

Meeting Minutes of the 2026 Annual Shareholders' Meeting of Asia Electronic Material Co., Ltd.

Time: May 20, 2026 (Wednesday) at 9:00 a.m.

Location: Siduo Hall (Wei Shun Business Building) 14F, No. 168, Sec. 2, Fuxing 3rd Rd., Zhubei City, Hsinchu County

Form of Shareholders' Meeting: Physical

Attendance: The number of shares represented by shareholders present and proxies was 58,580,190 shares, accounting for 59.65% of the total number of issued shares of 98,200,868 shares.

Attending directors: Chairperson of Lee Jian-Hui, Director of Bo Chun Investment Co., Ltd. Huang Sung-Chen, Director of Kai Mao Enterprise Co., Ltd. Lin Wei-Hung

Attending Independent Directors: Independent Director Hsu Ke-Ying (Convener of the Audit Committee and Convener of the Remuneration Committee), Independent Director Chu Nien-Tzu, Independent Director Li Chun-Ching.

Present: CPA of Ernst & Young Chen Kuo-Shuai, Attorney of Chien Yeh Law Offices Zhang Shao-teng

Chairman: Lee Jian-Hui Minute taker: Chen Li-Yuan

- I. Call the Meeting to Order: When the number of attending shares has exceeded the number of shares stated by the law, the chairperson calls the meeting to order according to the law.
- II. Chairperson Remarks (omitted)
- III. Report matter:
 1. 2025 Business Report. (Please refer to the Attachments)
 2. 2025 Review Report of the Audit Committee. (Please refer to the Attachments)
 3. Report on the status of loans of funds to others and endorsements/guarantees for subsidiaries in 2025.
(Please refer to the meeting handbook)

IV. Ratifications

Proposal 1

[Proposed by the Board of Directors]

Motion: The Company's 2025 Business Report and Financial Statements, submitted for ratification.

- Description: 1. The Company's 2025 Business Report, Parent Company Only Financial Statements, and Consolidated Financial Statements have been prepared, and the Financial Statements have been audited by CPA of Ernst & Young Chen Kuo-Shuai and Lin Cheng-Wei, and an unqualified audit report has been issued. The abovementioned statements and forms were also approved by the Audit Committee under a resolution and approved by the Board of Directors after discussions on February 25, 2026.
2. For the 2025 Business Report, Review Report of the Audit Committee, and Financial Statements, please refer to the Attachment.

Resolution: By ballot voting, the total number of votes casted was 58,580,190 votes, approval votes: 57,060,984 votes, as a percentage of total weights in attendance 97.4 %, and disapproval votes: 23,879 votes; invalid votes: 0 votes, abstained votes: 1,495,327 votes; as the votes in favour exceeded the statutory number, this motion was Approved as proposed.

Proposal 2

[Proposed by the Board of Directors]

Motion: The Company's 2025 earnings distribution proposal, submitted for ratification.

- Description: 1. The Company's net loss after tax for 2025 was NT\$42,339,825. After adding beginning distributable earnings of NT\$143,562,999, total distributable earnings amounted to NT\$101,223,174. It is proposed to make distribution in accordance with the Company Act and the Articles of Incorporation, with cash dividends to shareholders of NT\$24,550,217, at NT\$0.25 per share. Please refer to the Attachment for the 2025 earnings distribution table.
2. After the Proposal of Earning Distribution is approved by the shareholders' meeting of the year under a resolution, the Chairman is authorized to otherwise establish the ex-dividend date, distribution date, and other relevant matters. If the payout ratio changes due to changes in the total number of outstanding shares of the Company subsequently, the Chairman is fully authorized to make arrangements and adjustments.
3. The current cash dividend is calculated according to the distribution ratio and rounded up to the nearest dollar. The total amount of the odd shares less than NT\$1 is adjusted from the highest to the lowest decimal point and from the top-down of the account number sequentially until it is equal to the total amount of cash dividend distribution.

Resolution: By ballot voting, the total number of votes casted was 58,580,190 votes, approval votes: 57,112,856 votes, as a percentage of total weights in attendance 97.49%, and disapproval votes: 23,888 votes; invalid votes: 0 votes, no votes: 1,443,446 votes; the motion is approved as proposed if the number of approval votes exceeds the statutory limit.

Discussion Matters

[Proposed by the Board of Directors]

Motion: Amendment to the Company's "Procedures for Acquisition or Disposal of Assets", submitted for discussion.

Description: To comply with regulatory amendments, the Company amended the Company's Procedures for Acquisition or Disposal of Assets. Please refer to the Attachment for the comparison table of the amended provisions

Resolution: By ballot voting, the total number of votes casted was 58,580,190 votes, approval votes: 57,118,814 votes, as a percentage of total weights in attendance 97.5% , and disapproval votes: 25,937 votes; invalid votes: 0 votes, no votes: 1,435,439 votes; the motion is approved as proposed if the number of approval votes exceeds the statutory limit.

Elections

Motion: By-election of one Independent Director of the Company. 【 Proposed by the Board of Directors】

- Description: 1. Independent Director of the Company Hu Han-Liang resigned on February 13, 2026 due to personal planning; therefore, one Independent Director is proposed to be by-elected.
2. The newly elected Independent Director shall assume office immediately after the conclusion of the meeting at which such person is elected, with the term of office from May 20, 2026 to May 23, 2027.
3. In accordance with Article 192-1 of the Company Act and Article 20 of the Company's Articles of Incorporation, the Independent Directors shall be elected under the candidate nomination system.
4. Approved by the Board of Directors on February 25, 2026, the list of candidates for Independent Director is set out in the Attachment and submitted for election.

Election results: The list of elected Independent Directors is as follows

Title	Name	Number of votes elected
Independent Director	Yu Tsai-An	56,292,866 vote

Other Matters

[Proposed by the Board of Directors]

Motion: Proposal for lifting the non-competition restrictions on the Company's newly elected Independent Director, submitted for discussion.

- Description: 1. In accordance with Article 209 of the Company Act, where a director conducts, for himself or on behalf of others, any act within the scope of the Company's business, such director shall explain the material content of such act to the shareholders' meeting and obtain its approval.
2. To meet the Company's actual business needs, where a director of the Company may concurrently hold a position in another company and engage in acts identical or similar to the scope of the Company's

business, within the scope not prejudicial to the interests of the Company, it is proposed pursuant to Article 209 of the Company Act to seek approval for lifting the non-competition restrictions on the newly elected Independent Director. Details are as follows.

Details of Non-Compete Waivers for Independent Director Candidates

Candidate Type	Candidate Name	Company of Adjunct Position
Independent Director	Yu Tsai-An	Chairman, IMAT Corporation

Resolution: By ballot voting, the total number of votes casted was 58,580,190 votes, approval votes: 56,951,460 votes, as a percentage of total weights in attendance 97.21% , and disapproval votes: 84,246 votes; invalid votes: 0 votes, no votes: 1,544,484 votes; the motion is approved as proposed if the number of approval votes exceeds the statutory limit.

V. Extraordinary motions: No shareholders' questions

VI. Adjournment: 9:20 a.m.

The 2025 Business Report of Asia Electronic Material Co., Ltd.
Attachment 1

Dear Shareholders:

I. Operating results in 2025:

(I) Implementation achievement of business plan

Unit: NT\$000'

	2025	2024	YoY growth rate
Consolidated operating income	1,417,550	1,541,704	-8.05%
Net operating profit	(14,266)	35,112	-140.63%
Net profit after tax	(42,340)	19,084	-321.86%
Earnings per share after tax	(0.43)	0.19	-326.32%

In 2025, affected by a slowdown in end-market demand and intensified industry competition, revenue decreased compared to the previous year, and profitability came under pressure. In response to market changes, the Company has continued to adjust its product mix and implement cost control measures, strengthening its operating fundamentals and laying the groundwork for future recovery.

