



Gallant Precision Machining Co., Ltd.

2026 Annual Shareholder's Meeting

Meeting Agenda
(Translation)

Date : May 20, 2026

Table of Contents

	<u>Page</u>
Meeting Procedure	2
Meeting Agenda	3
1.Report Items	4
2.Recognition Items	6
3.Election	7
4.Other proposals	7
5.Special Motions	8
Attachment 1: 2025 Business Report	9
Attachment 2: Independent Auditors' Report and Individual Financial Statements	17
Independent Auditors' Report and Consolidated Financial Statements	29
Attachment 3: List of Candidates for Directors	42
Attachment 4: Removal of the Restrictions on Non-Competition against Director Candidates	44
Appendix 1: Rules and Procedures of Shareholders' Meeting	45
Appendix 2: Articles of Incorporation (Before the Amendments)	51
Appendix 3: Regulations Governing the Election of Directors	60
Appendix 4: Impact of Stock Dividend Distribution on the Company's Business Performance and Earnings per Share and on the Shareholders' Return on Investment	62
Appendix 5: Shareholding of Directors	62



Gallant Precision Machining Co., Ltd.

2026 Annual Shareholder's Meeting Procedure

I. Call Meeting to Order

II. Chairman's Address

III. Report Items

IV. Recognition Items

V. Election

VI. Other proposals

VII. Special Motions

VIII. Meeting Adjourn

Gallant Precision Machining Co., Ltd.

2026 Annual General Shareholders' Meeting Agenda

Time : 09:00a.m., May 20, 2026, Wednesday.

Shareholders meeting will be held by means of : Physical shareholders meeting

**Place: No.1, Gongye E. 2nd Rd., East Dist., Science-Based Industrial Park, Hsinchu,
30075, Taiwan.(Einstein Hall, HSP Link)**

I. Report Items :

- (1) To report on the business of the Company in 2025.
- (2) Audit committee's review report for 2025.
- (3) To report on the distribution of employees' and directors' remuneration for 2025.
- (4) Report on 2025 Cash Dividend and Stock Dividend Distribution.

II. Recognition Items :

- (1)To accept the 2025 Business Report and Financial Statements.
- (2)To approve the proposal for the distribution of 2025 earnings.

III. Election:

- (1) Election of the seventeenth session of the directors.

IV. Other proposals:

- (1) Cancellation of the non-competition terms against the new directors and their representatives.

V. Special Motions

VI.Meeting Adjourned

Report Items

1. To report on the business of the Company in 2025.

Explanation :

The 2025 Business Report is attached hereto as Attachment 1(pages 9).

2. Audit committee's review report for 2025.

Explanation :

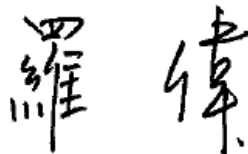
- (1) The Company's 2025 annual account was certified by Wu, Wei- Hao and Chiang, Tsai-Yen, Certified Public Accountants of PWC and reviewed by the Audit Committee, and the auditor's report and Audit Committee's review report were issued, respectively.
- (2) For your approval.

Audit Committee's Review Report

The Board of Directors has prepared the Company's Business Report, Financial Statements, and Earning Distribution Proposal for the year of 2025. Wu, Wei- Hao and Chiang, Tsai-Yen, Certified Public Accountants of PWC, have audited the Financial Statements. The 2025 Business Report, Financial Statements, and Earning Distribution Proposal have been reviewed and determined to be correct and accurate by the Audit Committee of Gallant Precision Machining Co., Ltd., as the Chair of the Audit Committee, hereby submit this report according to Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Law.

Gallant Precision Machining Co., Ltd.

Chairman of the Audit Committee :



February 26, 2026

3. To report on the distribution of employees' and directors' remuneration for 2025.

Explanation :

The Board of Directors has resolved to appropriate NT\$37,544,770 in cash as employee compensation for 2025, within the limits set forth in the Company's Articles of Incorporation. In accordance with applicable regulations, 20% of the aforementioned employee compensation, amounting to NT\$7,508,954, will be allocated to grassroots employees. In addition, directors' remuneration in the amount of NT\$9,572,145 will be distributed in cash. The aforementioned amounts to be distributed are consistent with those recognized in the Company's accounts.

4. Report on 2025 Cash Dividend and Stock Dividend Distribution.

Explanation :

- (1)The report is submitted to the shareholders' meeting according to Article 31-1 of the Articles of Incorporation.
- (2)The Board resolved to approve the distribution of a cash dividend of NT\$2.2 per share on February 26, 2026, with a total amount of NT\$354,373,017. The Board is authorized to make arrangements for the ex-dividend base day and other unaddressed matters at its full discretion.
- (3)The distribution of cash bonuses is rounded to NT\$1 (rounded down to NT\$1), and the sum of fragment amounts less than NT\$1 is accounted for as the other income of the Company.
- (4)With the payout rate remaining unchanged, if any adjustment is required for the distribution amount and the closing balance changes accordingly as the number of shares entitled to participate in the distribution changes subsequently, the Board authorizes the Chairman to handle and adjust at his/her full discretion.

Recognition Items

1. To accept the 2025 Business Report and Financial Statements. (proposed by the Board of Directors)

Explanation :

- (1) The 2025 financial statements of the Company were approved by the Board of Directors on February 26, 2026 and audited by the accountants, Wu, Wei-Hao and Chiang, Tsai-Yen of PWC Taiwan, and were sent to the Audit Committee, and an audit report was issued accordingly.
- (2) For the 2025 Business Report, Independent Auditor's Report, and the 2025 Financial Statements, please refer to Attachments 1 and 2 (pages 9 and pages 17~41).

Resolution :

2. To approve the proposal for the distribution of 2025 earnings. (proposed by the Board of Directors)

Explanation :

- (1) Earnings Distribution Proposal:

	Amount in NT\$
Items	Amount
Unappropriated retained earnings from previous years	74,330,391
Less: Number of changes in ownership of subsidiaries	(89,965,478)
Less: Dividends payable on the treasury shares for employees	(247,500)
Plus: change of remeasurements on defined benefit plan	3,372,640
Plus: Net Income of 2025	416,948,243
Less: 10% Legal Reserve	(33,035,541)
Retained Earnings Available for Distribution as of December 31,	371,402,755
Distribution Item:	
Cash Dividends to Common Share Holders (NT\$2.2 per share)	(354,373,017)
Stock Dividends to Common Share Holders	0
Unappropriated Retained Earnings	17,029,738

- (2) The total amount of cash dividends paid to each shareholder shall be rounded to NT dollars and the fractional part less than NT 1 dollar will not be counted. The total amount of round-off shall be included in other income of the Company.
- (3) The payout rate of the proposal for earning distribution is calculated based on the number of shares entitled to participate in the distribution as of February 13, 2026. With the payout rate of NT\$2.2 per share remaining unchanged, if any adjustment is required for the distribution amount and the closing balance changes accordingly as the number of shares entitled to participate in the distribution changes subsequently, the Board authorizes the Chairman for handling and adjusting at his/her full discretion.

Resolution :

Election

1. Election of the seventeenth session of the directors is proposed.

(proposed by the Board of Directors)

Explanation :

- (1) The seventeenth sessions of the directors (including independent directors) shall be elected at the annual general meeting of shareholders. Seven directors (including three independent directors) shall be elected. The elected directors (including independent directors) shall serve for a term of three years from May 20, 2026 to May 19, 2029, and shall take office after end of the general meeting of the shareholders where they are elected. The former director shall continue to serve until the new director assumes office.
- (2) In accordance with relevant laws and regulations, the election of directors shall be conducted as per the candidate nomination system, and the shareholders shall elect the independent directors from the list of director candidates, and the professional qualifications, shareholding, part-time job restrictions, nomination and election methods and other matters to be observed shall be handled in accordance with the relevant laws and regulations.
- (3) In accordance with relevant laws and regulations, the election of directors shall be conducted as per the candidate nomination system, and shareholders shall elect directors from the list of candidates. Please refer to Page 42 of Attachments 3 of this manual for their educational background, experience and other relevant information.

Resolution :

Other proposals

1. Cancellation of the non-competition terms against the new directors and their representatives.

(proposed by the Board of Directors)

Explanation :

- (1) In accordance with the relevant provisions of Article 209 of the Company Act, where the director acts for himself or on behalf of others within the business scope of the Company, shareholders shall explain the important content of his/her conduct to the shareholders' meeting and obtain its approval.
- (2) The directors of the Company acts for himself or on behalf of others within the business scope of the Company, so the directors and their representatives shall be subject to the approval at the meeting of shareholders in accordance with the law.
- (3) Please refer to Page 44 of Attachments 4 of this manual for the part-time jobs of the directors elected

at the meeting of shareholders, which shall be removed after they have been elected. Any change to the part-time job of any directed after being nominated shall be stated additionally before the resolution is made at the meeting of the board.

Resolution :

Special Motions

Meeting Adjourns

Attachment 1 :

Gallant Precision Machining Co., Ltd.

2025 Business Report

In 2025, the parent company only operating income of GPM was NT\$1,963,447 thousand, representing an increase of 5.90% from the preceding year. In terms of profits, the parent company only net profit after tax of GPM was NT\$416,948 thousand, representing an increase of 40.51% from the preceding year; the profit margin was increase by 18.40% from the preceding year; net profit per share was NT\$2.59.

(1) Summary of the Company's financial income and expense and profitability

Financial analysis data		For 2025
Debt to asset ratio (%)	(%)	31.93
Long-term funds to fixed assets ratio	(%)	1,117.87
Return on total assets	(%)	3.95
Return on shareholders' equity	(%)	5.36
Percentage to paid-in capital (%)	Operating profit	4.61
	Pre-tax net profit	26.32
Net profit margin	(%)	21.23
Earnings per Share	(NTD)	2.59

(2) Products that have been developed by the Company in 2025 :

R&D Item	Names of machine developed
(Processing Technology)	● High Speed 3D Metrology for Advanced Package
	● Glass Substrate Grinder
	● Intelligent Quality Prediction System for Grinder Process Control

II. 2026 Business Plan Summary

A. Annual Operating Policy

1 Business Aspect

- Refine, combine, focus and innovate semiconductor industry.
- Differentiation, diversification, expansion next generation display industry.
- Extend, promote and branding intelligent automation industry.

(1)The Company adopts “ethics” as its core and adheres to the corporate culture of “teamwork, innovation, responsibility, and learning” to focus on the automated optical

testing, measurement, grinding, polishing, and other core technologies in the long run with the attitude of constant advances and continuous innovations so as to provide advanced packaging and recycled wafer smart solutions for the semiconductor industry and provide high-quality equipment and excellent services with customer-first as the philosophy in order to create values for customers.

- (2) We focus on core semiconductor technology, innovation and connection of international research and development resources. We understand Taiwan semiconductor market and provide customers with process solutions. Quality is the priority to us. We improve the overall competitiveness and grasp the market trends in order to improve customer competitiveness and differentiation.
- (3) To provide high-quality equipment and services to customers and improve the information security protection ability of tools, we introduced the SEMI E187 compliance development in the stage of product design. In 2023, we successfully passed the certification by Bureau Veritas, a third-party notarization department, and expanded the applications to equipment related to semiconductors. In 2023, we were commended by the Administration for Digital Industries, and we promoted information security awareness within the supply chain of the industry through benchmark learning.
- (4) Through technology introduction/cooperation and the connection to the requirements of partners and customers, we forcefully entered the advanced testing technology development and innovation in the front end of the semiconductor industry and developed the testing, measurement, grinding, polishing, and other procedure equipment in the mid-to-back-end packing procedures to improve the product performance in the existing advanced packaging, wafer recycling, and IC substrate fields so as to focus on the product lines and expand customer group.
- (5) The foundation of the company is the research and development technology of the existing display equipment. The foreign technical cooperation, focus and deeply development of FPD next generation high value-added equipment drive the company to diversify and manage in a sustainable way in order to expand the future in the display industry innovation and progress.
- (6) Continue to allow the differentiation of existing products (i.e., the introduction of AI and energy conservation technologies) and optimize cost strategies to improve product competitiveness and profits. Continue to upgrade the existing core technologies and expand into the next-generation display market (i.e., Micro/Mini-LED) to extend the niche in the next-generation display market.
- (7) We take profit as the priority and master the current key advanced technology. Based on our electromechanical and software integration technology and QDTCSS, the intelligent production management system is the backbone to build a quality production system in the smart factory, intelligent logistics and intelligent dynamic process

equipment. We continue to expand the results of intelligent automation, and pool our resources to provide strategic partners and key industry representative customers with intelligent automation integration solutions to help them achieve their smart manufacturing goals.

