

Trio Technology International Group
Co., Ltd. and subsidiaries

Consolidated Financial Statements for
the Three Months Ended March 31,
2025 and 2024 and Independent
Auditors' Review Report

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(Notice to Readers: This document is prepared in accordance with the Chinese version and for reference only. If there is any inconsistency between the English version and the Chinese version, the Chinese version shall prevail.)

Independent Auditors' Review Report

The Board of Directors and Shareholders
Trio Technology International Group Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Trio Technology International Group Co., Ltd. and its subsidiaries (collectively, the “Company”) as of March 31, 2025 and 2024, the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the “Consolidated Financial Statements”). Management is responsible for the preparation and fair presentation of consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standards 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company as of

March 31, 2025 and 2024, its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2025 and 2024, its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Wu, Ke-Chang and Chang, Chih-Yi

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 6, 2025

Trio Technology International Group Co., Ltd. and subsidiaries

Consolidated Balance Sheet

31 March 2025, 31 December 2024 and 31 March 2024

(In Thousands of New Taiwan Dollars)

Code	Assets	March 31, 2025		December 31, 2024		March 31, 2024	
		Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	\$ 1,247,769	30	\$ 1,033,514	26	\$ 583,022	21
1136	Financial assets at amortized cost - current (Notes 7 and 26)	23,957	1	138,543	3	40,136	2
1170	Notes and accounts receivable (Note 8)	910,916	22	904,614	23	800,946	29
1200	Other receivables	5,487	-	6,123	-	6,633	-
1220	Current tax assets	2,737	-	2,340	-	-	-
130X	Inventories (Note 9)	325,368	8	381,794	10	186,872	7
1470	Other current assets (Note 14)	24,865	1	44,333	1	21,035	1
11XX	Total current assets	<u>2,541,099</u>	<u>62</u>	<u>2,511,261</u>	<u>63</u>	<u>1,638,644</u>	<u>60</u>
	Non-current assets						
1600	Property, plant, and equipment (Notes 11 and 26)	1,021,515	25	999,472	25	832,417	30
1755	Right-of-use assets (Notes 12 and 26)	99,877	2	103,756	3	114,629	4
1760	Investment property (Note 13)	2,060	-	9,666	-	19,254	1
1780	Other intangible assets, net	6,310	-	6,034	-	1,629	-
1840	Deferred tax assets	26,030	1	23,665	1	19,687	1
1900	Other non-current assets (Note 14)	409,315	10	317,920	8	120,680	4
15XX	Total non-current assets	<u>1,565,107</u>	<u>38</u>	<u>1,460,513</u>	<u>37</u>	<u>1,108,296</u>	<u>40</u>
1XXX	Total assets	<u>\$ 4,106,206</u>	<u>100</u>	<u>\$ 3,971,774</u>	<u>100</u>	<u>\$ 2,746,940</u>	<u>100</u>
	Liabilities and Equity						
	Current liabilities						
2100	Short-term borrowings (Notes 15, 25 and 26)	\$ 185,662	5	\$ 50,000	1	\$ 317,312	12
2170	Notes and accounts payable	274,374	7	387,349	10	177,886	6
2200	Other payables (Note 16)	256,337	6	318,568	8	207,685	8
2230	Current income tax liabilities	143,533	4	135,889	3	205,340	7
2280	Lease liabilities - current (Notes 12)	17,531	-	17,787	1	17,114	1
2320	Current portion of long-term borrowings (Notes 15, 25, and 26)	4,188	-	4,179	-	4,167	-
2399	Other current liabilities	7,493	-	7,132	-	2,865	-
21XX	Total current liabilities	<u>889,118</u>	<u>22</u>	<u>920,904</u>	<u>23</u>	<u>932,369</u>	<u>34</u>
	Non-current liabilities						
2540	Long-term borrowings (Notes 15, 25 and 26)	68,553	2	69,603	2	72,730	3
2570	Deferred tax liabilities	4,724	-	5,391	-	3,518	-
2580	Lease liabilities - non-current (Note 12)	73,102	2	76,323	2	86,204	3
2630	Deferred revenue - non-current	11,190	-	11,455	-	7,426	-
2670	Other non-current liabilities	524	-	1,429	-	1,639	-
25XX	Total non-current liabilities	<u>158,093</u>	<u>4</u>	<u>164,201</u>	<u>4</u>	<u>171,517</u>	<u>6</u>
2XXX	Liabilities Total	<u>1,047,211</u>	<u>26</u>	<u>1,085,105</u>	<u>27</u>	<u>1,103,886</u>	<u>40</u>
	Equity attributable to owners of the company (Note 18)						
3110	Ordinary shares	500,000	12	500,000	13	440,000	16
3200	Capital surplus	1,202,283	29	1,202,283	30	220,000	8
3350	Unappropriated earnings	1,315,440	32	1,155,705	29	966,327	35
3410	Exchange differences on translation of the financial statements of foreign operations	41,272	1	28,681	1	16,727	1
3XXX	Total equity	<u>3,058,995</u>	<u>74</u>	<u>2,886,669</u>	<u>73</u>	<u>1,643,054</u>	<u>60</u>
	Total liabilities and equity	<u>\$ 4,106,206</u>	<u>100</u>	<u>\$ 3,971,774</u>	<u>100</u>	<u>\$ 2,746,940</u>	<u>100</u>

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

Trio Technology International Group Co., Ltd. and subsidiaries
Consolidated Statements of Comprehensive Income
1 January to 31 March, 2025 and 2024

Unit: NTD thousand, however
Earnings per share is in NT\$

Code		Three Months Ended March 31, 2025		Three Months Ended March 31, 2024	
		Amount	%	Amount	%
4000	Operating revenue (Note 19)	\$ 610,380	100	\$ 527,852	100
5110	Operating costs (Note 9)	362,834	60	295,414	56
5900	Gross profit from operations	247,546	40	232,438	44
	Operating expenses (Note 25)				
6100	Selling and marketing expenses	24,301	4	11,870	2
6200	General and administrative expenses	51,267	8	54,319	10
6300	Research and development expenses	17,690	3	7,728	2
6450	Expected credit impairment (reversal gain) loss (Note 8)	(179)	-	112	-
6000	Total operating expenses	93,079	15	74,029	14
6900	Operating profit	154,467	25	158,409	30
	Non-operating income and expenses (Note 20)				
7100	Interest revenue	4,988	1	1,423	-
7010	Other income	5,549	1	4,670	1
7020	Other gains and losses	31,697	5	48,186	9
7050	Finance costs	(1,343)	-	(3,103)	-
7000	Total non-operating income and expenses	40,891	7	51,176	10
7900	Net profit before tax	195,358	32	209,585	40
7950	Tax expense (Notes 4 and 21)	(35,623)	(6)	(63,740)	(12)
8200	Net profit	159,735	26	145,845	28

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Code		Three Months Ended March 31, 2025		Three Months Ended March 31, 2024	
		Amount	%	Amount	%
	Other comprehensive income				
8361	Exchange differences on translation of foreign financial statements (Note 18)	<u>\$ 12,591</u>	<u>2</u>	<u>\$ 27,261</u>	<u>5</u>
8300	Other comprehensive income (loss), net of income tax	<u>12,591</u>	<u>2</u>	<u>27,261</u>	<u>5</u>
8500	Total comprehensive income	<u>\$ 172,326</u>	<u>28</u>	<u>\$ 173,106</u>	<u>33</u>
	Earnings per share (Note 22)				
	From continuing operations				
9710	Basic	<u>\$ 3.19</u>		<u>\$ 3.31</u>	
9810	Diluted	<u>\$ 3.19</u>		<u>\$ 3.31</u>	

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

Trio Technology International Group Co., Ltd. and subsidiaries

Consolidated Statements of Changes in Equity

1 January to 31, March 2025 and 2024

(In Thousands of New Taiwan Dollars)

<u>Code</u>		<u>Ordinary shares</u>	<u>Capital surplus</u>	<u>Unappropriated earnings</u>	<u>Exchange differences on translation of the financial statements of foreign operations</u>	<u>Total</u>
A1	Balance, January 1, 2024	\$ 440,000	\$ 220,000	\$ 820,482	(\$ 10,534)	\$ 1,469,948
D1	Net profit for three months ended March 31, 2024	-	-	145,845	-	145,845
D3	Comprehensive income for three months ended March 31, 2024	-	-	-	27,261	27,261
D5	Total comprehensive income for three months ended March 31, 2024	-	-	145,845	27,261	173,106
Z1	Balance, March 31, 2024	<u>\$ 440,000</u>	<u>\$ 220,000</u>	<u>\$ 966,327</u>	<u>\$ 16,727</u>	<u>\$ 1,643,054</u>
A1	Balance, January 1, 2025	\$ 500,000	\$ 1,202,283	\$ 1,155,705	\$ 28,681	\$ 2,886,669
D1	Net profit for three months ended March 31, 2025	-	-	159,735	-	159,735
D3	Comprehensive income for three months ended March 31, 2025	-	-	-	12,591	12,591
D5	Total comprehensive income for three months ended March 31, 2025	-	-	159,735	12,591	172,326
Z1	Balance, March 31, 2025	<u>\$ 500,000</u>	<u>\$ 1,202,283</u>	<u>\$ 1,315,440</u>	<u>\$ 41,272</u>	<u>\$ 3,058,995</u>

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

Trio Technology International Group Co., Ltd. and subsidiaries

Consolidated Statements of Cash Flows

1 January to 31 March, 2025 and 2024

(In Thousands of New Taiwan Dollars)