(II) Budget implementation

The Company did not disclose its financial forecast for 2025.

(III) Analysis of profitability

	2025	2024
Return on assets	(0.67%)	1.46%
Return on equity	(2.92%)	1.24%
Profit margin	(2.99%)	1.24%

(IV) R&D status

In recent years, the development trends of electronic materials have been primarily driven by advancements in artificial intelligence (AI), energy storage applications, high-performance electronic devices, 5G communications, electric vehicles, and sustainable development. The Company has been deeply engaged in this field for many years, continuously developing and expanding the sales of new products to increase its operational competitiveness. Currently, the Company focuses its R&D on fluorine-based substrates, self-developed PI cover lays, conductive adhesives, and electromagnetic shielding films (self-developed PI-type EMI). Among these, sales of electromagnetic shielding film materials are steadily increasing, contributing to the Company's revenue growth. In the future, we will continue to develop and improve high-priced and high gross-profit products, such as high-frequency materials, ultra-thin bending-resistant materials, ion-resistant migration materials, self-made substrate materials, automotive materials, and energy storage materials, etc., to create unique products, enhance the Company's competitiveness among peers, and gain a leading position in the industry. Furthermore, with increasingly stringent environmental regulations and technological breakthroughs, future electronic materials will become greener, more sustainable, and safer. In developing new

products, the Company emphasizes compliance with environmental regulations starting from the selection of raw materials, thereby promoting the industry's development toward low-pollution and high-efficiency solutions. In addition to the development of the above-mentioned new products, the process focuses on improving production yield and efficiency, so as to reduce product costs and increase gross profit margin to facilitate the acquisition of orders.

II. Business plan for 2026:

(I) Management Policy

Looking ahead to 2026, the Company's business and resource allocation will focus primarily on the AI and energy storage application markets.

In the AI field, as demand for high-computing-power servers and data centers continues to grow, the Company will actively expand into applications of low-loss and high-reliability materials. In the energy storage field, driven by global net-zero carbon emission policies and the expansion of demand for energy storage systems and electric vehicles, the Company will strengthen the development of application materials for power batteries and energy storage flexible printed circuits to increase its market share.

At the same time, the Company will continue to collaborate with U.S. customers to develop new products, expand into international markets, and promote high value-added products such as conductive adhesives, EMI, and anti-ion migration cover lays, thereby broadening its customer base and expanding product sales scale. In addition, the Company's new plant in Dongtai, Jiangsu has officially commenced mass production and supply to the market, enhancing the Group's overall capacity allocation flexibility and supply stability.

(II) Estimated sales volume and its basis

Based on past experiences and the status of market supply and demand, it is expected that the sales volume will achieve remarkable growth along with greater applications in 2026.

(III) Important production and marketing policy

1. The Company connects end customers and understands the requirements of customers to provide comprehensive products and services.
2. Optimize supply chain collaboration to improve delivery lead times and quality stability.

III. Future development strategies of the Company:

(I) Business status:

AI and energy storage are the Company's key market promotion focuses this year. As AI intelligence continues to evolve at a rapid pace, the SoC industry and high-computing-power server market have increasing design demands for ultra-low-loss and low dielectric constant materials. The Company is actively expanding into domestic and overseas markets to broaden its customer base and application scope. At the same time, it is developing PTFE and engaging in cross-industry collaboration (PCB) to enter the server market, focusing on U.S. customers and international markets with early deployment strategies. In conjunction with the development of low-loss and high-reliability materials, the Company continues to promote its products to end customers and FPC manufacturers, while advancing high-specification applications in semiconductors and displays through joint development of new materials, thereby securing a leading position within the industry.

For conductive adhesives and EMI, mass production is ongoing, and they have entered the terminal resource pool. Currently, the mainstream products in the market are from Japanese brands; however, the Company's materials have the opportunity to replace Japanese imported materials this year. PI-type EMI products are differentiated products that have been successfully adopted in medical applications. This year, the focus is on expanding into the electronic component modularization market, such as mobile phone CCD modules.

(II) R&D:

1. The Company attaches attention to the R&D of products of novelty and high gross profits; our products are divided into four categories: high-frequency materials (high-frequency covering film/high-frequency pure glue/high-frequency substrate/fluorine-based substrate), conductive materials (conductive glue/electromagnetic masking film), covering film materials (self-made PI covering film/anti-ion migration covering film/high-Tg covering film/special specification stiffeners and composite film), substrate materials (2L/ultra-thin copper foil substrate), focusing on the development of novel projects, effectively utilizing R&D resources, improving product gross profit and increasing product uniqueness, and expanding product sales.
2. By combining our technical capacity and supplier management, we implement local procurement for chemical raw materials to minimize the costs of raw materials and improve the gross profits of products, and in turn, improve the competitive strength and profitability of products.
3. New product development emphasizes compliance with environmental regulations to promote sustainable industrial development of the industry.

IV. Impact of external competitive environment, regulatory environment, and overall business environment:

In recent years, the global economy has been affected by geopolitical risks, changes in trade policies, and the restructuring of industrial supply chains, while environmental protection and occupational safety regulations have continued to become more stringent, and corporate operations have faced higher management requirements and cost pressures.

To strengthen risk management, the Company:

1. Increase the proportion of local procurement of key chemical raw materials
2. Optimize inventory and procurement strategies
3. Diversify supply risk
4. Establish a dedicated occupational safety management team to implement environmental protection and occupational safety systems

Looking ahead, flexible printed circuit applications will continue to be primarily driven by the smartphone market, with high-end models driving demand for specification upgrades. The Company will continue to deepen its technologies in self-developed PI and EMI products, expand into specialized application fields such as automotive, energy storage, medical, and aerospace, optimize its product structure and market positioning, and enhance long-term profitability and operational stability.

Chairman: Lee Chien-Hui Manager: Lee Chien-Hui Accountant Manager: Cheng Wan-Yu

Audit Committee's Review Report of Asia Electronic Material Co., Ltd.
Attachment 2

The Board of Directors has duly prepared the Company's Business Report, consolidated financial statements, individual financial statements, and proposal for earnings distribution for 2025. The consolidated financial statements and individual financial statements have been duly audited and verified by CPAs Chen Kuo-Shuai and Cheng-Wei Lin from Ernst & Young, and they have issued the auditor's report.

We have reviewed the abovementioned Business Report, consolidated financial statements, individual financial statements, and the proposal for earning distribution, to which we have found no misstatement, and we hereby issue a review report as presented above in accordance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act. Please proceed to review it.

Yours sincerely

Asia Electronic Material Co., Ltd.

Audit Committee, Asia Electronic Material Co., Ltd.

Convener: Hsu Ke-Ying

February 25, 2026

English Translation of Financial Statements and a Report Originally Issued in Chinese

INDEPENDENT AUDITORS' REPORT

To: The Board of Directors and Shareholder of
Asia Electronic Material Co., Ltd.

Opinion

We have audited the accompanying consolidated balance sheets of Asia Electronic Material Co., Ltd. (the "Company") and its subsidiaries as of December 31, 2025 and 2024, the related consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including the summary of material accounting policies (together referred as "the consolidated financial statements").

