow from January 1 through December 31, 2025 and 2024.

Basis for Opinion

We are entrusted to conduct the audit in accordance with the Regulations Governing the Audit of Financial Statements and Auditing Standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical

responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the unconsolidated financial statements of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries for the year ended December 31, 2025. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Allowance for loss of accounts receivable

As of December 31, 2025, the carrying amount of net inventories of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries amounted to NT\$1,617,075 thousand, approximately 19% of total consolidated assets, which is significant to the consolidated financial statements. Considering the assessment of allowance for loss of accounts receivable is measured by lifetime expected credit loss, the process of measurement must appropriately divide accounts receivables into groups, determine and analyze the use of relevant assumptions in the process of measurement, including appropriate account aging intervals and the account aging loss rate for each interval, that reflected the measurement of the expected credit loss involving judgment, analysis and estimates, and the result of measurement affect the net amount of accounts receivables, we determined this as a key audit matter.

Our audit procedures included (without limitation to) evaluating and testing the internal control established by the management to evaluate the impairment loss on accounts receivable; evaluating the adequacy of the policy to provide allowance for loss; analyzing the adequacy of grouping of accounts receivable; testing the provision matrix adopted by Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries, including evaluating whether the determination of account aging intervals of each group is reasonable, and conducting the random check on original documents to check the accuracy of basic information, and also conducting the random check on the collections of accounts receivables during the subsequent period to evaluate the collectability of the accounts.

We also assessed the adequacy of disclosures of accounts receivables referred to in Notes V, VI and XII to the consolidated financial statements.

Valuation on slow-moving inventories

As of December 31, 2025, the carrying amount of net inventories of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries amounted to NT\$1,967,262 thousand, approximately 23% of total consolidated assets, which is significant to the consolidated financial statements. In consideration of the multiple raw materials and supplies to be purchased to meet the need for production process and customers' requirement for specifications, and said amount of provision of slow-moving inventories involving the significant judgment of the management of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries, we determined the estimation of allowance for slow-moving inventories as a key audit matter.

Our audit procedures included (without limitation to) evaluating and testing the internal control established by the management for valuation on slow-moving inventories; evaluating the adequacy of the policy to provide allowance for slow-moving inventories; conducting the random check on accuracy of the inventory aging, analyzing changes in the inventory aging and evaluating the inventories for which allowance for slow-moving inventory loss shall be provided separately; and recalculating the allowance for inventory price decline to confirm the compliance with the Company's accounting policy.

We also assessed the adequacy of disclosures of inventories referred to in Notes V and VI to the consolidated financial statements.

Responsibilities of Management Level and Those Charged with Governance for the Consolidated Financial Statements

The management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IFRS, IAS, IFRIC, and SIC endorsed and issued into effect by the Financial Supervisory Commission of the R.O.C., and for necessary internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the management is also responsible for assessing the ability of Fu Chun Shin Machinery Manufacture Co.,

Ltd. and its subsidiaries to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the management either intends to liquidate Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the Audit Committee, are responsible for overseeing the financial reporting process of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. The term "reasonable assurance" refers to a high level of assurance. Nevertheless, the audit performed according to auditing standards cannot guarantee the discovery of material misstatements in the consolidated financial statements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the consolidated financial statements.

As part of an audit in accordance with auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risk of material misstatement of the consolidated financial statements due to fraud or error, design and adopt appropriate countermeasures for the risks assessed, and obtain sufficient and appropriate audit evidence in order to be used as the basis for the opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for

the purpose of expressing an opinion on the effectiveness of the internal control of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management level.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries to continue as a going concern. In case where we consider that such events or circumstances have a material uncertainty, then relevant disclosure of the consolidated financial statements are required to be provided in our audit report to allow users of consolidated financial statements to be aware of such events or circumstances, or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including relevant notes, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence for the financial information of individual entities of the Group and provide opinion on the consolidated financial statements. We handle the guidance, supervision and execution of the audit on the Group and are responsible for preparing the opinion for the Group.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have

complied with relevant ethical requirements regarding independence under the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and to communicate with them all relationships and other matters that may reasonably be considered affecting our independence, and where applicable, other matters (including related safeguards).

From the matters communicated with the governance unit, we have determined key audit matters of 2025 consolidated financial statements of Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Others

Fu Chun Shin Machinery Manufacture Co., Ltd. and its subsidiaries has prepared the parent company only financial statements for 2025 and 2024, to which we have also issued an independent auditor's audit report with unqualified opinion along with the section on other matters and provided for reference.

EY Taiwan

The financial report is disclosed to the public upon approval of the competent authority.

Approval reference:

Jin-Guan-Zheng-Shen-Zi No. 1010045851

Jin-Guan-Zheng-Shen-Zi No. 1010045851

Mink Hu

Certified Public Accountant

Fang-Wen Lee

March 13, 2026

Fu Chun Shin Machinery Manufacture Co., Ltd. and its Subsidiaries
Consolidated Balance Sheet
December 31, 2025 and 2024

Unit: NT\$ Thousand

| Assets | | | December 31, 2025 | | December 31, 2024 | |
|--------|--|---------------|--------------------|------------|--------------------|------------|
| Code | Accounting titles | Notes | Amount | % | Amount | % |
| | Current assets | | | | | |
| 1100 | Cash and cash equivalents | IV/VI.1 | \$904,248 | 11 | \$676,230 | 9 |
| 1110 | Financial assets at FVTPL - Current | IV/VI.2 | 55,854 | - | 99,475 | 1 |
| 1140 | Contract assets - Current | VI.14, 15 | 239,546 | 3 | 27,647 | - |
| 1150 | Net notes receivable | IV/VI.4, 15 | 372,436 | 4 | 373,236 | 5 |
| 1170 | Net accounts receivable | IV/VI.5, 15 | 1,617,075 | 19 | 1,444,374 | 19 |
| 130x | Inventories | IV/VI.6 | 1,967,262 | 23 | 1,815,337 | 24 |
| 1470 | Other current assets | VIII | 321,671 | 4 | 221,797 | 3 |
| 11xx | Total current assets | | <u>5,478,092</u> | <u>64</u> | <u>4,658,096</u> | <u>61</u> |
| | Non-current assets | | | | | |
| 1510 | Financial assets at FVTPL - Non-current | IV/VI.2 | 65,292 | 1 | 65,164 | 1 |
| 1517 | Financial assets at FVOCI - Non-current | IV/VI.3 | 99,263 | 1 | 66,109 | 1 |
| 1550 | Investment accounted for using the equity method | IV | - | - | 3,574 | - |
| 1600 | Property, plant and equipment | IV/VI.7/VIII | 2,146,408 | 25 | 2,196,801 | 28 |
| 1755 | Right-of-use assets | IV/VI.16/VIII | 141,869 | 2 | 146,066 | 2 |
| 1760 | Net investment property | IV/VI.8/VIII | 310,741 | 4 | 321,266 | 4 |
| 1780 | Intangible assets | IV | 83,398 | 1 | 79,744 | 1 |
| 1840 | Deferred tax income assets | IV/VI.20 | 62,345 | 1 | 66,686 | 1 |
| 1900 | Other non-current assets – Others | VI.4 & 5/VIII | 121,419 | 1 | 106,598 | 1 |
| 15xx | Total non-current assets | | <u>3,030,735</u> | <u>36</u> | <u>3,052,008</u> | <u>39</u> |
| 1xxx | Total assets | | <u>\$8,508,827</u> | <u>100</u> | <u>\$7,710,104</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 Balance Sheet (Cont'd)
December 31, 2025 and 2024

