

Trio Technology International Group
Co., Ltd. and subsidiaries

Consolidated Financial Statements
and Independent Auditors' Report
Second quarter of 2025 and 2024

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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.)

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Independent Auditors' Report

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

Opinion

We have audited the accompanying consolidated financial statements of Trio Technology International Group Co., Ltd. and its subsidiaries (collectively referred to as the "Group"), which comprise the consolidated balance sheets as of June 30, 2025 and 2024, and the consolidated statements of comprehensive income, changes in equity and cash flows for the six months then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements")

In the opinion of this accountant, the aforementioned Consolidated Financial Statements have been prepared in all material respects in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission, and present fairly the consolidated financial position of the Trio-KY Group as of June 30, 2025 and 2024, and its consolidated financial performance for the periods from 1 April to June 30, 2025 and 2024, and its consolidated financial performance and consolidated cash flows for the periods from 1 January to June 30, 2025 and 2024.

Basis for opinions

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and Auditing Standards. Our responsibilities under those standards are further

described in the Auditors' Responsibilities for Audit for the Consolidated Financial Statements section of our report. We are independent from the Group in accordance with The Norm of Professional Ethics for Certified Public Accountants of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and proper 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 Trio-KY Group's consolidated financial statements for the second quarter of 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.

Key audit matters for the Trio-KY Group's 2025Q2 Consolidated Financial Statements are stated as follows:

The Trio-KY Group's sales not conducted through the HUB warehouse accounted for 57% of the consolidated operating revenue in 2025Q2. Compared to HUB warehouse sales, which have standardized third-party delivery confirmation mechanisms, sales not conducted through the HUB warehouse involve more varied transaction conditions. Therefore, the authenticity of non-HUB warehouse sales revenue in 2025Q2 has been identified as a key audit matters.

Our audit procedures included understanding the design and implementation of the Group's internal controls related to sales revenue recognition and sales returns, examining documentation for sales revenue and returns, sampling non-HUB warehouse sales transactions, and testing for significant sales returns in the subsequent period to confirm the authenticity of these transactions.

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

Management is responsible for the preparation and fair presentation of the Consolidated Financial Statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission, and for such internal controls as

management determines is necessary to enable the preparation of Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibilities for Auditing Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but it 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. In conducting our audit in accordance with Auditing Standards, we exercise professional judgment and maintain professional skepticism. We also performed the following procedures:

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.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

Evaluate the appropriateness of the accounting policies used and the reasonableness of the accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure, and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the consolidated financial statements. Our responsibility is to direct, supervise, and perform the audit of Trio-KY Group, and to form the audit opinion on Trio-KY Group.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, 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 determined the key audit matters for the audit of consolidated financial statements of Trio-KY for the second quarter of 2025. We describe these

matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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

Deloitte & Touche
Taipei, Taiwan
Republic of China

August 26, 2025

Trio Technology International Group Co., Ltd. and subsidiaries

Consolidated Balance Sheet

June 30, 2025 and December 31, 2024 and June 30, 2024

(In Thousands of New Taiwan Dollars)

Code	Assets	June 30, 2025		December 31, 2024		June 30, 2024	
		Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	\$ 1,136,360	29	\$ 1,033,514	26	\$ 661,089	22
1136	Financial assets at amortized cost - current (Notes 7 and 26)	59,457	1	138,543	3	18,003	1
1170	Notes and accounts receivable (Note 8)	952,365	24	904,614	23	708,566	24
1200	Other receivables	3,496	-	6,123	-	86,529	3
1220	Current tax assets	-	-	2,340	-	-	-
130X	Inventories (Note 9)	309,577	8	381,794	10	256,753	8
1470	Other current assets (Note 14)	25,410	1	44,333	1	23,983	1
11XX	Total current assets	<u>2,486,665</u>	<u>63</u>	<u>2,511,261</u>	<u>63</u>	<u>1,754,923</u>	<u>59</u>
	Non-current assets						
1600	Property, plant, and equipment (Notes 11 and 26)	948,257	24	999,472	25	879,526	29
1755	Right-of-use assets (Notes 12 and 26)	88,553	2	103,756	3	110,504	4
1760	Investment property (Note 13)	1,689	-	9,666	-	18,338	-
1780	Other intangible assets, net	5,781	-	6,034	-	2,887	-
1840	Deferred tax assets	52,499	2	23,665	1	22,031	1
1900	Other non-current assets (Note 14)	350,695	9	317,920	8	210,584	7
15XX	Total non-current assets	<u>1,447,474</u>	<u>37</u>	<u>1,460,513</u>	<u>37</u>	<u>1,243,870</u>	<u>41</u>
1XXX	Total assets	<u>\$ 3,934,139</u>	<u>100</u>	<u>\$ 3,971,774</u>	<u>100</u>	<u>\$ 2,998,793</u>	<u>100</u>
	Liabilities and Equity						
	Current liabilities						
2100	Short-term borrowings (Notes 15, 24, and 25)	\$ 151,138	4	\$ 50,000	1	\$ 369,346	12
2170	Notes and accounts payable	262,649	7	387,349	10	298,472	10
2200	Other payables (Note 16)	559,975	14	318,568	8	400,395	13
2230	Current tax liabilities	160,031	4	135,889	3	139,518	5
2280	Lease liabilities - current (Notes 12)	16,396	-	17,787	1	17,060	1
2320	Current portion of long-term borrowings (Notes 15, 25, and 26)	4,196	-	4,179	-	4,163	-
2399	Other current liabilities	8,275	-	7,132	-	9,207	-
21XX	Total current liabilities	<u>1,162,660</u>	<u>29</u>	<u>920,904</u>	<u>23</u>	<u>1,238,161</u>	<u>41</u>
	Non-current liabilities						
2540	Long-term borrowings (Notes 15, 25 and 26)	67,501	2	69,603	2	71,696	3
2570	Deferred tax liabilities	-	-	5,391	-	5,309	-
2580	Lease liabilities - non-current (Note 12)	63,505	2	76,323	2	82,645	3
2630	Deferred revenue - non-current	9,516	-	11,455	-	7,224	-
2670	Other non-current liabilities	464	-	1,429	-	1,427	-
25XX	Total non-current liabilities	<u>140,986</u>	<u>4</u>	<u>164,201</u>	<u>4</u>	<u>168,301</u>	<u>6</u>
2XXX	Liabilities Total	<u>1,303,646</u>	<u>33</u>	<u>1,085,105</u>	<u>27</u>	<u>1,406,462</u>	<u>47</u>
	Equity attributable to owners of the company (Note 18)						
3110	Ordinary shares	500,000	13	500,000	13	440,000	15
3200	Capital surplus	1,202,283	30	1,202,283	30	220,000	7
3350	Unappropriated earnings	1,015,457	26	1,155,705	29	907,872	30
3410	Exchange differences on translation of the financial statements of foreign operations	(87,247)	(2)	28,681	1	24,459	1
3XXX	Total equity	<u>2,630,493</u>	<u>67</u>	<u>2,886,669</u>	<u>73</u>	<u>1,592,331</u>	<u>53</u>
	Total liabilities and equity	<u>\$ 3,934,139</u>	<u>100</u>	<u>\$ 3,971,774</u>	<u>100</u>	<u>\$ 2,998,793</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
April 1 to June 30, 2025 and 2024, and January 1 to June 30, 2025 and 2024