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as of December 31, 2025 and 2024, and its consolidated financial performance and cash flows for the years then ended, in conformity with the requirements of the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards, International Accounting Standards, Interpretations developed by the International Financial Reporting Interpretations Committee or the former Standing Interpretations Committee as endorsed by Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company and its subsidiaries in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China (the "Norm"), and we have fulfilled our other ethical responsibilities in accordance with the Norm. 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 consolidated financial statements for the year ended December 31, 2025. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Revenue recognition

Asia Electronic Material Co., Ltd. and its subsidiaries recognized NT\$1,417,550 thousand as revenue for the year ended December 31, 2025. Since the sales locations including Taiwan, China and other countries and the sales conditions for major customers are varied. It is necessary for the Group to judge and determine the performance obligations of a sales order or a contract and the timing of its satisfaction. There are significant risks in the timing and amount of revenue recognition. Therefore, we determined the matter to be a key audit matter. Our audit procedures include, but not limit to, assessing the appropriateness of the accounting policy for revenue recognition, evaluating and testing the effectiveness of relevant internal controls relating to the timing of revenue recognition, performing test of details on selected samples, including obtaining major sale orders or agreements to inspect the terms and conditions, checking the consistency of the fulfillment timing and performance obligation for revenue recognition, performing analytical review procedures on monthly sale and performing cutoff testing for a period before and after the balance sheet date, etc. We also considered the appropriateness of the related disclosures of sales. Please refer to Notes 4 and Note 6 in notes to the consolidated financial statements.

Impairment of accounts receivable

As of December 31, 2025, Asia Electronic Material Co., Ltd. and its subsidiaries' gross accounts receivable and loss allowance amounted to NT\$871,941 thousand and NT\$(72,117) thousand, respectively. The net accounts receivable represented 30.03% of the consolidated assets and was significant to the Group's consolidated financial statements. The amount of loss allowance against accounts receivable is measured at an amount equal to lifetime expected credit losses. The measurement process needs to group the underlying accounts receivable appropriately and judge the application of related assumptions, including proper aging intervals and expected credit loss ratio for each aging interval, to be judged and analyzed. Due to the measurement of expected credit losses involves judgement, analysis and estimation and it has significant impact on carrying value of net accounts receivable, we therefore determined the matter to be a key audit matter. Our audit procedures therefore include, but not limit to, analyzing the appropriateness of the methodology for grouping of

accounts receivable, confirming whether the customers with significantly different loss patterns (i.e. similar risk characteristics) are appropriately grouped (i.e. by historical experiences, etc.); testing the provision matrix adopted by the Group, including evaluation on reasonableness of determining aging intervals, and examining the correctness of original document for basic information; reviewing of accounts receivable subsequent collection for evaluating its recoverability, etc. We also considered the appropriateness of the related disclosures of accounts receivable. Please refer to Notes 5 and Note 6 in notes to the consolidated financial statements.

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 requirements of the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Financial Reporting Standards, International Accounting Standards, Interpretations developed by the International Financial Reporting Interpretations Committee or the former Standing Interpretations Committee as endorsed by Financial Supervisory Commission of the Republic of China 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 ability to continue as a going concern of the Company and its subsidiaries, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company and its subsidiaries or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including audit committee or supervisors, are responsible for overseeing the financial reporting process of the Company and its subsidiaries.

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 the Standards on Auditing of the Republic of China 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 the Standards on Auditing of the Republic of China, we exercise professional judgment and 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 internal control of the Company and its subsidiaries.
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 ability to continue as a going concern of the Company and its subsidiaries. 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 Company and its subsidiaries to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the accompanying notes, 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 Company and its subsidiaries 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 2025 consolidated financial statements 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.

Other

We have audited and expressed an unqualified opinion on the parent-company-only financial statements of the Company as of and for the years then ended December 31, 2025 and 2024.

/s/Chen, Kuo-Shuai

/s/Lin, Cheng-Wei

Ernst & Young
February 25, 2026
Taipei, Taiwan,
Republic of China

Notice to Readers

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

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 the Standards on Auditing of the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

As of December 31, 2025 and 2024

(Amounts Expressed In Thousands of New Taiwan Dollars)

Assets		2025.12.31		2024.12.31	
Code	Accounts	Amount	%	Amount	%
	Current assets				
1100	Cash and cash equivalents	\$535,895	20.12	\$602,629	21.70
1150	Notes receivable, net	245,423	9.21	219,848	7.92
1170	Accounts receivable, net	554,401	20.82	598,996	21.57
1200	Other receivables	20,782	0.78	24,792	0.89
130x	Inventories	202,765	7.61	163,571	5.89
1410	Prepayments	30,557	1.15	30,095	1.08
1470	Other current assets	1,952	0.07	2,036	0.07
11xx	Total current assets	1,591,775	59.76	1,641,967	59.12
	Non-current assets				
1517	Financial assets at fair value through OCI	43,152	1.62	144,957	5.22
1600	Property, plant and equipment, net	825,671	31.00	812,102	29.24
1755	Right-of-use assets	111,321	4.18	111,067	4.00
1780	Intangible assets	7,117	0.27	8,876	0.32
1840	Deferred income tax assets	33,637	1.26	22,939	0.83
1900	Other non-current assets	50,859	1.91	35,247	1.27
15xx	Total non-current assets	1,071,757	40.24	1,135,188	40.88
Ixxx	Total Assets	\$2,663,532	100.00	\$2,777,155	100.00

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese
 ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES
 Consolidated Balance Sheets (Continued)
 As of December 31, 2025 and 2024
 (Amounts Expressed In Thousands of New Taiwan Dollars)

Code	Liabilities and Equity Accounts	Notes	2025.12.31		2024.12.31	
			Amount	%	Amount	%
2100	Current liabilities					
2130	Short-term loans	6(9)	\$707,890	26.58	\$710,137	25.57
2150	Contract liabilities	4, 6(14)	-	-	36	-
2170	Notes payable		3,435	0.13	4,421	0.16
2200	Accounts payable		173,611	6.52	91,115	3.28
2230	Other payables		49,281	1.85	43,189	1.56
2280	Current income tax liabilities	4, 6(20)	7,100	0.26	3,422	0.12
2300	Lease liabilities	4, 6(16)	2,647	0.10	3,432	0.12
2322	Other current liabilities		344	0.01	271	0.01
21xx	Current portion of long-term loans	6(11)	-	-	100,000	3.60
21xx	Total current liabilities		944,308	35.45	956,023	34.42
2540	Non-current liabilities					
2570	Long-term loans	6(11)	150,000	5.63	-	-
2580	Deferred income tax liabilities	4, 6(20)	165,864	6.23	219,495	7.90
2630	Lease liabilities	4, 6(16)	5,657	0.21	187	0.01
25xx	Long-term deferred revenue	4, 6(10)	45,762	1.72	52,814	1.90
25xx	Total non-current liabilities		367,283	13.79	272,496	9.81
2xxx	Total liabilities		1,311,591	49.24	1,228,519	44.23
31xx	Equity attributable to shareholders of the parent					
3100	Capital					
3110	Common stock	6(13)	982,009	36.87	982,009	35.36
3200	Capital surplus					
3300	Retained earnings	6(13)	192,899	7.24	192,899	6.95
3310	Legal reserve	6(13)	74,543	2.80	72,635	2.61
3320	Special reserve		41,956	1.58	41,956	1.51
3350	Unappropriated earnings		101,223	3.80	194,572	7.01
3400	Total Retained earnings		217,722	8.18	309,163	11.13
3xxx	Other components of equity		(40,689)	(1.53)	64,565	2.33
3xxx	Total equity		1,351,941	50.76	1,548,636	55.77
	Total liabilities and equity		\$2,663,532	100.00	\$2,777,155	100.00

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese
 ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income
 For the Years Ended December 31, 2025 and 2024