- (8) For smart logistics, improve developing potential customers and promote to customers for their other requirements. Strengthen the promotion of AI system products for various industries, introduce key industrial equipment, and provide AOI + AI service solutions to improve our brand image and customer value.
- (9) We have passed the ISO 9001 (Quality Management System), ISO 45001 (Occupational Health and Safety Management Systems), ISO 27001 (Information Security Management System) and ISO 14064 (greenhouse gas management system) certifications to accurately comply with international management procedures and standards, protect customers' interests with a higher level of standard for the quality management, overall safety and occupational management of plants, and information security management, regulate employees' behaviors and execution capacity, and provide for the overall quality of suppliers.
- (10) We use the company's professional manufacturing brand image and popularity, and through effective management, to develop OEM/ODM services, win international orders, reduce the impact of industrial cycle, promote customer alliance to other industrial areas and expand revenue sources.
- (11) We make good use of the existing after-sales service mechanism, deepen the relationship with customers, help improve the production efficiency of the factory, achieve long-term business opportunities with value-added services, and seek a win-win strategy for customers and companies.
- (12) Continue to expand and have cross-industry alliances with top-notch companies worldwide to become their long-term cooperation partners, accelerate the R&D of new products, assist the customers in the fast launches and entrance into new markets of new products, and build a long-term, stable, and profitable system.
- (13) For our sustainable development, we make arrangements in three major aspects of environmental, social, and governance. GPM adheres to the sustainable operating philosophy and aims at realizing sustainable corporate operations, long-term partnerships with customers and communities, and the performance of responsibilities as a corporate citizen. We established solar power generation systems, made use of green energy for energy saving and carbon dioxide reduction, and applied for the ISO 14064 (Greenhouse Gases Management System) to further align ourselves with the goal of "Carbon Neutral & Net Zero Emission." Meanwhile, we established the Corporate Sustainability Committee in charge of the promotion of matters related to corporate social responsibility (CSR) and ethical corporate management. GPM will continue

focusing on sustainable operations and implementing its responsibilities as a corporate citizen and grow together with its employees by emphasizing people-oriented ideas to jointly create maximum value for the Company, customers, and shareholders.

(14)The company has strengthened internal information security by establishing a cybersecurity committee to promote and implement security operations. Additionally, it has obtained ISO 27001 international information security certification and SEMI E187 cybersecurity certification. These measures effectively mitigate the risks of external intrusion and internal data breaches, safeguarding the interests of all employees and protecting R&D confidentiality.

2 R&D Aspect

Develop the in-depth core technologies (equipment & procedures), including (1) automated optical testing technology, (2) automated optical measuring technology, (3) grinding technology, (4) polishing technology, (5) smart automation technology, and (6) AI technology and other core technologies.

Expand the core technologies into the integrated applications and development of cross-field products and their value-added applications in the fields of semiconductor procedure and testing equipment, IC substrate, next-generation display procedure equipment, smart factories, and smart logistics.

The Company's plans to develop following products in 2026:

R&D Item (Processing Technology)	Names of machine to be developed
	● Co-Packaged Optics Test Equipment Development
	● Panel Polisher
	● Development of Digital Twin for Process Equipment

B. The Company's forecast on sales volume and its basis for 2026:

Unit: set

Main products	2026 Budget
Semiconductor processing equipment	485
Display processing equipment	10
Intelligent automation equipment	-

Note: The forecast is based on the customers' forecast, taking into account the market conditions.

C. Important production and marketing policies

(1) Integrating operations, talent, and resources across the Taiwan Strait, we aim to strengthen customer management, sales, and efficiency integration to maximize overall effectiveness and expand into markets in mainland China, the United States, Japan,

and Southeast Asia.

- (2) Conduct strategic alliance with industry-university-research units and end customers, continuously improve system integration capability and develop new products and technologies in new fields such as display, semiconductor and intelligent automation, to improve marketing efficiency and achieve differentiated niche.
- (3) Strengthen product cost control mechanism, together with design improvement, efficiency improvement and supply chain management, increase orders of high-gross margin products, and ensure reasonable profit of products.
- (4) Continuously promote the intelligence, modularization and standardization of major products, simplify the manufacturing process, improve product function and reliability, and reduce costs.
- (5) Collecting the Company's various real-time production data, analyzing and integrating it with the internal system, and providing information to the decision-making supervisors as a reference for performance.
- (6) To meet the customer demand for fast delivery, effectively control quantity and amount of raw materials and inventory, reduce inventory turnover days and reduce loss on inventory falling price.
- (7) Accelerate installation and acceptance efficiency, improve after-sales service quality to ensure customer satisfaction, establish a win-win service system with customers and continuously strengthen accounts receivable and cash flow management.
- (8) We introduced energy policies related to green energy and carbon emission reduction. We built a solar farm in our plant to sell the power generated to Taipower and establish the energy-saving and environmental image of the Company, making contributions to the sustainability and renewal of the earth.

III. Future Development Strategy:

- Adopt innovation transformation, market extension, sustainable development as the guiding principle of development strategy.
- Business Aspect
 - Deepen promotion of development of the Semiconductor industry, display industry and intelligent automation industry.
 - Extend related products to other foreign markets for business promotion.
 - Enhancing the business opportunities of Taiwanese businessmen returning and decentralized production by international manufacturers.
 - Deeply cultivate the after-sales service market of equipment and components, and grow together with customers.
- Product Aspect
 - Deeply develop core technologies (equipment & processes).
 - Extend core technology for cross-industrial product integration application development.

- Internationalization strategy of diverse talents cultivation.
- GPM formed a G2C business strategic alliance with its partners, C. Sun and GMM, to provide one-stop services for smart production. By integrating the human resources, material resources, and technical resources of multiple companies, we established a robust supply chain system and customer service system that connect all production equipment from upstream to downstream to assist customers in creating maximum value, and in turn, achieving the common belief of price fortification by securing costs, joint creation through mutual efforts, harmony and sharing, and long-term partnerships.

IV. The Impact from the External Competitive Environment, the Regulatory Environment and the Overall Business Environment:

1. The impact of the external competitive environment

International tensions, industrial and economic cycle changes, exchange rate fluctuations and geopolitical evolutions have resulted in industry environment changing rapidly. Market and product trends have also become diverse. With slowing capacity expansion in the global display industry, intense competition, and the Chinese government pushing for equipment localization, our primary business sector has become more and more competitive and challenging. These factors continue to test the flexibility and problem-solving skills of our management team. GPM will continue to strengthen its proprietary product technology, complemented by the introduction of advanced foreign technologies, to enhance product functionality, quality, and sophistication, thereby moving away from price-based competition. Additionally, we will explore opportunities in industries such as semiconductors, Micro/Mini LED, and smart manufacturing, while expanding into international markets. In response to changes in the industry and operating environment, we will demonstrate stability, precision, and rapid response capabilities, while establishing a diversified business layout and development goals for the industry.

2. Regulatory Environment:

Integrity is deep rooted in the Company's core culture. As a result, the Company has been complying with legal norms, honest, and self-disciplined in its business. In addition to collecting information concerning external regulatory changes at any time for the management's reference, the Company is establishing, reviewing, updating and adjusting its internal management and operational rules and regulations in order to actively respond to various changes in the regulatory environment.

3. Overall Business Environment:

- (1) The machinery industry in Taiwan secured a seat in the global semiconductor equipment market. In recent years, emerging drivers have been brought by the rapid development of smart robots, drones, Digital Twin, and generative AI technologies. According to IEK, ITRI, regarding the semiconductor equipment industry, the global semiconductor market is likely to record booming results for two consecutive years

with the uprising requirements for AI computing, HBM, and equipment in Mainland China. SEMI estimates that, driven by advancements in AI and other leading-edge technologies, the global semiconductor equipment market will grow by 7.4% in 2025, reaching a market value of US\$125.5 billion. Supported by demand in advanced logic, memory, and ongoing technology transitions, the market is expected to expand further in 2026, with its value projected to reach US\$138.1 billion and over 50% of them are in Mainland China, Taiwan, and the U.S.. In particular, Mainland China expands investment in mature procedures while facing the restriction of export control for advanced equipment; the changes in the policy for trade between the U.S. and Mainland China in the following are closely related to the development of the equipment market.

According to IEK, ITRI, AI will be the main pushing force for the growth in the semi-conductor market in the following decade, and relevant applications will bring about the heterogeneous integration of the front-end wafer manufacturing and the back end (i.e., CoWoS procedures, TSV, RDL, and other equipment requirements for advanced packaging). It is estimated that the advanced packaging market will achieve US\$786 billion by 2028. The silicon photon technology with high speed and low energy consumption will start to develop, which will also bring challenges to manufacturing and packaging. The Company will keep abreast of relevant equipment requirements, grasp relevant business opportunities, and allow diversified business order-taking and flexible manufacturing speed to welcome the challenges through the combination of its forceful internal production and marketing functions and the long-term external supplier chain system so as to create a greater future.

- (2) According to the Taiwan Economic Outlook 2026 published by the Taiwan Institute of Economic Research (TIER), Taiwan's economic performance in 2025 benefited from the continued expansion of the global artificial intelligence (AI) wave, which drove strong demand for ICT and electronics-related products. As a result, export performance significantly exceeded original expectations. On the domestic front, local enterprises were likewise driven by demand for AI and emerging technology applications, prompting continued capacity expansion and increased investment. This has enabled private investment to maintain steady growth. As a key hub in the global supply chain for semiconductors, servers, and AI hardware, Taiwan's export structure and industrial development are directly affected by changes in the international trade environment and geopolitical risks. Looking ahead to 2026, Taiwan faces a critical juncture where challenges and opportunities coexist. Whether it can sustain its growth model—centered on AI technologies and semiconductor exports, with support from private investment—remains to be seen. The outlook for major industries and the sustainability of overall economic momentum will require close monitoring. In recent years, the Company has actively engaged in research and development while collaborating closely with partner companies. It is expected to achieve solid results this year in the semiconductor, dis-play, and intelligent

automation sectors. In response to these evolving trends, the Company will further strengthen its development in high-tech equipment and position itself as a key player in customers' equipment supply chains.

- (3) Geopolitics and the US-China trade war made partial enterprises in Mainland China move out, return to Taiwan, or choose to establish plants in Southeast Asian countries to separate risks. However, Southeast Asian countries have insufficient technicians and rising labor costs have become inevitable in the region. With the requirements of local manufacturing plants for constant improvement in the overall quality, smart auto systems and equipment are required in place of labor production. Leveraging the long-term development in the equipment manufacturing field and the advantageous position of Taiwan in the wave of supply chain readjustment, Taiwanese businesses and large-scale international companies will choose GPM as the cooperating partner.
- (4) GPM, C.Sun, and GMM joined hands and formed the G2C alliance in 2020 for joint creation. The companies have their own expertise in the equipment for semiconductor procedures; through technological connection and integration, the alliance becomes a material force to drive the continual advances in wafer production, allowing the outstanding performances recorded by the Company in terms of its operating income.
- (5) In addition, AI, 5G, AR/VR, Metaverse, IoT, and Big Data facilitated a more comprehensive smart auto application. GPM possesses technologies for the solutions of automated equipment application procedures that span across diverse technology industries. In recent years, GPM joined forces with a world-renowned manufacturer in major industries and gained substantial achievements in terms of the integration of smart auto solutions.
- (6) GPM adheres to the spirit of corporate sustainability, gradually entering the ESG field and establishing future sustainability goals for GPM based on the United Nations SDGs in the categories of Environment, Social, and Governance. GPM has completed the ISO14064-1:2018 verification and hopes to collaborate with partners worldwide to address the challenges of climate change, particularly in key areas such as greenhouse gas and carbon management. Looking ahead, with an excellent management team and professional technical capabilities, GPM is confident that it can achieve its goals and attain the best operational results through the concerted efforts of all employees.

Chairman: Cheng-Hsin (Jason), Chen President: Cheng-Hsin (Jason), Chen & Frank, Liang

Accounting Manager: Sheng-Hung(Michael), Huang

Attachment 2:
- Independent Auditors' Report and Individual Financial Statements

REPORT OF INDEPENDENT ACCOUNTANTS

To Gallant Precision Machining Co., Ltd.

Opinion

We have audited the accompanying parent company only financial statements of Gallant Precision Machining Co., Ltd. (the "Company"), which comprise the parent company only balance sheets as of December 31, 2025 and 2024, and the parent company only statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the parent company only financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying parent company only financial statements present fairly, in all material respects, the parent company only financial position of the Company as of December 31, 2025 and 2024, and its parent company only financial performance and its parent company only cash flows for the years ended December 31, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audits in accordance with the "Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants" and generally accepted auditing standards in the Republic of China. Our responsibilities under those standards are further described in the independent auditors' responsibilities for the audit of Parent Company Only Financial Statements section of our report. We are independent of the Company in accordance with the Norm of Professional Ethics for Certified Public Accountant in 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 parent company only financial statements of the current period. 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.