Code		Three Months Ended March 31, 2025	Three Months Ended March 31, 2024
	Cash flows from operating activities		
A10000	Net profit before tax	\$ 195,358	\$ 209,585
A20010	Reconcile profit item		
A20100	Depreciation expense	34,339	23,802
A20200	Amortization expense	734	231
A20300	Expected credit (reversal gain)		
	impairment loss	(179)	112
A20900	Finance costs	1,343	3,103
A21200	Interest revenue	(4,988)	(13,024)
A22500	Losses on disposals of property, plant and equipment	126	722
A23800	Inventories valuation and obsolescence losses (reversal gain)	2,610	(2,689)
A29900	Long-term deferred revenue amortization	(425)	(266)
A30000	Net changes in operating assets and liabilities		
A31130	Notes receivable	(3,944)	(2,187)
A31150	Accounts receivable	(2,184)	(122,621)
A31180	Other receivables	(447)	3,539
A31200	Inventories	53,708	68,437
A31240	Other current assets	19,468	(9,850)
A31990	Other non-current assets	(9,581)	2
A32130	Notes payable	-	838
A32150	Accounts payable	(112,975)	(41,519)
A32180	Other payables	(47,983)	(25,893)
A32230	Other current liabilities	361	(132)
A33000	Cash inflow generated from operations	125,341	92,190
AC0300	Interest paid	(636)	(2,239)
A33100	Interest received	6,071	13,352
A33500	Income taxes paid	(31,408)	(20,488)
AAAA	Net cash flows from operating activities	99,368	82,815
	Cash flows from (used in) investing activities		
B00040	Acquisition of financial assets at amortized cost	(63,371)	(40,136)

B00050	Proceeds from disposal of financial assets at amortized cost	177,957	233,746
B02700	Purchase of Property, plant, and equipment	(127,375)	(114,767)
B02800	Proceeds from disposal of property, plant, and equipment price	\$ 62	\$ 3
B03700	Guarantee deposits paid	(1,534)	(6,495)
B04500	Purchase of Intangible assets	(604)	-
BBBB	Net cash flows used in investing activities	<u>(14,865)</u>	<u>72,351</u>
	Cash flows from financing activities		
C00100	Increase in short-term loans	185,662	317,312
C00200	Decrease in short-term loans	(50,000)	(572,667)
C01600	Proceeds from long-term debt	-	54,125
C01700	Repayments of long-term debt	(1,041)	(1,499)
C04020	Repayment of lease principal	(5,405)	(5,260)
C03000	Guarantee deposits received	<u>(905)</u>	<u>64</u>
CCCC	Net cash flows from financing activities (out)	<u>128,311</u>	<u>(207,925)</u>
DDDD	Effect of exchange rate changes on cash and cash equivalents	<u>1,441</u>	<u>1,732</u>
EEEE	Cash and cash equivalents net increase (decrease)	214,255	(51,027)
E00100	Cash and cash equivalents at beginning of period	<u>1,033,514</u>	<u>634,049</u>
E00200	Cash and cash equivalents at end of period	<u>\$ 1,247,769</u>	<u>\$ 583,022</u>

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

Trio Technology International Group Co., Ltd. and subsidiaries
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
For the three months ended March 31, 2025 and 2024
(Amounts are in NTD thousand, unless specified otherwise)

1. General Information

Trio Technology International Group Co., Ltd. (collectively referred to as "the Company") was established in the Cayman Islands on 13 July 2021. The Company and its subsidiaries (collectively referred to as "the Consolidated Company") primarily engage in the manufacturing and sales of inductor components. The Company's stock began trading on the Taiwan Stock Exchange in October 2024.

The consolidated financial statements are denominated in New Taiwan Dollars (NTD), the Company's functional currency.

2. Approval of Financial Reports

The Consolidated Financial Statements were approved by the Company's Board of Directors and authorized for issue on 6 May 2025.

3. Application of Newly Issued and Revised Standards and Interpretations

- (1) Initial application of the Financial Supervisory Commission (collectively referred to as FSC) approved and issued International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations and Statement on Internal Control (SIC) (collectively referred to as "IFRS accounting standards")

The initial application of IFRSs endorsed and issued into effect by the Financial Supervisory Commission did not have a material impact on the Consolidated Company's accounting policies.

- (2) The IFRS accounting standards issued by International Accounting Standards Board (IASB) and endorsed by the Financial Supervisory Commission (FSC) with effective date starting from 2026

<u>New Standards, Amendments, and Interpretations</u>	<u>Effective Date Announced by IASB</u>
Amendments to IFRS 9 and IFRS 7 “Amendments to Classification and Measurement of Financial Instruments” regarding the application guidance for the classification of financial assets.	January 1, 2026 (Note 1)

Note 1: Effective for annual reporting periods on or after January 1, 2026, with early adoption permitted on January 31, 2025.

As of the approval date of the Consolidated Financial Statements, the Consolidated Company continues to evaluate the impact of the amendment on its financial position and financial performance.

- (3) The IFRS is issue but not yet endorsed and issued into effect by the FSC

<u>New Standards, Amendments, and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
“Annual Improvements to IFRS Standards - Volume 11”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” regarding the application guidance on the derecognition of financial liabilities.	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Involving Natural Dependency Power”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”	To be determined
IFRS 17, “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries Without Public Accountability: Disclosure”	January 1, 2027

Note1: Unless stated otherwise, the above new IFRSs are effective for annual reporting periods on or after their respective dates.

IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 will replace IAS 1 "Presentation of Financial Statements", with the main changes including:

- Income statement should classify revenue and expenses items into operating, investing, financing, income tax, and discontinued operations categories.
- Income statement should report operating profit and loss, pre-tax profit and loss before financing, as well as subtotals and totals of the profit and loss.
- Provides guidance to enhance aggregation and segmentation requirements: the Consolidated Company must identify the assets, liabilities, equity, revenue, expenses, and cash flows arising from individual transactions or other matters, and classify and aggregate them based on common characteristics, so that each line item reported in the primary financial statements has at least one similar characteristic. Items with dissimilar characteristics should be segmented in the primary financial statements and notes. The Consolidated Company classifies such items as "other" only when it is unable to identify a more informative designation.
- Increase disclosures of performance measures defined by management: When the Consolidated Company engages in public communication outside of the financial statements and communicates management's perspective on a certain aspect of the overall financial performance of the Consolidated Company to users of the financial statements, it should disclose relevant information regarding the performance measures defined by management in a single note to the financial statements, including a description of the measure, how it is calculated, its reconciliation with subtotals or totals specified by IFRS accounting standards, and the impact of related adjustments on income tax and non-controlling interests.

Aside from the above impacts, as of the approval date of the Consolidated Financial Statements, the Consolidated Company continues to evaluate the impact of other amendments to standards and

interpretations on its financial position and financial performance, with related impacts to be disclosed upon completion of the assessment.

4. Summary of Significant Accounting Policies

a. Compliance Statement

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. The consolidated financial statements do not present all the disclosures required for a complete set of annual consolidated financial statements prepared under the IFRS Accounting Standards.

b. Basis of preparation

Except for financial instruments measured at fair value, the consolidated financial statements have been prepared under the historical cost convention:

Fair value measurements are categorized into Level 1 through Level 3 based on the observability and importance of the relevant input values:

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

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

Level 3 inputs are unobservable inputs of assets or liabilities.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (subsidiaries). The consolidated statements of comprehensive income include the operating results of acquired or disposed subsidiaries from the effective date of acquisition or up to the effective date of disposal, as appropriate. The financial statements of the subsidiaries have been adjusted to ensure consistency with the accounting policies of the Consolidated Company. All inter-company transactions, balances, income, and expenses are eliminated in full when preparing the consolidated financial statements.

Changes in the Consolidated Company's ownership interest in a subsidiary that do not result in the Consolidated Company losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Consolidated Company and non-controlling interests have been adjusted to reflect the changes in their relative interests in subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to shareholders of the Company.

For detailed information on subsidiaries, including percentages of ownership and business items, please refer to Notes 10, Table 6, and Table 7.

d. Other significant accounting policies

Except for the explanations below, please refer to the summary of significant accounting policies in the consolidated financial statements for the year 2024.

Tax expense

Income tax expense is the sum of the current income tax and deferred income tax. During the interim period, the income tax is assessed on an

annual basis, calculated based on the applicable tax rate for the expected total earnings for the year, with respect to the interim profit before tax.

5. Critical accounting judgments and key sources of estimation uncertainty

When adopting accounting policies, the management must make relevant judgments, estimates, and assumptions based on historical experience and other pertinent factors for information that is not readily available from other sources. Actual results may differ from these estimates.

The Consolidated Company will consider the potential impacts when developing significant accounting estimates, including cash flow projections, growth rates, discount rates, and profitability among other relevant significant estimates. Management will continually evaluate the estimates and basic assumptions.

6. Cash and Cash Equivalents

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Cash on hand and petty cash	\$ 2,833	\$ 2,277	\$ 2,101
Checking accounts and demand deposits	661,550	670,602	500,921
Cash equivalents (Investments with original maturities of less than 3 months)			
Time deposits	<u>583,386</u>	<u>360,635</u>	<u>80,000</u>
	<u>\$ 1,247,769</u>	<u>\$ 1,033,514</u>	<u>\$ 583,022</u>

The interest rate ranges of bank deposits and time deposits at the balance sheet date were as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Bank Demand deposits	0.03%~0.8%	0.03%~0.8%	0.05%~1.40%
Time deposits	1.42%~4.46%	4.5%~4.8%	5.10%~5.25%

7. Financial assets measured at amortized cost

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Current</u>			
Pledged cash deposits	<u>\$ 23,957</u>	<u>\$ 138,543</u>	<u>\$ 40,136</u>

As of March 31, 2025 and December 31, 2024, the interest rates for cash in banks were annual rates ranging from 0.03% to 0.8%, 0.8% to 4.63%, and 1.1%.