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

Code	Items	Notes	2025		2024	
			Amount	%	Amount	%
4000	Operating revenues	4, 6(14)	\$1,417,550	100.00	\$1,541,704	100.00
5000	Operating costs	6(4)	(1,110,426)	(78.33)	(1,215,999)	(78.87)
5900	Gross profit		307,124	21.67	325,705	21.13
6000	Operating expenses	6(17)				
6100	Sales and marketing		(78,413)	(5.53)	(85,908)	(5.57)
6200	General and administrative		(109,124)	(7.70)	(104,348)	(6.77)
6300	Research and development		(82,094)	(5.79)	(87,451)	(5.67)
6450	Expected credit gains (losses)	4, 6(15)	(51,759)	(3.65)	(12,886)	(0.84)
	Total operating expenses		(321,390)	(22.67)	(290,593)	(18.85)
6900	Operating (Loss) income		(14,266)	(1.00)	35,112	2.28
7000	Non-operating incomes and expenses	6(18)				
7010	Other incomes		11,514	0.81	18,188	1.18
7020	Other gains or losses		(15,779)	(1.11)	4,013	0.26
7050	Finance costs		(30,025)	(2.12)	(25,708)	(1.67)
	Total non-operating incomes and expenses		(34,290)	(2.42)	(3,507)	(0.23)
7900	Income (loss) before tax		(48,556)	(3.42)	31,605	2.05
7950	Income tax benefit(expense)	4, 6(20)	6,216	0.44	(12,521)	(0.81)
8200	Net income (losses)		(42,340)	(2.98)	19,084	1.24
8300	Other comprehensive income (loss)	6(19)				
8310	Item that not be reclassified to profit or loss					
8316	Unrealized gains (losses) on equity instrument investment at fair value through other comprehensive income		(94,761)	(6.69)	(10,033)	(0.65)
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss		21,722	1.53	1,326	0.08
8360	Items that may be reclassified subsequently to profit or loss					
8361	Exchange differences on translation of foreign operations		(40,269)	(2.84)	86,481	5.61
8399	Income tax related to components of other comprehensive income that may be reclassified to profit or loss		8,054	0.57	(17,297)	(1.12)
	Total other comprehensive income, net of tax		(105,254)	(7.43)	60,477	3.92
8500	Total comprehensive income		\$(147,594)	(10.41)	\$79,561	5.16
9750	Earnings (losses) per share-basic (in NTD)		\$(0.43)		\$0.19	
9850	Earnings (losses) per share-diluted (in NTD)	6(21)	\$(0.43)		\$0.19	

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the Years Ended December 31, 2025 and 2024

(Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Items	Equity Attributable to Shareholders of the Parent										Total Equity
		Common Stock	Capital Surplus	Retained Earnings			Unappropriated Earnings	Exchange Differences Arising on Translation of Foreign Operations	Others		Total Equity	
				Legal Reserve	Special Reserve	Unappropriated Earnings			Unrealised Gains or Losses on Financial Assets at Fair Value Through Other Comprehensive Income			
A1	Balance as of January 1, 2024	3111	3200	3310	3320	3350	3410	3420	3XXX		\$1,518,175	
B1	Appropriation and distribution of 2023 earnings	\$982,009	\$192,899	\$68,474	\$41,956	\$228,749	\$(71,265)	\$75,353				
B5	Legal reserve			4,161		(4,161)						
B5	Cash dividends-common shares					(49,100)					(49,100)	
D1	Net income for 2024					19,084					19,084	
D3	Other comprehensive income (loss), for 2024						69,184	(8,707)			60,477	
D5	Total comprehensive income (loss)					19,084	69,184	(8,707)			79,561	
Z1	Balance as of December 31, 2024	982,009	192,899	72,635	41,956	194,572	(2,081)	\$66,646			1,548,636	
	Appropriation and distribution of 2024 earnings											
B1	Legal reserve			1,908		(1,908)						
B5	Cash dividends-common shares					(49,101)					(49,101)	
D1	Net loss for 2025					(42,340)					(42,340)	
D3	Other comprehensive income (loss), for 2025						(32,215)	(73,039)			(105,254)	
D5	Total comprehensive income (loss)					(42,340)	(32,215)	(73,039)			(147,594)	
Z1	Balance as of December 31, 2025	\$982,009	\$192,899	\$74,543	\$41,956	\$101,223	\$(34,296)	\$(6,393)			\$1,351,941	

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

ASIA ELECTRONIC MATERIAL CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the Years Ended December 31, 2025 and 2024

(Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Items	2025	2024	Code	Items	2025	2024
AAAA	Cash flows from operating activities:				Cash flows from investing activities:		
A00010	(Loss) Profit from continuing operations before tax	\$(48,556)	\$31,605	BBBB	Aquisition of financial assets measured at fair value through OCI	(18,678)	(3,567)
A20000	Adjustments:			B00010	Aquisition of property, plant and equipment	(102,993)	(50,867)
A20010	Profit or loss not effecting cash flows:			B02700	Proceeds from disposal of property, plant and equipment	154	-
A20100	Depreciation (including right-of-use assets)	63,067	67,154	B02800	Decrease (increase) in refundable deposits	(368)	(36)
A20200	Amortization	1,540	1,649	B03800	Net cash provided by (used in) investing activities	(121,885)	(54,470)
A20300	Expected credit losses (gain on recovery)	51,759	12,886				
A20900	Interest expense	30,025	25,708				
A21200	Interest income	(1,118)	(2,753)				
A21300	Dividend income	(1,561)	(389)	CCCC	Cash flows from financing activities:		
A22500	Loss on disposal of property, plant and equipment	1,251	506	C00100	Increase in (repayment of) short-term loans	(2,247)	177,070
A29900	Gain on government grants	(5,839)	(6,005)	C01600	Increase in long-term loans	150,000	-
A29900	Gain on lease modification	(16)	-	C01700	Repayment of long-term loans	(100,000)	-
A30000	Changes in operating assets and liabilities:			C04020	Cash payments for the principal portion of the lease liabilities	(3,745)	(3,813)
A31130	Decrease (increase) in notes receivable	(25,575)	(52,834)	C04500	Cash dividends	(49,101)	(49,100)
A31150	Decrease (increase) in accounts receivable	(8,382)	47,276	CCCC	Net cash provided by (used in) financing activities	(5,093)	124,157
A31180	Decrease (increase) in other receivables	3,838	4,215				
A31200	Decrease (increase) in inventories	(39,194)	43,120				
A31220	Decrease (increase) in prepayments	(2,399)	(10,897)				
A31240	Decrease (increase) in other current assets	84	(129)	DDDD	Effect of exchange rate changes on cash and cash equivalents	(16,176)	34,480
A32125	Increase (decrease) in contract liabilities	(36)	36	EEEE	Net increase (decrease) in cash and cash equivalents	(66,734)	153,633
A32130	Increase (decrease) in notes payable	(986)	(22,732)	E00100	Cash and cash equivalents at beginning of period	602,629	448,996
A32150	Increase (decrease) in accounts payable	82,496	(27,814)	E00200	Cash and cash equivalents at end of period	\$535,895	\$602,629
A32180	Increase (decrease) in other payables	2,591	(15,810)				
A32230	Increase (decrease) in other current liabilities	73	(16)				
A33000	Cash generated from (used in) operations	103,062	94,776				
A33100	Interest received	1,118	2,753				
A33200	Dividend received	1,561	389				
A33300	Interest paid	(26,385)	(25,557)				
A33500	Income tax paid	(2,936)	(22,895)				
AAAA	Net cash provided by (used in) operating activities	76,420	49,466				

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

English Translation of an Audit Report Originally Issued in Chinese
INDEPENDENT AUDITORS' REPORT

To: The Board of Directors and Shareholders of
Asia Electronic Material Co., Ltd.