Unit: NT\$ Thousand

| Liabilities and Equity | | | December 31, 2025 | | December 31, 2024 | |
|------------------------|--|----------|--------------------|------------|--------------------|------------|
| Code | Accounting titles | Notes | Amount | % | Amount | % |
| | Current liabilities | | | | | |
| 2100 | Short-term borrowings | IV/VI.9 | \$705,757 | 8 | \$311,885 | 4 |
| 2130 | Contract liability | IV/VI.14 | 556,573 | 7 | 271,712 | 4 |
| 2150 | Notes payable | IV | 341,132 | 4 | 309,693 | 4 |
| 2170 | Accounts payable | IV | 1,044,901 | 12 | 998,860 | 13 |
| 2200 | Other payables | IV | 411,095 | 5 | 379,638 | 5 |
| 2230 | Current tax liabilities | IV | 16,988 | - | 14,817 | - |
| 2280 | Lease liabilities – Current | IV/VI.16 | 1,465 | - | 1,402 | - |
| 2321 | Corporate bonds maturing or subject to put option within one year or one operating cycle | IV/VI.10 | - | - | 710,398 | 9 |
| 2322 | Long-term borrowings – current portion | IV/VI.11 | 102,059 | 1 | 146,956 | 2 |
| 2399 | Other current liabilities – Others | | 4,243 | - | 14,683 | - |
| 21xx | Total current liabilities | | <u>3,184,213</u> | <u>37</u> | <u>3,160,044</u> | <u>41</u> |
| | Non-current liabilities | | | | | |
| 2540 | Long-term borrowings | IV/VI.11 | 1,981,093 | 23 | 1,334,531 | 18 |
| 2570 | Deferred income tax liabilities | IV/VI.20 | 543,617 | 7 | 533,460 | 7 |
| 2580 | Lease liabilities – Non-current | IV/VI.16 | 20,854 | - | 22,229 | - |
| 2640 | Net defined benefit liabilities - Non-current | IV/VI.12 | 12,705 | - | 28,319 | - |
| 2645 | Deposits received | | 11,885 | - | 11,685 | - |
| 25xx | Total non-current liabilities | | <u>2,570,154</u> | <u>30</u> | <u>1,930,224</u> | <u>25</u> |
| 2xxx | Total Liabilities | | <u>5,754,367</u> | <u>67</u> | <u>5,090,268</u> | <u>66</u> |
| | Equity attributable to owners of the company | | | | | |
| 31xx | Share capital | VI.13 | | | | |
| 3100 | Share capital | VI.13 | | | | |
| 3110 | Common share capital | | 1,674,430 | 20 | 1,654,778 | 21 |
| 3130 | Bond conversion entitlement certificates | | - | - | 1,623 | - |
| 3200 | Capital surplus | VI.13 | 80,754 | 1 | 93,513 | 1 |
| 3300 | Retained earnings | | | | | |
| 3310 | Legal reserve | VI.13 | 174,584 | 2 | 168,118 | 2 |
| 3320 | Special reserve | VI.13 | 188,685 | 2 | 188,685 | 2 |
| 3350 | Unappropriated earnings | VI.13 | 507,057 | 6 | 438,734 | 7 |
| | Total retained earnings | | <u>870,326</u> | <u>10</u> | <u>795,537</u> | <u>11</u> |
| 3400 | Other equities | IV | (33,006) | - | (72,913) | (1) |
| 3500 | Treasury stocks | IV/VI.13 | (23,773) | - | (29,720) | - |
| 36xx | Non-controlling interests | VI.13 | 185,729 | 2 | 177,018 | 2 |
| 3xxx | Total equity | | <u>2,754,460</u> | <u>33</u> | <u>2,619,836</u> | <u>34</u> |
| | Total liabilities and equities | | <u>\$8,508,827</u> | <u>100</u> | <u>\$7,710,104</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 years ending December 31, 2025 and 2024

Unit: NT\$ Thousand

| Code | Accounting titles | Note | 2025 | | 2024 | |
|------|--|-----------------|------------------|----------|------------------|----------|
| | | | Amount | % | Amount | % |
| 4000 | Operating revenue | IV/VI.14 | \$5,082,840 | 100 | \$4,529,411 | 100 |
| 5000 | Operating cost | IV/VI.6, 17/VII | (3,795,423) | (75) | (3,369,271) | (74) |
| 5900 | Gross profit | | 1,287,417 | 25 | 1,160,140 | 26 |
| 6000 | Operating expenses | VI.16, 17/VII | | | | |
| 6100 | Selling expenses | | (660,934) | (13) | (605,534) | (13) |
| 6200 | Administrative expenses | | (310,053) | (6) | (294,655) | (7) |
| 6300 | Research and development expenses | | (132,517) | (2) | (119,650) | (3) |
| 6450 | Expected credit impairment gain (loss) | VI.15 | 21,008 | - | (19,728) | - |
| | Total operating expenses | | (1,082,496) | (21) | (1,039,567) | (23) |
| 6900 | Operating income | | 204,921 | 4 | 120,573 | 3 |
| 7000 | Non-operating income and expense | IV/VI.18 | | | | |
| 7010 | Other income | | 94,267 | 2 | 102,676 | 2 |
| 7020 | Other gains or losses | | (49,612) | (1) | (13,536) | - |
| 7050 | Financial costs | | (70,278) | (2) | (73,754) | (2) |
| 7060 | Share of profit or loss from associates and joint ventures accounted for using equity method | | (3,574) | - | (3,775) | - |
| | Total non-operating incomes and expenses | | (29,197) | (1) | 11,611 | - |
| 7900 | Net income before tax | | 175,724 | 3 | 132,184 | 3 |
| 7950 | Income tax expenses | IV/VI.20 | (65,864) | (1) | (60,079) | (1) |
| 8200 | Current period net profit | | 109,860 | 2 | 72,105 | 2 |
| 8300 | Other comprehensive income | IV/VI.19, 20 | | | | |
| 8310 | Items not reclassified subsequently to profit or loss | | | | | |
| 8311 | Remeasurement of defined benefit programs | | (911) | - | 1,230 | - |
| 8316 | Unrealized valuation gains or losses on equity investments measured at fair value through other comprehensive income | | 33,084 | 1 | 8,188 | - |
| 8349 | Income taxes related to the items not re-classified | | 182 | - | (246) | - |
| 8360 | Items that may be reclassified subsequently to profit or loss | | | | | |
| 8361 | Exchange differences on translation of the financial statements of foreign operations | | 10,660 | - | 91,256 | 2 |
| 8399 | Income tax relating to items that may be reclassified subsequently to profit or loss | | (1,951) | - | (17,064) | - |
| | Other comprehensive income of the current year (net amount after-tax) | | 41,064 | 1 | 83,364 | 2 |
| 8500 | Total comprehensive income in the current period | | <u>\$150,924</u> | <u>3</u> | <u>\$155,469</u> | <u>4</u> |
| 8600 | Net income (loss) attributable to: | | | | | |
| 8610 | Owners of the Company | | \$100,474 | | \$78,765 | |
| 8620 | Non-controlling interests | | 9,386 | | (6,660) | |
| | | | <u>\$109,860</u> | | <u>\$72,105</u> | |
| 8700 | Total comprehensive income attributable to: | | | | | |
| 8710 | Owners of the Company | | \$139,652 | | \$156,197 | |
| 8720 | Non-controlling interests | | 11,272 | | (728) | |
| | | | <u>\$150,924</u> | | <u>\$155,469</u> | |
| | Earnings per share(NT\$) | VI.21 | | | | |
| 9750 | Basic earnings per share | | <u>\$0.61</u> | | <u>\$0.50</u> | |
| 9850 | Diluted earnings per share | | <u>\$0.61</u> | | <u>\$0.46</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 Statement of Changes in Equity
For the years ending December 31, 2025 and 2024