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

Code		April 1 to June 30, 2025		April 1 to June 30, 2024		January 1 to June 30, 2025		January 1 to June 30, 2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating revenue (Note 19)	\$ 649,029	100	\$ 497,506	100	\$ 1,259,409	100	\$ 1,025,358	100
5110	Operating costs (Note 9)	<u>367,553</u>	<u>57</u>	<u>293,547</u>	<u>59</u>	<u>730,387</u>	<u>58</u>	<u>588,961</u>	<u>57</u>
5900	Gross profit from operations	<u>281,476</u>	<u>43</u>	<u>203,959</u>	<u>41</u>	<u>529,022</u>	<u>42</u>	<u>436,397</u>	<u>43</u>
	Operating expenses (Note 25)								
6100	Selling and marketing expenses	18,496	3	27,039	5	42,797	3	38,909	4
6200	General and administrative expenses	45,884	7	37,704	8	97,151	8	92,023	9
6300	Research and development expenses	17,573	2	12,853	3	35,263	3	20,581	2
6450	Expected credit loss (gain) (Note 8)	<u>(51)</u>	<u>-</u>	<u>128</u>	<u>-</u>	<u>(230)</u>	<u>-</u>	<u>240</u>	<u>-</u>
6000	Total operating expenses	<u>81,902</u>	<u>12</u>	<u>77,724</u>	<u>16</u>	<u>174,981</u>	<u>14</u>	<u>151,753</u>	<u>15</u>
6900	Operating profit	<u>199,574</u>	<u>31</u>	<u>126,235</u>	<u>25</u>	<u>354,041</u>	<u>28</u>	<u>284,644</u>	<u>28</u>
	Non-operating income and expenses (Note 20)								
7100	Interest revenue	3,162	1	2,499	1	8,150	1	3,922	-
7010	Other income	2,809	-	4,323	1	8,358	1	8,993	1
7020	Other gains and losses	<u>(190,405)</u>	<u>(29)</u>	<u>23,479</u>	<u>5</u>	<u>(158,708)</u>	<u>(13)</u>	<u>71,665</u>	<u>7</u>
7050	Finance costs	<u>(3,941)</u>	<u>(1)</u>	<u>(3,505)</u>	<u>(1)</u>	<u>(5,284)</u>	<u>(1)</u>	<u>(6,608)</u>	<u>(1)</u>
7000	Total non-operating income and expenses	<u>(188,375)</u>	<u>(29)</u>	<u>26,796</u>	<u>6</u>	<u>(147,484)</u>	<u>(12)</u>	<u>77,972</u>	<u>7</u>
7900	Net profit before tax	11,199	2	153,031	31	206,557	16	362,616	35
7950	Tax expense (Notes 4 and 21)	<u>(11,182)</u>	<u>(2)</u>	<u>(31,086)</u>	<u>(7)</u>	<u>(46,805)</u>	<u>(4)</u>	<u>(94,826)</u>	<u>(9)</u>
8200	Net profit	<u>17</u>	<u>-</u>	<u>121,945</u>	<u>24</u>	<u>159,752</u>	<u>12</u>	<u>267,790</u>	<u>26</u>
	Other comprehensive income								
8310	Exchange differences on translation of the financial statements of foreign operations	<u>(128,519)</u>	<u>(20)</u>	<u>7,732</u>	<u>2</u>	<u>(115,928)</u>	<u>(9)</u>	<u>34,993</u>	<u>4</u>
8300	Other comprehensive income (loss), net of income tax	<u>(128,519)</u>	<u>(20)</u>	<u>7,732</u>	<u>2</u>	<u>(115,928)</u>	<u>(9)</u>	<u>34,993</u>	<u>4</u>
8500	Total comprehensive income	<u>(\$ 128,502)</u>	<u>(20)</u>	<u>\$ 129,677</u>	<u>26</u>	<u>\$ 43,824</u>	<u>3</u>	<u>\$ 302,783</u>	<u>30</u>
	Earnings per share (Note 22)								
	From continuing operations								
9710	Basic	<u>\$ -</u>		<u>\$ 2.77</u>		<u>\$ 3.20</u>		<u>\$ 6.09</u>	
9810	Diluted	<u>\$ -</u>		<u>\$ 2.77</u>		<u>\$ 3.18</u>		<u>\$ 6.09</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
January 1 to June 30, 2025 and 2024

(In Thousands of New Taiwan Dollars)

Code		Ordinary shares	Capital surplus	Legal reserve	Unappropriated earnings	Exchange differences on translation of the financial statements of foreign operations	Total
A1	Balance, January 1, 2024	\$ 440,000	\$ 220,000	\$ -	\$ 820,482	(\$ 10,534)	\$ 1,469,948
B5	Appropriation of 2023 earnings Cash dividends (Note 18)	-	-	-	(180,400)	-	(180,400)
D1	Net profit for January 1 to June 30, 2024	-	-	-	267,790	-	267,790
D3	Other comprehensive income for January 1 to June 30, 2024	-	-	-	-	34,993	34,993
D5	Total comprehensive income for January 1 to June 30, 2024	-	-	-	267,790	34,993	302,783
Z1	Balance, June 30, 2024	<u>\$ 440,000</u>	<u>\$ 220,000</u>	<u>\$ -</u>	<u>\$ 907,872</u>	<u>\$ 24,459</u>	<u>\$ 1,592,331</u>
A1	Balance, January 1, 2025	\$ 500,000	\$ 1,202,283	\$ -	\$ 1,155,705	\$ 28,681	\$ 2,886,669
B1	Appropriation of 2024 earnings (Note 18) Legal reserve	-	-	51,562	(51,562)	-	-
B5	Cash dividends	-	-	-	(300,000)	-	(300,000)
D1	Net profit for January 1 to June 30, 2025	-	-	-	159,752	-	159,752
D3	Other comprehensive income for January 1 to June 30, 2025	-	-	-	-	(115,928)	(115,928)
D5	Total comprehensive income for January 1 to June 30, 2025	-	-	-	159,752	(115,928)	43,824
Z1	Balance, June 30, 2025	<u>\$ 500,000</u>	<u>\$ 1,202,283</u>	<u>\$ 51,562</u>	<u>\$ 963,895</u>	<u>(\$ 87,247)</u>	<u>\$ 2,630,493</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