Opinion

We have audited the accompanying parent-company-only balance sheets of Asia Electronic Material Co., Ltd. (the "Company") as of December 31, 2025 and 2024, and the related parent-company-only statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the parent-company-only financial statements, including the summary of significant accounting policies (together referred as "the parent-company-only financial statements").

In our opinion, the parent-company-only financial statements referred to above present fairly, in all material respects, the parent-company-only financial position of the Company as of December 31, 2025 and 2024, and their parent-company-only financial performance and cash flows for the years then ended, in conformity with the requirements of the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Parent-Company-Only Financial Statements section of our report. We are independent of the Company in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China (the "Norm"), and we have fulfilled our other ethical responsibilities in accordance with the Norm. 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 the most significance in our audit of parent-company-only financial statements for the year ended December 31, 2025.



These matters were addressed in the context of our audit of the parent-company-only financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Revenue recognition

Asia Electronic Material Co., Ltd. recognized NT\$935,838 thousand as revenue for the year ended December 31, 2025. Since the sales locations including Taiwan, China and other countries and the sales conditions for major customers are varied. It is necessary for the Company to judge and determine the performance obligations of a sales order or a contract and the timing of its satisfaction. There are significant risks in the timing and amount of revenue recognition. Therefore, we determined the matter to be a key audit matter. Our audit procedures include, but not limit to, assessing the appropriateness of the accounting policy for revenue recognition, evaluating and testing the effectiveness of relevant internal controls relating to the timing of revenue recognition, performing test of details on selected samples, including obtaining major sale orders or agreements to inspect the terms and conditions, checking the consistency of the fulfillment timing and performance obligation for revenue recognition, performing analytical review procedures on monthly sale and performing cutoff testing for a period before and after the balance sheet date, etc. We also considered the appropriateness of the related disclosures of sales. Please refer to Notes 4 and Note 6 in notes to the parent-company-only financial statements.

Impairment of accounts receivable

As of December 31, 2025, the Company's gross accounts receivable and loss allowance amounted to NT\$435,572 thousand and NT\$(72) thousand, respectively. The net accounts receivable represented 19.85% of the parent-company-only assets and was significant to the Company's parent-company-only financial statements. The amount of loss allowance against accounts receivable is measured at an amount equal to lifetime expected credit losses. The measurement process needs to group the underlying accounts receivable appropriately and judge the application of related assumptions, including proper aging intervals and expected credit loss ratio for each aging interval, to be judged and analyzed. Due to the measurement of expected credit losses involves judgement, analysis and estimation and it has significant impact on carrying value of net accounts receivable, we therefore determined the matter to be a key audit matter. Our audit procedures therefore include, but not limit to, analyzing the appropriateness of the methodology for grouping of accounts receivable, confirming whether the customers with significantly different loss patterns (i.e. similar risk characteristics) are appropriately grouped (i.e. by historical experiences, etc.); testing the provision matrix adopted by the Company, including evaluation on reasonableness of determining aging intervals, and examining



the correctness of original document for basic information; reviewing of accounts receivable subsequent collection for evaluating its recoverability, etc. We also considered the appropriateness of the related disclosures of accounts receivable. Please refer to Notes 5 and Note 6 in notes to the parent-company-only financial statements.

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 requirements of 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 ability to continue as a going concern of the Company, 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 audit committee, are responsible for overseeing the financial reporting process of the Company.

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 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 the Standards on Auditing of the Republic of China 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 the Standards on Auditing of the Republic of China, we exercise professional judgment and 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 internal control of the Company.
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 ability to continue as a going concern of the Company. 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 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 accompanying notes, and whether the parent-company-only financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient 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 company 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 2025 parent-company-only financial statements 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.

/s/Chen, Kuo-Shuai

/s/Lin, Cheng-Wei

Ernst & Young
February 25, 2026
Taipei, Taiwan,
Republic of China

Notice to Readers

The accompanying parent-company-only financial statements are intended only to present the parent-company-only financial position, results of operations and cash flows in accordance with accounting principles and practices in the Republic of China on Taiwan and not those of any other jurisdictions. The standards, procedures and practice to audit such parent-company-only financial statements are those applied in the Republic of China on Taiwan.

Accordingly, the accompanying parent-company-only financial statements and report of independent accountants are not intended for use by those who are not informed about the accounting principles or the Standards on Auditing of the Republic of China, and their applications in practice. As the financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English Translation of Parent-Company-Only Financial Statements Originally Issued in Chinese

ASIA ELECTRONIC MATERIAL CO., LTD.

Parent-Company-Only Balance Sheets

As of December 31, 2025 and 2024

(Amounts Expressed in Thousands of New Taiwan Dollars)

Assets		2025.12.31		2024.12.31	
Code	Accounts	Amount	%	Amount	%
	Current assets				
1100	Cash and cash equivalents	\$70,343	3.20	\$117,137	4.99
1150	Notes receivable, net	556	0.03	516	0.02
1170	Accounts receivable, net	49,135	2.24	58,797	2.51
1180	Accounts receivable – related parties, net	385,809	17.58	324,916	13.85
1200	Other receivables	19,171	0.87	21,001	0.90
1210	Other receivables – related parties	70,797	3.23	78,569	3.35
130X	Inventories	9,914	0.45	7,641	0.32
1410	Prepayments	6,094	0.28	2,108	0.09
11XX	Total current assets	611,819	27.88	610,685	26.03
	Non-current assets				
1517	Financial assets at fair value through OCI	43,152	1.97	10,625	0.45
1550	Investment accounted for under equity method	1,513,741	68.99	1,714,083	73.06
1600	Property, plant and equipment, net	5,688	0.26	1,554	0.07
1755	Right-of-use assets	6,393	0.29	1,438	0.06
1780	Intangible assets	-	-	33	-
1840	Deferred income tax assets	11,855	0.54	7,311	0.31
1900	Other non-current assets	1,545	0.07	357	0.02
15XX	Total non-current assets	1,582,374	72.12	1,735,401	73.97
1XXX	Total Assets	\$2,194,193	100.00	\$2,346,086	100.00

(The accompanying notes are an integral part of the parent-company-only financial statements.)

English Translation of Parent-Company-Only Financial Statements Originally Issued in Chinese
ASIA ELECTRONIC MATERIAL CO., LTD.
Parent-Company-Only Balance Sheets (Continued)
As of December 31, 2025 and 2024
(Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Liabilities and Equity		2025.12.31		2024.12.31	
	Accounts	Notes	Amount	%	Amount	%
	Current liabilities					
2100	Short-term loans	6(10)	\$191,544	8.73	\$175,000	7.46
2131	Contract liability	4, 6(15)	-	-	36	-
2150	Notes payable		3,435	0.16	4,421	0.19
2170	Accounts payable		82,317	3.75	31,207	1.33
2180	Accounts payable – related parties	7	205,170	9.35	245,713	10.47
2200	Other payables		9,473	0.43	11,496	0.49
2280	Lease liabilities	4, 6(17)	1,818	0.08	1,464	0.06
2230	Current income tax liabilities	4, 6(21)	7,100	0.32	3,422	0.15
2300	Other current liabilities		345	0.02	271	0.01
2320	Current portion of long-term loans		-	-	100,000	4.26
21XX	Total current liabilities	6(11)	501,202	22.84	573,030	24.42
	Non-current liabilities					
2540	Long-term loans	6(11)	150,000	6.84	-	-
2570	Deferred income tax liabilities	4, 6(21)	165,717	7.55	205,785	8.77
2580	Lease liabilities	4, 6(17)	4,610	0.21	-	-
2600	Other non-current liabilities	4, 6(12)	20,723	0.95	18,635	0.80
25XX	Total non-current liabilities		341,050	15.55	224,420	9.57
2XXX	Total liabilities		842,252	38.39	797,450	33.99
3100	Capital					
3110	Common stock	6(14)	982,009	44.75	982,009	41.86
3200	Capital surplus	6(14)	192,899	8.79	192,899	8.22
3300	Retained earnings					
3310	Legal reserve	6(14)	74,543	3.40	72,635	3.10
3320	Special reserve		41,956	1.91	41,956	1.79
3350	Unappropriated earnings		101,223	4.61	194,572	8.29
	Total retained earnings		217,722	9.92	309,163	13.18
3400	Other components of equity		(40,689)	(1.85)	64,565	2.75
3XXX	Total equity		1,351,941	61.61	1,548,636	66.01
	Total liabilities and equity		\$2,194,193	100.00	\$2,346,086	100.00

(The accompanying notes are an integral part of the parent-company-only financial statements.)