Unit: NT\$ Thousand

| Code | Items | Equity attributable to owners of the company | | | | | | | | | Non-controlling interests | Total Equity | |
|------|--|--|--|-----------------|-------------------|------------------|-------------------------|---|--|-------------------|---------------------------|------------------|--------------------|
| | | Common 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 operations | Unrealized valuation gains (losses) on financial assets measured at fair value through other comprehensive | | | | |
| | | 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 |
| B1 | 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 profit in 2024 | - | - | - | - | - | 78,765 | - | - | - | 78,765 | (6,660) | 72,105 |
| D3 | Other comprehensive income in 2024 | - | - | - | - | - | 984 | 68,260 | 8,188 | - | 77,432 | 5,932 | 83,364 |
| D5 | Total comprehensive income in the current period | - | - | - | - | - | 79,749 | 68,260 | 8,188 | - | 156,197 | (728) | 155,469 |
| I1 | Conversion of convertible corporate bonds | - | 86,541 | 55,667 | - | - | - | - | - | - | 142,208 | - | 142,208 |
| I3 | Conversion of bond conversion entitlement certificates | 84,918 | (84,918) | - | - | - | - | - | - | - | - | - | - |
| 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 December 31 , 2024 | <u>\$1,654,778</u> | <u>\$1,623</u> | <u>\$93,513</u> | <u>\$168,118</u> | <u>\$188,685</u> | <u>\$438,734</u> | <u>\$(81,101)</u> | <u>\$8,188</u> | <u>\$(29,720)</u> | <u>\$2,442,818</u> | <u>\$177,018</u> | <u>\$2,619,836</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 |
| B1 | 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 distribution from capital surplus | - | - | (24,583) | - | - | - | - | - | - | (24,583) | - | (24,583) |
| D1 | 2025 net income | - | - | - | - | - | 100,474 | - | - | - | 100,474 | 9,386 | 109,860 |
| D3 | Other comprehensive income in 2025 | - | - | - | - | - | (729) | 7,809 | 32,098 | - | 39,178 | 1,886 | 41,064 |
| D5 | Total comprehensive income in the current period | - | - | - | - | - | 99,745 | 7,809 | 32,098 | - | 139,652 | 11,272 | 150,924 |
| I1 | Conversion of convertible corporate bonds | - | 18,029 | 11,756 | - | - | - | - | - | - | 29,785 | - | 29,785 |
| I3 | Conversion of bond conversion entitlement certificates | 19,652 | (19,652) | - | - | - | - | - | - | - | - | - | - |
| O1 | Increase/decrease in non-controlling interests | - | - | - | - | - | - | - | - | - | - | (2,561) | (2,561) |
| T1 | Other - Transfer of treasury stock | - | - | - | - | - | (373) | - | - | 5,947 | 5,574 | - | 5,574 |
| T1 | Other - exercise of the right of subrogation | - | - | 68 | - | - | - | - | - | - | 68 | - | 68 |
| Z1 | Balance as of December 31 , 2025 | <u>\$1,674,430</u> | <u>\$-</u> | <u>\$80,754</u> | <u>\$174,584</u> | <u>\$188,685</u> | <u>\$507,057</u> | <u>\$(73,292)</u> | <u>\$40,286</u> | <u>\$(23,773)</u> | <u>\$2,568,731</u> | <u>\$185,729</u> | <u>\$2,754,460</u> |

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

Chairman:

Manager 36 -

Accounting Manager:

Fu Chun Shin Machinery Manufacture Co., Ltd. and its Subsidiaries

Consolidated Statements of Cash Flows

For the years ending December 31, 2025 and 2024

Unit: NT\$ Thousand

| Code | Items | 2025 | 2024 | Code | Items | 2025 | 2024 |
|--------|--|-----------|-----------|--------|---|-----------|-----------|
| | | Amount | Amount | | | Amount | Amount |
| AAAA | Cash flows from operating activities: | | | BBBB | Cash flows from investing activities: | | |
| A10000 | Income before income tax | \$175,724 | \$132,184 | B00010 | Purchase of financial assets at fair value through profit or loss | (662,567) | (719,190) |
| A20000 | Adjustment items: | | | B00020 | Disposal of financial assets at FVTPL | 707,214 | 901,032 |
| A20010 | Income/expenses items: | | | B02700 | Acquisition of property, plant and equipment | (93,624) | (155,670) |
| A20100 | Depreciation expense | 143,036 | 153,038 | B02800 | Disposal of property, plant and equipment | 30,932 | 12,105 |
| A20200 | Amortization expenses | 14,900 | 11,976 | B04500 | Acquisition of intangible assets | (14,779) | (19,808) |
| A20300 | Expected credit impairment losses (gains) | (21,008) | 19,728 | B05400 | Acquisition of investment property | - | (886) |
| A20400 | Net (gain) on financial assets at FVTPL | (2,338) | (12,454) | BBBB | Net cash (outflow) inflow from investing activities | (32,824) | 17,583 |
| A20900 | Interest expenses | 70,278 | 73,754 | | | | |
| A21200 | Interest revenue | (31,860) | (28,504) | CCCC | Cash flows from financing activities: | | |
| A21300 | Dividend income | (228) | (101) | C00100 | Increase in short-term borrowings | 940,217 | 315,512 |
| A22300 | Share of losses on affiliates and joint ventures accounted for using the equity method | 3,574 | 3,775 | C00200 | Decrease in short-term borrowings | (552,171) | (332,420) |
| A22500 | Disposal of property, plant and equipment (gains) | (1,097) | (528) | C00500 | Increase in short-term notes and bills payable | 174,633 | - |
| A23700 | Loss on non-financial asset impairment | 393 | 14,899 | C00600 | Decrease in short-term notes and bills payable | (174,633) | - |
| A30000 | Changes in operating assets/ liabilities related to operating activities: | | | C01300 | Repayment of bonds | (684,900) | - |
| A31125 | (Increase) decrease in contract assets | (211,899) | 26,255 | C01600 | Proceeds from long-term borrowings | 1,387,148 | 499,228 |
| A31130 | Decrease (increase) of notes receivable | (259) | 124,402 | C01700 | Repayments of long-term borrowings | (787,891) | (435,593) |
| A31150 | (Increase) in accounts receivable | (179,783) | (333,882) | C03000 | Increase in deposits received | 200 | 367 |
| A31200 | (Increase) in inventories | (168,521) | (190,548) | C04020 | Repayment of principal portion of lease | (1,355) | (1,340) |
| A31240 | Decrease(increase)in other current assets | (94,982) | 42,050 | C04500 | Allocation of cash dividends | (49,166) | (23,548) |
| A31990 | Decrease (increase) in other non-current assets | 18,197 | (9,449) | C04900 | Cost of repurchase of treasury shares | - | (49,969) |
| A32125 | Increase in contract liability | 284,861 | 79,258 | C05100 | Employee repurchase of treasury shares | 5,574 | 19,957 |
| A32130 | Increase in notes payable | 31,439 | 164,928 | C05800 | Change in non-controlling interests | (2,561) | (5,703) |
| A32150 | Increase (decrease) in accounts payable | 46,041 | (17,642) | C09900 | Other financing activities | 68 | - |
| A32180 | Increase in other payables | 32,942 | 20,012 | | Net cash inflow (outflow)from financing activities | 255,163 | (13,509) |
| A32230 | Increase (decrease) in other current liabilities | (10,440) | 693 | | | | |
| A32240 | (Decrease) in net defined benefit liabilities | (16,525) | (2,154) | DDDD | Effect of exchange rate changes on cash and cash equivalents | 13,036 | (12,483) |
| A33000 | Cash inflow from operating activities | 82,445 | 271,690 | | | | |
| A33100 | Interest received | 31,860 | 28,504 | EEEE | Increase in cash and cash equivalents for the current period | 228,018 | 186,833 |
| A33200 | Dividends received | 228 | 101 | E00100 | Cash and cash equivalents at the beginning of the year | 676,230 | 489,397 |
| A33300 | Interest paid | (67,476) | (66,439) | E00200 | Cash and cash equivalents at the end of the year | \$904,248 | \$676,230 |
| A33500 | Income tax paid | (54,414) | (38,614) | | | | |
| AAAA | Net cash (outflow) inflow from investing activities | (7,357) | 195,242 | | | | |

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

Chairman:

Manager: 37 -

Accounting Manager:

Report of Raising the 4th Domestic Unsecured Convertible Corporate Bonds

| | |
|--|--|
| Corporate Bond | The 4 th Domestic Unsecured Convertible Corporate Bonds |
| Date of Approval | Dec 29, 2025 |
| Date of Issuance | Pending Confirmation (Note) |
| Total Issuance Amount | NT\$ 400,000,000 |
| Par value of issuance | NT\$ 100,000 |
| Quantity of issuance | 4,000 units |
| Place of issue and transaction | Taipei Exchange |
| Issue Price | NT\$100 Issued at 100% of face value |
| Coupon Rate | 0% |
| Period | 3years, the actual issuance date and maturity date are to be confirmed. |
| Guarantee institution | None |
| Repayment method | The bonds shall be repaid in cash at face value upon maturity. |
| repayment of principal and interest and exchange institution | Transfer Agency Department, CTBC Bank Co., Ltd. |
| Reverse repurchase agreement of bonds | In accordance with Article 18 of the Regulations for the Issuance and Conversion of the 4th Domestic Unsecured Convertible Corporate Bonds |
| Repurchase agreement of bonds | In accordance with Article 17 of the Regulations for the Issuance and Conversion of the 4th Domestic Unsecured Convertible Corporate Bonds |
| Trustee | Taipei Fubon Commercial Bank Co., Ltd. |
| Underwriting institution | President Securities Corporation |
| Exercise of Issuance | Not yet implemented |

Notes:

1. The Company's 4th domestic unsecured convertible corporate bonds were approved and became effective by the Financial Supervisory Commission on December 29, 2025 .
2. Due to volatility in the domestic capital market at the beginning of 2026, and in order to maintain flexibility in pricing timing and facilitate successful fundraising, the Company applied to the Financial Supervisory Commission on March 2, 2026 for an extension of the fundraising period to six (6) months.
3. The Financial Supervisory Commission replied by letter on March 10, 2026, approving the extension of the fundraising period to June 28, 2026.

Rules of Procedures for Shareholders' Meetings

- I. The rules of procedures for shareholders' meetings of FU CHUN SHIN MACHINERY MANUFACTURE CO., LTD. (hereinafter referred to as the "Company"), except as otherwise provided by laws, shall be as provided in these Rules.
- II. The shareholders mentioned in the "Rules" refer to the shareholders and the representatives entrusted by the shareholders to attend the meeting on behalf of them.
- III. Unless otherwise provided by law or regulation, this Corporation's shareholders meetings shall be convened by the board of directors.
The Company convening a shareholders' meeting via videoconference shall be stated in the Articles of Incorporation and resolved by the board of directors, and the videoconference shall be attended by at least two-thirds of the board of directors. A resolution is passed with the consent of a majority of the directors.
- IV. The company shall specify in the meeting notice the time and place for the sign-in of the shareholders and other related matters.
The shareholders' meeting reporting time referred to in the preceding paragraph shall be 30 minutes prior to the meeting started. There should be clear signs at the reporting place with adequate staff assigned to handle the process. For virtual shareholders meetings, shareholders may begin to register on the virtual meeting platform 30 minutes before the meeting starts. Shareholders completing registration will be deemed as attend the shareholders meeting in person.
Shareholders or their proxies (hereinafter referred to as the "shareholders") shall attend the shareholders' meetings with their attendance cards, sign-in cards, or other certificates of attendance. The Company may not arbitrarily add requirements for other documents beyond those showing eligibility to attendance presented by shareholders. Solicitors soliciting proxy forms shall also bring identification documents for verification.
The Company shall furnish the attending shareholders with a sign-in book to sign, or attending shareholders may hand in a sign-in card in lieu of signing in. The Company shall furnish attending shareholders with the meeting agenda handbook, annual report, attendance card, speaker's slips, voting slips, and other meeting materials. Where there is an election of directors, ballots shall also be furnished.
In the event of a virtual shareholders meeting, shareholders wishing to attend the meeting online shall register with this Corporation two days before the meeting date.

In the event of a virtual shareholders meeting, this Corporation shall upload the meeting agenda book, annual report and other meeting materials to the virtual meeting platform at least 30 minutes before the meeting starts, and keep this information disclosed until the end of the meeting.

- V. To convene a virtual shareholders meeting, this Corporation shall include the following particulars in the shareholders meeting notice: How shareholders attend the virtual meeting and exercise their rights.
1. How shareholders attend the virtual meeting and exercise their rights.
 2. Actions to be taken if the virtual meeting platform or participation in the virtual meeting is obstructed due to natural disasters, accidents or other force majeure events, at least covering the following particulars:
 - A. To what time the meeting is postponed or from what time the meeting will resume if the above obstruction continues and cannot be removed, and the date to which the meeting is postponed or on which the meeting will resume.
 - B. Shareholders not having registered to attend the affected virtual shareholders meeting shall not attend the postponed or resumed session.
 - C. In case of a hybrid shareholders meeting, when the virtual meeting cannot be continued, if the total number of shares represented at the meeting, after deducting those represented by shareholders attending the virtual shareholders meeting online, meets the minimum legal requirement for a shareholder meeting, then the shareholders meeting shall continue. The shares represented by shareholders attending the virtual meeting online shall be counted towards the total number of shares represented by shareholders present at the meeting, and the shareholders attending the virtual meeting online shall be deemed abstaining from voting on all proposals on meeting agenda of that shareholders meeting.
 - D. Actions to be taken if the outcome of all proposals have been announced and extraordinary motion has not been carried out.
 3. To convene a virtual-only shareholders meeting, appropriate alternative measures available to shareholders with difficulties in attending a virtual shareholders meeting online shall be specified. Shareholders must be furnished with the requisite connection equipment and support, with the exception of the circumstances delineated in Paragraph 6 of Article 44-9 of the Regulations Governing the Administration of Shareholder Services of Public Companies. Furthermore, it is imperative to specify any pertinent precautions and the timeframe within which shareholders are permitted to submit applications to the Company.
- VI. Attendance at shareholders meetings shall be calculated based on numbers of shares. The number of shares in attendance shall be calculated according to the shares indicated by the attendance book and sign-in cards handed in, and the shares checked in on the virtual meeting platform, plus the number of shares whose voting rights are exercised by correspondence or electronically. The chair shall call the meeting to order at the scheduled meeting time;

however, the chair may have the meeting postponed if the attending shareholders do not represent more than half of the total shares issued. The meeting postponement is limited to two times for a total of less than 1 hour. If the quorum is not met after two postponements and the attending shareholders still represent less than one-third of the total number of issued shares, the chair shall declare the meeting adjourned. In the event of a virtual shareholders meeting, this Corporation shall also declare the meeting adjourned at the virtual meeting platform. If there are not enough shareholders representing at least one-third of issued shares attending the meeting after two postponements, tentative resolutions may be passed in accordance with Article 175, Paragraph 1 of the Company Act. Shareholders shall be notified of the tentative resolutions, and another shareholders' meeting will be convened within one month. When, prior to conclusion of the meeting, the attending shareholders represent a majority of the total number of outstanding shares, the chair may resubmit the tentative resolution for a vote by the shareholders' meeting pursuant to Article 174 of the Company Act.

- VII. If a shareholders' meeting is convened by the Board of Directors, the meeting agenda shall be set by the Board of Directors. The meeting shall proceed in the order set by the agenda, which may not be changed without a resolution of the shareholders' meeting. The provisions of the preceding paragraph apply mutatis mutandis to a shareholders' meeting convened by a party with the power to convene other than the Board of Directors. The chair may not declare the meeting adjourned prior to completion of deliberation on the meeting agenda of the preceding two paragraphs (including extempore motions), except by a resolution of the shareholders' meeting. If the chair declares the adjournment of the meeting in a manner in violation of such rules governing the proceedings of meetings, the other members of the Board of Directors shall promptly assist the attending shareholders in electing a new chair in accordance with statutory procedures, by agreement of a majority of the votes represented by the attending shareholders, and then continue the meeting. Shareholders may not select another chair to continue the meeting at the original meeting place or at another place after the meeting is adjourned.
- VIII. When a meeting is in progress, the chair may announce a break based on time considerations. A resolution may be adopted at a shareholders' meeting to defer or resume the meeting within 5 days for the proposal that could not be concluded in the meeting without the need of issuing a notice and announcement.
- IX. Before speaking, an attending shareholder must specify on a speaker's slip the subject of the speech, his/her shareholder account number (or attendance card number), and account name. The order in which shareholders speak will be set

by the chair. A shareholder in attendance who has submitted a speaker's slip but does not actually speak shall be deemed to have not spoken. When the content of the speech is not in alignment with the subject on the speaker's slip, the spoken content shall prevail. Attending shareholders may not interfere with the speaking shareholders without the Chairman's consent and the speaking shareholders. The Chairman will have the violating shareholders stopped. A shareholder's single speech may not exceed 5 minutes, provided that the speech may be extended once upon permission of the chair.