Key audit matters for the parent company only financial statements in the current period are stated as follow:

Evaluation of inventories

Description

Gallant Precision Machining Co., Ltd is primarily engaged in the manufacture and sale of flat panel display testing equipment, semiconductor assembly equipment, intelligent automated equipment, and related parts. Inventories are stated at the lower of cost and net realizable value and regarding the accounting policy on the evaluation of inventories are disclosed in Note 4(13) of the parent company only financial statements. The uncertainty of accounting estimations and assumptions for valuation of inventories are disclosed in Note 5(2) of the parent company only financial statements. The inventory cost and the balance of inventory valuation loss allowance amounting to NT483,138 thousand and NT213,401 thousand as of December 31, 2025 are disclosed in Note 6(5) of the parent company only financial statements.

As the amount of inventory is significant, and the estimation of net realizable value of inventories for exceeded specific age, and individually identified out of date or damaged inventories are subject to management's judgement, the evaluation of inventories has been identified a key audit matters.

How our audit addressed the matter

Our audit procedures performed included the following:

1. Obtained an understanding and assessed the reasonableness of the policy of the allowance for inventory valuation loss and compared whether consistent application of accounting policies in relation to the provision for inventory valuation losses.
2. Tested the accuracy of inventory aging report, included tested whether the quantity and amount of inventory is consistent with inventory ledger and verify the accuracy of the inventory age classification.
3. Assessed and confirmed the reasonableness in estimation of net realizable value and checked the related supporting documents.
4. Tested the reasonableness in accrual of the allowance for inventory valuation loss.

Revenue recognition

Description

Refer to Note 4(28) and Note 6(19) of the parent company only financial statements for accounting

policies on revenue recognition and the description of significant accountings – operating revenue.

Gallant Precision Machining Co., Ltd. is primarily engaged in the manufacture and sale of flat panel display testing equipment, semiconductor assembly equipment, intelligent automated equipment, and related parts. Main revenue recognition is based on customer's confirmation for acceptance. Since the transferred timing of the risks and rewards of goods ownerships are subject to judgment and the result could affect sales revenue significantly in the parent company only financial statement. Thus, revenue recognition has been identified a key audit matter.

How our audit addressed the matter

Our audit procedures performed included the following:

1. Assessed the appropriateness of the policy of sales revenue recognition.
2. Assessed and tested the design and operating effectiveness of the key controls over sales revenue recognition.
3. Sampled and tested the sales transactions included check customer purchase order, evidence of customer's confirmation for acceptance, verified whether had met criteria of the contract and considered the reliability of collection for the timing of revenue recognition.
4. Performed cut-off test on sales transactions for a specific time prior to and after the balance sheet date.

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

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 such 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance (including members of the Audit Committee) are responsible for overseeing the Company's financial reporting process.

Independent 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. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ROC GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and 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 these parent company only financial statements.

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

1. Identify and assess the risks of material misstatement of the parent company only financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our 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 Company's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the parent company only financial statements 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the parent company only financial statements, including the disclosures, and whether the parent company only financial statements represent the underlying transactions and events in a manner that achieves fair presentation .
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the parent company only financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion .

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, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the parent company only financial statements for the year ended December 31, 2025 and are therefore the key audit matters. We describe these matters in our auditors' 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.

PricewaterhouseCoopers, Taiwan
February 26, 2026

The accompanying parent financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying parent financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

GALLANT PRECISION MACHINING CO., LTD.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

Assets		Notes	December 31, 2025		December 31, 2024	
			AMOUNT	%	AMOUNT	%
Current assets						
1100	Cash and cash equivalents	6(1)	\$ 384,252	3	\$ 396,394	4
1136	Financial assets at amortized cost - current	6(3)	151,101	1	6,557	-
1150	Notes receivable, net	6(4)	2,098	-	-	-
1170	Accounts receivable, net	6(4)	774,463	6	933,336	9
1180	Accounts receivable - related parties, net	6(4) and 7	23,249	-	26,140	-
1200	Other receivables		2,405	-	2,755	-
1210	Other receivables - related parties	7	1,633	-	8,039	-
1220	Current tax assets	6(26)	8,808	-	-	-
130X	Inventories	6(5)	269,737	2	191,188	2
1410	Prepayments		58,718	1	60,487	1
1470	Other current assets		20,909	-	18,846	-
11XX	Current Assets		<u>1,697,373</u>	<u>13</u>	<u>1,643,742</u>	<u>16</u>
Non-current assets						
1517	Financial assets at fair value through other comprehensive income – non – current	6(2)	8,112,973	63	6,053,520	57
1535	Financial assets at amortized cost – non-current	6(3) and 8	165,627	1	165,571	2
1550	Investments accounted for using equity method	6(6)	1,716,073	13	1,385,799	13
1600	Property, plant and equipment, net	6(7) ,7and 8	939,049	7	957,194	9
1755	Right-of-use assets	6(8)	178,424	1	185,665	2
1780	Intangible assets		5,131	-	2,879	-
1840	Deferred income tax assets	6(26)	57,743	1	70,938	1
1900	Other non-current assets	6(13)	52,974	1	54,244	-
15XX	Non-current assets		<u>11,227,994</u>	<u>87</u>	<u>8,875,810</u>	<u>84</u>
1XXX	Total assets		<u>\$ 12,925,367</u>	<u>100</u>	<u>\$ 10,519,552</u>	<u>100</u>

(Continued)

GALLANT PRECISION MACHINING CO., LTD.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity		Notes	December 31, 2025		December 31, 2024	
			AMOUNT	%	AMOUNT	%
Current liabilities						
2100	Short-term loans	6(9)	\$ 1,110,000	9	\$ 1,430,000	14
2130	Contract liabilities-current	6(19) and 7	29,829	-	46,519	1
2170	Accounts payable	6(10)	533,409	4	635,839	6
2180	Accounts payable – related parties	7	9,503	-	3,199	-
2200	Other payables	6(11)	321,403	3	170,109	2
2230	Current income tax liabilities	6(26)	-	-	4,153	-
2250	Provisions for liabilities – current		38,179	-	41,132	-
2280	Lease liabilities-current		4,998	-	4,962	-
2320	Long-term loans-current portion	6 (12)	166,667	1	41,667	-
2399	Other current liabilities – other		4,261	-	22,164	-
21XX	Current Liabilities		<u>2,218,249</u>	<u>17</u>	<u>2,399,744</u>	<u>23</u>
Non-current liabilities						
2540	Long-term loans	6(12)	1,699,666	13	1,148,333	11
2570	Deferred income tax liabilities	6(26)	22,790	-	18,500	-
2580	Lease liabilities-non-current		182,680	2	188,854	2
2600	Other non-current liabilities		4,275	-	4,244	-
25XX	Non-current liabilities		<u>1,909,411</u>	<u>15</u>	<u>1,359,931</u>	<u>13</u>
2XXX	Total Liabilities		<u>4,127,660</u>	<u>32</u>	<u>3,759,675</u>	<u>36</u>
Equity						
Share capital						
3110	Share capital – common stock	6(15)	1,647,466	13	1,651,361	16
Capital surplus						
3200	Capital surplus	6(16)	267,981	2	298,984	3
Retained earnings						
3310	Legal reserve	6(17)	274,546	2	246,739	2
3320	Special reserve		111,147	1	111,147	1
3350	Unappropriated retained earnings		404,438	3	391,381	4
Other equity interest						
3400	Other equity interest	6(18)	6,554,738	51	4,537,041	43
3500	Treasury share	6(15)	(462,609)	(4)	(476,776)	(5)
3XXX	Total equity		<u>8,797,707</u>	<u>68</u>	<u>6,759,877</u>	<u>64</u>
Contingent liabilities and unrecognized contract commitments						
3X2X	Total liabilities and equity		<u>\$ 12,925,367</u>	<u>100</u>	<u>\$ 10,519,552</u>	<u>100</u>

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD.
PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Years ended December 31			
		2025		2024	
		AMOUNT	%	AMOUNT	%
4000 Operating revenue	6(19) and 7	\$ 1,963,447	100	\$ 1,854,131	100
5000 Operating costs	6(5)(24)(25) and 7	(1,394,922)	(71)	(1,658,067)	(89)
5900 Operating margin		568,525	29	196,064	11
5910 Unrealized profit from sales		(19)	-	(214)	-
5920 Realized profit from sales		214	-	138	-
5950 Net operating margin		568,720	29	195,988	11
Operating expenses	6(24)(25) and 7				
6100 Selling expenses		(64,064)	(3)	(62,279)	(3)
6200 General and administrative expenses		(265,352)	(14)	(169,703)	(9)
6300 Research and development expenses		(181,545)	(9)	(159,014)	(9)
6450 Expected credit impairment gain	12(2)	18,306	1	45,550	2
6000 Total operating expenses		(492,655)	(25)	(345,446)	(19)
6900 Operating profit (loss)		76,065	4	(149,458)	(8)
Non-operating income and expenses					
7100 Interest income	6(20)	11,107	-	13,714	1
7010 Other income	6(21) and 7	228,184	12	163,995	9
7020 Other gains and losses	6(22)	(13,267)	(1)	46,691	2
7050 Finance costs	6(23)	(58,172)	(3)	(37,545)	(2)
7070 Share of profit of subsidiaries, associates and joint ventures accounted for under equity method		189,712	10	261,164	14
7000 Total non-operating income and expenses		357,564	18	448,019	24
7900 Profit before tax		433,629	22	298,561	16
7950 Income tax expense	6(26)	(16,681)	(1)	(1,812)	-
8200 Profit for the year		\$ 416,948	21	\$ 296,749	16
Other comprehensive income for the year (net)					
Components of other comprehensive income that will not be reclassified to profit or loss	6(18)				
8311 Remeasurement of defined benefit obligation	6(13)	\$ 3,373	-	\$ 6,231	1
8316 Unrealized gains(losses) on investments in equity instruments at fair value through other comprehensive income	6(2)	2,041,210	104	3,899,812	210
8349 Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(26)	(1,537)	-	1,530	-
8310 Components that will not be reclassified subsequently to profit or loss:		2,043,046	104	3,907,573	211
Components of other comprehensive income that may be reclassified subsequently to profit or loss	6(18)				
8361 Cumulative translation differences of foreign operations		(1,232)	-	25,719	1
Components of other comprehensive income that may be reclassified subsequently to profit or loss		(1,232)	-	25,719	1
8300 Other comprehensive income (loss) for the year		\$ 2,041,814	104	\$ 3,933,292	212
8500 Total comprehensive income for the year		\$ 2,458,762	125	\$ 4,230,041	228
Basic earnings per share	6(27)				
9750 Basic earnings per share		\$ 2.59		\$ 1.82	
Diluted earnings per share	6(27)				
9850 Diluted earnings per share		\$ 2.54		\$ 1.76	

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD.
PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

Notes	Retained Earnings					Cumulative translation differences of foreign operations	Other Equity		Treasury share	Total equity
	Share capital-common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings		Unrealized gain(loss) on financial assets at fair value through other comprehensive income	Other equity-others		
<u>For the year ended December 31, 2024</u>										
Balance at January 1, 2024	\$ 1,651,361	\$ 267,824	\$ 226,325	\$ 111,147	\$ 329,883	(\$ 47,620)	\$ 664,100	\$ -	(\$ 30,254)	\$ 3,172,766
Profit for the year	-	-	-	-	296,749	-	-	-	-	296,749
Other comprehensive income 6(18) for the year	-	-	-	-	6,231	25,719	3,901,342	-	-	3,933,292
Total comprehensive income for the year	-	-	-	-	302,980	25,719	3,901,342	-	-	4,230,041
Distribution of 2023 earnings: 6(17)										
Legal reserve	-	-	20,414	-	(20,414)	-	-	-	-	-
Cash dividends	-	-	-	-	(196,155)	-	-	-	-	(196,155)
Disposal of equity instruments measured at fair value through other comprehensive income 6(18)	-	-	-	-	6,500	-	(6,500)	-	-	-
Recognition of changes in ownership interest in subsidiaries	-	(57,132)	-	-	(31,413)	-	-	-	-	(88,545)
Transfer of treasury shares 6(15)	-	88,292	-	-	-	-	-	-	16,209	104,501
Purchase Treasury Stock 6(15)	-	-	-	-	-	-	-	-	(462,731)	(462,731)
Balance at December 31, 2024	\$ 1,651,361	\$ 298,984	\$ 246,739	\$ 111,147	\$ 391,381	(\$ 21,901)	\$ 4,558,942	\$ -	(\$ 476,776)	\$ 6,759,877
<u>For the year ended December 31, 2025</u>										
Balance at January 1, 2025	\$ 1,651,361	\$ 298,984	\$ 246,739	\$ 111,147	\$ 391,381	(\$ 21,901)	\$ 4,558,942	\$ -	(\$ 476,776)	\$ 6,759,877
Profit for the year	-	-	-	-	416,948	-	-	-	-	416,948
Other comprehensive income 6(18) for the year	-	-	-	-	3,373	(1,232)	2,039,673	-	-	2,041,814
Total comprehensive income for the year	-	-	-	-	420,321	(1,232)	2,039,673	-	-	2,458,762
Distribution of 2024 earnings: 6(17)										
Legal reserve	-	-	27,807	-	(27,807)	-	-	-	-	-
Cash dividends	-	-	-	-	(289,492)	-	-	-	-	(289,492)
Cash distribution from capital surplus 6(17)	-	(32,166)	-	-	-	-	-	-	-	(32,166)