January 1 to June 30, 2025 and 2024

(In Thousands of New Taiwan Dollars)

Code		January 1 to June 30, 2025	January 1 to June 30, 2024
	Cash flows from operating activities		
A10000	Net profit before tax	\$ 206,557	\$ 362,616
A20010	Reconcile profit item		
A20100	Depreciation expense	67,980	55,056
A20200	Amortization expense	1,489	551
A20300	Expected credit impairment (reversal gain) loss	(230)	240
A20900	Finance costs	5,284	6,608
A21200	Interest revenue	(8,150)	(3,922)
A22500	Losses on disposals of property, plant and equipment	89	848
A22800	Losses on disposals of intangible assets other than goodwill	-	7
A23800	Inventories write-down and obsolescence loss (reversal gain)	5,436	(9,453)
A29900	Gain on lease modification	(6)	-
A29900	Long-term deferred revenue amortization	(823)	(540)
A30000	Net changes in operating assets and liabilities		
A31130	Notes receivable	2,902	664
A31150	Accounts receivable	(50,400)	(33,221)
A31180	Other receivables	(66)	(83,884)
A31200	Inventories	67,707	5,213
A31240	Other current assets	17,864	(5,918)
A31990	Other non-current assets	433	435
A32130	Notes payable	-	1,382
A32150	Accounts payable	(124,700)	78,523
A32180	Other payables	(42,995)	9,449
A32230	Other current liabilities	1,143	6,210
A33000	Cash inflow generated from operations	149,514	390,864
A33300	Interest paid	(3,380)	(4,988)
A33100	Interest received	10,843	4,897
A33500	Income taxes paid	(54,548)	(117,949)
AAAA	Net cash flows from operating activities	102,429	272,824

Code		January 1 to June 30, 2025	January 1 to June 30, 2024
AAAA	Net cash flows from operating activities	102,429	272,824
	Cash flows from (used in) investing activities		
B00040	Acquisition of financial assets at amortized cost	(\$ 80,701)	(\$ 106,772)
B00050	Proceeds from disposal of financial assets at amortized cost	159,787	322,515
B02700	Purchase of Property, plant, and equipment	(131,707)	(285,877)
B02800	Proceeds from disposal of property, plant, and equipment price	1,016	11
B03700	Guarantee deposits paid	505	(14,924)
B04500	Purchase of Intangible assets	(1,449)	(1,567)
BBBB	Net cash flows used in investing activities	(52,549)	(86,614)
	Cash flows from financing activities		
C00100	Increase in short-term loans (decrease)	101,138	(203,321)
C01600	Proceeds from long-term debt	-	53,087
C01700	Repayments of long-term debt	(2,085)	(1,499)
C04020	Repayment of lease principal	(10,786)	(10,566)
C03000	Guarantee deposits received	(965)	(148)
CCCC	Net cash flows from financing activities (out)	87,302	(162,447)
DDDD	Effect of exchange rate changes on cash and cash equivalents	(34,336)	3,277
EEEE	Cash and cash equivalents net increase	102,846	27,040
E00100	Cash and cash equivalents at beginning of period	1,033,514	634,049
E00200	Cash and cash equivalents at end of period	\$ 1,136,360	\$ 661,089

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
January 1 to June 30, 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 July 13, 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 Board of Directors on August 26, 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 endorsed by the FSC applicable in 2026
New Standards, Amendments, and Interpretations Effective Date Announced

	by IASB
Amendments to IFRS 9 and IFRS 7 “Amendments to Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Involving Natural Dependency Power”	January 1, 2026
“Annual Improvements to IFRS Standards - Volume 11”	January 1, 2026
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

As of the approval date of the Consolidated Financial Statements, the Consolidated Company continues to evaluate the impact of the amendments on its financial position and financial performance, with related impacts to be disclosed upon completion of the assessment.

- (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>
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 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 item 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 other impacts of amendments to various 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 2024 Consolidated Financial Statements.

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>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Cash on hand and petty cash	\$ 2,516	\$ 2,277	\$ 2,289
Checking accounts and demand deposits	848,894	670,602	610,125
Cash equivalents (Investments with original maturities of less than 3 months)			
Time deposits	<u>284,950</u>	<u>360,635</u>	<u>48,675</u>
	<u>\$ 1,136,360</u>	<u>\$ 1,033,514</u>	<u>\$ 661,089</u>

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

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Bank Demand deposits	0.05%~0.8%	0.03%~0.8%	0.05%~1.40%
Time deposits	1.225%~1.51%	4.5%~4.8%	5.15%~5.30%

7. Financial assets measured at amortized cost

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<u>Current</u>			
Pledged cash deposits	<u>\$ 59,457</u>	<u>\$ 138,543</u>	<u>\$ 18,003</u>

As of June 30, 2025 and December 31, 2024 and June 30, 2024, the interest rates for Cash in banks were annual rates ranging from 0.8% to 4.26%, 0.8% to 4.63%, and 1.45% to 5.15%, respectively.

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

8. Notes and accounts receivable

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<u>Notes receivable</u>			
Measured at amortized cost			
Gross carrying amount	\$ 6,541	\$ 9,443	\$ 2,716
Less: loss allowance	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 6,541</u>	<u>\$ 9,443</u>	<u>\$ 2,716</u>
 <u>Accounts receivable</u>			
Measured at amortized cost			
Carrying amount -			
non-related parties	\$ 945,990	\$ 714,123	\$ 662,651
Less: loss allowance	<u>(166)</u>	<u>(419)</u>	<u>(262)</u>
	<u>945,824</u>	<u>713,704</u>	<u>662,389</u>
At fair value through other			
comprehensive income	<u>-</u>	<u>181,467</u>	<u>43,461</u>
	<u>\$ 945,824</u>	<u>\$ 895,171</u>	<u>\$ 705,850</u>
 Total	 <u>\$ 952,365</u>	 <u>\$ 904,614</u>	 <u>\$ 708,566</u>

Notes receivable

As of June 30, 2025 and December 31, 2024 and June 30, 2024, the Consolidated Company's notes receivable were not overdue. 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.

