



POWERTIP TECH. CORP.
DISPLAY DEVICES FOR BETTER ELECTRONIC DESIGN

Stock Code: 6167

Powertip Technology Corporation

2025 Regular Shareholders' Meeting

Meeting Handbook

June 19, 2025 (9:00 am)

**No. 8, Gongyequ 6th Rd., Xitun Dist., Taichung City (company
conference room)**

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Powertip Technology Corporation
Meeting Procedures for the 2025 Annual General
Shareholders' Meeting

- I. Call to Order
- II. Chairman Ready
- III. Chairman's speech
- IV. Report Items
- V. Ratifications
- VI. Discussions
- VII. Extempore Motions
- VIII. Meeting Adjourned

TWO. Meeting Agenda

Employed method: Physical meeting

Time: June 19, 2025 (Thursday) 9:00 a.m.

Venue: No. 8, Gongyequ 6th Rd., Xitun Dist., Taichung City (company conference room)

(One). Report of the number of shares represented by shareholders present at the meeting

(Two). Announcement of the meeting

(Three). Chairman's speech

(Four). Report Items

I. 2024 Business Report.

II. Audit Committee's Review Report on 2024 Final Account Statements.

III. Report on 2024 Distribution of Remunerations to Employees and Directors

IV. Report on 2024 Distribution of Cash Dividends from Earnings.

V. Other Matters to Report.

(Five). Ratifications

I. Ratification of the 2024 Business Report and Financial Statements.

II. Ratification of 2024 Earnings Distribution Proposal.

(Six). Discussions

I. Proposal to amend the Articles of Incorporation

II. Proposal to amend the "Operational Procedures for Acquisition or Disposal of Assets" and the "Operational Procedures for Derivative Trading"

III. Proposal to refund the share payment from capital decrease.

(Seven). Extempore Motions

(Eight). Meeting adjourne

THREE. Report Items

Agenda 1

Subject: 2024 Business Report

Description: Please refer to page 7 of this Handbook for the Business Report.

Agenda 2

Subject: Review Report of the Audit Committee regarding 2024 Final Account Statement.

Description: Please refer to page 8 of this manual for the Audit Committee's review report.

Agenda 3

Subject: Report on 2024 Distribution of Remunerations to Employees and Directors.

Description: For the proposal for 2024 distribution of remunerations to employees and directors, pursuant to the Company's Articles of Incorporation, it is intended to distribute NT\$580,956 to employees as the remuneration, and NT\$116,191 to directors; both distributions are in cash.

Agenda 4

Subject: Report on 2024 Distribution of Cash Dividends from Earnings.

Description: Except for the legal reserve and special reserve set aside pursuant to the Company's Articles of Incorporation, the Company's 2024 earnings were distributed in form of cash dividends of NT\$0.2 per share to shareholders, totaling NT\$32,434,645.

Agenda 5

Subject: Other reporting matters.

Description: Shareholder proposals are accepted in accordance with Article 172-1 of the Company Act. No proposal was received in this year's general meeting of shareholders.

FOUR. Ratifications

Agenda 1

(Proposed by the Board of Directors)

Subject: The Board of Directors of the Company proposes the 2024 Business Report and Financial Statements, please ratify.

Description: I. The 2024 Financial statements (including the parent company only and consolidated balance sheets, consolidated income statements, statement of changes in equity, and cash flow statements) have been audited and attested by CPAs Michelle Wang (Yi-Wen Wang) and Serena Hsin (Yu-Ting Hsin) of KPMG Taiwan. The issued audit report has been submitted to the Audit Committee together with the Business Report for review. The Audit Committee has detected no non-conformities.

II. Please refer to page 7 and pages 9 to 22 of this handbook for the 2024 Business Report, the Independent Auditors' Report, and the aforementioned Financial Statements.

III. Recognition

Resolution:

Agenda 2

(Proposed by the Board of Directors)

Subject: 2024 Earnings Distribution Proposal

Description: Description: I. The 2024 Earnings Distribution Table is shown below:

Powertip Technology Corporation Disposition of Net Earnings 2024			Unit: NTD
Accumulated earnings at the beginning of the period			103,670,484
Addition (subtraction):			
Changes in the re-measurement amount of the defined benefit plan in this period	1,049,884		
Changes in associated companies accounted for using the equity method	2,010,887		
Net income after tax in the current year	3,311,312	6,372,083	
Earnings available for distribution			110,042,567
Addition (subtraction):			
Appropriated 10% statutory reserve	(637,209)		
Reversal of special reserve	27,552,795		
Distribution items:			
Shareholder dividends - cash - NT\$0.2 per share	(32,434,645)	(5,519,059)	
Undistributed earnings at the end of the period			104,523,508

Note 1: As of December 31, 2024, the number of shares outstanding for earnings distribution was 162,173,221.

Note 2: The remunerations to employees are distributed - NT\$580,956 in cash.
The remunerations to directors are distributed - NT\$116,191 in cash.

Chairman: Wang, Shih-Yueh President: Wang, Shih-Yueh Accounting Officer: Liu, Shao-Ling

II. Recognition

Resolution:

FIVE. Discussions

Agenda 1

(Proposed by the Board of Directors)

Subject: Proposal to amend the Articles of Incorporation

Description: I. Pursuant to the Order of the Financial Supervisory Commission, Jin-Guan-Zheng-Fa-Zi No.1130385442, dated November 8, 2024, Paragraph 6 of Article 14 of the Securities and Exchange Act is added, and the dividend policy is to be amended and clarified to adapt to the regulations. Therefore, it is proposed to amend the Articles of Incorporation of the Company.

II. Please refer to pages 23 to 24 for the comparison table before and after the amendment.

Resolution:

Agenda 2

(Proposed by the Board of Directors)

Subject Proposal to amend the "Operational Procedures for Acquisition or Disposal of Assets" and the "Operational Procedures for Derivative Trading"

Description: I. To meet the actual needs of the Company, it is intended to amend the "Operational Procedures for Acquisition or Disposal of Assets" and the "Operational Procedures for Derivative Trading"

II. Please refer to pages 25 to 32 for the comparison table before and after the amendment.

Resolution:

Agenda 3

(Proposed by the Board of Directors)

Subject: Proposal to refund the share payment from capital decrease.

Description: I. Reasons for capital decrease in cash: The Company intends to refund the share payment from the capital decrease in cash to shareholders in cash in order to adjust the capital structure and improve the return on shareholders' equity.