For information on pledged financial assets at amortized cost, please refer to Note 26.

8. Notes and accounts receivable

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Notes receivable</u>			
Measured at amortized cost			
Gross carrying amount	\$ 13,387	\$ 9,443	\$ 5,567
Less: loss allowance	-	-	-
	<u>\$ 13,387</u>	<u>\$ 9,443</u>	<u>\$ 5,567</u>
 <u>Accounts receivable</u>			
Measured at amortized cost			
Carrying Amount -			
Non-associates	\$ 897,774	\$ 714,123	\$ 649,396
Less: loss allowance	(245)	(419)	(132)
	<u>897,529</u>	<u>713,704</u>	<u>649,264</u>
At fair value through other comprehensive income	-	181,467	146,115
	<u>\$ 897,529</u>	<u>\$ 895,171</u>	<u>\$ 795,379</u>
 Total	<u>\$ 910,916</u>	<u>\$ 904,614</u>	<u>\$ 800,946</u>

Notes receivable

The consolidated company has no overdue notes receivable as of March 31, 2025 and December 31, 2024. The Consolidated Company assesses that the expected recoverable amount is equal to the original carrying amount; therefore, no allowance for impairment loss has been recognized.

Accounts receivable

a. Measured at amortized cost of accounts receivable

The average credit period for sales of goods of the Consolidated Company ranges from 120 to 150 days, and accounts receivable are not subject to interest. The Consolidated Company's policy is to only trade with reputable counterparties and to obtain sufficient collateral, where appropriate, to mitigate the risk of financial loss from defaults. The Consolidated Company uses publicly available financial information and its own trading records to rate its major customers. The Consolidated Company continuously monitors credit risk and the credit ratings of counterparties and diversifies the total transaction amount among different customers that meet the credit rating criteria.

The Consolidated Company recognizes a loss allowance for accounts receivable based on lifetime expected credit losses. Lifetime expected credit losses are calculated using a provision matrix that considers customers' historical default records. Since the Consolidated Company's historical credit loss experience does not demonstrate significantly different loss patterns for different customer segments, the expected credit loss rate is determined solely by the number of days accounts receivable are past due.

When there is evidence indicating that the counterparty is in severe financial difficulty and the consolidated company cannot reasonably expect to recover the amount, the consolidated company directly writes off the relevant accounts receivable. However, the consolidated company may still engage in enforcement activities to attempt to recover the amounts due, with recovered amounts recognized in profit or loss.

The following table details the loss allowance of accounts receivable based on the Consolidated Company's provision matrix.

March 31, 2025

	<u>Not past due</u>	<u>Overdue 1 ~ 60 days</u>	<u>Overdue 61 ~ 120 days</u>	<u>Overdue 121 ~ 180 days</u>	<u>Overdue Over 181 days</u>	<u>Total</u>
Expected credit loss rate	0.01%	0.53%	-%	-%	-%	
Gross carrying amount	\$ 867,665	\$ 30,109	\$ -	\$ -	\$ -	\$ 897,774
Loss allowance (lifetime expected credit losses)	(85)	(160)	-	-	-	(245)
Amortized cost	<u>\$ 867,580</u>	<u>\$ 29,949</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 897,529</u>

December 31, 2024

	<u>Not past due</u>	<u>Overdue 1 ~ 60 days</u>	<u>Overdue 61 ~ 120 days</u>	<u>Overdue 121 ~ 180 days</u>	<u>Overdue Over 181 days</u>	<u>Total</u>
Expected credit loss rate	0.02%	0.36%	37.36%	-%	-%	
Gross carrying amount	\$ 638,381	\$ 75,643	\$ 99	\$ -	\$ -	\$ 714,123
Loss allowance (lifetime expected credit losses)	(111)	(271)	(37)	-	-	(419)
Amortized cost	<u>\$ 638,270</u>	<u>\$ 75,372</u>	<u>\$ 62</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 713,704</u>

March 31, 2024

	<u>Not past due</u>	<u>Overdue 1 ~ 60 days</u>	<u>Overdue 61 ~ 120 days</u>	<u>Overdue 121 ~ 180 days</u>	<u>Overdue Over 181 days</u>	<u>Total</u>
Expected credit loss rate	-%	0.05%	26.93%	-%	-%	
Gross carrying amount	\$ 607,649	\$ 41,346	\$ 401	\$ -	\$ -	\$ 649,396
Loss allowance (lifetime expected credit losses)	(5)	(19)	(108)	-	-	(132)
Amortized cost	<u>\$ 607,644</u>	<u>\$ 41,327</u>	<u>\$ 293</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 649,264</u>

The above is the aging analysis conducted based on the number of days past due.

The changes in the accounts receivable loss allowance are as follows:

	<u>1 January 2025 until 31 March</u>	<u>1 January 2024 until 31 March</u>
Equity at beginning of period	\$ 419	\$ 19
Add: Current period (reversal) recognized impairment loss	(179)	112
Foreign exchange differences	<u>5</u>	<u>1</u>
Ending balance	<u>\$ 245</u>	<u>\$ 132</u>

b. Accounts receivable at fair value through other comprehensive income

For certain major customers' accounts receivable, the Consolidated Company decides to sell them to banks without recourse depending on the working capital situation. The management of the Consolidated Company's business model for such accounts receivable is achieved by collecting contractual cash flows and selling financial assets. Therefore, such accounts receivable are measured at fair value through other comprehensive income in accordance with fair value.

The Consolidated Company entered into a sale agreement for accounts receivable with E.SUN Commercial Bank. The purchasing bank has confirmed that this transaction involves a non-recourse and outright purchase of receivables. According to the contract, the Consolidated Company is only liable for losses arising from commercial disputes.

9. Inventories

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Raw materials	\$ 75,370	\$ 65,263	\$ 31,555
Work in progress	33,798	31,103	22,371
Semi-finished progress	14,333	23,232	13,376
Finished goods	<u>201,867</u>	<u>262,196</u>	<u>119,570</u>
	<u>\$ 325,368</u>	<u>\$ 381,794</u>	<u>\$ 186,872</u>

The consolidated company's cost of sales related to inventories for the periods from January 1 to March 31, 2025 and 2024 was NTD 362,834 thousand and NTD 295,414 thousand, respectively.

The consolidated company's cost of sales for the periods from 1 January to March 31, 2025 and 2024 includes the losses (recoveries) on the net realizable value of inventories, amounting to NTD 2,610 thousand and (2,689) thousand, respectively. Inventories recovery of net realizable value resulted from sales and self-use.

The cost of sales for the period from January 1 to March 31 in 2024 and 2025 includes inventory write-off losses of NTD 6,402 thousand and NTD 789 thousand, respectively.

10. Subsidiaries

Subsidiaries included in the consolidated financial statements

The consolidated entities are listed as follows:

Name of investor	Name of Subsidiary	Main business activities	Ownership (%)			Remark
			March 31, 2025	December 31, 2024	March 31, 2024	
The Company	TRIO Technology International Co., Ltd.	Investment holding	100	100	100	—
TRIO Technology International Co., Ltd.	APEC International Group Limited	Investment holding	100	100	100	—
TRIO Technology International Co., Ltd.	Wonstar International Co., Ltd.	Investment holding	100	100	100	—
TRIO Technology International Co., Ltd.	Trio Technology Co., Ltd.	Research and sales of inductor components	100	100	100	—
TRIO Technology International Co., Ltd.	TRIO TECHNOLOGY VIETNAM CO., LTD.	Manufacture and sale of inductor components	100	100	100	1
APEC International Group Limited	Trio Technology (Suzhou) Co., Ltd.	Research, development, manufacturing, and sales of inductor components	100	100	100	—
Wonstar International Co., Ltd.	Dongguan Detai Electronics Co., Ltd.	Manufacture and sale of inductor components	100	100	100	—

The financial statements of the subsidiaries included in the consolidated financial statements for the periods from January 1 to March 31, 2024 and for 2025 are based on the financial information reviewed by independent auditors.

Explanation:

1. On 13 June 2023, the Company's Board of Directors passed a resolution to establish a subsidiary in Vietnam, TRIO TECHNOLOGY VIETNAM CO., LTD., through its wholly owned subsidiary TRIO Technology International Co., Ltd. On 16 January 2024, and 11 October 2024, TRIO Technology International Co., Ltd. increased its investment in the Vietnamese subsidiary by USD 3,000 thousand and USD 2,000 thousand, respectively. As of March 31, 2025, the paid-in capital amounted to USD 6,500 thousand.