Except with the consent of the chair, a shareholder may not speak more than twice on the same proposal. If the shareholder's speech violates the rules or exceeds the scope of the agenda item or disturbs the order of the proceeding, the chair may stop such act or terminate the speech discretionally or upon the request of other shareholders.

After an attending shareholder has spoken, the chair may respond in person or direct relevant personnel to respond.

Where a virtual shareholders meeting is convened, shareholders attending the virtual meeting online may raise questions in writing at the virtual meeting platform from the chair declaring the meeting open until the chair declaring the meeting adjourned. No more than two questions for the same proposal may be raised. Each question shall contain no more than 200 words.

As long as questions so raised in accordance with the preceding paragraph are not in violation of the regulations or beyond the scope of a proposal, it is advisable the questions be disclosed to the public at the virtual meeting platform.

- X. The chair shall allow ample opportunity during the meeting for explanation and discussion of proposals and of amendments or extempore motions put forward by the shareholders; when the chair is of the opinion that a proposal has been discussed sufficiently to put it to a vote, the chair may announce the discussion closed and call for a vote.
- XI. Except as otherwise provided in the Company Act and in the Company's Articles of Incorporation, the passage of a proposal shall require an affirmative vote of a majority of the voting rights represented by the attending shareholders.
- XII. Attendance and voting at shareholders' meetings shall be calculated based on the number of shares.
- XIII. The venue for a shareholders' meeting shall be the premises of the Company, or a place easily accessible to shareholders and suitable for the meeting. The meeting may begin no earlier than 9 a.m. and no later than 3 p.m. Full consideration shall be given to the opinions of the independent directors with

respect to the place and time of the meeting.

The restrictions on the place of the meeting shall not apply when this Corporation convenes a virtual-only shareholders meeting.

- XIV. If a shareholders' meeting is convened by the Board of Directors, the meeting shall be chaired by the Chairman of Board. In case the Chairman is on leave or absent or cannot exercise his power and authority for any cause, the Vice Chairman shall act on his behalf. In case the Vice Chairman is also on leave or absent or unable to exercise his power and authority for any cause, the Chairman shall designate one of the directors to act on his behalf. In the absence of such a designation, the directors shall elect from among themselves an acting chair. Where a shareholders' meeting is convened by a party with power to convene other than the Board of Directors, the convening party shall chair the meeting. When there are two or more such convening parties, they shall mutually select a chair from among themselves.

When a director serves as the chair, as referred to in the preceding paragraph, the director shall have held that position for six months or more with great understanding of the Company's financial position and business conditions. The same shall apply for a representative of an institutional director to serve as the chair.

- XV. The Company may appoint its attorneys, CPAs, or relevant persons retained by it to attend a shareholders' meeting in a non-voting capacity. Staff handling administrative affairs of a shareholders meeting shall wear identification cards or armbands.

At the place of a shareholders meeting, if a shareholder attempts to speak through any device other than the public address equipment set up by this Corporation, the chair may prevent the shareholder from so doing.

When a shareholder violates the rules of procedure and defies the chair's correction, obstructing the proceedings and refusing to heed calls to stop, the chair may direct the proctors or security personnel to escort the shareholder from the meeting.

- XVI. The Company shall make an uninterrupted audio and video recording of the entire process of the shareholders' meeting from shareholders' sign-in, the proceedings of the meeting, as well as the process of voting and vote counting. The audio and video recording in the preceding paragraph shall be kept for at least one year. If, however, a shareholder files a lawsuit pursuant to Article 189 of the Company Act, the recording shall be retained until the conclusion of the litigation.

Where a shareholders meeting is held online, this Corporation shall keep records of shareholder registration, sign-in, check-in, questions raised, votes

cast and results of votes counted by this Corporation, and continuously audio and video record, without interruption, the proceedings of the virtual meeting from beginning to end.

The information and audio and video recording in the preceding paragraph shall be properly kept by this Corporation during the entirety of its existence, and copies of the audio and video recording shall be provided to and kept by the party appointed to handle matters of the virtual meeting.

In case of a virtual shareholders meeting, this Corporation is advised to audio and video record the back-end operation interface of the virtual meeting platform.

XVII. The representative of a juristic person shareholder shall not be limited to one person, provided that the voting right that may be exercised shall be calculated on the basis of the total number of voting shares it holds, and shall be exercised by a single representative centrally, or several representatives separately.

XVIII. When there is an amendment or an alternative to a proposal, the chair shall present the amended or alternative proposal together with the original proposal and decide the order in which they will be put to a vote. When any one among them is passed, the other proposals will then be deemed rejected and no further voting shall be required.

XIX. The juristic person who has attended the shareholder's meeting by proxy can authorize only one representative to attend the meeting. When a juristic person shareholder appoints two or more representatives to attend a shareholders' meeting, only one of the representatives so appointed may speak on the same proposal.

XX. Vote counting for proposals or elections at a shareholders' meeting shall be conducted in public at the place of the shareholders' meeting. Immediately after vote counting has been completed, the results of the voting, including the statistical tallies of the numbers of votes, shall be announced on-site at the meeting and recorded.

When this Corporation convenes a virtual shareholders meeting, after the chair declares the meeting open, shareholders attending the meeting online shall cast votes on proposals and elections on the virtual meeting platform before the chair announces the voting session ends or will be deemed abstained from voting.

In the event of a virtual shareholders meeting, votes shall be counted at once after the chair announces the voting session ends, and results of votes and elections shall be announced immediately.

When this Corporation convenes a hybrid shareholders meeting, if shareholders who have registered to attend the meeting online decide to attend the physical shareholders meeting in person, they shall revoke their registration two days

before the shareholders meeting in the same manner as they registered. If their registration is not revoked within the time limit, they may only attend the shareholders meeting online.

When shareholders exercise voting rights by correspondence or electronic means, unless they have withdrawn the declaration of intent and attended the shareholders meeting online, except for extraordinary motions, they will not exercise voting rights on the original proposals or make any amendments to the original proposals or exercise voting rights on amendments to the original proposal.

- XXI. The chair may direct disciplinary personnel or security personnel to help keep the meeting place in order.
- XXII. Upon occurrence of the significant disasters, such as air raid warning, earthquake, and fire during the meeting, if any, the chair shall announce the closure or suspension of the meeting and evacuate all attendees. After the disaster is relieved, the chair shall announce the time for reopening the meeting.
- XXIII. Matters relating to the resolutions of a shareholders meeting shall be recorded in the meeting minutes. The meeting minutes shall be signed or sealed by the chair of the meeting and a copy distributed to each shareholder within 20 days after the conclusion of the meeting. The meeting minutes may be produced and distributed in electronic form.

This Corporation may distribute the meeting minutes of the preceding paragraph by means of a public announcement made through the MOPS.

The meeting minutes shall accurately record the year, month, day, and place of the meeting, the chair's full name, the methods by which resolutions were adopted, and a summary of the deliberations and their voting results (including the number of voting rights), and disclose the number of voting rights won by each candidate in the event of an election of directors or supervisors. The minutes shall be retained for the duration of the existence of this Corporation. Where a virtual shareholders meeting is convened, in addition to the particulars to be included in the meeting minutes as described in the preceding paragraph, the start time and end time of the shareholders meeting, how the meeting is convened, the chair's and secretary's name, and actions to be taken in the event of disruption to the virtual meeting platform or participation in the meeting online due to natural disasters, accidents or other force majeure events, and how issues are dealt with shall also be included in the minutes.