English Translation of Parent-Company-Only Financial Statements Originally Issued in Chinese
ASIA ELECTRONIC MATERIAL CO., LTD.
Parent-Company-Only Statements of Comprehensive Income
For the Years Ended December 31, 2025 and 2024
(Amounts Expressed in Thousands of New Taiwan Dollars, Except Earnings Per Share)

Code	Accounts	Notes	2025		2024	
			Amount	%	Amount	%
4000	Operating revenues	4, 6(15), 7	\$935,838	100.00	\$913,018	100.00
5000	Operating costs	6(5), 7	(835,330)	(89.26)	(820,160)	(89.83)
5900	Gross profit		100,508	10.74	92,858	10.17
5910	Unrealized gross profit (loss) from sales		(2,120)	(0.23)	3,478	0.38
6000	Gross profit from operations		98,388	10.51	96,336	10.55
6000	Operating expenses					
6100	Sales and marketing		(14,769)	(1.58)	(15,631)	(1.71)
6200	General and administrative		(43,438)	(4.64)	(41,206)	(4.51)
6300	Research and development		(14,700)	(1.57)	(17,670)	(1.94)
6900	Total operating expenses		(72,907)	(7.79)	(74,507)	(8.16)
7000	Operating income		25,481	2.72	21,829	2.39
7000	Non-operating income and expenses	6(19)				
7010	Other incomes		2,540	0.27	2,626	0.29
7020	Other gains and losses		(16,163)	(1.73)	15,244	1.67
7050	Finance costs		(7,447)	(0.79)	(6,562)	(0.72)
7070	Share of profit or loss of subsidiaries, associates and joint ventures	4, 6(6)	(51,463)	(5.50)	(9,379)	(1.03)
7900	Total non-operating income and expenses		(72,533)	(7.75)	1,929	0.21
7950	(Loss)profit from continuing operations before tax		(47,052)	(5.03)	23,758	2.60
8000	Income tax (expense)income	4, 6(21)	4,712	0.50	(4,674)	(0.51)
8300	(Loss)profit from continuing operations		(42,340)	(4.53)	19,084	2.09
8310	Other comprehensive income (loss)					
8310	Items that not be reclassified subsequently to profit or loss					
8316	Unrealized gains (losses) from equity instrument investment at fair value through other comprehensive income					
8336	Unrealized gains (losses) from equity instrument investment measured at fair value through other comprehensive income		13,849	1.48	(3,405)	(0.37)
8349	Income tax related to non-reclassified items		(108,610)	(11.60)	(6,628)	(0.73)
8360	Items that may be reclassified subsequently to profit or loss		21,722	2.32	1,326	0.15
8380	Share of other comprehensive income (loss) of subsidiaries, associates and joint ventures		(40,269)	(4.30)	86,481	9.47
8399	Income tax related to components of other comprehensive income that may be reclassified to profit or loss		8,054	0.86	(17,297)	(1.89)
8500	Total other comprehensive income, net of tax		(105,254)	(11.24)	60,477	6.63
	Total comprehensive income		<u>\$ (147,594)</u>	<u>(15.77)</u>	<u>\$79,561</u>	<u>8.72</u>
9750	Earnings per share (in NTD)					
9710	Earnings per share - basic		<u>\$ (0.43)</u>		<u>\$0.19</u>	
9850	Profit (loss) from continuing operations					
9810	Earnings per share - diluted (in NTD)	6(22)				
	Profit (loss) from continuing operations		<u>\$ (0.43)</u>		<u>\$0.19</u>	

(The accompanying notes are an integral part of the parent-company-only financial statements.)

English Translation of Parent-Company-Only Financial Statements Originally Issued in Chinese

ASIA ELECTRONIC MATERIAL CO., LTD.

Parent-Company-Only Statements of Changes in Equity

For the Years Ended December 31, 2025 and 2024

(Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Items	Common Stock	Capital Surplus	Retained Earnings			Other Components of Equity			Total Equity
				Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translation of Foreign Operations	Unrealized Gains or Losses on Financial Assets at Fair Value Through Other Comprehensive Income	3XXX	
A1	Balance as of January 1, 2024	\$982,009	3200	3310	3320	3350	3410	3420	\$1,518,175	
B1	Appropriation and distribution of 2023 earnings		\$192,899	\$68,474	\$41,956	\$228,749	\$(71,265)	\$75,353		
B5	Legal reserve			4,161		(4,161)				
B5	Cash dividends - common shares					(49,100)			(49,100)	
D1	Net income for 2024					19,084			19,084	
D3	Other comprehensive income (loss) for 2024						69,184	(8,707)	60,477	
D5	Total comprehensive income (loss)					19,084	69,184	(8,707)	79,561	
Z1	Balance as of December 31, 2024	982,009	192,899	72,635	41,956	194,572	(2,081)	66,646	1,548,636	
B1	Appropriation and distribution of 2024 earnings									
B5	Legal reserve			1,908		(1,908)				
B5	Cash dividends - common shares					(49,101)			(49,101)	
D1	Net loss for 2025					(42,340)			(42,340)	
D3	Other comprehensive income (loss) for 2025						(32,215)	(73,039)	(105,254)	
D5	Total comprehensive income (loss)					(42,340)	(32,215)	(73,039)	(147,594)	
Z1	Balance as of December 31, 2025	\$982,009	\$192,899	\$74,543	\$41,956	\$101,223	\$(34,296)	\$(6,393)	\$1,351,941	

(The accompanying notes are an integral part of the parent-company-only financial statements.)

English Translation of Parent-Company-Only Financial Statements Originally Issued in Chinese
 ASIA ELECTRONIC MATERIAL CO., LTD.
 Parent-Company-Only Statements of Cash Flows
 For the Years Ended December 31, 2025 and 2024
 (Amounts Expressed in Thousands of New Taiwan Dollars)