11. Property, Plant, and Equipment

	Freehold land	Buildings	Machinery equipment	Other equipment	Construction in progress and Equipment pending inspection	Total
<u>Cost</u>						
Balance on January 1, 2025	\$ 73,722	\$ 379,559	\$ 802,285	\$ 99,527	\$ 92,709	\$ 1,447,802
Additions	-	2,250	3,022	10,299	10,973	26,544
Disposals	-	-	(762)	(259)	-	(1,021)
Reclassification	-	-	4,263	1,776	-	6,039
Transfer from investment property	-	32,139	-	-	-	32,139
Net exchange differences	-	4,710	11,312	1,358	360	17,740
Balance on March 31, 2025	<u>\$ 73,722</u>	<u>\$ 418,658</u>	<u>\$ 820,120</u>	<u>\$ 112,701</u>	<u>\$ 104,042</u>	<u>\$ 1,529,243</u>
<u>Accumulated depreciation and impairment</u>						
Balance on January 1, 2025	\$ -	\$ 126,085	\$ 263,849	\$ 58,396	\$ -	\$ 448,330
Depreciation expense	-	6,132	19,720	3,004	-	28,856
Disposals	-	-	(574)	(259)	-	(833)
Transfer from investment property	-	24,785	-	-	-	24,785
Net exchange differences	-	1,966	3,905	719	-	6,590
Balance on March 31, 2025	<u>\$ -</u>	<u>\$ 158,968</u>	<u>\$ 286,900</u>	<u>\$ 61,860</u>	<u>\$ -</u>	<u>\$ 507,728</u>
Net Amount as of March 31, 2025	<u>\$ 73,722</u>	<u>\$ 259,690</u>	<u>\$ 533,220</u>	<u>\$ 50,841</u>	<u>\$ 104,042</u>	<u>\$ 1,021,515</u>
Net Amount as of December 31, 2024	<u>\$ 73,722</u>	<u>\$ 253,474</u>	<u>\$ 538,436</u>	<u>\$ 41,131</u>	<u>\$ 92,709</u>	<u>\$ 999,472</u>
<u>Cost</u>						
Balance on January 1, 2024	\$ 23,644	\$ 258,819	\$ 479,726	\$ 75,089	\$ 137,573	\$ 974,851
Additions	42,170	16,361	43,156	4,617	11,002	117,306
Disposals	-	-	(1,592)	(961)	-	(2,553)
Reclassification	7,908	3,436	53,138	1,537	(17,166)	48,853
Net exchange differences	-	9,210	20,889	2,750	4,853	37,702
Balance on March 31, 2024	<u>\$ 73,722</u>	<u>\$ 287,826</u>	<u>\$ 595,317</u>	<u>\$ 83,032</u>	<u>\$ 136,262</u>	<u>\$ 1,176,159</u>
<u>Accumulated depreciation and impairment</u>						
Balance on January 1, 2024	\$ -	\$ 80,130	\$ 189,917	\$ 45,264	\$ -	\$ 315,311
Depreciation expense	-	3,795	11,306	2,601	-	17,702
Disposals	-	-	(1,024)	(804)	-	(1,828)
Net exchange differences	-	3,127	7,872	1,558	-	12,557
Balance on March 31, 2024	<u>\$ -</u>	<u>\$ 87,052</u>	<u>\$ 208,071</u>	<u>\$ 48,619</u>	<u>\$ -</u>	<u>\$ 343,742</u>
Net Amount on March 31, 2024	<u>\$ 73,722</u>	<u>\$ 200,774</u>	<u>\$ 387,246</u>	<u>\$ 34,413</u>	<u>\$ 136,262</u>	<u>\$ 832,417</u>

Depreciation expense is calculated on a straight-line basis over the following useful lives:

Buildings	8 to 32 years
Machinery equipment	5 to 10 years
Other equipment	3 to 10 years

The amounts of property, plant, and equipment pledged as collateral for bank borrowings are set out in Note 26.

12. Lease Agreement

(1) Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amount			
Land	\$ 14,055	\$ 14,312	\$ 15,446
Building	83,692	86,657	96,215
Transportation equipment	<u>2,130</u>	<u>2,787</u>	<u>2,968</u>
	<u>\$ 99,877</u>	<u>\$ 103,756</u>	<u>\$ 114,629</u>
		Three months ended March 31, 2025	Three months ended March 31, 2024
Additions to right-of-use assets		<u>\$ -</u>	<u>\$ -</u>
Depreciation charge for right-of-use assets			
Land		\$ 423	\$ 419
Building		4,057	3,944
Transportation equipment		<u>683</u>	<u>667</u>
		<u>\$ 5,163</u>	<u>\$ 5,030</u>

The amounts of right-of-use assets pledged as collateral for bank borrowings are set out in Note 26.

(2) Leases Liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amount			
Current	<u>\$ 17,531</u>	<u>\$ 17,787</u>	<u>\$ 17,114</u>
Non-current	<u>\$ 73,102</u>	<u>\$ 76,323</u>	<u>\$ 86,204</u>

The range of discount rates for lease Liabilities was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Land	2.03%	2.03%	2.03%
Building	2.01%~3.60%	2.01%~3.60%	1.49%~3.60%
Transportation equipment	1.49%~5.58%	1.49%~5.58%	1.23%~5.58%

(3) Important leasing activities and terms

The Consolidated Company leases certain transportation equipment for operational use, with lease terms ranging from 1 to 3 years. Upon

expiration of the lease term, the Consolidated Company has the option to purchase the equipment at an agreed-upon price.

The Consolidated Company also leases several parcels of land and buildings for use such as factories, offices, and parking lots, with lease terms ranging from 2 to 50 years. At the end of the lease term, the Consolidated Company does not have bargain purchase options to acquire the leased land and buildings, and it is agreed that without the lessor's consent, the Consolidated Company shall not sublease or assign all or part of the leased subject.

(4) Other lease information

	Three months ended March 31, 2025	Three months ended March 31, 2024
Expenses relating to short-term leases	<u>\$ 279</u>	<u>\$ 151</u>
Expenses relating to low-value asset leases	\$ 34	\$ 34
Total cash (outflow) for leases	<u>(\$ 5,718)</u>	<u>(\$ 5,445)</u>

13. Investment property

	<u>Investment property</u>
<u>Cost</u>	
Balance on January 1, 2025	\$ 41,969
Reclassification	(32,139)
Net exchange differences	<u>305</u>
Balance on March 31, 2025	<u>\$ 10,135</u>
<u>Accumulated depreciation and impairment</u>	
Balance on January 1, 2025	\$ 32,303
Depreciation expense	320
Reclassification	(24,785)
Net exchange differences	<u>237</u>
Balance on March 31, 2025	<u>\$ 8,075</u>
Net Amount on March 31, 2025	<u>\$ 2,060</u>
Net Amount on December 31, 2024	<u>\$ 9,666</u>
<u>Cost</u>	
1 January 2024balance	\$ 69,346
Net exchange differences	<u>2,800</u>
March 31, 2024balance	<u>\$ 72,146</u>

<u>Accumulated depreciation and impairment</u>	
Balance on January 1, 2024	\$ 49,792
Depreciation expense	1,070
Net exchange differences	<u>2,030</u>
Balance on March 31, 2024	<u>\$ 52,892</u>
 Net Amount on March 31, 2024	 <u>\$ 19,254</u>

The total lease payments to be received in the future for leasing out investment properties under operating leases are as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Year 1	\$ 1,708	\$ 5,175	\$ 14,267
Year 2	-	-	4,667
Year 3	-	-	-
Year 4	-	-	-
Year 5	-	-	-
Over 5 years	-	-	-
	<u>\$ 1,708</u>	<u>\$ 5,175</u>	<u>\$ 18,934</u>

Investment properties are depreciated on a straight-line basis over the following useful lives:

Building 20 years

14. Other assets

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Current</u>			
Prepayment	\$ 22,792	\$ 42,753	\$ 19,170
Others	<u>2,073</u>	<u>1,580</u>	<u>1,865</u>
	<u>\$ 24,865</u>	<u>\$ 44,333</u>	<u>\$ 21,035</u>
 <u>Non-current</u>			
Prepaid equipment and land	\$ 382,973	\$ 292,896	\$ 103,731
Guarantee deposits paid	25,765	24,231	15,290
Others	<u>577</u>	<u>793</u>	<u>1,659</u>
	<u>\$ 409,315</u>	<u>\$ 317,920</u>	<u>\$ 120,680</u>

15. Borrowings

(1) Short-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Secured loans (Note 25)</u>			
Bank loan	\$ 116,355	\$ -	\$ 287,312
<u>Unsecured loans</u>			
Credit line borrowing	<u>69,307</u>	<u>50,000</u>	<u>30,000</u>
	<u>\$ 185,662</u>	<u>\$ 50,000</u>	<u>\$ 317,312</u>

- The interest rates for the Consolidated Company's short-term borrowing as of March 31 2025, December 31, 2024, and March 31 2024, were 1.77% to 3.05%, 2.38% and 2% to 3.6%.
- The collateral and guarantees provided to the lending bank as required by the loan agreement of the Consolidated Company are set out in Notes 25 and 26.

(2) Long-term borrowings

	Interest rate %	March 31, 2025	December 31, 2024	March 31, 2024
E.Sun Bank				
Long-term credit borrowings, with a period from 12 April 2019 to 12 April 2034, will be charged interest at a floating rate from the date of borrowing, with monthly installments for the repayment of principal and interest.	2.15/2.5/2.03	\$ 3,807	\$ 3,901	\$ 4,183
E.Sun Bank				
Long-term secured loans, with a term from 12 April 2019 to 12 April 2039, are charged interest at a floating rate from the date of the loan, with monthly principal and interest repayments, and a grace period of 2 years for principal repayment.	2.15/2.15/2.03	18,597	18,878	19,716
Chang Hwa Bank				
Long-term credit borrowings, with a period from 27 February 2024 to 27 February 2044, will be charged interest at a floating rate from the date of borrowing, with principal and interest repaid on a monthly average basis.	2.01/2.01/1.88	<u>50,337</u>	<u>51,003</u>	<u>52,998</u>
		72,741	73,782	76,897
Less: Current portion of long-term borrowings		<u>(4,188)</u>	<u>(4,179)</u>	<u>(4,167)</u>
		<u>\$ 68,553</u>	<u>\$ 69,603</u>	<u>\$ 72,730</u>

The collateral and guarantees provided to the lending bank as required by the loan agreement of the Consolidated Company are set out in Notes 25 and 26.