June 30, 2025

	Not past due	Overdue 1 ~ 60 days	Overdue 61 ~ 120 days	Overdue 121 ~ 180 days	Overdue Over 181 days	Total
Expected credit loss rate	0.01%	0.29%	-%	-%	-%	
Gross carrying amount	\$ 919,129	\$ 26,861	\$ -	\$ -	\$ -	\$ 945,990
Loss allowance (lifetime expected credit losses)	(90)	(76)	-	-	-	(166)
Amortized cost	<u>\$ 919,039</u>	<u>\$ 26,785</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 945,824</u>

December 31, 2024

	Not past due	Overdue 1 ~ 60 days	Overdue 61 ~ 120 days	Overdue 121 ~ 180 days	Overdue Over 181 days	Total
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>

June 30, 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	-%	0.01%	20.11%	42.98%	-%	
Gross carrying amount	\$ 617,809	\$ 44,256	\$ 4	\$ 582	\$ -	\$ 662,651
Loss allowance (lifetime expected credit losses)	(<u>5</u>)	(<u>6</u>)	(<u>1</u>)	(<u>250</u>)	-	(<u>262</u>)
Amortized cost	<u>\$ 617,804</u>	<u>\$ 44,250</u>	<u>\$ 3</u>	<u>\$ 332</u>	<u>\$ -</u>	<u>\$ 662,389</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>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Equity at beginning of period	\$ 419	\$ 19
Add: Current period (reversal) recognized impairment loss	(230)	240
Foreign exchange differences	(<u>23</u>)	<u>3</u>
Ending balance	<u>\$ 166</u>	<u>\$ 262</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

	June 30, 2025	December 31, 2024	June 30, 2024
Raw materials	\$ 72,052	\$ 65,263	\$ 37,085
Work in progress	26,275	31,103	18,028
Semi-finished goods	13,598	23,232	17,559
Finished goods	<u>197,652</u>	<u>262,196</u>	<u>184,081</u>
	<u>\$ 309,577</u>	<u>\$ 381,794</u>	<u>\$ 256,753</u>

The consolidated company's cost of sales related to inventories for the periods from April 1 to June 30 in 2025 and 2024, and from January 1 to June 30 in 2025 and 2024, are 367,553 thousand, 293,547 thousand, 730,387 thousand and 588,961 thousand, respectively.

The cost of sales for the periods from April 1 to June 30, 2025 and 2024, and from January 1 to June 30, 2025 and 2024, includes inventories write-down and obsolescence losses (reversal of impairment loss) of 2,826 thousand, (6,764) thousand, 5,436 thousand, and (9,453) thousand, respectively. Inventories recovery of net realizable value resulted from disposal.

The Cost of sales for the periods from April 1 to June 30 in 2025 and 2024, and from January 1 to June 30 in 2025 and 2024, including inventories write-off losses, amounted to 1,088 thousand, 14,464 thousand, 3,416 thousand, and 15,253 thousand, respectively.

10. Subsidiaries

Subsidiaries included in the consolidated financial statements

The consolidated entities are listed as follows:

<u>Name of investor</u>	<u>Name of Subsidiary</u>	<u>Main business activities</u>	<u>Ownership (%)</u>			<u>Remark</u>
			<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>	
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	—

Name of investor	Name of Subsidiary	Main business activities	Ownership (%)			Remark
			June 30, 2025	December 31, 2024	June 30, 2024	
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
TRIO Technology International Co., Ltd.	TRIO Electronics (Thailand) Co., Ltd.	Manufacture and sale of inductor components	99.96	-	-	2
Trio Technology Co., Ltd.	TRIO Electronics (Thailand) Co., Ltd.	Manufacture and sale of inductor components	0.04	-	-	2
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 Detaili 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 1 January to June 30, 2025 and 2024 are based on financial information audited by accountants.

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 June 30, 2025, the paid-in capital amounted to USD 6,500 thousand.
2. On 13 March 2025, the Company's Board of Directors passed a resolution to establish a subsidiary in Thailand, TRIO Electronics (Thailand) Co., Ltd. On 25 April 2025, TRIO Technology International Co., Ltd. and Trio Technology Co., Ltd. increased their investment in

the Thai subsidiary by 248,925 thousand and 100 thousand, respectively. As of June 30, 2025, the paid-in capital amounted to 249,025 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	-	2,522	13,547	14,902	18,164	49,135
Disposals	-	-	(3,641)	(1,189)	-	(4,830)
Reclassification	-	-	23,727	2,106	6,692	32,525
Transfer from investment property	-	31,094	-	-	-	31,094
Net exchange differences	-	(34,245)	(83,452)	(10,226)	(3,562)	(131,485)
Balance on June 30, 2025	<u>\$ 73,722</u>	<u>\$ 378,930</u>	<u>\$ 752,466</u>	<u>\$ 105,120</u>	<u>\$ 114,003</u>	<u>\$ 1,424,241</u>
<u>Accumulated depreciation and impairment</u>						
Balance on January 1, 2025	\$ -	\$ 126,085	\$ 263,849	\$ 58,396	\$ -	\$ 448,330
Depreciation expense	-	12,125	38,523	6,446	-	57,094
Disposals	-	-	(2,553)	(1,172)	-	(3,725)
Reclassification	-	-	(256)	256	-	-
Transfer from investment property	-	23,979	-	-	-	23,979
Net exchange differences	-	(14,817)	(29,537)	(5,340)	-	(49,694)
Balance on June 30, 2025	<u>\$ -</u>	<u>\$ 147,372</u>	<u>\$ 270,026</u>	<u>\$ 58,586</u>	<u>\$ -</u>	<u>\$ 475,984</u>
Net amount on June 30, 2025	<u>\$ 73,722</u>	<u>\$ 231,558</u>	<u>\$ 482,440</u>	<u>\$ 46,534</u>	<u>\$ 114,003</u>	<u>\$ 948,257</u>
Net amount as of December 31, 2024 and January 1, 2025	<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	20,757	62,113	12,376	18,205	155,621
Disposals	-	-	(1,624)	(2,405)	-	(4,029)
Reclassification	7,908	6,210	106,667	1,831	(45,812)	76,804
Net exchange differences	-	11,562	26,258	3,471	5,652	46,943
Balance on June 30, 2024	<u>\$ 73,722</u>	<u>\$ 297,348</u>	<u>\$ 673,140</u>	<u>\$ 90,362</u>	<u>\$ 115,618</u>	<u>\$ 1,250,190</u>
<u>Accumulated depreciation and impairment</u>						
Balance on January 1, 2024	\$ -	\$ 80,130	\$ 189,917	\$ 45,264	\$ -	\$ 315,311
Depreciation expense	-	7,867	28,360	6,556	-	42,783
Disposals	-	-	(1,047)	(2,123)	-	(3,170)
Reclassification	-	-	(51)	51	-	-
Net exchange differences	-	3,913	9,945	1,882	-	15,740
Balance on June 30, 2024	<u>\$ -</u>	<u>\$ 91,910</u>	<u>\$ 227,124</u>	<u>\$ 51,630</u>	<u>\$ -</u>	<u>\$ 370,664</u>
Net amount on June 30, 2024	<u>\$ 73,722</u>	<u>\$ 205,438</u>	<u>\$ 446,016</u>	<u>\$ 38,732</u>	<u>\$ 115,618</u>	<u>\$ 879,526</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