Code	Items	2025	2024	Code	Items	2025	2024
A0000	Cash flows from operating activities:			BBBB	Cash flows from investing activities:		
A00010	Profit(loss) from continuing operations before tax	\$ (47,052)	\$ 23,758	B00010	Acquisition of financial assets measured at fair value through OCI	(18,678)	(3,567)
A20000	Adjustments:			B02700	Acquisition of property, plant and equipment	(5,981)	(1,007)
A20010	Profit or loss not effecting cash flows:			B03800	Decrease (increase) in refundable deposits	(401)	-
A20100	Depreciation (including right-of-use assets)	2,161	2,057	BBBB	Net cash provided by (used in) investing activities	(25,060)	(4,574)
A20200	Amortization	33	100				
A20900	Interest expense	7,447	6,562	CCCC	Cash flows from financing activities:		
A21200	Interest income	(689)	(1,710)	C00100	Increase in (repayment of) short-term loans	16,544	5,000
A21300	Dividend income	(1,561)	(389)	C01600	Increase in long-term loans	150,000	-
A22300	Share of profit or loss of subsidiaries, associates and joint ventures	51,463	9,379	C01700	Repayment of long-term loans	(100,000)	-
A22500	Gain on disposal of property, plant and equipment	1,193	(64)	C04020	Cash payments for the principal portion of the lease liabilities	(1,594)	(1,476)
A24000	Realized (gains) losses from sales	2,120	(3,478)	C04500	Cash dividends	(49,101)	(49,100)
A29900	Gain on lease modification	(16)	-	CCCC	Net cash provided by (used in) financing activities	15,849	(45,576)
A30000	Changes in operating assets and liabilities:						
A31130	Decrease (increase) in notes receivable	(40)	97	EEEE	Net Increase (decrease) in cash and cash equivalents	(46,794)	(13,813)
A31150	Decrease (increase) in accounts receivable	9,662	8,115	E00100	Cash and cash equivalents at beginning of period	117,137	130,950
A31160	Decrease (increase) in accounts receivable -- related parties	(60,893)	(36,578)	E00200	Cash and cash equivalents at end of period	\$ 70,343	\$ 117,137
A31180	Decrease (increase) in other receivables	1,830	3,761				
A31190	Decrease (increase) in other receivables -- related parties	7,772	2,299				
A31200	Decrease (increase) in inventories	(2,273)	(747)				
A31220	Decrease (increase) in prepayments	(3,986)	3,088				
A32130	Increase (decrease) in notes payable	(986)	(22,732)				
A32125	Increase (decrease) in contract liabilities	(36)	36				
A32150	Increase (decrease) in accounts payable	50,323	(15,316)				
A32160	Increase (decrease) in accounts payable -- related parties	(40,543)	77,114				
A32180	Increase (decrease) in other payables	(2,023)	(4,312)				
A32230	Increase (decrease) in other current liabilities	74	(16)				
A33000	Cash generated from provided by (used in) operations	(26,020)	51,024				
A33100	Interest received	689	1,710				
A33200	Dividend received	1,561	389				
A33300	Interest paid	(7,367)	(6,524)				
A33500	Income tax paid	(6,446)	(10,262)				
AAAA	Net cash provided by (used in) operating activities	(37,583)	36,337				

(The accompanying notes are an integral part of the parent-company-only financial statements.)

Table of Earning Distribution

2025

Unit: NT\$

Opening balance	143,562,999
Add: Net profit after tax for the year	(42,339,825)
Adjusted undistributed earnings	101,223,174
Less: Appropriation of 10% statutory surplus reserve	0
Distributable earnings	101,223,174
Distribution item:	
Dividends to shareholders - cash (A distribution of NT\$0.25 is made for each share; that is, a distribution of NT\$250 is made per thousand shares)	(24,550,217)
Undistributed earnings at the end of the period	76,672,957

Chairman: Lee Chien-Hui

Manager: Lee Chien-Hui

Accountant Manager: Cheng Wan-Yu

Comparison Table for Amendments to the Provisions of the Procedures for Acquisition or Disposal of Assets

Attachment 6

Amended provision	Current Provision	Description
<p>Article 28: Under any of the following circumstances, the Company acquiring or disposing of assets shall publicly announce and report the relevant information on the website designated by the competent authority of securities in the appropriate format as prescribed by regulations within two days counting inclusively from the date of occurrence of the event:</p> <p>I. Acquisition or disposal of real property or right-of-use assets thereof from or to a related party, or acquisition or disposal of assets other than real property or right-of-use assets thereof from or to a related party where the transaction amount reaches 20% or more of paid-in capital, 10% or more of the Company's total assets, or NT\$300 million or more. Provided, this shall not apply to trading of domestic government bonds or bonds under repurchase and resale agreements, or subscription or redemption of money market funds issued by domestic securities investment trust enterprises.</p> <p>II. Merger, demerger, acquisition, or transfer of shares.</p> <p>III. Losses from derivatives trading reaching the limits on aggregate losses or losses on individual contracts set out in the procedures adopted by the</p>	<p>Article 28: Under any of the following circumstances, the Company acquiring or disposing of assets shall publicly announce and report the relevant information on the website designated by the competent authority of securities in the appropriate format as prescribed by regulations within two days counting inclusively from the date of occurrence of the event:</p> <p>I. Acquisition or disposal of real property or right-of-use assets thereof from or to a related party, or acquisition or disposal of assets other than real property or right-of-use assets thereof from or to a related party where the transaction amount reaches 20% or more of paid-in capital, 10% or more of the Company's total assets, or NT\$300 million or more. Provided, this shall not apply to trading of domestic government bonds or bonds under repurchase and resale agreements, or subscription or redemption of money market funds issued by domestic securities investment trust enterprises.</p> <p>II. Merger, demerger, acquisition, or transfer of shares.</p> <p>III. Losses from derivatives trading reaching the limits on aggregate losses or losses on individual contracts set out in the procedures adopted by the</p>	<p>Amended in accordance with the Company's current circumstances</p>

Amended provision	Current Provision	Description
<p>Company.</p> <p>IV. Where equipment or right-of-use assets thereof for business use are acquired or disposed of, and furthermore, the transaction counterparty is not a related party, with a transaction amount <u>reaching NT\$500 million or more.</u></p> <p>V. Acquisition or disposal by a public company in the construction business of property or right-of-use assets thereof for construction use, and furthermore, the transaction counterparty is not a related party, and the transaction amount reaches NT\$500 million; among such cases, if the public company has paid-in capital of NT\$10 billion or more, and it is disposing of property from a completed construction project that it constructed itself, and furthermore, the transaction counterparty is not a related party, then the threshold shall be a transaction amount reaching NT\$1 billion or more.</p> <p>VI. Where the property is acquired under an arrangement on engaging others to build on the Company's own land, engaging others to build on rented land, joint construction and allocation of housing units, joint construction and allocation of ownership percentages, or joint construction and separate sale, and furthermore, the transaction counterparty is</p>	<p>Company.</p> <p>IV. Where equipment or right-of-use assets thereof for business use are acquired or disposed of, and furthermore, the transaction counterparty is not a related party, <u>and the transaction amount meets any of the following criteria:</u></p> <p>(I) <u>For a public company whose paid-in capital is less than NT\$10 billion, the transaction amount reaches NT\$500 million or more.</u></p> <p>(II) <u>For a public company whose paid-in capital is NT\$10 billion or more, the transaction amount reaches NT\$1 billion or more.</u></p> <p>V. Acquisition or disposal by a public company in the construction business of property or right-of-use assets thereof for construction use, and furthermore, the transaction counterparty is not a related party, and the transaction amount reaches NT\$500 million; among such cases, if the public company has paid-in capital of NT\$10 billion or more, and it is disposing of property from a completed construction project that it constructed itself, and furthermore, the transaction counterparty is not a related party, then the threshold shall be a transaction amount reaching NT\$1 billion or more.</p> <p>VI. Where the property is acquired under an arrangement on engaging</p>	