II. Percentage and amount of the capital decrease in cash:

(1) The Company's paid-in capital is NT\$1,621,732,210, with 162,173,221 shares issued at face value of NT\$10 per share. The Company intends to decrease the capital by NT\$161,732,210 in cash, or 9.9728061% of the paid-in capital, resulting in a paid-in capital of NT\$1,460,000,000 after the decrease. NT\$0.99728061 per share will be refunded to the shareholders, rounded down to the nearest NTD. The decrease in share capital will be fully refunded in cash based on the shareholding ratio of each shareholder.

(2) The number of shares held by each shareholder according to the shareholder roster on the "base date of capital decrease in cash for share exchange" is calculated separately, and every 1,000 shares will be exchanged for 900.271939 shares (i.e. 99.728061 shares will be deducted from every 1,000 shares). The total number of shares after the capital decrease is 16,173,221 shares. The shares are issued without certificates after the capital decrease.

- (3) After the capital decrease, the fractional shares less than one share may be registered with the shareholder service agency of the Company for shares merged into full shares within five days from the book closure date of share exchange. The fractional shares will be translated to cash at the face value of one share and rounded down to the nearest NTD. The Chairperson is authorized to buy the fractional shares at the face value from specific persons.
- III. Upon the resolution of the shareholders' meeting, the proposal is submitted to the competent authority for approval, and the Chairperson is authorized to determine the base date for capital decrease and share exchange. If the number of outstanding shares is affected by changes in the law or regulations, adjustment of the competent authorities, or other reasons that affect the number of shares, and thus the capital decrease ratio for shareholders is changed, the Chairperson is authorized to adjust and proceed pursuant to laws.

Supplementary description:

- I. Reasons, necessity and reasonableness of the capital decrease in cash:
The Company's share capital is NT\$1.62 billion, relatively higher than the average of the peers. The Company intends to decrease the share capital by refunding shareholders in cash, to reduce the number of outstanding shares, so that the net value per share and the return on shareholders' equity may be increased.
- II. Capital source for the capital decrease in cash, and the impact of such capital decrease in cash on the normal operations of Company's finance and business, as well as the stability of the capital structure:
The Company's cash equivalent in the consolidated financial statements at the end of the 2024 was NT\$705,953 thousand, and NT\$161,732 thousand is refunded to shareholders for this capital decrease in cash. It is expected that the cash and cash equivalent will be NT\$544,221 thousand after the capital decrease, and the debt ratio is increased to 15%, which has no impact on the Company's finance, business and stability of capital structure.
- III. Whether the Company has plans to raise capital or issue new bonus shares, and the necessity and reasonableness thereof, in the year of the shareholders' meeting or in the coming year:
The Company has no plan to raise capital or issue new bonus shares in the year of the shareholders' meeting or in the coming year.
- IV. The Company's 2024 parent company only financial statement has a net profit after tax of NT\$3,311 thousand, and the statement of cash flows shows a net cash outflow of NT\$122,590 thousand. Please explain the source of capital for the capital decrease in cash, the considerations for decision-making, and the reason for the adjustment of the business strategy:
 - (I) The capital source for the capital decrease in cash was entirely from the Company's own funds. The net cash outflow in the parent company only financial statements of 2024 was mainly due to the repayment of long-term borrowings and the distribution of cash dividends. Except for the capital decrease in cash in 2025, the Company expects to fully repay the bank borrowings; plus the cash dividend income from the reinvestments, the

working capital is not in danger.

- (II) The Company's share capital is NT\$1.62 billion, relatively higher than the average of the peers. The Company intends to decrease the share capital by refunding shareholders in cash, to reduce the number of outstanding shares, so that the net value per share and the return on shareholders' equity may be increased.

- (III) There is no need to adjust the Company's business strategy.

Resolution:

SIX. Extempore Motions

SEVEN. Adjournment

2024 Business Report.

I. Implementation results of the Company's Business Plan:

Business performance

Unit: NT\$ thousand

Consolidated	2024	2023	Growth Rate %
Operating revenues	1,070,256	1,708,393	-37%
Profit before tax	11,075	220,837	-95%
Net income after tax	3,311	203,318	-98%
Profitability	0.31%	11.90%	-97%

The decrease in consolidated operating revenue and net income before and after tax for 2024 is mainly attributed to the following factors:

- (I) Reason for decrease in operating revenue: Due to the impacts from foreign wars not ceased and the downturn of the economy in China, particularly the delayed of orders from customers in European and Americas, as well as the slowed demands, the revenue in 2024 decreased by NT\$638,137 thousand from 2023.
- (II) Reason for decrease in net income before/after tax: The revenue decreased by NT\$638,137 thousand in 2024 and resulted in net operating loss, which was short of NT\$199,747 from the net operating profit in 2023. While the non-operating income - gains from foreign currency exchange and gains from reinvestment in Powertip Image, the final account was a decrease of NT\$209,762 thousand in 2024 from 2023, and the net income less income tax decreased by NT\$200,007 thousand.

II. Financial income and expenses and profitability analysis:

(I) Finance income and expenditures:

In 2024, the Company's interest revenue was NT\$13,712 thousand, interest expenditures were NT\$505 thousand, and foreign exchange gains were NT\$22,594 thousand, resulting in a total financial revenue of NT\$35,801 thousand.

(II) Profitability Analysis:

Item	2024	2023
Return on Assets %	0.17%	8.95%
Return on Equity %	0.18%	11.13%
Profit Margin%	0.31%	11.90%
Earnings per share (NT\$)	0.02	1.25

III. Research and Development:

The focuses of the 2024 were the developments of the integration for the whole panel PC machine products and for customization projects, providing the total solutions of software/hardware integration, and assistance to customers in developing application programs, including customized OS/SBC/Display/Driver/institution.

Currently, the Company moves toward all-around, autonomous control of technology development in 2023. Furthermore, the Company continues to supply mass-manufactured products for EV-related industries/medical product-related industries. Meanwhile, the Company also cultivates customers in the fields of embedded products for industrial applications/white goods/sports equipment. In terms of embedded products developed in-house, the Company is currently continuing to develop the motherboard of Edge AIoT, in addition to establishing an AI-accelerated MPU system, the Company also develops the technology integrating software and hardware.

The embedded system developed in-house in conjunction with the integration of HMI/human-machine interaction technology overlaid on the existing display product lines. Furthermore, the Company also actively develops autonomous technologies and forward-looking display technologies in the AI fields of Machine Vision/Haptic, etc.

Chairman: Wang, Shih-Yueh President: Wang, Shih-Yueh Accounting Officer: Liu, Shao-Ling

Audit Committee Audit Report

The 2024 Business Report, the financial statements, and the earnings distribution table have been reviewed by the Audit Committee and no non-conformities have been detected. The financial statements have been audited and attested by CPAs Michelle Wang and Serena Hsin of KPMG Taiwan. The issued audit report has been duly submitted in accordance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act.