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount			
Land	\$ 12,283	\$ 14,312	\$ 15,137
Building	74,993	86,657	93,014
Transportation equipment	1,277	2,787	2,353
	<u>\$ 88,553</u>	<u>\$ 103,756</u>	<u>\$ 110,504</u>
	April 1 to June 30, 2025	April 1 to June 30, 2024	January 1 to June 30, 2025
Additions to right-of-use assets			<u>\$ 5,110</u>
Decrease in right-of-use assets			<u>\$ -</u>
			<u>(\$ 923)</u>
Depreciation charge for right-of-use assets			
Land	\$ 416	\$ 423	\$ 839
Building	4,189	4,025	8,246
Transportation equipment	664	625	1,347
	<u>\$ 5,269</u>	<u>\$ 5,073</u>	<u>\$ 10,432</u>
			<u>\$ 10,103</u>

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

(2) Leases Liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount			
Current	<u>\$ 16,396</u>	<u>\$ 17,787</u>	<u>\$ 17,060</u>
Non-current	<u>\$ 63,505</u>	<u>\$ 76,323</u>	<u>\$ 82,645</u>

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

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Land	2.03%	2.03%	2.03%
Building	2.01%~3.60%	2.01%~3.60%	1.49%~3.60%
Transportation equipment	3.45%~5.58%	1.49%~5.58%	1.49%~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

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Expenses relating to short-term leases	<u>\$ 217</u>	<u>\$ 206</u>	<u>\$ 496</u>	<u>\$ 357</u>
Expenses relating to low-value asset leases	<u>\$ 36</u>	<u>\$ 29</u>	<u>\$ 70</u>	<u>\$ 63</u>
Total cash (outflow) for leases	<u>(\$ 5,634)</u>	<u>(\$ 5,541)</u>	<u>(\$ 11,352)</u>	<u>(\$ 10,986)</u>

13. Investment property

	<u>Investment property</u>
<u>Cost</u>	
Balance on January 1, 2025	\$ 41,969
Reclassification	(31,094)
Net exchange differences	(1,908)
Balance on June 30, 2025	<u>\$ 8,967</u>
<u>Accumulated depreciation and impairment</u>	
Balance on January 1, 2025	\$ 32,303
Depreciation expense	454
Reclassification	(23,979)
Net exchange differences	(1,500)
Balance on June 30, 2025	<u>\$ 7,278</u>
Net amount on June 30, 2025	<u>\$ 1,689</u>
Net as of December 31, 2024	<u>\$ 9,666</u>
<hr/>	
<u>Cost</u>	
Balance on January 1, 2024	\$ 69,346
Net exchange differences	3,488
Balance on June 30, 2024	<u>\$ 72,834</u>
<u>Accumulated depreciation and impairment</u>	
Balance on January 1, 2024	\$ 49,792
Depreciation expense	2,170
Net exchange differences	2,534
Balance on June 30, 2024	<u>\$ 54,496</u>
Net amount on June 30, 2024	<u>\$ 18,338</u>

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

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Year 1	\$ 918	\$ 5,175	\$ 14,468
Year 2	-	-	1,115
Year 3	-	-	-
Year 4	-	-	-
Year 5	-	-	-
Over 5 years	-	-	-
	<u>\$ 918</u>	<u>\$ 5,175</u>	<u>\$ 15,583</u>

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

Building 20 years

14. Other assets

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<u>Current</u>			
Prepayment	\$ 23,598	\$ 42,753	\$ 22,468
Others	<u>1,812</u>	<u>1,580</u>	<u>1,515</u>
	<u>\$ 25,410</u>	<u>\$ 44,333</u>	<u>\$ 23,983</u>
 <u>Non-current</u>			
Prepaid equipment and land	\$ 326,609	\$ 292,896	\$ 185,640
Guarantee deposits paid	23,726	24,231	23,719
Others	<u>360</u>	<u>793</u>	<u>1,225</u>
	<u>\$ 350,695</u>	<u>\$ 317,920</u>	<u>\$ 210,584</u>

15. Borrowings

(1) Short-term borrowings

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<u>Secured loans (Note 25)</u>			
Bank loan	\$ 151,138	\$ -	\$ 274,727
<u>Unsecured loans</u>			
Credit line borrowing	<u>-</u>	<u>50,000</u>	<u>94,619</u>
	<u>\$ 151,138</u>	<u>\$ 50,000</u>	<u>\$ 369,346</u>

1. The interest rates for the Consolidated Company's Bank loan as of June 30, 2025, December 31, 2024, and June 30, 2024, were 2.25% to 2.9%, 2.38% and 2.16% to 3.45%.

2. 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

	<u>Interest rate %</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
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.	2.1926/2.1926/2.15	\$ 3,712	\$ 3,901	\$ 4,089

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.

2.1926/2.1926/2.15	18,313	18,878	19,438
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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.

2.1912/2.1912/2.01	<u>49,672</u>	<u>51,003</u>	<u>52,332</u>
	71,697	73,782	75,859

Less: Current portion of long-term borrowings

<u>(4,196)</u>	<u>(4,179)</u>	<u>(4,163)</u>
<u>\$ 67,501</u>	<u>\$ 69,603</u>	<u>\$ 71,696</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

	June 30, 2025	December 31, 2024	June 30, 2024
Payables for salaries and bonuses	\$ 101,895	\$ 130,651	\$ 72,991
Payable on machinery and equipment	8,463	24,474	16,213
Payables for social security	100,747	99,091	87,953
Dividends payable	300,000	-	180,400
Other accrued expenses	<u>48,870</u>	<u>64,352</u>	<u>42,838</u>
	<u>\$ 559,975</u>	<u>\$ 318,568</u>	<u>\$ 400,395</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>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 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 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 1,048,617 thousand. The issuance costs of 7,200 thousand were recorded as a deduction from capital surplus.