16. Other payables

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Payables for salaries and bonuses	\$ 93,940	\$ 130,651	\$ 61,628
Payable for purchases of equipment	10,297	24,474	39,147
Payables for social security	106,987	99,091	81,854
Others	<u>45,113</u>	<u>64,352</u>	<u>25,056</u>
	<u>\$ 256,337</u>	<u>\$ 318,568</u>	<u>\$ 207,685</u>

17. Retirement Benefit Plans

Trio Technology (Suzhou) Co., Ltd., Dongguan Detaili Electronics Co., Ltd., and Trio Technology Co. Ltd. have all adopted pension plans, which are government-managed defined contribution plans. Trio Technology (Suzhou) Co., Ltd. and Dongguan Detaili Electronics Co., Ltd. are subject to the endowment insurance system established by the People's Republic of China. Under the pension insurance system stipulated by the People's Republic of China government, these companies contribute a percentage of employees' statutory salaries to pension insurance funds monthly, which are deposited into independent accounts for each employee based on their household registration. Trio Technology Co., Ltd. has adopted a pension plan under the Labor Pension Act (LPA), contributing 6% of employees' monthly salaries to individual accounts. The aforementioned company has no further obligation beyond these monthly contributions.

18. Equity

(1) Share capital

Ordinary shares

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Authorized shares (in thousands)	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Authorized capital	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>
Issued and fully paid shares (in thousands)	<u>50,000</u>	<u>50,000</u>	<u>44,000</u>
Issued capital	<u>\$ 500,000</u>	<u>\$ 500,000</u>	<u>\$ 440,000</u>

On April 12, 2024, the Board of Directors of the Company resolved to issue 6,000 thousand new shares for cash for its initial public offering, with a par value of NTD 10, totaling 60,000 thousand. After the capital increase, the paid-in share capital was 500,000 thousand. The aforementioned proceeds from issuing shares will have a base date of October 21, 2024. The public subscription price and weighted average winning bid price from competitive auction were NT\$135 and NT\$193.5 per share, respectively, raising a total of NT\$1,048,617 thousand. The issuance costs of NT\$7,200 thousand were recorded as a deduction from capital surplus.

As of March 31, 2025 and after the capital increase on December 31, 2024 and March 31, the paid-in capital amounts were 500,000 thousand, 500,000 thousand, and 440,000 thousand, respectively.

(2) Capital surplus

Common shares

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Maybe used to offset a deficit, distributed cash, or transferred to share capital			
Share premium	<u>\$ 1,202,283</u>	<u>\$ 1,202,283</u>	<u>\$ 220,000</u>

Capital surplus arising from the premium on the issuance of shares in excess of par value may be used to offset a deficit. In addition, when the Consolidated Company has no deficit, such capital surplus may be

distributed as cash dividends or transferred to share capital, subject to a certain percentage of paid-in capital per year.

(3) Retained earnings and dividend policy

The Company is in a growth phase. Based on the needs for capital expenditure, business expansion, and sound financial planning for sustainable development, the Company's dividend policy will distribute cash dividends and/or stock dividends to the shareholders according to the Company's future capital expenditure budget and funding requirements.

According to the surplus distribution policy outlined in the original Articles of Incorporation of the Company, if there is any surplus in the annual accounts, the Board of Directors shall resolve the earnings appropriation proposal. The Company amended its Articles of Incorporation on 26 August 2021. Per the surplus distribution policy in the amended Articles of Incorporation, during the listing period, unless otherwise stipulated by Cayman law, listing regulations, or these Articles of Incorporation, if there is any surplus in the annual accounts, taxes shall be paid in accordance with the law, accumulated losses shall be offset, and then 10% shall be allocated as a legal reserve, followed by special reserve as required by laws and regulations. The remaining balance, along with accumulated unappropriated retained earnings, shall be proposed by the Board of Directors as a profit distribution proposal for shareholder approval.

Legal reserve shall be set aside until it equals the total amount of the company's paid-in share capital. The legal reserve may be used to offset a deficit. When the Company has no losses, the portion of legal reserve exceeding 25% of the total paid-in capital may be distributed as cash dividends or transferred to share capital.

The Company held a Board of Directors meeting on May 6, 2025 and annual shareholders' general meeting on April 9, 2024, during which the proposals for the earnings appropriation for the years 2024 and 2023 were respectively discussed and resolved as follows:

	<u>2024</u>	<u>2023</u>
Cash Dividends	<u>\$ 300,000</u>	<u>\$ 180,400</u>
Cash dividends per share	<u>\$ 6</u>	<u>\$ 4.1</u>

The profit distribution proposal for the year 2024 is subject to approval at the Annual Shareholders' Meeting scheduled for June 12, 2025.

(4) Other equity

Exchange differences on translation of the financial statements of foreign operations

	<u>Three months ended March 31, 2025</u>	<u>Three months ended March 31, 2024</u>
Equity at beginning of period	\$ 28,681	(\$ 10,534)
Exchange differences of foreign operations	<u>12,591</u>	<u>27,261</u>
Ending balance	<u>\$ 41,272</u>	<u>\$ 16,727</u>

19. Income

	<u>Three months ended March 31, 2025</u>	<u>Three months ended March 31, 2025</u>
Revenue from customer contracts		
Revenue from sale of goods	<u>\$ 610,380</u>	<u>\$ 527,852</u>

20. Net profit from continuing operations

(1) Interest income

	<u>Three months ended March 31, 2025</u>	<u>Three months ended March 31, 2025</u>
Bank deposits	\$ 4,982	\$ 1,413
Others	<u>6</u>	<u>10</u>
	<u>\$ 4,988</u>	<u>\$ 1,423</u>

(2) Other income

	Three months ended March 31, 2025	Three months ended March 31, 2025
Rental income	\$ 955	\$ 3,510
Others	4,594	1,160
	<u>\$ 5,549</u>	<u>\$ 4,670</u>

(3) Other gains and losses

	Three months ended March 31, 2025	Three months ended March 31, 2024
Losses on disposals of property, plant and equipment	(\$ 125)	(\$ 722)
Net foreign exchange gains	32,305	49,312
Others	(483)	(404)
	<u>\$ 31,697</u>	<u>\$ 48,186</u>

(4) Depreciation and amortization

	Three months ended March 31, 2025	Three months ended March 31, 2024
Property, plant, and equipment	\$ 28,856	\$ 17,702
Investment property	320	1,070
Right-of-use assets	5,163	5,030
Intangible assets	734	231
Total	<u>\$ 35,073</u>	<u>\$ 24,033</u>
Depreciation expense by function		
Operating costs	\$ 24,027	\$ 15,901
Operating expenses	10,312	7,901
	<u>\$ 34,339</u>	<u>\$ 23,802</u>
Amortization expense by function		
Operating costs	\$ 2	\$ 29
Operating expenses	732	202
	<u>\$ 734</u>	<u>\$ 231</u>

(5) Employee benefits expense

	Three months ended March 31, 2025	Three months ended March 31, 2024
Short-term benefits	\$ 125,858	\$ 97,240
Post-employment benefits		
Defined contribution plan	<u>12,747</u>	<u>8,556</u>
	<u>\$ 138,605</u>	<u>\$ 105,796</u>
Employee benefit expenses by function		
Operating costs	\$ 83,527	\$ 58,195
Operating expenses	<u>55,078</u>	<u>47,601</u>
	<u>\$ 138,605</u>	<u>\$ 105,796</u>

The Company issued new shares as detailed in Note 18 and, in accordance with relevant regulations, granted employees 250,000 shares for subscription. On September 23, 2024 (grant date), employee stock options were valued using the Black-Scholes valuation model, recognizing compensation costs of \$866 thousand. The input values used in the valuation model are as follows:

Share price at grant date	NTD 134.38
Exercise price	NTD 135
Expected volatility of share prices	30%
Expected Term	0.08 years
Expected dividend yield	0%
Risk-free interest rate	1.195%
Compensation cost per share	3.4626

(6) Compensation of employees and remuneration of directors

According to the Company's Articles, employee compensation and director compensation shall be appropriated at not less than 5% and not more than 3%, respectively, of the profit before tax after deducting the amounts of employee and director compensation.

The estimated compensation of employees (including the compensation of grassroots employees) and remuneration of directors for the period from January 1, 2025 to March 31, 2025 is as follows:

Estimated Percentage

	Three months ended March 31,2025
Compensation of employees	5%
Remuneration of directors	0%

Amount

	Three months ended March 31,2025
Compensation of employees	<u>\$ 10,300</u>
Remuneration of directors	<u>\$ -</u>

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

The compensation of employees and remuneration of directors for the year 2024 was resolved by the Board of Directors on March 13, 2025 as follows:

Amount

	2024
Compensation of employees	<u>\$ 35,500</u>
Remuneration of directors	<u>\$ -</u>

The amounts of compensation for employees and remuneration for directors resolved for the year 2024 and the recognized amounts in the 2024 Consolidated Financial Statements are not significantly different. Information on the compensation of employees and remuneration of directors and supervisors resolved by the Company's Board of Directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

21. Income taxes related to continuing operations

(1) Major components of income tax expense (benefit) are as follows:

	Three months ended March 31,2025	Three months ended March 31,2024
Current tax		
Current year	\$ 40,230	\$ 52,861
Adjustments for prior years	(1,930)	1,196

Deferred income tax		
Current year	<u>(2,677)</u>	<u>9,683</u>
Income tax expense recognized in profit or loss	<u>\$ 35,623</u>	<u>\$ 63,740</u>

(2) Income Tax Approval Situation

The corporate income tax settlement declaration of Trio Technology Co., Ltd. has been approved by the tax authorities up to the year 2022.