Sincerely

to

2025 Annual General Shareholders' Meeting

Powertip Technology Corporation

Convenor of the Audit Committee: Feng, Chu-Chien

March 12, 2025

Independent Auditor's Report

To the board of directors of Powertip Technology Corporation:

Audit Opinions

We have audited the consolidated balance sheet of Powertip Technology Corporation and subsidiaries ("the Group") as at December 31, 2024 and 2023, and the consolidated statement of comprehensive income, consolidated statement of changes in equity, consolidated cash flow statement, and the accompanying footnotes (including summary of key accounting policies) for the periods January 1 to December 31, 2024 and 2023.

In our opinion, all material disclosures of the consolidated financial statements mentioned above were prepared in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and the version of International Financial Reporting Standards, International Accounting Standards and interpretations thereof approved and published by the Financial Supervisory Commission, and presented a fair view of the consolidated financial position of Powertip Technology Group as at December 31, 2024 and 2023, and consolidated business performance and cash flow for the periods January 1 to December 31, 2024 and 2023.

Basis of audit opinion

We have conducted our audits on the financial statements in accordance with Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the auditing standards. Our responsibilities as an auditor for the consolidated financial statements under the abovementioned standards are explained in the Responsibilities paragraph. All relevant personnel of the accounting firm have followed CPA code of ethics and maintained independence from Powertip Technology Group when performing their duties. We believe that the evidence obtained provide an adequate and appropriate basis for our opinion.

Key audit issues

Key audit issues are matters that we considered to be the most important, based on professional judgment, when auditing the 2024 consolidated financial statements of Powertip Technology Group. These issues have already been addressed when we audited and formed our opinions on the consolidated financial statements. Therefore we do not provide opinions separately for individual issues. Other than the matters described in the paragraph regarding the material uncertainty of continuing operations, below are the key audit issues that we consider relevant for disclosure in this audit report:

I. Revenue recognition

Please refer to Note 4 (14) "Revenue recognition" in the consolidated financial statements for the accounting policy on revenue recognition; please refer to Note 6 (14) "Revenue from contracts with customers" for additional information on revenue.

Explanation of key audit issues:

Powertip Technology Group mainly engages in the manufacturing and sales of various LCD modules. Operating revenue is one of the important items in the consolidated financial statements, and the amount and changes in the operating revenue may affect the financial statement users' understanding of such statements. For this reason, revenue recognition testing was identified as one of our key audit matters when we audited the financial statements of Powertip Technology Group.

Audit procedures:

Our main audit procedures for the above key audit matter included testing the control over the sales and collection cycle, checking and reconcile the sales system data and the general ledger, randomly inspecting the relevant supporting documents to verify the authenticity of the revenues, implementing the external confirmation against the accounts receivable, and assessing if the timings of Group's recognition of operating revenue and the recognized amounts were handled in accordance with the relevant standards.

Other matters

Powertip Technology Corporation has prepared parent company only financial statements for 2024 and 2023, to which we issued an independent auditor's report with unqualified opinion.

Responsibilities of the management and governance body to the consolidated financial statements

Responsibilities of the management were to prepare and ensure fair presentation of consolidated financial statements in accordance with "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and the version of IFRS, IAS, IFRIC and interpretations thereof approved and effected by the Financial Supervisory Commission, and to exercise proper internal control practices that are relevant to the preparation of consolidated financial statements so that the consolidated financial statements are free of material misstatements, whether caused by fraud or error.

The management's responsibilities when preparing consolidated financial statements also involved: assessing the ability of Powertip Technology Group to operate, disclose information, and account for transactions as a going concern unless the management intends to liquidate Powertip Technology Group or cease business operations, or is compelled to do so with no alternative solution.

The governance body of Powertip Technology Group (including the Audit Committee) is responsible for supervising the financial reporting process.

Responsibilities of the auditor when auditing consolidated financial statements

The purposes of our audit were to obtain reasonable assurance of whether the consolidated financial statements were prone to material misstatements, whether due to fraud or error, and to issue a report of our audit opinions. We considered assurance to be reasonable only if it is highly credible. However, audit tasks conducted in accordance with the auditing principles do not necessarily guarantee detection of all material misstatements within the consolidated financial statements. Misstatements can arise from fraud or error. Misstatements are considered material if the individual amount or aggregate total is reasonably expected to affect economic decisions of the consolidated financial statement user.

When conducting audits in accordance with the auditing principles, we exercised judgments and skepticism as deemed professionally appropriate. We also performed the following tasks as an auditor:

1. Identifying and assessing risks of material misstatement due to fraud or error; designing and executing appropriate response measures for the identified risks; and obtaining adequate and appropriate audit evidence to support audit opinions. Fraud may involve conspiracy, forgery, intentional omission, untruthful declaration, or breach of internal control, and our audit did not find any material misstatement where the risk of fraud is greater than the risk of error.
2. Developing the required level of understanding on relevant internal controls and designing audit procedures that are appropriate under the prevailing circumstances, but without providing opinion on the effectiveness of internal control system of Powertip Technology Group.
3. Assessing the appropriateness of accounting policies adopted by the management, and the rationality of accounting estimates and related disclosures made.
4. Forming conclusions regarding the appropriateness of management's decision to account for the business as a going concern, and whether there are doubts or uncertainties about the ability of Powertip Technology Group to operate as a going concern, based on the audit evidence obtained. We are bound to remind users of consolidated financial statements and make related disclosures if uncertainties exist in regards to the abovementioned events or circumstances, and amend audit opinions when the disclosures are no longer appropriate. Our conclusions are based on the audit evidence obtained up to the date of audit report. However, future events or change of circumstances may still render Powertip Technology Group no longer capable of operating as a going concern.
5. Assessing the overall presentation, structure, and contents of the consolidated financial statements (including related footnotes), and whether certain transactions and events are presented appropriately in the consolidated financial statements.
6. Obtaining sufficient and appropriate audit evidence on financial information of equity-accounted investments held by the group, and expressing opinions on consolidated financial statements. Our responsibilities as auditor are to instruct, supervise, and execute audits and form audit opinions on the group.

We have communicated with the governance body about the scope, timing, and significant findings (including

significant defects identified in internal control) of our audit.

We have also provided the governance body with a declaration of independence stating that all relevant personnel of the accounting firm have complied with auditors' professional ethics of the Republic of China, and communicated with the governance body on all matters that may affect the auditor's independence (including protection measures).