When convening a virtual-only shareholder meeting, other than compliance with the requirements in the preceding paragraph, this Corporation shall specify in the meeting minutes alternative measures available to shareholders with difficulties in attending a virtual-only shareholders meeting online.

XXIV. (Public disclosure) On the day of a shareholders meeting, this Corporation shall compile in the prescribed format a statistical statement of the number of shares obtained by solicitors through solicitation, the number of shares represented by proxies and the number of shares represented by shareholders attending the meeting by correspondence or electronic means, and shall make an express disclosure of the same at the place of the shareholders meeting. In the event a virtual shareholders meeting, this Corporation shall upload the above meeting materials to the virtual meeting platform at least 30 minutes before the meeting starts, and keep this information disclosed until the end of the meeting. During this Corporation's virtual shareholders meeting, when the meeting is called to order, the total number of shares represented at the meeting shall be disclosed on the virtual meeting platform. The same shall apply whenever the total number of shares represented at the meeting and a new tally of votes is released during the meeting.

If matters put to a resolution at a shareholders meeting constitute material information under applicable laws or regulations or under Taiwan Stock Exchange Corporation (or Taipei Exchange Market) regulations, this Corporation shall upload the content of such resolution to the MOPS within the prescribed time period.

XXV. (Disclosure of information at virtual meetings)

In the event of a virtual shareholders meeting, this Corporation shall disclose real-time results of votes and election immediately after the end of the voting session on the virtual meeting platform according to the regulations, and this disclosure shall continue at least 15 minutes after the chair has announced the meeting adjourned.

XXVI. (Location of the chair and secretary of virtual-only shareholders meeting)

When this Corporation convenes a virtual-only shareholders meeting, both the chair and secretary shall be in the same location, and the chair shall declare the address of their location when the meeting is called to order.

XXVII. (Handling of disconnection)

In the event of a virtual shareholders meeting, this Corporation may offer a simple connection test to shareholders prior to the meeting, and provide relevant real-time services before and during the meeting to help resolve communication technical issues.

In the event of a virtual shareholders meeting, when declaring the meeting open, the chair shall also declare, unless under a circumstance where a meeting is not required to be postponed to or resumed at another time under Article 44-20, paragraph 4 of the Regulations Governing the Administration of Shareholder Services of Public Companies, if the virtual meeting platform or participation in the virtual meeting is obstructed due to natural disasters,

accidents or other force majeure events before the chair has announced the meeting adjourned, and the obstruction continues for more than 30 minutes, the meeting shall be postponed to or resumed on another date within five days, in which case Article 182 of the Company Act shall not apply.

For a meeting to be postponed or resumed as described in the preceding paragraph, shareholders who have not registered to participate in the affected shareholders meeting online shall not attend the postponed or resumed session.

For a meeting to be postponed or resumed under the second paragraph, the number of shares represented by, and voting rights and election rights exercised by the shareholders who have registered to participate in the affected shareholders meeting and have successfully signed in the meeting, but do not attend the postpone or resumed session, at the affected shareholders meeting, shall be counted towards the total number of shares, number of voting rights and number of election rights represented at the postponed or resumed session.

During a postponed or resumed session of a shareholders meeting held under the second paragraph, no further discussion or resolution is required for proposals for which votes have been cast and counted and results have been announced, or list of elected directors and supervisors.

When this Corporation convenes a hybrid shareholders meeting, and the virtual meeting cannot continue as described in second paragraph, if the total number of shares represented at the meeting, after deducting those represented by shareholders attending the virtual shareholders meeting online, still meets the minimum legal requirement for a shareholder meeting, then the shareholders meeting shall continue, and not postponement or resumption thereof under the second paragraph is required.

Under the circumstances where a meeting should continue as in the preceding paragraph, the shares represented by shareholders attending the virtual meeting online shall be counted towards the total number of shares represented by shareholders present at the meeting, provided these shareholders shall be deemed abstaining from voting on all proposals on meeting agenda of that shareholders meeting.

When postponing or resuming a meeting according to the second paragraph, this Corporation shall handle the preparatory work based on the date of the original shareholders meeting in accordance with the requirements listed under Article 44-20, paragraph 7 of the Regulations Governing the Administration of Shareholder Services of Public Companies.

For dates or period set forth under Article 12, second half, and Article 13, paragraph 3 of Regulations Governing the Use of Proxies for Attendance at

Shareholder Meetings of Public Companies, and Article 44-5, paragraph 2, Article 44-15, and Article 44-17, paragraph 1 of the Regulations Governing the Administration of Shareholder Services of Public Companies, this Corporation shall handle the matter based on the date of the shareholders meeting that is postponed or resumed under the second paragraph.

- XXVIII. When convening a virtual-only shareholders meeting, this Corporation shall provide appropriate alternative measures available to shareholders with difficulties in attending a virtual shareholders meeting online. Shareholders must be furnished with the requisite connection equipment and support, with the exception of the circumstances delineated in Paragraph 6 of Article 44-9 of the Regulations Governing the Administration of Shareholder Services of Public Companies. Furthermore, it is imperative to specify any pertinent precautions and the timeframe within which shareholders are permitted to submit applications to the Company.
- XXIX. The matters not addressed in the Rules should be processed in accordance with other related laws and the Company's Articles of Incorporation.
- XXX. These Rules and all amendments thereto shall be enforced upon approval by a shareholders' meeting.

The latest amendments to the Rules were made on June, 2024.

Articles of Incorporation

Chapter I General Provision

Article 1: The Company is incorporated in accordance with the Company Act and named Fu Chun Shin Machinery Manufacture Co., Ltd.

Article 2: The Company's business lines are stated as follows:

1. CB01010 Mechanical Equipment Manufacturing
2. CB01990 Other Machinery Manufacturing
3. CC01020 Electric Wires and Cables Manufacturing
4. CC01030 Electric Appliance and Audiovisual Electric Products Manufacturing
5. CC01080 Electronics Components Manufacturing
6. CD01030 Motor Vehicles and Parts Manufacturing
7. CD01040 Motorcycles and Parts Manufacturing
8. CQ01010 Mold and Die Manufacturing
9. C805990 Other Plastic Products Manufacturing
10. F401010 International Trade
11. H703100 Real Estate Leasing
12. ZZ99999 All business activities that are not prohibited or restricted by law, except those that are subject to special approval.

Article 3: The Company's headquarters is located in Tainan City. The Company may set up branches or branch offices at any other adequate locations, if necessary, and the establishment, abolishment or changes thereof shall be subject to resolutions by the Board of Directors.

Article 4: The Company's announcement method shall be handled in accordance with the provisions of Article 28 of the Company Act.

Chapter II Shares

Article 5: The Company's total capital is NT\$5 billion, which is divided into 500 million shares at a par value of NT\$10 per share, and the Board of Directors may issue unissued shares in tranches, if necessary.

Article 6: Deleted.

Article 7: The share certificates of the Company shall be registered, and bear the signatures or seals of directors representing the Company and may only be issued subject to certification by the competent authority pursuant to laws. The Company may issue shares exempted from the requirements about printing of stock certificates, and shall register the shares with a centralized securities depository institution.

Article 8: Shareholders shall report their real names or designations and addresses to the Company, and submit the completed specimen seal certificates to the Company for record. The loss of such specimen seal, if any, shall be handled

in accordance with the “Regulations Governing the Administration of Shareholder Services of Public Companies.”

Article 9: In the event of share transfer, the transferor and transferee shall complete the “Application Form for Share Transfer” and submit the same together with the stock certificates to the Company to apply for the registration of transfer. Before the transfer procedures are recorded on the roster of shareholders, such transfer shall not be set up as a defense against the Company.

Article 10: In the event of loss of or damage to the stock certificates, the “Regulations Governing the Administration of Shareholder Services of Public Companies” promulgated by the competent authority shall apply.