22. Earnings per share

	<u>Three months ended March 31, 2025</u>	<u>Three months ended March 31, 2024</u>
<u>Net profit for the period</u> (Thousand)		
Net income used in the calculation of basic eps.	<u>\$ 159,735</u>	<u>\$ 145,845</u>
Net income used in the calculation of diluted eps.	<u>\$ 159,735</u>	<u>\$ 145,845</u>
<u>Shares (thousand shares)</u>		
Weighted average number of ordinary shares for basic eps	50,000	44,000
<u>Earnings per share (NT \$)</u>		
Basic earnings per share	<u>\$ 3.19</u>	<u>\$ 3.31</u>
Diluted earnings per share	<u>\$ 3.19</u>	<u>\$ 3.31</u>

23. Capital Risk Management

The Consolidated Company's capital risk management is aimed at ensuring that it has the necessary financial resources and operational plans to support the working capital, capital expenditures, commissions expense, and debt repayment needs for the next 12 months.

24. Financial instruments

(1) Categories of financial instruments

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
<u>Financial assets</u>			
Financial assets measured at amortized cost (Note 1)	\$ 2,213,894	\$ 1,925,558	\$ 1,299,912
Financial assets at FVTOCI Debt instruments	-	181,467	146,115
<u>Liabilities</u>			
Amortized cost (Note 2)	789,638	831,128	781,419

Note 1: The balance includes cash and cash equivalents, financial assets measured at amortized cost, notes receivable, accounts receivable, other receivables, and refundable deposits, which are financial assets measured at amortized cost.

Note 2: The balances include financial liabilities measured at amortized cost, which comprise short-term borrowings, notes payable, accounts payable, other payables, long-term borrowings due within one year, long-term borrowings, and guarantee deposits received.

(2) Financial risk management objectives and policies

The Consolidated Company's major financial instruments include cash and cash equivalents, assets measured at amortized cost, notes receivable, accounts receivable, other receivables, guarantee deposits paid, short-term borrowings, accounts payable to related parties, other payables, other payables due to related parties, current portion of long-term borrowings, long-term borrowings, and guarantee deposits received. The Consolidated Company's corporate treasury function provides services to various business units, coordinating operations in both domestic and international financial markets, and monitoring and managing financial risks relevant to Group operations through internal risk reports which analyze exposures by degree and magnitude of risks. These include market risks (including foreign exchange risk and interest rate risk), credit risk, and liquidity risk.

A. Market risk

The main financial risks arising from the Consolidated Company's operating activities are foreign currency exchange rate risk and interest rate risk.

(a) Foreign exchange risk

The Company and its subsidiaries engage in sales and purchase transactions denominated in foreign currencies, which exposes the Consolidated Company to foreign exchange rate risk. The Consolidated Company has assessed its positions in foreign currency assets and liabilities and found no exposure to significant exchange rate risk and, therefore, has not implemented any additional hedging, resulting in no applicable hedge accounting treatment.

For monetary assets and liabilities denominated in currencies other than the functional currency of the entity where the transaction occurred on the balance sheet date (including monetary items denominated in non-functional currencies that have been eliminated in the consolidated financial statements), please refer to Note 29.

Sensitivity Analysis

The Consolidated Company is primarily affected by fluctuations in the exchange rate of the USD.

The following table details the Consolidated Company's sensitivity analysis when the NTD (the functional currency) increases and decreases against relevant foreign currencies by 1%. Sensitivity analysis includes only outstanding foreign currency monetary items and adjusts their end-of-period conversion for exchange rate fluctuations of 1%. A positive number below indicates the amount by which profit before tax will decrease when the New Taiwan Dollar appreciates by 1% against the relevant currency; when the New Taiwan Dollar depreciates by 1% against the

relevant foreign currency, the impact on profit before tax will be a negative number of the same amount.

	USD Impact	
	Three months ended March 31, 2025	Three months ended March 31, 2024
Profits or (loss)	\$ 17,940	\$ 13,007

(b) Interest rate risk

The Consolidated Company's interest rate risk primarily arises from fixed and floating rate short-term borrowings and lease liabilities, exposing the Consolidated Company to fair value and cash flow interest rate risks.

The carrying amounts of the Consolidated Company's financial assets and liabilities with exposure to interest rates at the date of the balance sheet were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value interest rate risk			
– Finance assets	\$ 583,386	\$ 499,178	\$ 80,000
– Finance liabilities	276,295	94,110	210,630
Cash flow interest rate risk			
– Finance assets	685,507	670,602	541,057
– Finance liabilities	72,741	123,782	286,897

The sensitivity analysis regarding interest rate risk is based on the fair value changes of floating-rate financial assets and liabilities at the end of the financial reporting period.

If interest rates increase/decrease by 1%, and all other variables remain constant, the Consolidated Company's profit before tax for three months ended March 31, 2025 and 2024 will increase by 1,532 thousand and 635 thousand, respectively.

B. Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations, resulting in a financial loss to the Company. To mitigate credit risk, the Consolidated Company's

management assigned a dedicated team responsible for the determination of credit limits, credit approvals, and other monitoring procedures to ensure that appropriate actions have been taken for the recovery of overdue receivables. In addition, the Consolidated Company will review the recoverable amount of trade receivable individually on the balance sheet date to ensure appropriate impairment losses have been recognized for uncollectible receivables. Accordingly, the management believes the Consolidated Company's credit risk was significantly reduced.

C. Liquidity risk

The Consolidated Company manages and maintains sufficient cash and cash equivalents to support company operations and mitigate the impact of cash flow fluctuations. The Consolidated Company's management monitors the usage of bank financing facilities and ensures compliance with loan agreement terms.

(a) Liquidity and Interest Rate Risk Tables for Non-Derivative Financial Instruments of Liabilities

The maturity analysis of non-derivative financial liabilities is prepared based on the earliest date on which the Consolidated Company can be required to pay, according to the undiscounted cash flows of financial liabilities (including principal and estimated interest). Therefore, bank loans that can be requested for immediate repayment are listed in the earliest period in the table below, regardless of the probability of banks immediately exercising this right; the maturity analysis of other non-derivative financial instruments liabilities was prepared based on the agreed repayment date.

March 31, 2025

	Less than 1 year	1 ~ 3 years	Over 3 years	T o t a l
<u>Non-derivative financial liabilities</u>				
Non-interest-bearing liabilities.	\$ 531,235	\$ -	\$ -	\$ 531,235
Leases liabilities	20,332	32,256	47,646	100,234
Variable interest instruments	4,188	8,475	60,078	72,741
Fixed interest instruments	<u>185,662</u>	-	-	<u>185,662</u>
	<u>\$ 741,417</u>	<u>\$ 40,731</u>	<u>\$ 107,724</u>	<u>\$ 889,872</u>

December 31, 2024

	Less than 1 year	1 ~ 3 years	Over 3 years	T o t a l
<u>Non-derivative financial liabilities</u>				
Non-interest-bearing liabilities.	\$ 707,346	\$ -	\$ -	\$ 707,346
Leases liabilities	20,683	33,271	50,397	104,351
Variable interest instruments	<u>54,179</u>	<u>8,459</u>	<u>61,144</u>	<u>123,782</u>
	<u>\$ 782,208</u>	<u>\$ 41,730</u>	<u>\$ 111,541</u>	<u>\$ 935,479</u>

March 31, 2024

	Less than 1 year	1 ~ 3 years	Over 3 years	T o t a l
<u>Non-derivative financial liabilities</u>				
Non-interest-bearing liabilities.	\$ 387,210	\$ -	\$ -	\$ 387,210
Leases liabilities	20,309	35,521	59,986	115,816
Variable interest instruments	214,167	8,428	64,302	286,897
Fixed interest instruments	<u>107,312</u>	-	-	<u>107,312</u>
	<u>\$ 728,998</u>	<u>\$ 43,949</u>	<u>\$ 124,288</u>	<u>\$ 897,235</u>

(b) Financing facilities

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Unsecured bank facility			
— Amount utilized	\$ 155,308	\$ 86,000	\$ 36,000
— Amount unused	<u>79</u>	<u>68,412</u>	<u>50,000</u>
	<u>\$ 155,387</u>	<u>\$ 154,412</u>	<u>\$ 86,000</u>
Secured bank facilities			
— Amount utilized	\$ 702,165	\$ 585,810	\$ 443,532
— Amount unused	<u>778,562</u>	<u>788,567</u>	<u>618,019</u>
	<u>\$ 1,480,727</u>	<u>\$ 1,374,377</u>	<u>\$ 1,061,551</u>

25. Related Party Transactions

Transactions, account balances, revenue, and expenses between the Company and its subsidiaries (which are related parties of the Company) are eliminated in full upon consolidation and are not disclosed in this note. In addition to those disclosed in other notes, transactions between the Consolidated Company and other related parties are disclosed below.