We have identified the key audit issues after communicating with the governance body regarding the 2024 consolidated financial statements of the Group. These issues have been addressed in our audit report except for: 1. Certain topics that are prohibited by law from disclosing to the public; or 2. Under extreme circumstances, topics that we decide not to communicate in the audit report because of higher negative impacts they may cause than the benefits they bring to public interest.

KPMG

CPA: Wang Yiwen

Serena Hsin

Approval
reference of the : Jin-Guan-Zheng-Shen-0990013761
securities : Jin-Guan-Zheng-Shen-Zi
authority No.1120333238
March 12, 2025

Powertip Technology Corporation and Subsidiaries
Consolidated Balance Sheet
As at December 31, 2024 and 2023

Unit: NT\$ thousand

		2024.12.31		2023.12.31				2024.12.31		2023.12.31	
Assets		Amount	%	Amount	%	Liabilities and equity		Amount	%	Amount	%
Current assets						Current liabilities					
1100	Cash and cash equivalents (Note 6(1))	\$ 705,953	33	879,631	40	2170	Accounts payable	\$ 131,882	6	117,420	5
1110	Financial assets at fair value through profit or loss - current (Note 6(2))	13,959	1	5,222	-	2200	Other payables	86,561	4	111,723	5
1170	Notes and accounts receivable - net (Note 6(3) and (14))	220,780	10	200,146	9	2230	Current income tax liabilities	-	-	10,594	-
1310	Inventory (Note 6(4))	245,856	12	270,636	12	2300	Other current liabilities (Note 6(14))	55,191	3	43,882	2
1476	Other financial assets - current (Notes 6(7), 7, and 8)	16,339	1	9,091	-	2322	Long-term borrowings due within 1 year or 1 business cycle (Notes 6(9) and 8)	11,198	1	42,431	2
1470	Other current assets	18,459	1	15,666	1			284,832	14	326,050	14
		1,221,346	58	1,380,392	62						
Non-current assets						Non-current liabilities :					
1550	Equity-accounted investments (Note 6(5))	331,099	16	278,362	13	2540	Long-term borrowings (Notes 6(9) and 8)	-	-	11,198	1
1600	Property, plant and equipment (Notes 6(6) and 8)	551,922	26	538,375	25	2640	Net defined benefit liabilities - non-current (Note 6(10))	8,684	-	12,667	1
1780	Intangible assets	1,154	-	2,107	-	2645	Guarantee deposits received (Note 7)	3,331	-	2,420	-
1840	Deferred income tax assets (Note 6(11))	2,739	-	8,741	-	2572	Deferred income tax liabilities (Note 6(11))	2,009	-	1,304	-
1900	Other non-current assets (Notes 6(8) and 8)	7,785	-	7,338	-			14,024	-	27,589	2
		894,699	42	834,923	38			298,856	14	353,639	16
Total assets		\$ 2,116,045	100	2,215,315	100	Total liabilities					
						Equity (Note 6(12)):					
						3110	Common share capital	1,621,732	77	1,621,732	74
						3200	Capital reserve	8,300	-	5,626	-
						3310	Legal reserve	49,561	2	29,562	1
						3320	Special reserve	116,962	6	6,423	-
						3350	Unappropriated earnings	110,043	5	315,295	14
						3400	Other equity item	(89,409)	(4)	(116,962)	(5)
							Total equity	1,817,189	86	1,861,676	84
						Major contingent liabilities and unrecognized contractual commitments (Note 9)					
						Total liabilities and equity		\$ 2,116,045	100	2,215,315	100

Chairman: Shih-Yue Wang

Managerial Officer: Shih-Yue Wang

Head of Accounting: Shao-Ling Liu

Powertip Technology Corporation and Subsidiaries

Consolidated Statement of Comprehensive Income

For the year end December 31, 2024 and 2023

		Unit: NTD thousands			
		2024		2023	
		Amount	%	Amount	%
4100	Net sales revenue (Note 6(14))	\$ 1,070,256	100	1,708,393	100
5000	Operating costs (Notes 6(4), 10, 7, and 12)	996,577	93	1,416,727	83
5900	Gross profit	73,679	7	291,666	17
	Operating expenses (Notes 6(10), 7 and 12):				
6100	Selling and marketing expenses	64,644	6	73,681	4
6200	General and administrative expenses	77,084	7	88,070	5
6300	Research and development expenses	55,640	5	53,857	3
		197,368	18	215,608	12
6900	Net operating profit (loss)	(123,689)	(11)	76,058	5
	Non-operating income and expenses :				
7100	Interest income	13,712	1	20,572	1
7190	Other income (Note 7)	22,009	2	17,559	1
7230	Gain (loss) on foreign exchange (Note 6(16))	22,594	2	22,633	1
7775	Share of gain from subsidiaries, associated companies, and joint ventures accounted using the equity method (Note 6(5))	77,081	7	85,479	5
7510	Interest expenses	(505)	-	(1,050)	-
7590	Sundry income	(127)	-	(414)	-
		134,764	12	144,779	8
7900	Profit before tax	11,075	1	220,837	13
7950	Less: income tax expense (Note 6(11))	7,764	1	17,519	1
8200	Current net income	3,311	-	203,318	12
8300	Other comprehensive income :				
8310	Items not reclassified into profit or loss:				
8311	Remeasurement of defined benefit plan	1,050	-	(1,313)	-
8349	Income tax on items not reclassified into profit or loss (Note 6(11))	-	-	-	-
		1,050	-	(1,313)	-
8360	Items likely to be reclassified into profit or loss:				
8361	Exchange differences on translation of financial statements of foreign operations	26,868	3	(13,703)	(1)
8370	Share of other comprehensive income from equity-accounted associated companies and joint ventures - likely to be reclassified into profit or loss	6,058	1	(3,071)	-
8399	Income tax expense related to items likely to be reclassified into profit or loss (Note 6(11))	5,373	1	(2,740)	-
	Sum of items likely to be reclassified into profit or loss	27,553	3	(14,034)	(1)
8300	Other comprehensive income - current	28,603	3	(15,347)	(1)
8500	Total comprehensive income - current	\$ 31,914	3	187,971	11
9750	Basic earnings per share (NTD) (Note 6(13))	\$ 0.02		1.25	
9850	Diluted earnings per share (NTD)	\$ 0.02		1.25	