As of June 30, 2025, December 31, 2024, and June 30, 2024, the paid-in capital after the capital increase was 500,000 thousand, 500,000 thousand, and 440,000 thousand, respectively.

(2) Capital surplus

Ordinary shares

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<u>Maybe used to offset a deficit, distributed cash, or transferred to share capital</u>			
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 earning appropriation policy in the Articles of Incorporation of the Company, 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. If there is any remaining balance, along with accumulated Unappropriated retained earnings, the Board of Directors shall propose an Earning appropriation proposal for shareholder resolution to distribute dividends.

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 annual shareholders' general meetings on 12 June 2025 and 9 April 2024, during which the resolution for the 2024 and 2023 Earning appropriation was passed as follows:

	<u>For the year 2024</u>	<u>For the year 2023</u>
Legal reserve	<u>\$ 51,562</u>	<u>\$ -</u>
Cash Dividends	<u>\$ 300,000</u>	<u>\$ 180,400</u>
Cash dividends per share	<u>\$ 6</u>	<u>\$ 4.1</u>

(4) Other equity

Exchange differences on translation of the financial statements of foreign operations

	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Equity at beginning of period	\$ 28,681	(\$ 10,534)
Exchange differences of foreign operations	<u>(115,928)</u>	<u>34,993</u>
Ending balance	<u>(\$ 87,247)</u>	<u>\$ 24,459</u>

19. Income

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Revenue from customer contracts				
Revenue from sale of goods	<u>\$ 649,029</u>	<u>\$ 497,506</u>	<u>\$ 1,259,409</u>	<u>\$ 1,025,358</u>

20. Net profit from continuing operations

(1) Interest income

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Bank deposits	\$ 3,153	\$ 2,491	\$ 8,135	\$ 3,904
Others	<u>9</u>	<u>8</u>	<u>15</u>	<u>18</u>
	<u>\$ 3,162</u>	<u>\$ 2,499</u>	<u>\$ 8,150</u>	<u>\$ 3,922</u>

(2) Other income

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Rental income	\$ 612	\$ 2,539	\$ 1,567	\$ 6,049
Others	<u>2,197</u>	<u>1,784</u>	<u>6,791</u>	<u>2,944</u>
	<u>\$ 2,809</u>	<u>\$ 4,323</u>	<u>\$ 8,358</u>	<u>\$ 8,993</u>

(3) Other gains and losses

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Gains on disposals of property, plant and equipment (losses)	\$ 36	(\$ 126)	(\$ 89)	(\$ 848)
Net foreign exchange (losses) gains	(189,943)	23,924	(157,638)	73,236
Others	<u>(498)</u>	<u>(319)</u>	<u>(981)</u>	<u>(723)</u>
	<u>(\$ 190,405)</u>	<u>\$ 23,479</u>	<u>(\$ 158,708)</u>	<u>\$ 71,665</u>

(4) Depreciation and amortization

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Property, plant, and equipment	\$ 28,238	\$ 25,081	\$ 57,094	\$ 42,783
Investment property	134	1,100	454	2,170
Right-of-use assets	5,269	5,073	10,432	10,103
Intangible assets	<u>755</u>	<u>320</u>	<u>1,489</u>	<u>551</u>
Total	<u>\$ 34,396</u>	<u>\$ 31,574</u>	<u>\$ 69,469</u>	<u>\$ 55,607</u>
Depreciation expense by function				
Operating costs	\$ 23,054	\$ 21,835	\$ 47,081	\$ 37,736
Operating expenses	<u>10,587</u>	<u>9,419</u>	<u>20,899</u>	<u>17,320</u>
	<u>\$ 33,641</u>	<u>\$ 31,254</u>	<u>\$ 67,980</u>	<u>\$ 55,056</u>
Amortization expense by function				
Operating costs	\$ -	\$ 30	\$ 2	\$ 59
Operating expenses	<u>755</u>	<u>290</u>	<u>1,487</u>	<u>492</u>
	<u>\$ 755</u>	<u>\$ 320</u>	<u>\$ 1,489</u>	<u>\$ 551</u>

(5) Employee benefits expense

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Short-term benefits	\$ 121,175	\$ 99,712	\$ 247,033	\$ 196,952
Post-employment benefits				
Defined contribution plan	<u>13,202</u>	<u>11,120</u>	<u>25,949</u>	<u>19,676</u>
Employee benefits expense total	<u>\$ 134,377</u>	<u>\$ 110,832</u>	<u>\$ 272,982</u>	<u>\$ 216,628</u>
By function				
Operating costs	\$ 87,216	\$ 71,529	\$ 170,743	\$ 129,724
Operating expenses	<u>47,161</u>	<u>39,303</u>	<u>102,239</u>	<u>86,904</u>
	<u>\$ 134,377</u>	<u>\$ 110,832</u>	<u>\$ 272,982</u>	<u>\$ 216,628</u>

The Company issued new shares for the year 2024 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 to June 30, 2025 is as follows:

Estimated Percentage

	<u>January 1 to June 30, 2025</u>
Compensation of employees	5%
Remuneration of directors	-%

Amount

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>
Compensation of employees	<u>\$ -</u>	<u>\$ 10,300</u>
Remuneration of directors	<u>\$ -</u>	<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 for employees and remuneration for directors for the year 2024 were resolved by the Board of Directors on March 13, 2025 as follows:

Amount

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

The actual amounts of compensation for employees and remuneration for directors distributed for the year 2024 and the recognized amounts in the 2024 Consolidated Financial Statements are not 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:

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Current tax				
Current year	\$ 45,804	\$ 31,412	\$ 86,034	\$ 84,273
Adjustments for prior years	62	-	(1,868)	1,196
Deferred income tax				
Current year	(29,284)	(326)	(31,961)	9,357
Others	<u>(5,400)</u>	<u>-</u>	<u>(5,400)</u>	<u>-</u>
Income tax expense recognized in profit or loss	<u>\$ 11,182</u>	<u>\$ 31,086</u>	<u>\$ 46,805</u>	<u>\$ 94,826</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 2023.