(1) Related party name and category

<u>Related party name</u>	<u>Relationship with the Consolidated Company</u>
Mercury Investment Co., Ltd. (collectively referred to as "Mercury")	Other Related party
Lin, Huo-Li	Chairman of the Company
Chen, Hsiu-Wei	Directors of the Company
Lin, Chih-Chun	Affiliate in substance
Lin, Nien-Hsuan	Affiliate in substance
Lin, Yen-Chen	Affiliate in substance
Tai, Shao-Lun	Affiliate in substance
Tsui, Yung-Sheng	Affiliate in substance

(2) Lease agreement

<u>Account for item</u>	<u>Related party name</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Leases liabilities	Other Related party	<u>\$ 8,387</u>	<u>\$ 9,560</u>	<u>\$ 13,047</u>

<u>Related party name</u>	<u>Three months ended March 31, 2025</u>	<u>Three months ended March 31, 2024</u>
<u>Interest expense</u>		
Other Related party	\$ 44	\$ 68

(3) Endorsement and guarantee

The affiliates of the Consolidated Company are guarantors of the Consolidated Company's borrowings, and the details of the guarantee are as follows:

<u>Related party</u>	<u>Guarantee nature</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Lin, Huo-Li	Bank loan	\$ 1,636,114	\$ 1,528,789	\$ 687,111
Lin, Huo-Li and Chen, Hsiu-Wei	Bank loan	-	-	460,440
		<u>\$ 1,636,114</u>	<u>\$ 1,528,789</u>	<u>\$ 1,147,551</u>

(4) Operating expenses

<u>Account item</u>	<u>Type of related party</u>	<u>1 January 2025 until 31 March</u>	<u>1 January 2024 until 31 March</u>
Operating expenses	Affiliate in substance	<u>\$ 1,028</u>	<u>\$ 1,025</u>

(5) Refundable deposits

<u>Related party name</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Other Related party	<u>\$ 406</u>	<u>\$ 406</u>	<u>\$ 406</u>

This refers to the right-of-use assets acquired by the Consolidated Company from affiliates, with a security deposit paid in accordance with the lease agreement.

(6) Remuneration of key management personnel

The total remuneration of directors and key management personnel is as follows:

	<u>Three months ended March 31, 2025</u>	<u>Three months ended March 31, 2024</u>
Short-term benefits	<u>\$ 3,570</u>	<u>\$ 3,564</u>
Post-employment benefits	<u>47</u>	<u>47</u>
	<u>\$ 3,617</u>	<u>\$ 3,611</u>

The remuneration of directors and key executives is determined by the compensation committee based on individual performance and market trends.

26. Pledged Assets

The following assets have been provided as collateral for the bank loans:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Pledged cash in banks (Note 7)	\$ 23,957	\$ 138,543	\$ 40,136
Land	73,722	73,722	73,722
Buildings	227,127	28,328	184,731
Right-of-use assets - Land	<u>11,812</u>	<u>-</u>	<u>11,921</u>
	<u>\$ 336,618</u>	<u>\$ 240,593</u>	<u>\$ 310,510</u>

27. Significant Contingent Liabilities and Unrecognized Contractual Commitments

The unrecognized contractual commitments of the Consolidated Company are as follows:

	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Acquisition of property, plant, and equipment/land use rights			
Contracted amount	\$ 845,164	\$ 818,500	\$ 534,943
Amount unpaid	289,819	378,188	263,312

28. Other Matters

On March 13, 2025, the Board of Directors of the Company passed a resolution to evaluate the investment in establishing a subsidiary in Thailand and to assess the planning for acquiring land, with an estimated investment amount of USD 25,000 thousand.

29. Information on significant foreign currency assets and liabilities

The following information is aggregated based on foreign currencies other than the functional currency of each entity in the Consolidated Company. The disclosed exchange rates refer to the exchange rates for converting these foreign currencies into the functional currency. Significant foreign currency assets and liabilities are as follows:

March 31, 2025

	Unit: Foreign Currencies / NTD Thousand		
	<u>Foreign Currency</u>	<u>Exchange differences</u>	<u>New Taiwan Dollars</u>
<u>Assets</u>			
<u>Monetary item</u>			
US Dollar	\$ 54,462	33.205	\$ 1,808,411
<u>Liabilities</u>			
<u>Monetary item</u>			
US Dollar	435	33.205	14,444

December 31, 2024

	Unit: Foreign Currencies / NTD Thousand		
	<u>Foreign Currency</u>	<u>Exchange differences</u>	<u>New Taiwan Dollars</u>
<u>Assets</u>			
<u>Monetary item</u>			
US Dollar	\$ 48,327	32.79	\$ 1,584,401
<u>Liabilities</u>			
<u>Monetary item</u>			
US Dollar	677	32.79	22,195

March 31, 2024

	Unit: Foreign Currencies / NTD Thousand		
	<u>Foreign Currency</u>	<u>Exchange differences</u>	<u>New Taiwan Dollars</u>
<u>Assets</u>			
<u>Monetary item</u>			
US Dollar	\$ 40,892	32	\$ 1,308,544
Hong Kong Dollar	455	4.089	1,860
<u>Liabilities</u>			
<u>Monetary item</u>			
US Dollar	246	32	7,872

30. Supplementary Disclosures

(1) Significant Transactions and (2) Information Related to Investments

- 1) Loans to others (Table 1)
- 2) Endorsement and guarantee for others (Table 2)
- 3) Marketable securities held (excluding investments in subsidiaries and associates) (None)
- 4) Total purchases from or sales to related parties of at least NTD 100 million or 20% of paid-in capital (Table 3)
- 5) Receivables from related parties amounting to at least NTD 100 million or 20% of paid-in capital (Table 4)
- 6) Others: The business relationship between the parent and the subsidiaries and significant transactions between them (Table 5)
- 7) Information on investees (Table 6)

(3) Information on investments in mainland China

- 1) The name of investee in mainland China, the main business and products, its issued capital, method of investment, information on inflow or outflow of capital, percentage of ownership, income (losses) of the investee, share of profits/losses of investee, ending balance, amount received as dividends from the investee, and the limitation on investee. (Table 7)
- 2) Significant transactions occurring directly or indirectly through third regions with investee companies in Mainland China, and their prices, payment terms, and unrealized gains or losses: (None)
 - a. The amount and percentage of purchases and the amount and percentage of the related payables of ending balances.
 - b. The amount and percentage of sales and the amount and percentage of the related receivables of ending balances.
 - c. Amounts of property transactions and amounts of the resultant gains or losses.
 - d. Ending balances and purposes of endorsements/guarantees or collateral provided.

- e. Maximum balance, ending balance, interest rate range, and total interest for financing activities. f.

Other transactions that have a material effect on current profit/loss or financial status, such as provision or receipt of services.

31. Segment Information

The primary operating decision-maker regards the design, research and development, production, and sales units of inductor products as individual operating departments. However, when preparing consolidated financial statements, the measure is based on operating profit and serves as the basis for performance evaluation. This measurement basis is consistent with the basis for preparing financial statements; therefore, these operating departments are aggregated and viewed as a single operating department. For related department revenue and results, please refer to the Consolidated Statements of Comprehensive Income.

Trio Technology International Group Co., Ltd. and subsidiaries

Loans to others

1 January to March 31, 2025

Table 1

Unit: NTD Thousand / Foreign currency in Yuan

Number (Note 1)	Company providing loan	Borrower	Transaction item	Is it Related party	Maximum amount for the period	Ending balance	Actual amount disbursed	Interest rate range	Loans to others Nature (note 2)	Transaction amount	Reasons for short-term financing.	Recognize allowance Bad debt amount	Collateral		To individual counterparties Individual lending limit (note 3)	Total lending limit (note 3)	Remark
													Name	Value			
0	Trio Technology International Group Co., Ltd.	Trio Technology Co., Ltd.	Other receivabl es due from related parties	Yes	\$ 830,125	\$ 830,125	\$ 830,125	2%	2	\$ -	Operating turnover	\$ -	-	\$ -	\$ 7,647,486	\$ 9,176,983	
"	"	Trio Technology (Suzhou) Co., Ltd.	Other receivabl es due from related parties	Yes	332,050	332,050	199,230	2%	2	-	Operating turnover	-	-	-	7,647,486	9,176,983	
"	"	Dongguan Detaili Electronics Co., Ltd.	Other receivabl es due from related parties	Yes	166,025	166,025	-	2%	2	-	Operating turnover	-	-	-	7,647,486	9,176,983	
1	Trio Technology Co., Ltd.	Trio Technology International Group Co., Ltd.	Other receivabl es due from related parties	Yes	491,434	491,434	-	3%	2	-	Operating turnover	-	-	-	2,395,365	2,874,438	

Note 1: The information regarding financing provided to others by the Company and its subsidiaries should be presented in two separate tables, with the method for filling in the numbering column as follows:

1) Parent company: 0

The subsidiaries are numbered sequentially starting from "1" in the order presented in the table above.

Note 2: The nature of the loan is described as follows:

1. Those with business dealings.
2. Those who require short-term financing.

Note 3: According to the Company's procedures for lending funds to others, when engaging in short-term financing between directly and indirectly 100% owned foreign subsidiaries, or from such foreign subsidiaries to the Company, When engaging in short-term financing, the total amount of lending shall not exceed 300% of the lender's net worth of the current period, and the individual lending limit to a single enterprise shall not exceed 250% of the lender's net worth of the current period.