Chairman: Shih-Yue Wang

Managerial Officer: Shih-Yue Wang

Head of Accounting: Shao-Ling Liu

Powertip Technology Corporation and Subsidiaries

Consolidated Statement of Changes in Equity

For the year end December 31, 2024 and 2023

Unit: NTD thousands

	Common share capital	Capital reserve	Legal reserve	Special reserve	Unappropriated earnings	Other equity items		Total	Total equity
						Exchange differences on translation of financial statements of foreign operations	Unrealized gain (loss) on financial assets at fair value through other comprehensive income		
Balance as at January 1, 2023	\$ 1,621,732	7,060	4,137	6,336	254,334	(63,438)	(39,490)	(102,928)	1,790,671
Earnings provision and distribution:									
Legal reserve	-	-	25,425	-	(25,425)	-	-	-	-
Special reserve	-	-	-	87	(87)	-	-	-	-
Cash dividends on common stock	-	-	-	-	(113,521)	-	-	-	(113,521)
			25,425	87	(139,033)				(113,521)
Current net income	-	-	-	-	203,318	-	-	-	203,318
Other comprehensive income (loss) - current	-	-	-	-	(1,313)	(14,034)	-	(14,034)	(15,347)
Total comprehensive income (loss) - current	-	-	-	-	202,005	(14,034)	-	(14,034)	187,971
Changes in associated companies accounted for using the equity method	-	(1,434)	-	-	(2,011)	-	-	-	(3,445)
Balance as at December 31, 2023	1,621,732	5,626	29,562	6,423	315,295	(77,472)	(39,490)	(116,962)	1,861,676
Earnings provision and distribution:									
Legal reserve	-	-	19,999	-	(19,999)	-	-	-	-
Special reserve	-	-	-	110,539	(110,539)	-	-	-	-
Cash dividends on common stock	-	-	-	-	(81,086)	-	-	-	(81,086)
	-	-	19,999	110,539	(211,624)	-	-	-	(81,086)
Current net income	-	-	-	-	3,311	-	-	-	3,311
Other comprehensive income (loss) - current	-	-	-	-	1,050	27,553	-	27,553	28,603
Total comprehensive income (loss) - current	-	-	-	-	4,361	27,553	-	27,553	31,914
Changes in associated companies accounted for using the equity method	-	2,674	-	-	2,011	-	-	-	4,685
Balance as at December 31, 2024	\$ 1,621,732	8,300	49,561	116,962	110,043	(49,919)	(39,490)	(89,409)	1,817,189

Chairman: Shih-Yue Wang

Managerial Officer: Shih-Yue Wang

Head of Accounting: Shao-Ling Liu

Powertip Technology Corporation and Subsidiaries
Consolidated Cash Flow Statement
For the year end December 31, 2024 and 2023

	Unit: NTD thousands	
	2024	2023
Cash flow from operating activities:		
Current profit before tax	\$ 11,075	220,837
Adjustments:		
Income, expenses and losses:		
Depreciation expenses	39,063	39,384
Amortization expenses	849	1,182
Interest expenses	505	1,050
Interest income	(13,712)	(20,572)
Share of gain from associated companies and joint ventures accounted using the equity method	(77,081)	(85,479)
Others	241	571
Total income, expenses and losses	(50,135)	(63,864)
Change in assets and liabilities related to operating activities:		
Net change in assets related to operating activities:		
Decrease (increase) in financial assets mandatory to be carried at fair value through profit or loss	(8,737)	3,644
(Increase) decrease in notes and accounts receivable	(20,634)	104,294
Decrease in inventory	24,196	144,202
(Increase) decrease in other financial assets	(4,598)	2,550
(Increase) decrease in other current assets	(2,793)	8,767
Total net change in assets related to operating activities	(12,566)	263,457
Net change in liabilities related to operating activities:		
Increase (decrease) in accounts payable	14,462	(126,756)
Decrease in other payables and other current liabilities	(16,802)	(27,532)
Decrease in net defined benefit liabilities	(2,933)	(2,930)
Total net change in liabilities related to operating activities	(5,273)	(157,218)
Total net change in assets and liabilities related to operating activities	(17,839)	106,239
Total adjustments	(67,974)	42,375
Cash (outflow) inflow from operating activities	(56,899)	263,212
Interest received	12,112	20,355
Interest paid	(534)	(1,065)
Income tax paid	(18,209)	(29,388)
Net cash inflow from operating activities	(63,530)	253,114
Cash flow from investing activities:		
Acquisition of property, plant and equipment	(45,145)	(21,207)
Acquisition of intangible assets	-	(208)
Increase in prepayments for business facilities	-	(1,387)
Dividends received	35,088	34,831
Other investing activities	(1,418)	(108)
Net cash (outflow) inflow from investing activities	(11,475)	11,921
Cash flow from financing activities:		
Repayment of long-term borrowings	(42,431)	(32,900)
Increase (decrease) in guarantee deposits received	911	(16)
Payout of cash dividends	(81,086)	(113,521)
Net cash outflow from financing activities	(122,606)	(146,437)
Effects of exchange rate change	23,933	(12,836)
Increase in cash and cash equivalents for the current period	(173,678)	105,762
Opening cash and cash equivalents balance	879,631	773,869
Closing cash and cash equivalents balance	\$ 705,953	879,631

Chairman: Shih-Yue Wang

Managerial Officer: Shih-Yue Wang

Head of Accounting: Shao-Ling Liu

Independent Auditor's Report

To the board of directors of Powertip Technology Corporation:

Audit Opinions

We have audited the balance sheet of Powertip Technology Corporation as at December 31, 2024 and 2023, and the statement of comprehensive income, statement of changes in equity, cash flow statement, and the accompanying footnotes (including summary of key accounting policies) for the periods January 1 to December 31, 2024 and 2023.

In our opinion, all material disclosures of the parent company only financial statements mentioned above were prepared in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and the version of International Financial Reporting Standards, and presented a fair view of the financial position of Powertip Technology Corporation as at December 31, 2024 and 2023, and business performance and cash flow for the periods January 1 to December 31, 2024 and 2023.

Basis of audit opinion

We have conducted our audits on the financial statements in accordance with Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the auditing standards. Our responsibilities as an auditor for the parent company only financial statements under the abovementioned standards are explained in the Responsibilities paragraph. All relevant personnel of the accounting firm have followed CPA code of ethics and maintained independence from Powertip Technology Corporation when performing their duties. We believe that the evidence obtained provide an adequate and appropriate basis for our opinion.

Key audit issues

Key audit issues are matters that we considered to be the most important, based on professional judgment, when auditing the 2024 parent company only financial statements of Powertip Technology Corporation. These issues have already been addressed when we audited and formed our opinions on the parent company only financial statements. Therefore we do not provide opinions separately for individual issues. Other than the matters described in the paragraph regarding the material uncertainty of continuing operations, below are the key audit issues that we consider relevant for disclosure in this audit report:

I. Revenue recognition

Please refer to Note 4 (14) "Revenue recognition" in the parent company only financial statements for the accounting policy on revenue recognition; please refer to Note 6 (12) "Revenue from contracts with customers" for additional information on revenue.