22. Earnings per share

	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
<u>Net profit for the period</u> <u>(Thousand)</u>				
Net income used in the calculation of basic eps.	<u>\$ 17</u>	<u>\$ 121,945</u>	<u>\$ 159,752</u>	<u>\$ 267,790</u>
Net income used in the calculation of diluted eps.	<u>\$ 17</u>	<u>\$ 121,945</u>	<u>\$ 159,752</u>	<u>\$ 267,790</u>
<u>Shares (thousand shares)</u>				
Weighted average number of ordinary shares for basic eps	50,000	44,000	50,000	44,000
Impact of dilutive potential ordinary shares:				
Compensation of employees	<u>74</u>	<u>-</u>	<u>160</u>	<u>-</u>
Weighted average number of ordinary shares for the calculation of diluted earnings per share	<u>50,074</u>	<u>44,000</u>	<u>50,160</u>	<u>44,000</u>
<u>Earnings per share (NT \$)</u>				
Basic earnings per share	<u>\$ -</u>	<u>\$ 2.77</u>	<u>\$ 3.20</u>	<u>\$ 6.09</u>
Diluted earnings per share	<u>\$ -</u>	<u>\$ 2.77</u>	<u>\$ 3.18</u>	<u>\$ 6.09</u>

If the consolidated company can choose to distribute employee compensation in shares or cash, then when calculating diluted earnings per share, it is assumed that employee compensation will be distributed in shares and included in the weighted average number of outstanding shares if such potential ordinary shares have a dilutive effect, in order to calculate diluted earnings per share. When calculating Diluted earnings per share before the resolution on the distribution of employee compensation shares in the following year, the dilutive effect of such potential ordinary shares shall continue to be considered.

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>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
<u>Financial assets</u>			
Financial assets measured at amortized cost (Note 1)	\$ 2,175,404	\$ 1,925,558	\$ 1,454,445
Financial assets at FVTOCI debt instruments	-	181,467	43,461
<u>Liabilities</u>			
Amortized cost (Note 2)	1,045,923	831,128	1,145,499

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	
	January 1 to June 30, 2025	January 1 to June 30, 2024
Profits or (loss)	\$ 11,152	\$ 12,591

(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:

	June 30, 2025	December 31, 2024	June 30, 2024
Fair value interest rate risk			
– Finance assets	\$ 332,123	\$ 499,178	\$ 66,678
– Finance liabilities	131,039	94,110	290,810
Cash flow interest rate risk			
– Finance assets	861,178	670,602	610,125
– Finance liabilities	171,697	123,782	265,859

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 by 1%, and all other variables remain constant, the Consolidated Company's profit before tax for the period from January 1 to June 30, 2025 and 2024 will increase by 3,447 thousand and 1,721 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.

June 30, 2025

	<u>Less than 1 year</u>	<u>1 ~ 3 years</u>	<u>Over 3 years</u>	<u>Total</u>
<u>Non-derivative financial liabilities</u>				
Non-interest-bearing liabilities.	\$ 823,088	\$ -	\$ -	\$ 823,088
Leases liabilities	19,892	29,696	39,088	88,676

	Less than 1 year	1 ~ 3 years	Over 3 years	Total
Variable interest instruments	104,196	8,493	59,008	171,697
Fixed interest instruments	<u>51,138</u>	<u>-</u>	<u>-</u>	<u>51,138</u>
	<u>\$ 998,314</u>	<u>\$ 38,189</u>	<u>\$ 98,096</u>	<u>\$ 1,134,599</u>

December 31, 2024

	Less than 1 year	1 ~ 3 years	Over 3 years	Total
<u>Non-derivative</u> <u>financial</u> <u>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>

June 30, 2024

	Less than 1 year	1 ~ 3 years	Over 3 years	Total
<u>Non-derivative</u> <u>financial</u> <u>liabilities</u>				
Non-interest-bearing liabilities.	\$ 700,294	\$ -	\$ -	\$ 700,294
Leases liabilities	20,154	34,167	57,143	111,464
Variable interest instruments	194,163	8,425	63,271	265,859
Fixed interest instruments	<u>179,346</u>	<u>-</u>	<u>-</u>	<u>179,346</u>
	<u>\$ 1,093,957</u>	<u>\$ 42,592</u>	<u>\$ 120,414</u>	<u>\$ 1,256,963</u>

(b) Financing facilities

	June 30, 2025	December 31, 2024	June 30, 2024
Unsecured bank facility			
– Amount utilized	\$ 67,324	\$ 86,000	\$ 100,620
– Amount unused	<u>80,071</u>	<u>68,412</u>	<u>53,679</u>
	<u>\$ 147,395</u>	<u>\$ 154,412</u>	<u>\$ 154,299</u>
Secured bank facilities			
– Amount utilized	\$ 334,021	\$ 585,810	\$ 350,947
– Amount unused	<u>1,314,538</u>	<u>788,567</u>	<u>790,270</u>
	<u>\$ 1,648,559</u>	<u>\$ 1,374,377</u>	<u>\$ 1,141,217</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 parties
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 item</u>	<u>Related party name</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Leases liabilities	Other related parties	<u>\$ 7,207</u>	<u>\$ 9,560</u>	<u>\$ 11,891</u>
<u>Related party name</u>	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
<u>Interest expense</u>				
Other related parties	<u>\$ 39</u>	<u>\$ 62</u>	<u>\$ 83</u>	<u>\$ 130</u>

(3) Endorsement and guarantee

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

<u>Related parties</u>	<u>Nature of joint and several guaranty</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Lin, Huo-Li	Bank loan	<u>\$ 1,795,954</u>	<u>\$ 1,528,789</u>	<u>\$ 1,295,516</u>

(4) Operating expenses

<u>Account item</u>	<u>Type of related party</u>	<u>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Operating expenses	Affiliate in substance	<u>\$ 1,000</u>	<u>\$ 982</u>	<u>\$ 2,028</u>	<u>\$ 2,007</u>

(5) Refundable deposits

<u>Related party name</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Other related parties	<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>April 1 to June 30, 2025</u>	<u>April 1 to June 30, 2024</u>	<u>January 1 to June 30, 2025</u>	<u>January 1 to June 30, 2024</u>
Short-term benefits	<u>\$ 3,531</u>	<u>\$ 3,539</u>	<u>\$ 7,101</u>	<u>\$ 7,103</u>
Post-employment benefits	<u>47</u>	<u>47</u>	<u>94</u>	<u>94</u>
	<u>\$ 3,578</u>	<u>\$ 3,586</u>	<u>\$ 7,195</u>	<u>\$ 7,197</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>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Pledged cash in banks (Note 7)	<u>\$ 59,457</u>	<u>\$ 138,543</u>	<u>\$ 18,003</u>
Land	<u>73,722</u>	<u>73,722</u>	<u>73,722</u>
Buildings	<u>27,809</u>	<u>28,328</u>	<u>189,669</u>
Right-of-use assets - Land	<u>-</u>	<u>-</u>	<u>11,933</u>
	<u>\$ 160,988</u>	<u>\$ 240,593</u>	<u>\$ 293,327</u>