Article 11: If the Company processes a shareholder’s application for issuance of replacement stocks due to splits and such split stocks do not exceed 1,000 shares, the Company may charge a handling fee.

Article 12: The registration of share transfer shall be suspended 60 days before an annual general meeting, 30 days before a special shareholders’ meeting, or within five days before the Company decides to pay out dividends, bonuses, or other benefits.

Chapter III Shareholders’ Meeting

Article 13: There are annual general and special shareholders’ meetings. The Board of Directors shall convene the annual general meeting once a year within six months after the end of each fiscal year, by a 30-day prior notice to each shareholder. The special shareholders’ meeting shall be convened according to laws whenever necessary, by a 15-day prior written notice to each shareholder. Shareholders’ meetings of the Company may be held by way of video conferences or other methods announced by the central competent authority. If a video conference is adopted, shareholders who participated in the meeting via a video call shall be deemed as attending in person.

Article 14: Any shareholder who is unable to attend a shareholders’ meeting in person may appoint another shareholder to attend the meeting on behalf of him/her by personally presenting a power of attorney printed by the Company indicating the scope of power. The other matters related to attendance by proxy shall follow Article 177 of the Company Act, and also the “Regulations Governing the Use of Proxies for Attendance at Shareholders’ Meetings of Public Companies” promulgated by the competent authority.

Article 15: A shareholders’ meeting shall be chaired by the Chairman of Board. In case the Chairman is on leave or absent or cannot exercise his power and authority for any cause, the Vice Chairman shall act on his behalf. In case the Vice Chairman is also on leave or absent or unable to exercise his power and authority for any cause, the directors shall elect from among themselves an acting chair. Where a Board of Directors meeting is convened by a party with power to convene other than the Board of Directors, the convening party shall chair the meeting. When there are two or more such convening parties,

they shall mutually select a chair from among themselves.

Article 16: Each of the Company's shareholders is entitled to one vote per share. (Notwithstanding, the shares that are held by the Company itself in accordance with laws have no voting rights.)

Article 17: Resolutions at a shareholders' meeting shall, unless otherwise provided by other applicable laws, be adopted by a majority vote of the shareholders present, who represent more than one-half of the total number of voting shares. According to the requirements of the competent authority, shareholders of the Company may exercise their voting rights by electronic means; by doing so, such shareholders shall be deemed attending the meeting in person; relevant matters shall be subject to the requirements of laws and regulations.

Article 18: Matters relating to the resolutions by a shareholders' meeting shall be recorded in the meeting minutes. The meeting minutes shall be signed or sealed by the chair of the meeting and a copy distributed to each shareholder within 20 days after the conclusion of the meeting. The meeting minute referred to in the preceding paragraph shall be distributed in the manner under the Company Act. The minutes of shareholders' meeting shall record the date and place of the meeting, the name of the chair, the method of adopting resolutions, and a summary of the essential points of the proceedings and the results of the meeting. The minutes shall be kept persistently throughout the life of the Company. The attendance list bearing the signatures of shareholders present at the meeting and the powers of attorney of the proxies shall be kept by the company for a minimum period of at least one year.

Chapter IV Directors and Audit Committee

Article 19: The Company shall have 7–13 directors on the board in place. Their term of office is three years. The shareholders' meeting shall elect such directors from candidates with the legal capacity, and they shall be eligible for re-elections.

Article 19-1: The directors referred to in the preceding article shall include at least two independent directors who shall account for no less than one-fifth of the whole directors. The election of directors shall adopt the candidate nomination system under Article 192-1 of the Company Act. The method of accepting the nomination of director candidates, announcements and other related matters shall be handled in accordance with the relevant laws and regulations of the Company Act and the Securities and Exchange Act. Independent directors and non-independent directors shall be elected one at a time, and the number of elected positions shall be calculated separately. The votes obtained represent those with more voting rights to be elected as independent directors and non-independent directors.

Article 19-2: The Company has established its Audit Committee according to

requirements under Article 14-4 of the Securities and Exchange Act. The Audit Committee shall compose of all Independent Directors; the number of persons, tenure, powers, rules of procedures, and other matters shall be subject to relevant requirements under the Regulations Governing the Exercise of Powers by Audit Committees of Public Companies; the "Audit Committee Charter" shall be otherwise established.

Article 20: In case election of new directors cannot be effected in time after expiration of the term of office of existing directors, the existing directors shall continue to perform their duties until the new directors elect has assumed their office as directors.

Article 21: The Board of Directors shall consist of all directors. A Chairman of Board and a Vice Chairman of the Board shall be elected among and from the directors upon resolution adopted by a majority of the directors present at a meeting attended by more than two-third of the whole directors, and shall execute all of the Company's affairs per laws, Articles of Incorporation, and any resolution adopted by a shareholders' meeting and Board of Directors' meeting.

Article 22: When the number of vacancies in the Board of Directors equals one-third of the total number of directors, the Board of Directors shall call, within 60 days, a special shareholders' meeting to elect succeeding directors to fill the vacancies for the remaining service time of the dismissed directors.

Article 23: The Board of Directors shall meet once per three months. If the Chairman of Board deems it necessary, or upon request of more than two directors, a special shareholders' meeting may be convened and chaired by the Chairman. In case the Chairman is on leave or absent or cannot exercise his power and authority for any cause, the Vice Chairman shall act on his behalf. In case the Vice Chairman is also on leave or absent or unable to exercise his power and authority for any cause, the directors shall elect from among themselves an acting chair. In calling a meeting of the Board of Directors, a notice shall be given to each director within 7 days prior to the scheduled meeting date. In the case of emergency, however, the meeting may be convened at any time.

The meeting notice referred to in the preceding paragraph may be given by correspondence or via fax or email.

Article 24: Unless otherwise provided by the Company Act, the resolutions by the Board of Directors shall be adopted by more than half of the directors present at a Board of Directors meeting attended by more than half of all directors. Any director who is unable to attend the meeting with causes may appoint another director to attend the meeting on behalf of him/her by personally presenting a power of attorney indicating the scope of power. However, a director may accept the appointment to act as the proxy of another one director only. In case a meeting of the board of directors is proceeded via visual communication network, then the directors taking part in such a visual

communication meeting shall be deemed to have attended the meeting in person.

Article 25: Resolutions adopted by a Board of Directors meeting shall be recorded in the minutes of the meeting, which shall be affixed with the signature or seal of the chair of the meeting and distributed to each director of the Company within twenty days after the close of the meeting. The minute shall record a summary of the essential points of the proceedings and the results of the meeting. The minutes, together with the present directors' attendance book and power of attorney for proxy, if any, shall be kept by the Company pursuant to laws.

Article 26: Deleted.

Article 27: The Company's directors may claim transportation allowance. The Board of Directors is authorized to determine the remunerations to all directors (including the Chairman of the Board) based on their engagement in the Company's operations, contribution, and the pay level among peers in the industry.

Article 27-1: The Board of Directors' shall perform the following functions:

- (1) Review and approval of various charters and rules.
- (2) Determination of financing and wealth management.
- (3) Approval of annual budget and review on annual accounts.
- (4) Review, supervision and execution of annual business plans.
- (5) Important personnel decision making.
- (6) Preparation of earnings distribution proposal and loss compensation proposal.
- (7) Determination of capital increase/reduction.
- (8) Approval of important contracts or other significant matters.
- (9) Appointment and discharge of the Company's external auditors.
- (10) Other powers granted pursuant to laws and by a shareholders' meeting.

Chapter V. Managers and Officers

Article 28: The Company shall appoint several managers (including General Manager). The appointment and dismissal thereof and remuneration to them shall be governed by Article 29 of the Company Act.

Article 29: The Company may retain advisors or important officers per resolution by the Board of Directors.

Chapter VI. Account Closure

Article 30: At the end of each fiscal year, the Company shall have the Board of Directors prepare the following reports and submitted to the shareholders' meeting for approval according to legal procedures.

1. the business report;
2. the financial statements; and

3. earning distribution proposal or loss compensation proposal.