Amended provision	Current Provision	Description
<p>not a related party, and the amount the Company expects to invest in the transaction reaches NT\$500 million.</p> <p>VII. Where an asset transaction other than any of those referred to in the preceding six subparagraphs, disposal of receivables by a financial institution, or an investment in the mainland China area reaches 20% or more of paid-in capital or NT\$300 million. Provided, this shall not apply to the following circumstances:</p> <p>(I) Trading of domestic government bonds or foreign government bonds with a rating that is not lower than the sovereign rating of Taiwan.</p> <p>(II) Where done by professional investors— securities trading on securities exchanges or OTC markets, or subscription of foreign government bonds, or of ordinary corporate bonds or general bank debentures without equity characteristics (excluding subordinated debt) that are offered and issued in the primary market, or subscription or redemption of securities investment trust funds or futures trust funds, or subscription or redemption of exchange-traded notes, or subscription by a securities firm of securities as necessitated</p>	<p>others to build on the Company's own land, engaging others to build on rented land, joint construction and allocation of housing units, joint construction and allocation of ownership percentages, or joint construction and separate sale, and furthermore, the transaction counterparty is not a related party, and the amount the Company expects to invest in the transaction reaches NT\$500 million.</p> <p>VII. Where an asset transaction other than any of those referred to in the preceding six subparagraphs, disposal of receivables by a financial institution, or an investment in the mainland China area reaches 20% or more of paid-in capital or NT\$300 million. Provided, this shall not apply to the following circumstances:</p> <p>(I) Trading of domestic government bonds or foreign government bonds with a rating that is not lower than the sovereign rating of Taiwan.</p> <p>(II) Where done by professional investors— securities trading on securities exchanges or OTC markets, or subscription of foreign government bonds, or of ordinary corporate bonds or general bank debentures without equity characteristics (excluding subordinated debt) that are offered and</p>	

Amended provision	Current Provision	Description
<p>by its undertaking business or as an advisory recommending securities firm for an emerging stock company, in accordance with the rules of the Taipei Exchange.</p> <p>(III) Trading of bonds under repurchase and resale agreements, or subscription or redemption of money market funds issued by domestic securities investment trust enterprises.</p> <p>The amount of transactions above shall be calculated as follows:</p> <ol style="list-style-type: none"> I. The amount of any individual transaction. II. The cumulative transaction amount of acquisitions and disposals of the same type of underlying asset with the same transaction counterparty within the preceding year. III. The cumulative transaction amount of acquisitions and disposals (cumulative acquisitions and disposals, respectively) of property or right-of-use assets thereof within the same development project within the preceding year. IV. The cumulative transaction amount of acquisitions and disposals (cumulative acquisitions and disposals, respectively) of the same security within the preceding 	<p>issued in the primary market, or subscription or redemption of securities investment trust funds or futures trust funds, or subscription or redemption of exchange-traded notes, or subscription by a securities firm of securities as necessitated by its undertaking business or as an advisory recommending securities firm for an emerging stock company, in accordance with the rules of the Taipei Exchange.</p> <p>(III) Trading of bonds under repurchase and resale agreements, or subscription or redemption of money market funds issued by domestic securities investment trust enterprises.</p> <p>The amount of transactions above shall be calculated as follows:</p> <ol style="list-style-type: none"> I. The amount of any individual transaction. II. The cumulative transaction amount of acquisitions and disposals of the same type of underlying asset with the same transaction counterparty within the preceding year. III. The cumulative transaction amount of acquisitions and disposals (cumulative acquisitions and disposals, respectively) of property or right-of-use assets thereof 	

Amended provision	Current Provision	Description
<p>year. "Within the preceding year" as used in the preceding paragraph refers to the year preceding the date of occurrence of the current transaction. Items duly announced in accordance with the Procedures need not be counted toward the transaction amount.</p> <p>When the Company, at the time of the public announcement, makes an error or omission in an item required by regulations to be publicly announced and so is required to correct it, all the items shall be again publicly announced and reported in their entirety.</p>	<p>within the same development project within the preceding year.</p> <p>IV. The cumulative transaction amount of acquisitions and disposals (cumulative acquisitions and disposals, respectively) of the same security within the preceding year. "Within the preceding year" as used in the preceding paragraph refers to the year preceding the date of occurrence of the current transaction. Items duly announced in accordance with the Procedures need not be counted toward the transaction amount.</p> <p>When the Company, at the time of the public announcement, makes an error or omission in an item required by regulations to be publicly announced and so is required to correct it, all the items shall be again publicly announced and reported in their entirety.</p>	
<p>The Procedures were approved by the Audit Committee and the Board and implemented after receiving the consent of the shareholders' meeting; the same shall apply upon any modification.</p> <p>The Procedures received the consent of the Board on 6 November, 2007 and were approved by the shareholders' meeting on 28 December, 2007.</p> <p>The 1st amendment was made at the Board meeting on April 11, 2008 and approved by the shareholders' meeting on June 20, 2008.</p>	<p>The Procedures were approved by the Audit Committee and the Board and implemented after receiving the consent of the shareholders' meeting; the same shall apply upon any modification.</p> <p>The Procedures received the consent of the Board on 6 November, 2007 and were approved by the shareholders' meeting on 28 December, 2007.</p> <p>The 1st amendment was made at the Board meeting on April 11, 2008 and approved by the shareholders' meeting on June 20, 2008.</p>	<p>Added the date of the amendment</p>

Amended provision	Current Provision	Description
<p>The 2nd amendment was made at the Board meeting on November 4, 2011 and March 2, 2012 and approved by the shareholders' meeting on April 27, 2012.</p> <p>The 3rd amendment was made at the Board meeting on January 27, 2014 and approved by the shareholders' meeting on May 26, 2014.</p> <p>The 4th amendment was made at the Board meeting on February 24, 2017 and approved by the shareholders' meeting on May 19, 2017.</p> <p>The 5th amendment was made at the Board meeting on August 7, 2018.</p> <p>The 6th amendment was made at the Board meeting on March 6, 2019 and approved by the shareholders' meeting on May 24, 2019.</p> <p>The 7th amendment was made at the Board meeting on February 25, 2021 and approved by the shareholders' meeting on July 23, 2021.</p> <p>The 8th amendment was made at the Board meeting on January 25, 2022</p> <p>The 9th amendment was made at the Board meeting on February 25, 2022 and approved by the shareholders' meeting on May 17, 2022.</p> <p><u>The 10th amendment was made at the Board meeting on February 25, 2026 and approved by the shareholders' meeting on May 20, 2026.</u></p>	<p>The 2nd amendment was made at the Board meeting on November 4, 2011 and March 2, 2012 and approved by the shareholders' meeting on April 27, 2012.</p> <p>The 3rd amendment was made at the Board meeting on January 27, 2014 and approved by the shareholders' meeting on May 26, 2014.</p> <p>The 4th amendment was made at the Board meeting on February 24, 2017 and approved by the shareholders' meeting on May 19, 2017.</p> <p>The 5th amendment was made at the Board meeting on August 7, 2018.</p> <p>The 6th amendment was made at the Board meeting on March 6, 2019 and approved by the shareholders' meeting on May 24, 2019.</p> <p>The 7th amendment was made at the Board meeting on February 25, 2021 and approved by the shareholders' meeting on July 23, 2021.</p> <p>The 8th amendment was made at the Board meeting on January 25, 2022</p> <p>The 9th amendment was made at the Board meeting on February 25, 2022 and approved by the shareholders' meeting on May 17, 2022.</p>	

**Candidates List of Independent Directors Nominated by the Board of
Directors and Relevant Information**

Candidate Type	Candidate Name	Educational Background, Professional Qualification, Experience and Current Position	Number of Shares Held Up to March 22, 2026
Independent Director	Yu Tsai-An	Educational Background and Professional Qualification: Master's degree in Chemical Engineering, National Tsing Hua University Ph.D. in Chemical Engineering, National Tsing Hua University Experience: Manager, ITRI MCL Vice president, Formosa Advanced Coating Technology Inc. Senior manager, Far Eastern New Century Corporation President, IMAT Corporation Current Position: Chairman, IMAT Corporation	3,094