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD.
PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

	Notes	Retained Earnings					Other Equity				Total equity
		Share capital- common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Cumulative translation differences of foreign operations	Unrealized gain(loss) on financial assets at fair value through other comprehensive income	Other equity-others	Treasury share	
Recognition of changes in ownership interest in subsidiaries		\$ -	(\$ 8,677)	\$ -	\$ -	(\$ 23,979)	\$ -	\$ -	\$ -	\$ -	(\$ 32,656)
Share-based Payment	6(14)	-	7,181	-	-	-	-	-	1,331	-	8,512
Transfer of treasury shares	6(15)	-	-	-	-	-	-	-	-	2,484	2,484
Cancellation of treasury shares	6(15)	(6,395)	(5,166)	-	-	-	-	-	-	11,561	-
Capital Surplus - Difference between Consideration and Carrying Amount of Subsidiaries Acquired or Disposed	6(30)	-	(11,750)	-	-	(65,986)	-	-	-	-	(77,736)
Restricted shares granted to employees	6(15)	2,500	19,575	-	-	-	-	-	(22,075)	-	-
Others		-	-	-	-	-	-	-	-	122	122
Balance at December 31, 2025		<u>\$ 1,647,466</u>	<u>\$ 267,981</u>	<u>\$ 274,546</u>	<u>\$ 111,147</u>	<u>\$ 404,438</u>	<u>(\$ 23,133)</u>	<u>\$ 6,598,615</u>	<u>(\$ 20,744)</u>	<u>(\$ 462,609)</u>	<u>\$ 8,797,707</u>

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

	Notes	2025	2024
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax for the year		\$ 433,629	\$ 298,561
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(24)	31,400	28,013
Amortization	6(24)	2,773	1,641
Gain on financial assets at fair value through profit or loss	6(22)	(3,819)	(11,928)
Reversal of expected credit losses	12(2)	(18,306)	(45,550)
Interest expense	6(23)	58,172	37,545
Interest income	6(20)	(11,107)	(13,714)
Dividend income	6(21)	(160,431)	(101,070)
Share of profits of associates and joint ventures accounted for using equity method		(189,712)	(261,164)
Unrealized profits from sales		19	214
Realized profits from sales		(214)	(138)
Share-based payment	6(14)	8,512	74,708
Gain on disposal and retirement of property, plant and equipment	6(22)	(10)	(389)
Changes in assets/liabilities relating to operating activities			
Net changes in assets relating to operating activities			
Notes receivable		(2,098)	-
Accounts receivable		177,179	3,040
Accounts receivable - related parties		2,891	(8,871)
Other receivables		(5)	(751)
Other receivables - related parties		6,406	(2,265)
Inventories		(78,579)	191,754
Prepayments		1,769	37,358
Other current assets		(2,063)	(4,479)
Net defined benefit assets		(1,085)	(6,129)
Other non-current assets		14,121	14,121
Net changes in liabilities relating to operating activities			
Contract liabilities		(16,690)	(66,674)
Accounts payable		(102,430)	72,629
Accounts payable - related parties		6,304	(28,250)
Other payables		150,666	(69,644)
Provisions for liabilities		(2,953)	(373)
Unearned receipts		(17,724)	16,333
Other current liabilities		(179)	(653)
Cash generated from operations		286,436	153,875
Interest received		11,462	14,419
Dividends received		160,431	101,070
Interest paid		(57,767)	(37,106)
Income tax paid		(13,694)	(12,738)
Net cash provided by (used in) operating activities		<u>386,868</u>	<u>219,520</u>

(Continued)

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

	Notes	2025	2024
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at fair value through other comprehensive income	6(2)	(\$ 478,062)	(\$ 337,729)
Acquisition of financial assets at amortized cost		(178,164)	(529,545)
Proceeds from disposal of financial assets at amortized cost		33,564	746,500
Acquisition of financial assets at fair value through profit or loss		(17,695)	(123,156)
Disposal of financial assets at fair value through profit or loss		21,514	135,084
Dividends received from investments accounted for using equity method		295,726	91,631
Acquisition of investments accounted for using the equity method		(88,067)	(36,000)
Acquisition of property, plant and equipment	6(28)	(7,253)	(585,385)
Proceeds from disposal of property, plant and equipment		1,257	686
Acquisition of intangible assets		(5,998)	(2,307)
Refundable deposits paid		(1,155)	(480)
Refundable deposits refunded		431	988
Other non-current assets paid		(7,500)	-
Net cash provided by (used in) investing activities		(431,402)	(639,713)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Proceeds from short-term loans	6(29)	1,370,000	2,765,000
Repayment of short-term loans	6(29)	(1,690,000)	(2,545,000)
Proceeds from long-term loans	6(29)	868,000	950,000
Repayment of long-term loans	6(29)	(191,667)	(140,000)
Repayment of the principal portion of lease liabilities	6(29)	(4,920)	(4,886)
Guarantee deposits received	6(29)	644	727
Guarantee deposits paid	6(29)	(613)	-
Treasury stock transferred to employees	6(14)	2,484	16,209
Payment of cash dividends	6(17)	(289,492)	(196,155)
Cash dividends from capital surplus	6(17)	(32,166)	-
Repurchase of treasury shares	6(15)	-	(462,731)
Others		122	-
Net cash provided by (used in) financing activities		32,392	383,164
Net increase in cash and cash equivalents		(12,142)	(37,029)
Cash and cash equivalents at beginning of year	6(1)	396,394	433,423
Cash and cash equivalents at end of year	6(1)	<u>\$ 384,252</u>	<u>(\$ 396,394)</u>

The accompanying notes are an integral part of these financial statements.

Attachment 2:
– Independent Auditors’ Report and Consolidated Financial Statements

REPORT OF INDEPENDENT ACCOUNTANTS

To Gallant Precision Machining Co., Ltd.

Opinion

We have audited the accompanying consolidated balance sheets of Gallant Precision Machining Co., Ltd. and its subsidiaries (the “Group”) as at December 31, 2025 and 2024, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the years ended December 31, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the years ended December 31, 2025 and 2024, in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the Financial Supervisory Commission.

Basis for opinion

We conducted our audits in accordance with the “Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants” and generally accepted auditing standards in the Republic of China. Our responsibilities under those standards are further described in the independent auditors’ responsibilities for the audit of the separate financial statements section of our report. We are independent of Gallant Precision Machining Co., Ltd. in accordance with the Norm of Professional Ethics for Certified Public Accountant in 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 consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Group's consolidated financial statements in the current period are stated as follows:

Evaluation of inventories

Description

Gallant Precision Machining Co., Ltd. and its subsidiaries are primarily engaged in the manufacture and sale of flat panel display testing equipment, semiconductor assembly equipment, intelligent automated equipment, and related parts. Inventories are stated at the lower of cost and net realizable value and regarding the accounting policy on the evaluation of inventories are disclosed in Note 4(14) of the consolidated financial statements. The uncertainty of accounting estimations and assumptions for valuation of inventories are disclosed in Note 5(2) of the consolidated financial statements. The inventories and allowance for inventory valuation loss amounting to NT1,252,135 thousand and NT384,153 thousand as of December 31, 2025 are disclosed in Note 6(5) of the consolidated financial statements.

As the amount of inventory is significant, and the estimation of net realizable value of inventories for exceeded specific age, and individually identified out of date or damaged inventories are subject to management's judgement, the evaluation of inventories has been identified a key audit matter.

How our audit addressed the matter

Our audit procedures performed included the following:

1. Obtained an understanding and assessed the reasonableness of the policy of the allowance for inventory valuation loss and compared whether consistent application of accounting policies in relation to the provision for inventory valuation losses.
2. Tested the accuracy of inventory aging report, included tested whether the quantity and amount of inventory is consistent with inventory ledger and verify the accuracy of the inventory age classification.
3. Assessed and confirmed the reasonableness in estimation of net realizable value and checked the related supporting documents.
4. Tested the reasonableness in accrual of the allowance for inventory valuation loss.

Revenue recognition

Description

Refer to Note 4(29) and Note 6(19) of the consolidated financial statements for accounting policies on revenue recognition and the description of significant accountings – operating revenue.

Gallant Precision Machining Co., Ltd. and its subsidiaries are primarily engaged in the manufacture and sale of flat panel display testing equipment, semiconductor assembly equipment, intelligent automated equipment, and related parts. Main revenue recognition is based on customer's confirmation for acceptance. Since the transferred timing of the risks and rewards of goods ownerships are subject to judgment and the result could affect sales revenue significantly in the consolidated financial statement. Thus, revenue recognition has been identified a key audit matter.

How our audit addressed the matter

Our audit procedures performed included the following:

1. Assessed the appropriateness of the policy of sales revenue recognition.
2. Assessed and tested the design and operating effectiveness of the key controls over sales revenue recognition.
3. Sampled and tested the sales transactions included check customer purchase orders, evidence of customer's confirmation for acceptance, verified whether had met criteria of the contract and considered the reliability of collection for the timing of revenue recognition.
4. Performed cut-off test on sales transactions for a specific time prior to and after the balance sheet date.

Other matter - Parent company only financial statements

We have audited and expressed an unqualified opinion on the parent company only financial statements of Gallant Precision Machining Co., Ltd. as of and for the years ended December 31, 2025 and 2024.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the Financial Supervisory

Commission, and for such 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, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including audit committee, are responsible for overseeing the Group's financial reporting process.

Independent 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ROC GAAS will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and 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 these consolidated financial statements.

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

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our 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 Group's internal control.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
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 Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements 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 the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended December 31, 2025 and are therefore the key audit matters. 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.

PricewaterhouseCoopers, Taiwan
February 26, 2026

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

GALLANT PRECISION MACHINING CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

Assets		Notes	December 31, 2025		December 31, 2024	
			AMOUNT	%	AMOUNT	%
Current assets						
1100	Cash and cash equivalents	6(1)	\$ 1,135,548	7	\$ 1,076,461	8
1136	Financial assets at amortized cost - current	6(3) and 8	511,846	3	564,202	4
1150	Notes receivable, net	6(4)	27,229	-	62,011	-
1170	Accounts receivable, net	6(4)	1,935,439	12	1,705,084	13
1180	Accounts receivable - related parties, net	6(4) and 7	6,639	-	12,410	-
1200	Other receivables		8,932	-	8,459	-
1220	Current tax assets		14,495	-	-	-
130X	Inventories	6(5)	867,982	5	834,483	6
1410	Prepayments		79,653	-	96,316	1
1470	Other current assets		21,435	-	19,850	-
11XX	Current Assets		<u>4,609,198</u>	<u>27</u>	<u>4,379,276</u>	<u>32</u>
Non-current assets						
1517	Financial assets at fair value through other comprehensive income - non - current	6(2)	9,877,581	59	6,922,473	51
1535	Financial assets at amortized cost - non-current	6(3) and 8	322,200	2	322,045	2
1550	Investments accounted for using equity method	6(6)	62,036	-	77,179	1
1600	Property, plant and equipment, net	6(7) , 7and 8	1,423,189	9	1,306,777	10
1755	Right-of-use assets	6(8)	279,218	2	278,747	2
1780	Intangible assets		29,379	-	20,068	-
1840	Deferred income tax assets	6(26)	99,506	1	104,058	1
1900	Other non-current assets	6(13)	76,509	-	69,294	1
15XX	Non-current assets		<u>12,169,618</u>	<u>73</u>	<u>9,100,641</u>	<u>68</u>
1XXX	Total assets		<u>\$ 16,778,816</u>	<u>100</u>	<u>\$ 13,479,917</u>	<u>100</u>

(Continued)