Trio Technology International Group Co., Ltd. and subsidiaries
Endorsement and guarantee for others
1 January to March 31, 2025

Table 2

Unit: Unless otherwise specified
, for NTD thousand

Number (Note 1)	Name of Endorser Company	Endorsement and guarantee object		Limit on endorsements/ guarantees provided for a single enterprise (Note 3)	Maximum Balance for the Period	Ending Balance	Actual amount disbursed	Amount of endorsements/ guarantees secured with collateral	Ratio of accumulated endorsement/g uarantee amount to net worth per latest financial statement (%)	Maximum endorsement and guarantee amount allowed(Note 3)	Endorsement and guarantee by the parent company to the subsidiary	Endorsement and guarantee by the subsidiary to the parent company	Endorsement and guarantee for investments in China	Remark
		Company Name	Relationship (Note 2)											
1	Trio Technology Co., Ltd.	Trio Technology (Suzhou) Co., Ltd.	4	\$ 2,874,438	\$ 49,808	\$ 49,808	\$ -	\$ -	-	\$ 2,874,438	N	N	Y	-
2	Trio Technology (Suzhou) Co., Ltd.	Dongguan Detaili Electronics Co., Ltd.	4	1,935,651	68,595	68,595	68,516	-	10.62	1,935,651	N	N	Y	-

Note 1: The explanation for the number column is as follows:

- (1) Issuer: 0.
- (2) The investee companies are numbered sequentially starting from "1" in the order presented by company type.

Note 2: The relationship between the endorser/guarantor and the party being endorsed/guaranteed can be classified into seven categories, just indicate the category:

- (1) Companies with business dealings.
- (2) Companies directly and indirectly hold more than 50% of the voting shares.
- (3) Companies that directly or indirectly hold more than 50% of the voting shares in the company.
- (4) Companies that directly or indirectly hold more than 90% of the voting shares.
- (5) Companies that provide mutual guarantees among industry peers or co-builders as required by the contract for the needs of contracted projects.
- (6) Companies that are guaranteed by all contributing shareholders in proportion to their shareholding ratio due to the joint investment relationship.
- (7) Companies that provide joint and several guarantees for the fulfillment of contracts for pre-sale housing between companies in the same industry in accordance with the Consumer Protection Act.

Note 3: According to the Company's procedures for financing provided to others, the total amount of endorsements and guarantees provided by foreign companies in which the Company directly and indirectly holds 100% of the voting shares, or by foreign companies that directly and indirectly hold 100% of the voting shares in the Company, shall not exceed 300% of the current net value of the endorsing and guaranteeing company.

Trio Technology International Group Co., Ltd. and subsidiaries

Total purchases from or sales to related parties amounting to at least NTD 100 million or 20% of the paid-in capital

1 January to March 31, 2025

Table 3

Unit: NTD Thousand / Foreign currency in Yuan

Purchase (sales) company	Transaction counterparty	Relationship	Transaction details				Differences in transaction terms compared to normal transactions The situation and reasons		Notes and accounts receivable (payable)		Remark
			Purchase (sales)	Amount	Percentage of Total Purchases/ Sales Percentage of Goods (%)	Credit period	Unit price	Credit period	Balance	Percentage of total receivables (payables) Notes and accounts receivable Percentage (%)	
Trio Technology Co., Ltd.	Trio Technology (Suzhou) Co., Ltd.	Brother Company	Transaction details	\$ 271,416	65.74	120 days	-	-	(\$ 46,231)	(16.85)	
"	Dongguan Detaili Electronics Co., Ltd.	"	"	137,571	33.32	"	-	-	(122,470)	(44.64)	

Trio Technology International Group Co., Ltd. and subsidiaries
 Receivables from related parties amounting to at least NTD 100 million or 20% of the paid-in capital
 1 January to March 31, 2025

Table 4

Unit: NTD Thousand / Foreign currency in Yuan

Receivables from the Company	Transaction counterparty	Relationship	Ending balance of receivables from related party	Turnover rate	Overdue receivables		Receivables from related parties After the payment period Recoverable amount	Recognize allowance Bad debt amount
					Amount	Action taken		
Trio Technology International Group Co., Ltd.	Trio Technology Co., Ltd.	Subsidiary	\$ 836,443	-	\$ -	-	\$ -	\$ -
"	Trio Technology (Suzhou) Co., Ltd.	Subsidiary	USD 25,190,278 200,735	-	-	-	USD -	-
Dongguan Detaili Electronics Co., Ltd.	Trio Technology Co., Ltd.	Brother Company	USD 6,045,333 122,470 USD 3,688,303	5.55	-	-	USD -	-

Trio Technology International Group Co., Ltd. and subsidiaries
The business relationship between the parent and the subsidiaries and significant transactions between them
1 January to March 31, 2025

Table 5

Unit: NTD Thousand / Foreign currency in Yuan

Number (Note 1)	Name of transaction party	Transaction object	Relationship with the counterparty (note 2)	Transaction details			
				Subject	Amount	Transaction terms	Percentage of consolidated total revenue or total assets (note 3)
0	Trio Technology International Co., Ltd.	Trio Technology Co., Ltd.	1	Other receivables due from related parties	\$ 836,443 USD 25,190,278	-	20.37%
"	"	Trio Technology (Suzhou) Co., Ltd.	1	Other receivables due from related parties	200,735 USD 6,045,333	-	4.89%
1	Trio Technology Co., Ltd.	Trio Technology (Suzhou) Co., Ltd.	3	Accounts payable to related parties	46,231 USD 1,392,291	-	1.13%
"	"	Dongguan Detaili Electronics Co., Ltd.	3	Cost of sales	271,416	-	44.47%
				Accounts payable to related parties	122,470 USD 3,688,303	-	2.98%
				Cost of sales	137,571	-	22.54%

Note 1: Information on business transactions between the parent company and subsidiaries should be indicated separately in the numbered column, with the method for filling in the numbers as follows:

1) Parent company: 0

The subsidiaries are numbered sequentially starting from "1" in the order presented in the table above.

Note 2: The relationship with the transaction counterparty has the following three types, just indicate the type:

1) Parent company to subsidiary.

2) Subsidiary to parent company.

3) Subsidiary to subsidiary.

Note 3: Regarding the calculation of transaction amounts as a percentage of consolidated total revenue or total assets, for balance sheet items, calculate using the ending balance as a percentage of consolidated total assets; for income statement items, calculate using the accumulated amount for the period as a percentage of consolidated total revenue.

Trio Technology International Group Co., Ltd. and subsidiaries
Information on investees
1 January to March 31, 2025

Table 6

Unit: NTD Thousand / Foreign currency in Yuan

Name of investor	Name of investee company	Location	Main business item	Original investment amount		Ending balance			Current profit and loss of investee company	Current profit and loss of recognized investment	Remark
				End of Current Period	End of last year	Shares	Percentage (%)	Carrying Amount			
The Company	TRIO Technology International Co., Ltd.	Samoa	Investment holding	\$ 718,384	\$ 718,384	500,000	100	\$ 1,983,592	\$ 142,262	\$ 142,262	
TRIO Technology International Co., Ltd.	Trio Technology Co., Ltd.	Seychelles	Investment holding and sales of inductor components	61,660	61,660	500,000	100	958,146	101,338	101,338	
//	APEC International Group Limited	Samoa	Investment holding	419,696	419,696	1,000,000	100	729,165	31,356	31,356	
//	Wonstar International Co., Ltd.	Samoa	Investment holding	33,548	33,548	1,000,000	100	100,878	10,092	10,092	
//	TRIO TECHNOLOGY VIETNAM CO., LTD.	Vietnam	Manufacture and sale of inductor components	203,388	203,388	USD 6,500,000 (note 2)	100	213,336	(853)	(853)	

Note 1: For information related to investee companies in mainland China, please refer to Table 7.

Note 2: The ending shares held represent the actual investment shares.

Trio Technology International Group Co., Ltd. and subsidiaries
Information on investments in mainland China
1 January to March 31, 2025

Table 7

Unit: NTD Thousand / Foreign currency in Yuan

I. Information on any investee company in mainland China, including company name, principal business item, paid-in capital, method of investment, inward and outward remittance of funds, equity ownership percentage, investment profit and loss, carrying amount of the investment, and repatriation of investment income:

Name of investee company in mainland China	Main business item	Paid-in capital	Method of investment	Accumulated Outward Remittance for Investment from Taiwan at Beginning of Period	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan at End of Period	Net Income (Loss) of the Investee	Percentage of Direct or Indirect Investment Holding (%)	Investment Income (Loss) Recognized (Note 1)	Carrying Amount of Investment at End of Period	Accumulated Repatriation of Investment Income as of the End of Period	Remark
					Outflow	Inflow							
Trio Technology (Suzhou) Co., Ltd.	Manufacture and sale of inductor components	\$ 432,238 USD 13,000,000	Through the third region APEC International Group Limited. Reinvestment in Mainland China	\$ 432,238 USD 13,000,000	\$ -	\$ -	\$ 432,238 USD 13,000,000	\$ 29,425	100	\$ 29,425	\$ 645,217	\$ -	
Dongguan Detaili Electronics Co., Ltd.	Manufacture and sale of inductor components	33,548 HKD 8,000,000	Reinvesting in the Mainland through Wonstar International Co., Ltd. in a third region.	33,548 HKD 8,000,000	-	-	33,548 HKD 8,000,000	9,723	100	9,723	73,878	-	

Note 1: For figures in this table involving foreign currencies, except for investment income (loss) recognized, which is calculated based on the monthly weighted average exchange rate from 1 January 2025 to March 31, 2025, other amounts are converted to NT\$ using the exchange rate on the original investment date.

II. Limit on Investment in Mainland China:

Accumulated Amount of Remittance from Taiwan to Mainland China at the End of Period	Investment Amount Approved by the Investment Commission, Ministry of Economic Affairs (MOEA)	According to the regulations of the Ministry of Economic Affairs Investment Commission, the limit on investment in Mainland China is set.
Not Applicable	Not Applicable	Not Applicable