27. Significant Contingent Liabilities and Unrecognized Contractual Commitments

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

	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Acquisition of property, plant, and equipment/land use rights			
Contracted amount	\$ 876,319	\$ 818,500	\$ 703,365
Amount unpaid	381,401	378,188	346,050

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:

June 30, 2025

Unit: Foreign Currencies / NTD Thousand

	<u>Foreign Currency</u>	<u>Exchange differences</u>	<u>New Taiwan Dollar</u>
<u>Assets</u>			
<u>Monetary item</u>			
US Dollar	\$ 38,311	29.3	\$ 1,122,512
<u>Liabilities</u>			
<u>Monetary item</u>			
US Dollar	248	29.3	7,266

December 31, 2024

	Unit: Foreign Currencies / NTD Thousand		
	<u>Foreign Currency</u>	<u>Exchange differences</u>	<u>New Taiwan Dollar</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

June 30, 2024

	Unit: Foreign Currencies / NTD Thousand		
	<u>Foreign Currency</u>	<u>Exchange differences</u>	<u>New Taiwan Dollar</u>
<u>Assets</u>			
<u>Monetary item</u>			
US Dollar	\$ 39,071	32.45	\$ 1,267,854
Hong Kong Dollar	459	4.155	1,907
<u>Liabilities</u>			
<u>Monetary item</u>			
US Dollar	270	32.45	8,762

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 2025 to June 30, 2025

Table 1

Unit: NTD Thousand / Foreign currency in Yuan

Number (Note 1)	Company providing loan	Borrower	Transaction item	Is it Related parties	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 a loss 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	\$ 568,658	\$ 568,658	2%	2	\$ -	Operating turnover	\$ -	-	\$ -	\$ 6,576,233	\$ 7,891,479	
"	"	Trio Technology (Suzhou) Co., Ltd.	Other receivabl es due from related parties	Yes	332,050	293,000	175,800	2%	2	-	Operating turnover	-	-	-	6,576,233	7,891,479	
"	"	Dongguan Detaili Electronics Co., Ltd.	Other receivabl es due from related parties	Yes	166,025	146,500	-	2%	2	-	Operating turnover	-	-	-	6,576,233	7,891,479	
1	Trio Technology Co., Ltd.	Trio Technology International Group Co., Ltd.	Other receivabl es due from related parties	Yes	491,434	433,640	-	3%	2	-	Operating turnover	-	-	-	1,667,481	2,000,977	

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) The 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 2025 to June 30, 2025

Table 2

Unit: NTD Thousand / Foreign currency in Yuan

Number (Note1)	Name of Endorser Company	Endorsement and guarantee object		Limit on endorsements/ guarantees provided for a single enterprise guarantees provided (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 (%)	guarantees provided guarantee amount (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 investmen ts in China	Remark
		Company Name	Relationship (Note 2)											
1	Trio Technology Co., Ltd.	Trio Technology (Suzhou) Co., Ltd.	4	\$ 2,000,977	\$ 49,808	\$ 43,950	\$ -	\$ -	6.59	\$ 2,000,977	N	N	Y	-
2	Trio Technology (Suzhou) Co., Ltd.	Dongguan Detaili Electronics Co., Ltd.	4	1,821,132	68,595	61,365	-	-	9.01	1,821,132	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 2025 to June 30, 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 Ratio (%)	
Trio Technology Co., Ltd.	Trio Technology (Suzhou) Co., Ltd.	Brother Company	Transaction details	\$ 570,250	69.17	120 days	-	-	(\$ 2,406)	(5.46)	
"	Dongguan Detaili Electronics Co., Ltd.	"	"	237,960	28.86	"	-	-	(37,444)	(84.90)	

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 2025 to June 30, 2025

Table 4

Unit: NTD Thousand / Foreign currency in Yuan

Receivables from the Company	Transaction counterparty	Relationship	Receivables from related parties Amount balance	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	\$ 577,936	-	\$ -	-	\$ -	-
"	Trio Technology (Suzhou) Co., Ltd.	Subsidiary	USD 17,787,444	-	-	-	USD -	-
			176,249				-	
			USD 6,015,333				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 2025 to June 30, 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			
				Account	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	\$ 577,936 USD 17,787,444	-	14.69%
"	"	Trio Technology (Suzhou) Co., Ltd.	1	Other receivables due from related parties	176,249 USD 6,015,333	-	4.48%
1	Trio Technology Co., Ltd.	Trio Technology (Suzhou) Co., Ltd.	3	Accounts payable to related parties	2,406 USD 82,113	-	0.06%
"	"	Dongguan Detaili Electronics Co., Ltd.	3	Cost of sales	570,250	-	45.28%
				Accounts payable to related parties	37,444 USD 1,277,949	-	0.95%
				Cost of sales	237,960	-	18.89%

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 2025 to June 30, 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	\$ 962,584	\$ 718,384	500,000	100	\$ 1,840,693	\$ 183,681	\$ 183,681	
TRIO Technology International Co., Ltd.	Trio Technology Co., Ltd.	Seychelles	Investment holding and sales of inductor components	61,660	61,660	500,000	100	666,992	110,434	110,434	
"	APEC International Group Limited	Samoa	Investment holding	419,696	419,696	1,000,000	100	681,192	59,527	59,527	
"	Wonstar International Co., Ltd.	Samoa	Investment holding	33,548	33,548	1,000,000	100	99,339	17,442	17,442	
"	TRIO TECHNOLOGY VIETNAM CO., LTD.	Vietnam	Manufacture and sale of inductor components	203,388	203,388	USD 6,500,000 (note 2)	100	187,209	(1,955)	(1,955)	
"	TRIO Electronics (Thailand) Co., Ltd.	Thailand	Manufacture and sale of inductor components	244,200	-	THB 248,925,000	99.96	225,750	-	-	
Trio Technology Co., Ltd.	TRIO Electronics (Thailand) Co., Ltd.	Thailand	Manufacture and sale of inductor components	101	-	THB 100,000	0.04	91	-	-	

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 2025 to June 30, 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	Accumulate Outward remittance for investment from Taiwan at beginning of period	Investment Flows		Accumulate Outward remittance for investment from Taiwan at ending 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 Ending of Period	Accumulated repatriation of investment income as of the Ending 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	\$ 67,396	100	\$ 67,396	\$ 607,044	\$ -	
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	20,245	100	20,245	75,511	-	

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 June 30, 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