GALLANT PRECISION MACHINING CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity	Notes	December 31, 2025		December 31, 2024		
		AMOUNT	%	AMOUNT	%	
Current liabilities						
2100	Short-term loans	6(9)	\$ 2,310,000	14	\$ 2,133,000	16
2130	Contract liabilities-current	6(19) and 7	69,563	-	84,055	1
2170	Accounts payable	6(10)	1,085,802	7	1,180,845	9
2180	Accounts payable - related parties	7	4,000	-	95	-
2200	Other payables	6(11)	634,224	4	451,771	3
2230	Current income tax liabilities	6(26)	70,779	-	53,710	-
2250	Provisions for liabilities - current		109,664	1	101,743	1
2280	Lease liabilities-current		27,981	-	22,930	-
2320	Long-term loans-current portion	6 (12)	172,810	1	47,810	-
2399	Other current liabilities - other		9,863	-	24,871	-
21XX	Current Liabilities		<u>4,494,686</u>	<u>27</u>	<u>4,100,830</u>	<u>30</u>
Non-current liabilities						
2540	Long-term loans	6(12)	1,937,452	11	1,412,262	11
2570	Deferred income tax liabilities	6(26)	157,159	1	155,007	1
2580	Lease liabilities-non-current		262,533	2	264,743	2
2600	Other non-current liabilities		33,348	-	32,585	-
25XX	Non-current liabilities		<u>2,390,492</u>	<u>14</u>	<u>1,864,597</u>	<u>14</u>
2XXX	Total Liabilities		<u>6,885,178</u>	<u>41</u>	<u>5,965,427</u>	<u>44</u>
Equity attributable to owners of parent company						
Share capital						
3110	Share capital - common stock	6(15)	1,647,466	10	1,651,361	12
Capital surplus						
3200	Capital surplus	6(16)	267,981	1	298,984	2
Retained earnings						
3310	Legal reserve	6(17)	274,546	2	246,739	2
3320	Special reserve		111,147	1	111,147	1
3350	Unappropriated retained earnings		404,438	2	391,381	3
Other equity interest						
3400	Other equity interest	6(18)	6,554,738	39	4,537,041	34
3500	Treasury share	6(15)	(462,609)	(3)	(476,776)	(4)
31XX	Equity attributable to owners of the parent company		<u>8,797,707</u>	<u>52</u>	<u>6,759,877</u>	<u>50</u>
36XX	Non-controlling interest	4(3)	<u>1,095,931</u>	<u>7</u>	<u>754,613</u>	<u>6</u>
3XXX	Total equity		<u>9,893,638</u>	<u>59</u>	<u>7,514,490</u>	<u>56</u>
Contingent liabilities and unrecognised contract commitments						
Significant event						
3X2X	Total liabilities and equity		<u>\$ 16,778,816</u>	<u>100</u>	<u>\$ 13,479,917</u>	<u>100</u>

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Years ended December 31				
		2025		2024		
		AMOUNT	%	AMOUNT	%	
4000	Operating revenue	6(19) and 7	\$ 4,669,827	100	\$ 4,434,928	100
5000	Operating costs	6(5)(24)(25) and 7	(3,031,170)	(65)	(3,249,441)	(73)
5900	Net operating margin		<u>1,638,657</u>	<u>35</u>	<u>1,185,487</u>	<u>27</u>
	Operating expenses	6(24)(25)				
6100	Selling expenses		(137,177)	(3)	(125,132)	(3)
6200	General and administrative expenses		(573,886)	(12)	(478,665)	(11)
6300	Research and development expenses		(427,642)	(9)	(316,289)	(7)
6450	Expected credit impairment gain	12(2)	(19,410)	(1)	67,227	2
6000	Total operating expenses		<u>(1,158,115)</u>	<u>(25)</u>	<u>(852,859)</u>	<u>(19)</u>
6900	Operating profit		<u>480,542</u>	<u>10</u>	<u>332,628</u>	<u>8</u>
	Non-operating income and expenses					
7100	Interest income	6(20)	31,863	1	47,183	1
7010	Other income	6(21)	251,590	5	189,758	4
7020	Other gains and losses	6(22)	(19,515)	-	82,900	2
7050	Finance costs	6(23)	(85,641)	(2)	(54,350)	(1)
7060	Share of profit of associates accounted for using equity method	6(6)	(15,143)	-	(2,821)	-
7000	Total non-operating income and expenses		<u>163,154</u>	<u>4</u>	<u>262,670</u>	<u>6</u>
7900	Profit before tax		<u>643,696</u>	<u>14</u>	<u>595,298</u>	<u>14</u>
7950	Income tax expense	6(26)	(118,305)	(3)	(122,002)	(3)
8200	Profit for the year		<u>\$ 525,391</u>	<u>11</u>	<u>\$ 473,296</u>	<u>11</u>
	Other comprehensive income for the year					
	Items that will not be reclassified subsequently to profit or loss:	6(18)				
8311	Loss on remeasurements of defined benefit plan	6(13)	\$ 3,178	-	\$ 6,283	-
8316	Unrealized gains (losses) on investments in equity instruments at fair value through other comprehensive income	6(2)	2,383,064	51	4,040,137	91
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(26)	(16,306)	-	(15,881)	-
8310	Items that will not be reclassified subsequently to profit or loss:		<u>2,369,936</u>	<u>51</u>	<u>4,030,539</u>	<u>91</u>
	Items that may be reclassified subsequently to profit or loss:	6(18)				
8361	Cumulative translation differences of foreign operations		(2,148)	-	33,160	-
8360	Summary of Components of other comprehensive income that will be reclassified to profit or loss		(2,148)	-	33,160	-
8300	Other comprehensive (loss) income for the year		<u>\$ 2,367,788</u>	<u>51</u>	<u>\$ 4,063,699</u>	<u>91</u>
8500	Total comprehensive income for the year		<u>\$ 2,893,179</u>	<u>62</u>	<u>\$ 4,536,995</u>	<u>102</u>
	Profit attributable to:					
8610	Equity holders of the parent company		\$ 416,948	9	\$ 296,749	7
8620	Non-controlling interest		108,443	2	176,547	4
	Profit for the year		<u>\$ 525,391</u>	<u>11</u>	<u>\$ 473,296</u>	<u>11</u>
	Total comprehensive income attributable to:					
8710	Equity holders of the parent company		\$ 2,458,762	53	\$ 4,230,041	95
8720	Non-controlling interest		434,417	9	306,954	7
	Total comprehensive income for the year		<u>\$ 2,893,179</u>	<u>62</u>	<u>\$ 4,536,995</u>	<u>102</u>
	Basic earnings per share	6(27)				
9750	Profit for the year		<u>\$ 2.59</u>		<u>\$ 1.82</u>	
	Diluted earnings per share	6(27)				
9850	Profit for the year		<u>\$ 2.54</u>		<u>\$ 1.76</u>	

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

Equity attributable to owners of the parent													
Notes	Retained Earnings					Other Equity			Total		Non-controlling interest	Total equity	
	Share capital- common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Cumulative translation differences of foreign operations	Unrealized gain(loss) on financial assets at fair value through other comprehensive income	Other equity- others					Treasury share
For the year ended December 31, 2024													
	Balance at January 1, 2024	\$ 1,651,361	\$ 267,824	\$ 226,325	\$ 111,147	\$ 329,883	(\$ 47,620)	\$ 664,100	\$ -	(\$ 30,254)	\$ 3,172,766	\$ 582,126	\$ 3,754,892
	Profit for the year	-	-	-	-	296,749	-	-	-	-	296,749	176,547	473,296
	Other comprehensive income for the year	-	-	-	-	6,231	25,719	3,901,342	-	-	3,933,292	130,407	4,063,699
	Total comprehensive income for the year	-	-	-	-	302,980	25,719	3,901,342	-	-	4,230,041	306,954	4,536,995
	Distribution of 2023 earnings:												
	Legal reserve	-	-	20,414	-	(20,414)	-	-	-	-	-	-	-
	Cash dividends	-	-	-	-	(196,155)	-	-	-	(196,155)	-	(196,155)	-
	Disposal of equity instruments measured at fair value through other comprehensive income	-	-	-	-	6,500	-	(6,500)	-	-	-	-	-
	Recognition of changes in ownership interest in subsidiaries	-	(57,132)	-	-	(31,413)	-	-	-	(88,545)	-	(88,545)	-
	Transfer of treasury shares	-	88,292	-	-	-	-	-	-	16,209	104,501	-	104,501
	Purchase Treasury shares	-	-	-	-	-	-	-	(462,731)	(462,731)	-	(462,731)	-
	Changes in non-controlling interest	-	-	-	-	-	-	-	-	-	(134,467)	(134,467)	-
	Balance at December 31, 2024	\$ 1,651,361	\$ 298,984	\$ 246,739	\$ 111,147	\$ 391,381	(\$ 21,901)	\$ 4,558,942	\$ -	(\$ 476,776)	\$ 6,759,877	\$ 754,613	\$ 7,514,490
For the year ended December 31, 2025													
	Balance at January 1, 2025	\$ 1,651,361	\$ 298,984	\$ 246,739	\$ 111,147	\$ 391,381	(\$ 21,901)	\$ 4,558,942	\$ -	(\$ 476,776)	\$ 6,759,877	\$ 754,613	\$ 7,514,490
	Profit for the year	-	-	-	-	416,948	-	-	-	-	416,948	108,443	525,391
	Other comprehensive income for the year	-	-	-	-	3,373	(1,232)	2,039,673	-	-	2,041,814	325,974	2,367,788
	Total comprehensive income for the year	-	-	-	-	420,321	(1,232)	2,039,673	-	-	2,458,762	434,417	2,893,179
	Distribution of 2024 earnings:												
	Legal reserve	-	-	27,807	-	(27,807)	-	-	-	-	-	-	-
	Cash dividends	-	-	-	-	(289,492)	-	-	-	(289,492)	-	(289,492)	-
	Cash distribution from capital surplus	-	(32,166)	-	-	-	-	-	-	(32,166)	-	(32,166)	-
	Recognition of changes in ownership interest in subsidiaries	-	(8,677)	-	-	(23,979)	-	-	-	(32,656)	-	(32,656)	-
	Share-based Payment	-	7,181	-	-	-	-	-	1,331	8,512	33,366	41,878	-
	Transfer of treasury stock	-	-	-	-	-	-	-	-	2,484	43,552	46,036	-
	Cancellation of Treasury shares	(6,395)	(5,166)	-	-	-	-	-	-	11,561	-	-	-
	Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	(174,131)	(174,131)	-
	Purchase of treasury shares by subsidiaries	-	-	-	-	-	-	-	-	-	(33,378)	(33,378)	-
	Difference between transaction price and book value of subsidiary shares acquired or disposed	(11,750)	-	-	(65,986)	-	-	-	-	(77,736)	77,736	-	-

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars)

	Retained Earnings							Other Equity			Non-controlling interest	Total equity	
	Notes	Share capital- common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Cumulative translation differences of foreign operations	Unrealized gain(loss) on financial assets at fair value through other comprehensive income	Other equity- others	Treasury share			Total
Changes in non-controlling interests		-	-	-	-	-	-	-	-	-	-	(67,662)	(67,662)
Restricted shares granted to employees	6(15)	2,500	19,575	-	-	-	-	-	(22,075)	-	-	-	-
Exercise of employee share options by subsidiaries		-	-	-	-	-	-	-	-	-	-	27,418	27,418
Others		-	-	-	-	-	-	-	-	122	122	-	122
Balance at December 31, 2025		<u>\$ 1,647,466</u>	<u>\$ 267,981</u>	<u>\$ 274,546</u>	<u>\$ 111,147</u>	<u>\$ 404,438</u>	<u>(\$ 23,133)</u>	<u>\$ 6,598,615</u>	<u>(\$ 20,744)</u>	<u>(\$ 462,609)</u>	<u>\$ 8,797,707</u>	<u>\$ 1,095,931</u>	<u>\$ 9,893,638</u>

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

	Notes	2025	2024
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax for the year		\$ 643,696	\$ 595,298
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(24)	74,912	64,853
Amortization	6(24)	9,950	5,786
Gain on financial assets at fair value through profit or loss	6(22)	(6,749)	(20,342)
Reversal of expected credit losses	12(2)	19,410	(67,227)
Interest expense	6(23)	85,641	54,350
Interest income	6(20)	(31,863)	(47,183)
Dividend income	6(21)	(173,323)	(107,868)
Share of profits of associates and joint ventures accounted for using equity method	6(6)	15,143	2,821
Loss on disposal and scrapping of property, plant and equipment	6(22)	4,736	(223)
Share-based payment	6(14)	41,878	87,972
Gain on lease modification	6(22)	-	(328)
Impairment loss on intangible assets	6(22)	-	225
Changes in assets/liabilities relating to operating activities			
Net changes in assets relating to operating activities			
Notes receivable		36,399	(22,776)
Accounts receivable		(254,198)	(75,855)
Accounts receivable - related parties		965	(4,864)
Other receivables		(264)	(1,476)
Inventories		(61,933)	160,323
Prepayments		12,014	51,595
Other current assets		(4,012)	(3,750)
Net defined benefit assets		(4,629)	(6,129)
Other non-current assets		14,822	14,204
Net changes in liabilities relating to operating activities			
Contract liabilities		(14,736)	(146,046)
Accounts payable		(76,077)	44,123
Accounts payable - related parties		4,038	(542)
Other payables		164,982	68,722
Provisions for liabilities		7,906	35,613
Unearned receipts		(17,723)	16,333
Other current liabilities		2,849	(7,097)
Net defined benefit liabilities		264	201
Cash generated from operations		494,098	690,713
Interest received		31,571	46,173
Dividends received		173,323	107,868
Interest paid		(84,880)	(53,773)
Income tax paid		(125,284)	(109,323)
Net cash provided by (used in) operating activities		488,828	681,658

(Continued)

The accompanying notes are an integral part of these financial statements.