Explanation of key audit issues:

Powertip Technology Corporation mainly engages in the manufacturing and sales of various LCD modules. Operating revenue is one of the important items in the parent company only financial statements, and the amount and changes in the operating revenue may affect the financial statement users' understanding of such statements. For this reason, revenue recognition testing was identified as one of our key audit matters when we audited the parent company only financial statements of Powertip Technology Corporation.

Audit procedures:

Our main audit procedures for the above key audit matter included testing the control over the sales and collection cycle, checking and reconcile the sales system data and the general ledger, randomly inspecting the relevant supporting documents to verify the authenticity of the revenues, implementing the external confirmation against the accounts receivable, and assessing if the timings of Powertip Technology Corporation's recognition of operating revenue and the recognized amounts were handled in accordance with the relevant standards.

Responsibilities of the management and governance body to the parent company only financial statements

Responsibilities of the management were to prepare and ensure fair presentation of parent company only financial statements in accordance with "Regulations Governing the Preparation of Financial Reports by Securities Issuers" and to exercise proper internal control practices that are relevant to the preparation of consolidated financial statements so that the parent company only financial statements are free of material misstatements, whether caused by fraud or error.

The management's responsibilities when preparing parent company only financial statements also involved: assessing the ability of Powertip Technology Corporation to operate, disclose information, and account for transactions as a going concern unless the management intends to liquidate Powertip Technology Corporation or cease business operations, or is compelled to do so with no alternative solution.

The governance body of Powertip Technology Corporation (including the Audit Committee) is responsible for supervising the financial reporting process.

Responsibilities of the auditor when auditing parent company only financial statements

The purposes of our audit were to obtain reasonable assurance of whether the parent company only financial statements were prone to material misstatements, whether due to fraud or error, and to issue a report of our audit opinions. We considered assurance to be reasonable only if it is highly credible. However, audit tasks conducted in accordance with the auditing principles do not necessarily guarantee detection of all material misstatements within the parent company only financial statements. Misstatements can arise from fraud or error. Misstatements are considered material if the individual amount or aggregate total is reasonably expected to affect economic decisions of the parent company only financial statement user.

When conducting audits in accordance with the auditing principles, we exercised judgments and skepticism as deemed professionally appropriate. We also performed the following tasks as an auditor:

1. Identifying and assessing risks of material misstatement due to fraud or error; designing and executing appropriate response measures for the identified risks; and obtaining adequate and appropriate audit evidence to support audit opinions. Fraud may involve conspiracy, forgery, intentional omission, untruthful declaration, or breach of internal control, and our audit did not find any material misstatement where the risk of fraud is greater than the risk of error.
2. Developing the required level of understanding on relevant internal controls and designing audit procedures that are appropriate under the prevailing circumstances, but without providing opinion on the effectiveness of internal control system of Powertip Technology Corporation.
3. Assessing the appropriateness of accounting policies adopted by the management, and the rationality of accounting estimates and related disclosures made.
4. Forming conclusions regarding the appropriateness of management's decision to account for the business as a going concern, and whether there are doubts or uncertainties about the ability of Powertip Technology Corporation to operate as a going concern, based on the audit evidence obtained. We are bound to remind users of parent company only financial statements and make related disclosures if uncertainties exist in regards to the abovementioned events or circumstances, and amend audit opinions when the disclosures are no longer appropriate. Our conclusions are based on the audit evidence obtained up to the date of audit report. However, future events or change of circumstances may still render Powertip Technology Corporation no longer capable of operating as a going concern.
5. Assessing the overall presentation, structure, and contents of the parent company only financial statements (including related footnotes), and whether certain transactions and events are presented appropriately in the parent company only financial statements.

6. Obtaining sufficient and appropriate audit evidence on the financial information of equity-accounted investments, and expressing opinions on the parent company only financial statements. Our responsibilities as auditor are to instruct, supervise, and execute audits and form audit opinions on Powertip Technology Corporation.

We have communicated with the governance body about the scope, timing, and significant findings (including significant defects identified in internal control) of our audit.

We have also provided the governance body with a declaration of independence stating that all relevant personnel of the accounting firm have complied with auditors' professional ethics of the Republic of China, and communicated with the governance body on all matters that may affect the auditor's independence (including protection measures).

We have identified the key audit issues after communicating with the governance body regarding the 2024 parent company only financial statements of Powertip Technology Corporation. These issues have been addressed in our audit report except for: 1. Certain topics that are prohibited by law from disclosing to the public; or 2. Under extreme circumstances, topics that we decide not to communicate in the audit report because of higher negative impacts they may cause than the benefits they bring to public interest.

KPMG

Wang Yiwen

CPA:

Serena Hsin

Approval
reference of the :
securities
authority
March 12, 2025

Jin-Guan-Zheng-Shen-0990013761
Jin-Guan-Zheng-Shen-Zi
No.1120333238

Powertip Technology Corporation
Balance Sheet
As at December 31, 2024 and 2023

Unit: NT\$ thousand

		2024.12.31		2023.12.31				2024.12.31		2023.12.31	
Assets		Amount	%	Amount	%	Liabilities and equity		Amount	%	Amount	%
Current assets						Current liabilities					
1100	Cash and cash equivalents (Note 6(1))	\$ 455,512	21	578,102	24	2170	Notes and accounts payable	\$ 33,804	2	45,177	2
1170	Notes and accounts receivable - net (Note 6 (2) and (12))	167,436	8	154,649	7	2180	Accounts payable - related parties (Note 7)	201,251	9	344,826	14
1180	Accounts receivable - related parties, net (Notes 6(2), (12) and 7)	1,554	-	1,449	-	2200	Other payables) (including related parties) (Note 7)	47,000	2	72,949	3
1310	Inventory (Note 6(4))	78,056	4	97,923	4	2230	Current income tax liabilities	-	-	4,660	-
1476	Other financial assets - current (Notes 6(3), 7, and 8)	7,136	-	7,325	-	2300	Other current liabilities (Note 6(12))	48,571	2	40,918	2
1470	Other current assets	7,475	-	7,506	-	2322	Long-term borrowings due within 1 year or 1 business cycle	11,198	1	42,431	2
		717,169	33	846,954	35		(Notes 6 (7) and 8)	341,824	16	550,961	23
Non-current assets						Non-current liabilities :					
1550	Equity-accounted investments (Note 6(5))	993,119	46	1,117,114	46	2540	Long-term borrowings (Notes 6(7) and 8)	-	-	11,198	-
1600	Property, plant and equipment (Notes 6(6) and 8)	454,447	21	460,423	19	2640	Net defined benefit liabilities - non-current (Note 6(8))	8,684	-	12,667	1
1780	Intangible assets	1,154	-	2,107	-	2570	Deferred income tax liabilities and others (Notes 6(9) and 7)	2,146	-	1,441	-
1840	Deferred income tax assets (Note 6(9))	2,739	-	8,741	-			10,830	-	25,306	1
1900	Other current assets	1,215	-	2,604	-			352,654	16	576,267	24
		1,452,674	67	1,590,989	65	Total liabilities					
Total assets		\$ 2,169,843	100	2,437,943	100	Equity: (Note 6(10))					
						3110	Common share capital	1,621,732	75	1,621,732	67
						3200	Capital reserve	8,300	-	5,626	-
						3310	Legal reserve	49,561	3	29,562	1
						3320	Special reserve	116,962	5	6,423	-
						3350	Retained earnings	110,043	5	315,295	13
						3400	Other equity item	(89,409)	(4)	(116,962)	(5)
							Total equity	1,817,189	84	1,861,676	76
						Major contingent liabilities and unrecognized contractual commitments (Note 9)					
						Total liabilities and equity		\$ 2,169,843	100	2,437,943	100

Powertip Technology Corporation
Statement of Comprehensive Income
For the year end December 31, 2024 and 2023

		Unit: NTD thousands			
		2024		2023	
		Amount	%	Amount	%
4100	Net sales revenues (Notes 6(12) and 7)	\$ 976,250	100	1,601,156	100
5000	Operating costs (Notes 6(4), 6(8), 7, and 12)	913,546	94	1,431,084	89
5900	Gross profit	62,704	6	170,072	11
5920	Plus: realized (unrealized) gain or loss on sale	763	-	1,513	-
5900	Gross profit	63,467	6	171,585	11
Operating expenses (Notes 6(8), 7 and 12):					
6100	Selling and marketing expenses	35,976	3	43,755	3
6200	General and administrative expenses	57,704	6	64,754	4
6300	Research and development expenses	45,782	5	45,465	3
		139,462	14	153,974	10
6900	Net operating profit (loss)	(75,995)	(8)	17,611	1
Non-operating income and expenses :					
7100	Interest income	5,061	1	10,434	1
7375	Share of gain from subsidiaries, associated companies, and joint ventures accounted using the equity method (Note 6(5))	62,542	6	166,617	10
7190	Other income (Note 7)	9,647	1	8,220	-
7230	Gain (loss) on foreign exchange (Note 6(14))	10,172	1	8,519	1
7510	Interest expenses	(505)	-	(1,050)	-
		86,917	9	192,740	12
7900	Profit before tax	10,922	1	210,351	13
7950	Less: income tax expense (benefit) (Note 6(9))	7,611	1	7,033	-
8200	Current net income	3,311	-	203,318	13
8300	Other comprehensive income :				
8310	Items not reclassified into profit or loss:				
8311	Remeasurement of defined benefit plan	1,050	-	(1,313)	-
8349	Less: Income tax on items not reclassified into profit or loss (Note 6(9))	-	-	-	-
		1,050	-	(1,313)	-
8360	Items likely to be reclassified into profit or loss:				
8361	Exchange differences on translation of financial statements of foreign operations	26,868	3	(13,703)	(1)
8380	Share of other comprehensive income from equity-accounted subsidiaries, associated companies and joint ventures - likely to be reclassified into profit or loss	6,058	1	(3,071)	-
8399	Less: Income tax on items likely to be reclassified into profit or loss (Note 6(9))	5,373	1	(2,740)	-
	Sum of items likely to be reclassified into profit or loss	27,553	3	(14,034)	(1)
8300	Other current comprehensive income (loss) (net, after-tax)	28,603	3	(15,347)	(1)
8500	Total comprehensive income - current	\$ 31,914	3	187,971	12
Earnings per share (NTD) (Note 6(11))					
9750	Basic earnings per share (NTD)	\$ 0.02		1.25	
9850	Diluted earnings per share (NTD)	\$ 0.02		1.25	

Powertip Technology Corporation

Statement of Changes in Equity

For the year end December 31, 2024 and 2023

Unit: NTD thousands

						Other equity items		Total	Total equity
	Common share capital	Capital reserve	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translation of financial statements of foreign operations	Unrealized gain (loss) on financial assets at fair value through other comprehensive income		
Balance as at January 1, 2023	\$ 1,621,732	7,060	4,137	6,336	254,334	(63,438)	(39,490)	(102,928)	1,790,671
Earnings provision and distribution:									
Legal reserve	-	-	25,425	-	(25,425)	-	-	-	-
Special reserve	-	-	-	87	(87)	-	-	-	-
Cash dividends on common stock	-	-	-	-	(113,521)	-	-	-	(113,521)
			25,425	87	(139,033)				(113,521)
Current net income	-	-	-	-	203,318	-	-	-	203,318
Other comprehensive income (loss) - current	-	-	-	-	(1,313)	(14,034)	-	(14,034)	(15,347)
Total comprehensive income (loss) - current	-	-	-	-	202,005	(14,034)	-	(14,034)	187,971
Changes in associated companies accounted for using the equity method	-	(1,434)	-	-	(2,011)	-	-	-	(3,445)
Balance as at December 31, 2023	1,621,732	5,626	29,562	6,423	315,295	(77,472)	(39,490)	(116,962)	1,861,676
Earnings provision and distribution:									
Legal reserve	-	-	19,999	-	(19,999)	-	-	-	-
Special reserve	-	-	-	110,539	(110,539)	-	-	-	-
Cash dividends on common stock	-	-	-	-	(81,086)	-	-	-	(81,086)
			19,999	110,539	(211,624)				(81,086)
Current net income	-	-	-	-	3,311	-	-	-	3,311
Other comprehensive income - current	-	-	-	-	1,050	27,553	-	27,553	28,603
Total comprehensive income - current	-	-	-	-	4,361	27,553	-	27,553	31,914
Changes in associated companies accounted for using the equity method	-	2,674	-	-	2,011	-	-	-	4,685
Balance as at December 31, 2024	\$ 1,621,732	8,300	49,561	116,962	110,043	(49,919)	(39,490)	(89,409)	1,817,189