Article 31: The Company shall distribute no less than 3% of the annual profit, if any, as the remuneration to employees. Of the aforementioned remuneration to employees, no less than 30% shall be allocated to grassroots employees. The Company shall also distribute no more than 3% of the annual profit as the remuneration to directors, provided that profits must first be taken to offset against cumulative losses, if any.

The annual profit mentioned in the preceding paragraph refers to the income before tax before the remuneration to employees, directors are deducted for the year.

Receivers of the remuneration to employees paid in the form of stock or in cash shall include employees of the Company's associates who meet certain conditions.

Article 31-1: If the Company records earnings from the account during the interim period, it shall estimate and retain taxes payable, compensation for accumulated losses, estimate and retain remuneration of employees and remuneration of Directors, and then, appropriate 10% as the legal reserve; however, this shall not apply when the legal reserve has reached the paid-in capital of the Company; subsequently, the Company shall appropriate or reverse special reserve according to the requirements of laws and regulations. If there are still earnings, after adding the balance to the undistributed earnings from prior years, the Board shall prepare the distribution proposal; if the proposal adopts a distribution by way of the issuance of new shares, it shall be proposed to the shareholders' meeting for resolution before the distribution; if the proposal adopts the distribution in cash, it shall be resolved by the Board and reported to the shareholders' meeting.

If the Company has surplus earnings in the annual final settlement, it shall first legally pay all taxes and dues and cover the losses in the previous years, and then set aside ten percent (10%) of the surplus earnings as legal reserve, unless the amount of such legal reserve reaches the Company's total paid-in capital. Additionally, the special reserves set aside or reversed in accordance with applicable laws or the competent authority's requirements shall be stated as the current earnings which, together with the undistributed earnings at the beginning of the period, shall be regarded as the distributable earnings, and the Board of Directors shall draft a proposal for distribution of the same and then submit the proposal to a shareholders' meeting for resolution.

Pursuant to Article 240, Paragraph 5 of the Company Act, the Company authorizes the Board of Directors, with the attendance of more than two-thirds of all directors and the approval of a majority of the directors present, to distribute in whole or in part the dividends and bonuses to be distributed, or the legal reserve and capital reserve as prescribed in Article 241,

Paragraph 1 of the Company Act, in the form of cash. Such distribution shall be reported to the shareholders' meeting.

As the Company is engaged in the precision machinery industry, the dividend policy, including amount, category and ratio of shareholder bonus, shall be prepared subject to the current and future investment environment which the Company is in, the Company's funding needs, domestic/foreign competition status and capital budget, and by taking into account the shareholders' interest, balanced dividends and the Company's long-term financial planning. The total distributable dividends shall be no more than 80% of the annual distributable earnings, including the cash dividends no less than 20% of the distributable dividends.

Regarding the net reduction items of other equity accounted for and accumulated in the preceding period and the net increase in the fair value of investment properties, the Company shall appropriate special reserve with an equivalent amount from the undistributed earnings from the preceding period. If the undistributed earnings are insufficient, the amount shall be appropriated from profit after tax of the period, plus items other than profit after tax of the period, that is included in the amount of undistributed earnings for the period.

Article 32: Deleted.

Chapter VII Supplementary Provisions

Article 33: The Company may provide endorsements or guarantees to external entities.

Article 34: The Company's total investment may be exempted from the restriction about 40% of the total paid-in capital.

Article 35: The Company's articles of association and enforcement rules shall be established by the Board of Directors separately.

Article 36: Matters not specified in the Articles of Incorporation shall be handled in accordance with the Company Act and other related laws and regulations.

Article 37: The Articles of Incorporation shall be enforced upon resolution by a shareholders' meeting and approval of the competent authority. The same shall apply where the Articles of Incorporation are amended.

Article 38: The Articles of Incorporation were enacted on May 24, 1991.

1st amendments hereto were made on August 8, 1991.

2nd amendments hereto were made on September 15, 1994.

3rd amendments hereto were made on December 5, 1994.

4th amendments hereto were made on August 10, 1995.

5th amendments hereto were made on December 1, 1996.

6th amendments hereto were made on July 30, 1997.

7th amendments hereto were made on February 21, 1998

8th amendments hereto were made on June 27, 1998.

9th amendments hereto were made on June 24, 2000.

10th amendments hereto were made on June 16, 2001.

11th amendments hereto were made on June 30, 2002.
12th amendments hereto were made on June 27, 2003.
13th amendments hereto were made on June 5, 2004.
14th amendments hereto were made on June 29, 2005.
15th amendments hereto were made on June 29, 2006.
16th amendments hereto were made on June 21, 2007.
17th amendments hereto were made on June 17, 2010.
18th amendments hereto were made on June 21, 2012.
19th amendments hereto were made on June 27, 2014.
20th amendments hereto were made on June 27, 2015.
21st amendments hereto were made on May 31, 2016.
22nd amendments hereto were made on June 30, 2020.
23rd amendments hereto were made on August 30, 2021.
24th amendments hereto were made on May 31, 2022.
25th amendments hereto were made on June 20, 2025.

Fu Chun Shin Machinery Manufacture Co., Ltd.

Chairman: Wang Po-Hsun

Fu Chun Shin Machinery Manufacture Co., Ltd.

[Appendix 4]

Shareholding of Directors

Book closure date: April 20, 2026

| Position | Name | Date elected | Shareholding while elected | | | Current shareholding | | | Remarks |
|----------------------|--|--------------|----------------------------|------------|------------------------|----------------------|------------|------------------------|---------|
| | | | Type | shares | Shareholding ratio (%) | Type | shares | Shareholding ratio (%) | |
| Chairman | Wang Po-Hsun | Jun 20, 2025 | Ordinary share | 11,718,766 | 7.01% | Ordinary share | 11,452,766 | 6.84% | |
| Vice Chairman | Wan Chun-Chieh | Jun 20, 2025 | Ordinary share | 6,721,055 | 4.02% | Ordinary share | 6,793,055 | 4.06% | |
| Director | Wang Chun-Hsien | Jun 20, 2025 | Ordinary share | 6,365,105 | 3.81% | Ordinary share | 6,365,105 | 3.80% | |
| Director | Representative of Feng Wei Investment Co., Ltd.: Wang Po-Li | Jun 20, 2025 | Ordinary share | 3,306,503 | 1.98% | Ordinary share | 3,306,503 | 1.97% | |
| Director | Wang Chun-Yu | Jun 20, 2025 | Ordinary share | 786,243 | 0.47% | Ordinary share | 796,243 | 0.48% | |
| Director | Chang Su-Chen | Jun 20, 2025 | Ordinary share | 3,318,084 | 1.98% | Ordinary share | 3,318,084 | 1.98% | |
| Director | Chen Fei-Ju | Jun 20, 2025 | Ordinary share | 41,250 | 0.02% | Ordinary share | 41,250 | 0.02% | |
| Independent director | Huang Chung-hui | Jun 20, 2025 | Ordinary share | 0 | 0.00% | Ordinary share | 0 | 0.00% | |
| Independent director | Lin Chih-Mao | Jun 20, 2025 | Ordinary share | 0 | 0.00% | Ordinary share | 0 | 0.00% | |
| Independent director | Hsu, Ya-Fen | Jun 20, 2025 | Ordinary share | 0 | 0.00% | Ordinary share | 0 | 0.00% | |
| Independent director | Su Ling-Sung | Jun 20, 2025 | Ordinary share | 0 | 0.00% | Ordinary share | 0 | 0.00% | |
| Total | | | | 32,257,006 | | | 32,073,006 | | |

Total number of shares issued on Jun 20, 2025: 167,220,592 shares

Total number of shares issued on April 20, 2026: 167,442,946 shares

Remark: The number of shares to be held by the Company's whole directors pursuant to laws: 10,046,576 shares

Number of shares held until April 20, 2026: 32,073,006 shares

◎The shares held by independent directors are excluded from those held by directors.

◎As Fu Chun Shin Machinery Manufacture Co., Ltd. has established the Audit Committee, the minimum shareholding requirements for Supervisors shall not apply.