GALLANT PRECISION MACHINING CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024
(Expressed in thousands of New Taiwan dollars)

	Notes	2025	2024
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of financial assets at fair value through profit or loss		(\$ 26,920)	(\$ 250,792)
Proceeds from disposal of financial assets at fair value through profit or loss		33,669	271,134
Acquisition of financial assets at fair value through other comprehensive income		(559,042)	(404,974)
Acquisition of financial assets at amortized cost		(840,664)	(1,386,768)
Proceeds from disposal of financial assets at amortized cost		878,866	1,406,095
Acquisition of investments accounted for using the equity method		-	(41,000)
Acquisition of property, plant and equipment	6(28)	(154,560)	(624,669)
Proceeds from disposal of property, plant and equipment		1,422	876
Acquisition of intangible assets		(20,229)	(14,759)
Refundable deposits paid		(3,179)	(1,081)
Refundable deposits refunded		768	3,699
Other non-current assets paid		(15,000)	-
Net cash provided by (used in) investing activities		(704,869)	(1,042,239)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Proceeds from in short-term loans		2,918,600	3,665,847
Repayment of short-term loans		(2,741,600)	(3,676,000)
Proceeds from long-term loans		952,000	1,162,100
Repayment of long-term loans		(301,810)	(208,242)
Repayment of the principal portion of lease liabilities	6(29)	(25,895)	(26,517)
Guarantee deposits received		644	727
Guarantee deposits paid		(613)	-
Repurchase of treasury shares	6(15)	-	(462,731)
Purchase of treasury shares by subsidiary		(33,378)	(184,489)
Cash dividend from capital surplus of subsidiary		-	(18,158)
Treasury stock transferred to employees	6(15)	2,484	16,209
Cash dividends paid	6(17)	(463,623)	(238,521)
Cash dividends from capital surplus	6(17)	(32,166)	-
Acquisition of subsidiaries	6(30)	(88,127)	-
Treasury stock transferred to employees of subsidiary		43,552	-
Exercise of employee share options of subsidiaries		27,148	-
Net cash provided by (used in) financing activities		257,216	30,225
Effect of exchange rate changes		17,912	12,542
Net increase in cash and cash equivalents		59,087	(317,814)
Cash and cash equivalents at beginning of year	6(1)	1,076,461	1,394,275
Cash and cash equivalents at end of year	6(1)	\$ 1,135,548	\$ 1,076,461

The accompanying notes are an integral part of these financial statements.

Attachment 3 :

**Gallant Precision Machining Co., Ltd.
List of Candidates for Directors**

Director Candidates	Account No.	Work/educational background	Present position	No. of shares held
Junpeng Investment Co., LTD. Represented by: CHEN, CHENG-HSIN	146086	Master of Mechanical Engineering, National Sun Yat-sen University Director of Design Department, Chungwa Picture Machinery Works Vice General Manager of Gallant Precision Machining Co., Ltd. Legal director representative of Gallant Micro. Machining CO., Ltd. Director of C SUN Mfg., Ltd.	Chairman and General Manager of Gallant Precision Machining Co., Ltd. Director of Shinyu Light Co., LTD. Chairman of Apex-I International Co., Ltd. Chairman of Gallant-Rapid Corporation Limited Chairman and General Manager of Gallant Precision Industries (Suzhou) CO., Ltd. Chairman of Junpeng Investment Co., LTD. Vice Director of ESGWD Vice Chairman of TEEIA Vice Chairman of TAIROA Independent Director of TONGTAI MACHINE & TOOL CO., LTD.	500,000
C SUN MFG. LTD. Represented by: FRANK, LIANG	1738	Class 40, Department of Business Administration, National Chengchi University Being granted the degree of Master of Business Administration (MBA), Washington State University (WSU) Being granted the degree of Master of Laws, Northwestern University Completed the Business Administration Courses at Northwestern University Chairman and Director of GALLANT MICRO. MACHINING CO., LTD. Special assistant to the Chairman, C SUN Mfg., Ltd. Chairman of Suzhou Chuangfeng Optoelectronic Technology Co., LTD. Chairman of Wat Sun. Intelligent Technology Co., Ltd. Director and Supervisor of VIEWMOVE TECHNOLOGIES, INC. Director of UTRON TECHNOLOGIES CORP.	Vice Chairman and CEO of Gallant Precision Machining Co., Ltd. Chairman and CEO of GALLANT MICRO. MACHINING CO., LTD. General Manager of C SUN Director of TPCA. Supervisor of Guangxin Venture Capital Co. Ltd. Chairman of TOP CREATION MACHINES CO., LTD. Chairman of POWER EVER ENTERPRISES LIMITED, TAIWAN BRANCH (SAMOA) Director of Suzhou Top Creation Machines Co., Ltd. Chairman of Good Team International Enterprise Limited Director of Nantong Top Creation Photoelectric Equipment Co., Ltd. Legal director representative of Phoenix Silicon International Corporation. Legal director representative of Navigation Technology Co., Ltd. Independent Director of Yu-chen system Technology Co., LTD. Legal director representative of Dunpin No.1 Innovation Investment Co., Ltd. Legal director representative of NTU Alumni Ventures Co., Ltd.	44,697,827
Rong-Liang Chen		Graduated from the Department of Mechanical Engineering, Shin Shing High School Section chief of Module Plant, Gallant Precision Machining Co., Ltd. Plant manager, vice president, and president of Junqiang Machinery (Suzhou) Co., Ltd. Chairman and President of Gallant Micro. Machining CO., LTD. Chairman and president of Gallant Micro. Machining (Suzhou) Co., LTD. Director of Comptake Technology Inc.	Chairman of Gallant Micro. Machining (Suzhou) Co., LTD. Director of King Mechatronics Co., Ltd. Director of Gallant Micro. Machining Co., Ltd.	
Tony Tsai		PhD of ME in Silicon photonic modeling, Univ. of California, Berkeley	President of Phoenix Silicon International Corp.	

		Director of Micron Technology Special Assistant of Inotera Memories, Inc. Director of Nanya Technology		
Yin, Chung-En		M.S., Department of Accounting, National Chengchi University B.S., Department of Business Administration, Fu Jen Catholic University Passed the Certified Public Accountant Examination, R.O.C Associate Professor of Specialized Technology, General Education Center, Soochow University. Consultant, Industry Sustainability Development Center, National Cheng Kung University	Independent Director of EirGenix, Inc. Supervisor of Taiwan Flower Biotechnology Co., Ltd. Partner, Everest CPA & Co. Director, Ruentex Precision Materials Co., Ltd. Vice Chairman, ESG Committee, National Federation of CPA Associations, R.O.C (Taiwan) Member, Materials Committee, SEMI	
Ho, Jung -Shu	222663	Master of Business Administration, National Taiwan University Bachelor of Science in Materials Science and Engineering, National Tsing Hua University Completion of the 34th Law Credit Program, National Taiwan University Management Associate, Citibank (1993) Product Manager of ICI Precision Materials Business Unit Investment Manager of Investment Department, Capital Securities Corp. Investment Manager of Investment Department, O-Bank Vice General Manager of Investment Department, Te-Hung Management Consulting Co., Ltd. Chief Investment Officer of De-An Asset Management Limited.	President of Yuan-Chuang Industrial Investment Consulting Co. Director of Yuan Chao Investment Co., Ltd. Independent Director of GameSpares Co., Ltd.	100,000
Tan, Chih-Chung		MBA, Peter F.Drucker Academy B.B.A. in Finance, National Taiwan University Senior Consultant, Kamakura Corp. Senior Consultant, Consultancy Services Department, KPMG	Executive Assistant to the Chairman of Jendae Group Lee Hung Co., Ltd. Vice General Manager of Tien Liang Biotech Co., Ltd.	

Notes: The qualification of the above director nominees was reviewed and approved at the meeting of the Board on April 9, 2026.

The holding is the number of shares held on the date of suspending transfer of ownership at the general meeting of shareholders (March 22, 2026).

Attachment 4 :

Removal of the Restrictions on Non-Competition against Director Candidates

Name	Removal of the Restrictions on Non-Competition against Director Candidates
Junpeng Investment Co., LTD. Represented by: CHEN, CHENG-HSIN	Director of Shinyu Light Co., LTD. Chairman of Apex-I International Co., Ltd. Chairman and General Manager of Gallant Precision Industries (Suzhou) CO., Ltd. Chairman of Junpeng Investment Co., LTD. Independent Director of TONGTAI MACHINE & TOOL CO., LTD
C SUN MFG. LTD. Represented by: FRANK, LIANG	Chairman and CEO of GALLANT MICRO. MACHINING CO., LTD. General Manager of C SUN Supervisor of Guangxin Venture Capital Co. Ltd. Chairman of TOP CREATION MACHINES CO., LTD. Chairman of POWER EVER ENTERPRISES LIMITED, TAIWAN BRANCH (SAMOA) Director of Suzhou Top Creation Machines Co., Ltd. Chairman of Good Team International Enterprise Limited Director of Nantong Top Creation Photoelectric Equipment Co., Ltd. Legal director representative of Phoenix Silicon International Corporation. Legal director representative of Navigation Technology Co., Ltd. Independent Director of Yu-chen system Technology Co., LTD. Legal director representative of Dunpin No.1 Innovation Investment Co., Ltd. Legal director representative of NTU Alumni Ventures Co., Ltd.
Rong-Liang Chen	Chairman of Gallant Micro. Machining (Suzhou) Co., LTD. Director of King Mechatronics Co., Ltd. Director of Gallant Micro. Ma-chining Co., Ltd.
Tony Tsai	President of Phoenix Silicon International Corp.
Yin, Chung-En	Independent Director of EirGenix, Inc. Supervisor of Taiwan Flower Biotechnology Co., Ltd. Partner, Everest CPA & Co. Director, Ruentex Precision Materials Co., Ltd. Vice Chairman, ESG Committee, National Federation of CPA Associations, R.O.C (Taiwan) Member, Materials Committee, SEMI
Ho, Jung -Shu	President of Yuan-Chuang Industrial Investment Consulting Co. Director of Yuan Chao Investment Co., Ltd. Independent Director of GameSparcs Co., Ltd.
Tan, Chih-Chung	Executive Assistant to the Chairman of Jendae GroupLee Hung Co., Ltd. Vice General Manager of Tien Liang Biotech Co., Ltd.

Appendix 1

Gallant Precision Machining Co., Ltd. Rules and Procedures of Shareholders' Meeting

1. Except as otherwise provided in the laws and regulations, the procedure of the shareholders' meetings of Gallant Precision Machining Co., Ltd. (hereinafter referred to as the Company) shall be handled in accordance with these Rules.
2. Shareholders in the Rules are shareholders themselves and proxies appointed by shareholders for attending meetings.
Attending shareholders shall wear attendance cards and hand in a sign-in card in lieu of signing in.
The number of shares in attendance shall be calculated according to the sign-in cards handed in.
When the Company convenes its shareholders' meeting via a video conference, after the proxy form is delivered to the Company, in the event that the shareholder intends to attend the shareholders' meeting through a video call, a written declaration of intent to retract the appointment shall be made known to the Company two days before the shareholders' meeting. If the notice of retraction is submitted past due, the voting rights already exercised by the proxy shall prevail.
3. The attendance and voting shall be based on the calculation 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 video conference platform, plus the number of shares whose voting rights are exercised by proxies or electronically.
4. The venue for a shareholders meeting shall be the premises of the Company, or a place easily accessible to shareholders and suitable for a shareholders' meeting.
The meeting may begin no earlier than 9 a.m. and no later than 3 p.m.
The restrictions on the place of the meeting shall not apply when the Company convenes a shareholders' meeting via a video conference.
5. If a shareholders' meeting is convened by the Board of Directors, the meeting shall be chaired by the Chairperson of the Board. If the Chairperson of the Board is on leave for any reason and unable to exercise the powers of a chairperson, the deputy chairperson shall act in the place of the chairperson. If there is no deputy chairperson or the deputy chairperson is also on leave for any reason and unable to exercise the powers of a chairperson, the Chairperson shall appoint one of the managing directors to act as the chairperson for the meeting. If there are no managing directors, the Chairperson shall appoint one of the directors to act as the chairperson for the meeting. If the Chairperson does not make such an appointment, then the chairperson for the meeting shall be elected among the managing directors or directors.
If the shareholders' meeting is convened by a party other than the Board of Directors, the chairperson of the meeting shall be the convening party.
6. The Company may appoint its lawyer, accountant or related persons to attend the shareholders' meeting in a non-voting capacity.

The staff in charge of affairs related to the shareholders' meeting shall wear an identity card or an armband.

7. The Company shall audio-record or video-record the whole process of the shareholders' meeting and shall keep the record for at least one year.

8. The chair shall call the meeting to order at the appointed meeting time and disclose information concerning the number of nonvoting shares and the number of shares represented by shareholders attending the meeting. However, when the attending shareholders do not represent a majority of the total number of issued shares, the chair may announce a postponement, provided that no more than two such postponements, for a combined total of no more than one hour, may be made. 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 shareholders' meeting via a video conference, the Company shall also declare the meeting adjourned on the video conference platform.

If the quorum is not met after two postponements as referred to in the preceding paragraph, but the attending shareholders represent one third or more of the total number of issued shares, a tentative resolution may be adopted pursuant to Article 175, paragraph 1 of the Company Act; all shareholders shall be notified of the tentative resolution, and another shareholders' meeting shall be convened within one month. In the event of a shareholders' meeting, shareholders intending to attend the meeting through a video call shall re-register with the Company.

When, prior to the conclusion of the meeting, the attending shareholders represent a majority of the total number of issued shares, the chair may resubmit the tentative resolution for a vote by the shareholders meeting pursuant to Article 174 of the Company Act.

9. If a shareholders' meeting is convened by the Board, the meeting agenda shall be set by the Board. Votes shall be cast on each separate proposal in the agenda (including extraordinary motions and amendments to the original proposals set out in the agenda). The meeting shall proceed in the order set by the agenda, which may not be changed without a resolution at 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 that is not the Board. The chair may not declare the meeting adjourned prior to completion of deliberation on the meeting agenda of the preceding two paragraphs (including extraordinary motions), except by a resolution of the shareholders' meeting. If the chair declares the meeting adjourned in violation of the rules of procedure, the other members of the Board 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.

The chair shall allow ample opportunity during the meeting for explanation and discussion of proposals and amendments or extraordinary 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, call for a

vote, and schedule sufficient time for voting.

10. Before speaking, an attending shareholder must write down on a speaker's slip the subject of the speech, his/her shareholder account number (or attendance pass number), and account name. The order in which shareholders speak will be set by the Chairperson.
An attending shareholder 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 does not correspond to the subject given on the speaker's slip, the spoken content shall prevail. At the time a shareholder is speaking, the other shareholders shall not speak and interfere except with the consent of the Chairperson and the speaking shareholder, otherwise the Chairperson shall stop this interfering behavior.
11. Except with the consent of the Chairperson, a shareholder may not speak for more than twice on the same proposal, and a single speech may not exceed 5 minutes. If a shareholder's speech violates the rules or exceeds the scope of the agenda item or disturbs the order of the meeting, the Chairperson may terminate the speech, and the other shareholders may also request the Chairperson to do so.
12. Where a legal person is entrusted to attend a shareholders' meeting, the legal person shall appoint only one representative to attend. Where a legal-person shareholder appoints two or more representatives to attend a shareholders' meeting, only one of the representatives may speak on the same motion.
13. After an attending shareholder has spoken, the Chairperson may respond in person or appoint a relevant person to respond.
14. Where a shareholders' meeting is convened via a video conference, shareholders attending the meeting through video calls may raise questions in writing on the video conference platform from the chair declaring the meeting open until the chair declares the meeting adjourned. No more than two questions for the same proposal may be raised. Each question shall contain no more than 200 words. The regulations in Article 10 to Article 13 shall not apply. 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 on the video conference platform.
15. In the discussion of the motion, if the Chairperson thinks that the point of voting has been reached, he/she may announce a stop to the discussion and the start of the voting session.
16. The persons monitoring the voting on the motion and counting the votes shall be designated by the Chairperson, but the vote monitoring person shall be a shareholder. The results of the voting shall be reported on the spot and recorded accordingly.
17. In the event of a shareholders' meeting via a video conference, votes shall be counted at once after the chair announces the voting session ends, and the results of votes and elections shall be announced immediately. When the Company convenes a hybrid shareholders meeting, if shareholders who have registered to attend the meeting through video calls 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 through video calls.

When shareholders exercise voting rights in writing or through electronic means, unless they have withdrawn the declaration of intent and attended the shareholders' meeting through video calls, 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.

18. During the course of a meeting, the Chairperson may announce a break based on time considerations. If the discussion of all the motions can not be completed in a single meeting, a resolution may be adopted at the shareholders' meeting to defer or resume the meeting within 5 days without any further notices or announcements.
19. Except as otherwise provided in the Company Law and in the Articles of Association, a motion is passed with the consent of the attending shareholders with more than half of the voting rights.

At the time of voting, a motion is passed if the Chairperson does not receive any negative response to his/her inquiry, and this verbal voting has the same validity as the physical votes.

Each shareholder has a voting right per share.

A shareholder may entrust a proxy to attend the shareholders' meeting. Except trust businesses or stock affair agents approved by the competent authority, if a proxy is entrusted by two or more shareholders, the voting rights of the proxy shall not exceed 3% of the total number of voting rights of the issued shares, otherwise the voting rights exceeding the percentage shall not be counted.

20. When there is an amendment or an alternative to a motion, the Chairperson shall present the amended or alternative motion together with the original motion, and decide the order in which they shall be put to a vote. When either of them is passed, the other motion shall then be deemed rejected, and no further voting shall be required.
21. The Chairperson may direct proctors (or security personnel) to help maintain the order at the meeting. When proctors (or security personnel) help maintain the order at the meeting, they shall wear an identification card or armband bearing the word "Proctor".
22. When a meeting is in progress, the chair may announce a break based on time considerations. If a force majeure event occurs, the chair may rule the meeting temporarily suspended and announce a time when, in view of the circumstances, the meeting will be resumed.
23. In the event of a shareholders' meeting via a video conference, 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 video conference platform or participation in the shareholders' meeting via a video conference is obstructed due to 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 shareholders' 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 first paragraph, no further discussion or resolution is required for proposals for which votes have been cast and counted, and results have been announced, or a list of elected Directors and supervisors.

When the Company convenes a hybrid shareholders meeting, and the virtual meeting cannot continue as described in the first paragraph, if the total number of shares represented at the meeting, after deducting those represented by shareholders attending the 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 first 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 first paragraph, the Company 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 Corporations hall handle the matter based on the date of the shareholders' meeting that is postponed or resumed under the second paragraph.

24. Matters not stipulated in these Rules shall be handled in accordance with the provisions of the Company Law, other relevant laws and regulations and the Articles of Association of the Company.

25. The Rules are implemented after the adoption of the resolution in the shareholders' meeting, and the same procedure applies to the amendments.
26. The rules were established on April 29, 1995.
 - The 1st amendment was made on May 23, 1998.
 - The 2nd amendment was made on May 14, 2002.
 - The 3rd amendment was made on July 5, 2021.
 - The 4th amendment was made on June 8, 2022.

Appendix 2

Gallant Precision Machining Co., Ltd.

Articles of Incorporation

Chapter 1 General Provisions

Article 1: The Company is organized in accordance with the provisions of the Company Law, and is known as Gallant Precision Machining Co., Ltd.

Article 2: The businesses of the Company are as follows:

1. CQ01010 Die Manufacturing (restricted to area outside the Science Park)
2. F106030 Wholesale of Die (restricted to area outside the Science Park)
3. F113010 Wholesale of Machinery (restricted to area outside the Science Park)
4. CC01080 Electronic Parts and Components Manufacturing (restricted to area outside the Science Park)
5. F401010 International Trade
6. CB01010 Machinery and Equipment Manufacturing
7. CE01010 Precision Instruments Manufacturing
8. CC01010 Electric Power Supply, Electric Transmission and Power Distribution Machinery Manufacturing
9. CF01011 Medical Materials and Equipment Manufacturing
10. F208031 Retail sale of Medical Equipments
11. F108031 Wholesale of Drugs, Medical Goods
12. D101060 Self-usage Power Generation Equipment Utilizing Renewable Energy Industry
13. E601010 Electric Appliance Construction
14. E601020 Electric Appliance Installation
15. EZ05010 Instrument and Meters Installation Engineering

Research, development, design, manufacturing, and sale of the following items :

- (1) IC Packaging Front End Equipment
 - A. IC Die bonder
 - B. IC Wire bonder
- (2) Flip Chip processing Equipment: Flip Chip Bonder, Chip Sorter, Dispenser Machine
- (3) Semiconductor packaging and testing equipment
- (4) Inspection Equipment for Panel Display Manufacture
- (5) Nano materials testing equipment
- (6) Grid-Connected Solar power system
- (7) Grid-Connected Wind and Solar power system
- (8) Off-Grid Wind and Solar power system
- (9) Off-Grid Wind and Solar Hybrid Power and LED light source Street light

- (10) Other import and export business of related products
- (11) Disposable soft contact lenses
- (12) Functional soft contact lenses

Article 3: The Company may undertake external guarantee due to business needs.

Article 4: If the Company is a limited-liability shareholder of another company, the total investment amount shall not be subject to the 40% paid-in capital limit in the provisions of the Company Law.

Article 5: The head office of the Company is located in the Hsinchu Science-based Industrial Park. If necessary, branch offices or offices of the Company may be established with the approval of the Board of Directors, and their establishment, revocation or change shall be handled according to the resolution of the Board of Directors.

Article 6: The announcement method of the Company shall be handled in accordance with the provisions of Article 28 of the Company Law.

Chapter 2 Shares

Article 7: The total capital of the Company is set at NT\$2.5 billion which is divided into 250 million shares, and the face amount of each share is set at NT\$10. Such shares may be issued in different batches. The Board of Directors is authorized to issue the shares not yet issued based on the actual need.

The aforesaid total capital includes a reserved amount of NT\$100 million for the issuance of the stock options, special shares with stock options or corporate bonds with stock options for a total of 10 million shares at NT\$10 per share. The shares may be issued in different batches in accordance with the resolution of the Board of Directors.

Article 7-1: For the Company's transfer of shares to the employees at a price lower than the average actual purchase price, or issuance of an employee stock option with the stock subscription price lower than the market price (net value per share), shareholders representing more than half of the shares issued shall be present at the shareholders' meeting, and the resolution shall be agreed by the shareholders with more than two-thirds of the total voting rights of the attending shareholders.

Article 7-2 :Where employee stock option certificate is issued by the Company with the subscription price not limited by the provisions of Article 53 of the Guidelines for the Treatment of the Issuer's Offering and Issuance of Negotiable Securities, it shall be subject to the approval of the shareholders representing more than

two-thirds of the voting rights of the shareholders present at a meeting attended by more than half of the currently registered shareholders.

Article 7-3 : The transfer counterparties of shares repurchased by the Company according to the Company Act, issuance counterparties of employee stock warrants, the counterparties of the distribution of remuneration of employees in stock or cash, and employees under the subscription of new shares issued may include employees of con-trolled companies or subordinates who fulfill certain conditions. The board of directors is authorized to establish “certain conditions.”

Article 8: The share certificates of the Company shall all be registered share certificates, shall be signed or sealed by the directors on behalf of the Company, and shall be issued upon the approval of the competent authority or its authorized issuance registration authority.

The Company may deliver shares by book-entry method in accordance with relevant rules and regulations, without printing share certificate(s); the same applies with other securities issuance.

Article 9: The shareholder shall send his/her true name or its name, domicile or residence and seal specimen card to the Company or the stock agent of the Company for record, and thereafter the seal on the seal specimen card shall be used for the collection of dividends and the exercise of shareholder’s rights in writing.

Article 10: All transfer of stocks, pledge of rights, loss, succession, gift, loss of seal, amendment of seal, change of address or similar stock transaction conducted by shareholders of the Company shall follow the “Guidelines for Stock Operations for Public Companies” unless specified otherwise by law or regulations.

Article 11: The Company’s shares are blocked from registration within 60 days prior to a general shareholders' meeting, within 30 days prior to an extraordinary shareholders' meeting, and within 5 days before the date on which the Company decides to distribute dividends or other interests.

Article 12: The Company may charge a processing fee for a shareholder’s application for the issuance of replacement shares or new shares due to share loss or other reasons.

Chapter 3 Shareholders' Meeting

Article 13: The shareholders’ meetings of the Company are divided into annual shareholders’ meetings and extraordinary shareholders’ meetings; the annual shareholders’ meeting shall be convened once a year within six months from the end of each fiscal year; the extraordinary meeting is convened when necessary.

Shareholders' meetings of the Company may be convened via video conferences or other methods announced by the central competent authority.

Except for otherwise stated in the Company Act, shareholders' meetings in the preceding paragraph shall be convened by the Board.

Article 14: Except as otherwise provided in the laws and regulations, each shareholder of the Company shall have one voting right per share

Article 15: When a shareholder is unable to attend a shareholders' meeting for any reason, he/she may issue a power of attorney printed by the Company according to the provisions of the Company Law, and specify the scope of authorization with his/her signature or seal on the power of attorney to appoint a proxy to attend on his/her behalf.

Article 16: For the passing of a resolution in a shareholders' meeting, except as otherwise provided in the Company Law, the shareholders' meeting shall be attended by more than half of the shareholders, and the resolution shall be approved by more than half of the attending shareholders before its implementation.

Article 16-1: The resolutions of a shareholders' meeting shall be recorded in the shareholders' meeting minutes to be signed or sealed by the chairperson of the shareholders' meeting, and be distributed to the shareholders within 20 days after the meeting. The distribution of the meeting minutes may be carried out by way of a public announcement.

Chapter 4 Directors

Article 17: The Company has seven to nine directors who shall be appointed in the shareholders' meeting in accordance with the provisions of the Company Law.

Gallant Precision Machining adopts the candidate nomination system for the election of directors. The board of directors and shareholders may, in accordance with the provisions of Company Act and relevant laws and regulations, propose a list of candidates

Article 17-1: In accordance with Article 14-2 of the Securities and Exchange Act, the Company shall appoint independent directors in the above-mentioned directors. The number of Independent Directors shall not be less than three and no less than one fifth of the total number of Directors. The election of Independent directors and non-independent directors shall be held together and the number of elected directors shall be calculated separately.

The professional qualifications, shareholding, concurrent posts restrictions, nomination and election methods of independent directors and other matters

that should be complied with, shall be handled in accordance with relevant laws and regulations.

Article 17-2: In compliance with Article 14-4 of the Securities and Exchange Act, The Company shall establish an Audit Committee, which shall consist of all independent directors. There shall be no fewer than three people in Audit Committee, one of whom shall be convener, and at least one of whom shall have accounting or financial expertise.

The resolution of the audit committee shall be conducted in accordance with relevant laws and regulations.

Article 18: The term of office of the directors shall be three years, and the directors may be re-elected.

Article 18-1: The Company shall purchase liability insurance for the directors each year to reduce and distribute the risk that may cause significant damage to the Company and its shareholders due to the directors' illegal or negligent acts.

Article 19: The Board of Directors shall be composed of the directors of the Company. The directors may elect one of them as the chairperson in a board meeting with the attendance of more than two-thirds of the directors, and the consent of more than half of the attending directors. If necessary, a vice chairperson may be elected among the directors.

Article 20: The Chairperson shall represent the Company externally, and internally carry out all matters of the Company in accordance with the laws and regulations, the Articles of Association, and the resolutions of the shareholders' meetings and of the board meetings.

Article 21: When one-third of the directors' seats are vacant or all the directors are dismissed, an extraordinary shareholders' meeting shall be convened within 60 days to elect these directors. The term of office shall be limited to the remaining term of their predecessors.

Article 22: The operating principles and other important matters of the Company shall be decided in the board meeting. Except that the first board meeting of each term of directors shall be convened in accordance with the provisions of the Company Law, the other board meetings shall be convened by the Chairperson of the Board who shall also act as the meeting chairperson. If the Chairperson of the Board can not perform his/her duty for any reason, and if there is a Deputy Chairperson in place, then the Deputy Chairperson shall act as the agent of the chairperson. If neither the Chairperson nor the Deputy Chairperson can perform his/her duty, the Chairperson shall appoint one of the directors to act as

the agent. If the chairperson does not make the appointment, then the directors shall elect one of them to be the agent.

The Board of Directors shall be informed of the convening of a board meeting 7 days in advance. The Company may convene a board meeting at any time in case of emergency. For the convening of a board meeting, the reasons for the meeting shall be indicated in the notice and the notice may be sent by mail, email or fax.

Article 23: The directors shall attend the board meeting in person. If a director can not attend in person, unless the director lives abroad and there are provisions of the Company Law for this situation, the director may issue a power of attorney and list the scope of authorization to appoint another director to attend, but the appointed director may accept the authorization of one person only.

Article 24: For the passing of a resolution in a board meeting, except as otherwise provided in the Company Law, the board meeting shall be attended by more than half of the directors, and the resolution shall be approved by more than half of the attending directors before its implementation.

Article 25: The remuneration of the directors of the Company shall be within the usual level of the same industry and approved by the Board of Directors.

Article 26: The total number of shares held by all the directors of the Company shall not be less than the number stipulated by the competent government authority.

Chapter 5 Managers

Article 27: The Company shall appoint one chief Executive Officer, one Executive Director, Deputy Chief Executive Officer(s), President(s) and Vice Executive President(s) whose appointment, removal and remuneration shall be governed by Article 29 of the Company Act.

Article 28: The appointment, dismissal and remuneration of the presidents and executive vice presidents shall be handled in accordance with the provisions of Article 29 of the Company Law.

Chapter 6 Accounting

Article 29: The accounting year of the Company is from January 1 to December 31 of each year, and all accounts shall be settled at the end of each year.

Article 30: At the end of each accounting year of the Company, the following documents shall be prepared by the Board of Directors for submission to the shareholders' meeting for acknowledgement:

1. The business report
2. The financial statements
3. The motion concerning surplus distribution or loss make-up

Article 30-1: The Company shall distribute employees' remuneration of not less than 1 percent and not more than 12 percent of the profit of the Company for the current year, and the directors' remuneration which should not be more than 3 percent of the profit of the Company for the current year. However, if the Company still has an accumulated loss, it shall make up for the loss first.

The employees' remuneration may be paid in share or cash, and the subjects of the share or cash payment may include subsidiary employees who meet certain criteria.

Among the remuneration of employees above, no less than 20% shall be appropriated as the remuneration to be distributed to non-executive employees.

The profit for the current year in the first paragraph refers to the pre-tax profit for the current year before the deduction of the employees' remuneration and the directors' remuneration.

For the passing of the resolution in a board meeting on the distribution of the employees' remuneration and the directors' remuneration, the board meeting shall be attended by more than two-thirds of the directors, and the resolution shall be approved by more than half of the attending directors. The resolution shall be reported in the shareholders' meeting.

Article 31: If there is a surplus after the current year's accounts, the Company shall pay the tax according to law and make up for the accumulated loss in the previous years, then appropriate 10% of the balance as the statutory surplus reserve. However, if the statutory surplus reserve has reached the total amount of paid-in capital of the Company, then this requirement does not apply.

The Company may, in accordance with its operational requirements and the provisions of the laws and regulations, appropriate or reverse a special surplus reserve. The Board of Directors shall draft a distribution proposal for the remaining balance plus the accumulated undistributed surplus for a resolution in the shareholders' meeting.

In the dividend distribution, the proportion of cash dividends shall not be less than 10% of the total dividends.

Article 31-1: The Board of Directors of the Company may, by a resolution approved by majority of the directors present at a meeting attended by more than two thirds of the directors currently in service, distribute stock dividend or legal surplus and capital reserve in cash, wholly or partly, and report it to the meeting of shareholders.

Chapter 7 Supplementary Provisions

Article 32: The organization and the rules of service of the Company shall be separately formulated by the Board of Directors.

Article 33: Matters not stipulated in the Articles of Association shall be handled in accordance with the provisions of the Company Law and other relevant laws and regulations.

Article 34: The Articles of Association were established on December 1, 1978.

The 1st amendment was made on November 22, 1982.

The 2nd amendment was made on October 16, 1984.

The 3rd amendment was made on August 8, 1985.

The 4th amendment was made on April 25, 1986.

The 5th amendment was made on October 17, 1986.

The 6th amendment was made on July 8, 1988.

The 7th amendment was made on October 5, 1989.

The 8th amendment was made on February 10, 1990.

The 9th amendment n was made on July 20, 1990.

The 10th amendment was made on June 30, 1991.

The 11th amendment was made on October 20, 1991.

The 12th amendment was made on June 21, 1992.

The 13th amendment n was made on February 14, 1993.

The 14th amendment was made on June 18, 1994.

The 15th amendment was made on April 29, 1995.

The 16th amendment was made on June 15, 1996.

The 17th amendment was made on May 23, 1998.

The 18th amendment was made on June 16, 1999.

The 19th amendment was made on May 10, 2000.

The 20th amendment was made on April 19, 2001.

The 21st amendment was made on April 19, 2001.

The 22nd amendment was made on May 14, 2002.

The 23rd amendment was made on May 22, 2006.

The 24th amendment was made on May 22, 2006.

The 25th amendment was made on December 14, 2006.

The 26th amendment was made on June 13, 2007.

The 27th amendment was made on June 16, 2009.

The 28th amendment was made on June 14, 2010.

The 29th amendment was made on June 22, 2011.

The 30th amendment was made on June 21, 2012.
The 31st amendment was made on June 20, 2014.
The 32nd amendment was made on June 17, 2015.
The 33rd amendment was made on June 27, 2016.
The 34th amendment was made on June 16, 2017.
The 35th amendment was made on June 25, 2019.
The 36th amendment was made on June 17, 2020.
The 37th amendment was made on June 8, 2022.
The 38th amendment was made on June 19, 2023.
The 39th amendment was made on June 3, 2025.

Appendix 3

Gallant Precision Machining Co., Ltd. Regulations Governing the Election of Directors

1. The election of the directors, except as otherwise provided in the Company Law and the Articles of Association of the Company, shall be handled in accordance with the Method.
2. The cumulative voting method is adopted for the election of the directors of the Company. The name of the voter may be replaced with the attendance card number printed on the ballot. Each shareholder has the same number of electoral votes as the number of directors to be elected, and all the votes may be casted to only one person or to a number of people. Independent directors and non-independent directors shall be elected together, but the votes shall be respectively calculated, and the candidates winning votes representing more voting rights shall be elected as independent directors and non-independent directors.
3. The number of directors of the Company shall be based on the number specified in the Articles of Association of the Company, and the candidates winning more voting rights shall be elected. If there are two or more people winning the same number of voting rights and the prescribed quota is therefore exceeded, the winning candidate shall be decided by a lucky draw. If a candidate is not present, the chairperson shall draw on his/her behalf. The candidate elected as a director per the preceding paragraph may decide to act as a director or not at his/her discretion, and if he/she decides to decline the director position, the next eligible candidate shall take the place.
4. The Chairperson shall call the election to order, and designate a number of people monitoring the voting process and counting the votes to carry out relevant tasks. The vote monitoring person shall be a shareholder.
5. The ballot shall be printed and issued by the Company, and shall be numbered with the attendance card number and marked with the voting rights it represents.
6. The voter shall fill in the name and the shareholder's number of the candidate in the field "candidate elected" on the ballot. If the candidate elected is not a shareholder, his/her name and identity card or unified tax number shall be filled in the field before the ballot is casted. If the candidate elected is the government or a legal-person shareholder, either the name of the government or legal person, or the name of the government or legal person together with the name of its representative shall be filled in the field of "candidate elected". If there are multiple representatives, all their names shall be filled in the said field.
7. The election vote is invalid if any of the circumstances occur:
 - (1) The ballot is not produced according to the provisions of this Method.
 - (2) The ballot casted is blank.
 - (3) The ballot contains words or symbols other than those in the provisions of Article 6.
 - (4) The writing on the ballot is illegible and can not be identified.
 - (5) If the candidate elected/filled in on the ballot is a shareholder, and his/her shareholder's account number or shareholder's name does not correspond to that in the

shareholder's register, or if the candidate elected/filled in is not a shareholder, and his/her name or ID number or unified tax number is incorrect after checking.

(6) The contents on the ballot are not filled in accordance with the provisions of Article 6 or are incomplete.

(7) Two or more candidates elected are filled in on the same ballot.

8. After all votes are casted into the cabinet, the vote monitoring person shall open the cabinet.
9. When there is any doubt about a vote, the vote monitoring person shall first check whether or not the vote shall be invalidated and placed elsewhere. After the counting of votes, the number of invalid votes and the voting rights they represent shall be counted and then invalidated and sealed by the vote monitoring person.
10. The ballots should be calculated with the tellers' verification on the accuracy of total numbers of valid and invalid votes. The number of valid/invalid vote casting and the voting rights respectfully shall be filled in a log sheet, and the results of the calculation shall be announced by the chairman or his designated officer at the meeting.
11. Matters not stipulated in the Method shall be handled in accordance with the provisions of the Company Law.
12. The Method is implemented after the adoption of the resolution in the shareholders' meeting, and the same procedure applies to the amendments.
13. The Rules for Election of Directors are formulated on April 29, 1995.
The 1st amendment was on May 14, 2002.
The 2nd amendment was on June 21, 2012.
The 3rd amendment was on June 20, 2014.
The 4th amendment will be on June 25, 2019.

Appendix 4

Impact of Stock Dividend Distribution on the Company's Business Performance and Earnings per Share and on the Shareholders' Return on Investment:

The Company does not have any plan to distribute bonus shares and does not have to disclose the financial forecast information publicly.

Appendix 5

Gallant Precision Machining Co., Ltd. Shareholding of Directors

Book-close date: March 22, 2026

Title	Name	Current shareholding	
		Shares	% of the current shares issued
Chairman	Junpeng Investment Co., LTD. Represented by: CHEN, CHENG-HSIN	500,000	0.30%
Vice Chairman	C SUN MFG. LTD. Represented by: FRANK, LIANG	44,697,827	27.13%
Independent Director	LO, WOEI	0	0.00%
Independent Director	CHEN, YEE-MEI	0	0.00%
Independent Director	MA, CHIEN-YUNG	0	0.00%
Independent Director	TSANG, KWOK-AH	0	0.00%

Note 1: Total number of shares issued as of March 22, 2026 (book-close date): 164,746,644 shares.

Note 2: Total shareholding legally required of all the directors of the Company: 9,884,798 shares; total shareholding as at March 22, 2026: 45,197,827 shares, the total shareholding of all the directors has reached the required level.

MEMO