Chairman: Shih-Yue Wang

Managerial Officer: Shih-Yue Wang

Head of Accounting: Shao-Ling Liu

Powertip Technology Corporation
Cash Flow Statement
For the year end December 31, 2024 and 2023

	Unit: NTD thousands	
	2024	2023
Cash flow from operating activities:		
Current profit before tax	\$ 10,922	210,351
Adjustments:		
Income, expenses and losses:		
Depreciation expenses	21,462	20,501
Amortization expenses	849	1,182
Interest expenses	505	1,050
Interest income	(5,061)	(10,434)
Share of gain from subsidiaries, associated companies, and joint ventures accounted using the equity method	(62,542)	(166,617)
Others	(952)	(1,195)
Total income, expenses and losses	(45,739)	(155,513)
Net change in assets related to operating activities:		
(Increase) decrease in notes and accounts receivable	(12,787)	54,620
Decrease (increase) in accounts receivable - related parties	(105)	36,941
Decrease (increase) in inventory	19,867	(10,549)
Decrease in other financial assets	757	3,468
Decrease in other current assets	31	4,254
Total net change in assets related to operating activities	7,763	88,734
Net change in liabilities related to operating activities:		
Increase (decrease) in notes and accounts payable	(154,948)	102,246
Decrease in other payables and other current liabilities	(16,797)	(14,848)
Decrease in net defined benefit liabilities	(2,933)	(2,930)
Total net change in liabilities related to operating activities	(174,678)	84,468
Total net change in assets and liabilities related to operating activities	(166,915)	173,202
Total adjustments	(212,654)	17,689
Cash (outflow) inflow from operating activities	(201,732)	228,040
Interest received	4,992	10,447
Interest paid	(534)	(1,139)
Income tax paid	(11,427)	(19,201)
Net cash inflow (outflow) from operating activities	(208,701)	218,147
Cash flow from investing activities:		
Refunded share payment from capital decrease by a equity-accounted investee	186,442	-
Acquisition of property, plant and equipment	(16,956)	(13,532)
Dividends received	38,762	37,181
Other investing activities	1,380	(2,116)
Net cash inflow from investing activities	209,628	21,533
Cash flow from financing activities:		
Repayment of long-term borrowings	(42,431)	(32,900)
Payout of cash dividends	(81,086)	(113,521)
Net cash outflow from financing activities	(123,517)	(146,421)
(Decrease) increase in cash and cash equivalents in the current period	(122,590)	93,259
Opening cash and cash equivalents balance	578,102	484,843
Closing cash and cash equivalents balance	<u>\$ 455,512</u>	<u>578,102</u>

Chairman: Shih-Yue Wang

Managerial Officer: Shih-Yue Wang

Head of Accounting: Shao-Ling Liu

Powertip Technology Corporation
Comparison Table of the Articles of Incorporation Before and After Amendment

<u>Article No.</u>	<u>After amendment</u>	<u>Current articles</u>	<u>Basis and reason for the amendment</u>
Article 16-1	Among the above-mentioned number of Directors, the number of independent Directors shall not be less than three and shall not be less than one-third of the total number of Directors. (omitted below).	Among the above-mentioned number of Directors, the number of independent Directors shall not be less than three and shall not be less than one-fifth of the total number of Directors. (omitted below).	This article is amended in accordance with the mandatory requirements of the "Sustainable Development Action Plan for TWSE/TPEX Listed Companies (2023)"
Article 26	Article 26: The Company shall allocate 5% of net earnings to the employees' remuneration and not more than 1% to Directors' remuneration if the Company makes a profit in the year. <u>In addition, 1.5% shall be allocated for the salary adjustment or remuneration distribuitions to the non-executive employees.</u> However, if the Group has accumulated losses, it shall reserve in advance the amount to make up the losses beforehand. (omitted below).	The Company shall allocate 5% of net earnings to the employees' remuneration and not more than 1% to Directors' remuneration if the Company makes a profit in the year. However, if the Group has accumulated losses, it shall reserve in advance the amount to make up the losses beforehand. (omitted below).	Pursuant to the Order of the Financial Supervisory Commission, Jin-Guan-Zheng-Fa-Zi No.1130385442, dated November 8, 2024, Paragraph 6 of Article 14 of the Securities and Exchange Act is added, the article is amended.
Article 26-1	(Paragraph 1: Omitted) The <u>dividends</u> are distributed in whole or in part to shareholders in proportion to their shareholdings. (Paragraph 3: Omitted) <u>The Company's dividends to shareholders are distributed as share dividends and cash dividends. The cash dividends shall not be less than 20% of the total dividends.</u>	(Paragraph 1: Omitted) The <u>dividends</u> are distributed in whole or in part to shareholders in proportion to their shareholdings. (Paragraph 3: Omitted)	I. Texts are revised of Paragraph 2. II. Paragraph 2 is added to clarify the basis of distribution under the dividend policy.
Article 27	(deleted).	The Company is still in the growth stage given its business activities and industry involvement, and therefore has significant needs for capital to support major investments and expansion plans in the future. For the consistency of dividend payouts, the board of directors may choose to pay more than 70% of distributable earnings as dividends, with no less than 20% of dividends being cash, after taking into consideration the Company's business prospects and capital availability. The board may also opt to pay a higher percentage or the entirety of dividends in cash if capital can be sourced through alternative means or at times of abundant liquidity, and thereby avoid over-diluting earnings per share.	The article is deleted to clarify the basis of distribution under the dividend policy.

<u>Article No.</u>	<u>After amendment</u>	<u>Current articles</u>	<u>Basis and reason for the amendment</u>
<u>Article 27</u>	The Company's Articles of Incorporation and Bylaws shall be separately determined by the Board of Directors.	The Company's Articles of Incorporation and Bylaws shall be separately determined by the Board of Directors.	The article number is adjusted as Article 27 is deleted.
<u>Article 28</u>	All matters not provided for in these Articles of Incorporation shall be governed by the Company Act and other laws and regulations.	All matters not provided for in these Articles of Incorporation shall be governed by the Company Act and other laws and regulations.	The article number is adjusted as Article 27 is deleted.
<u>Article 29</u>	The Articles of Incorporation were established on June 1, 1991. Amended for the 21st time on June 8, 2022 <u>Amended for the 22nd time on June 19, 2025.</u>	The Articles of Incorporation were established on June 1, 1991. Amended for the 21st time on June 8, 2022	The date of amendment was added and Article 27 was deleted so that the article number was adjusted.

Powertip Technology Corporation

Comparison Table of the "Operational Procedures for Acquisition or Disposal of Assets"

<u>Article No.</u>	<u>After amendment</u>	<u>Current articles</u>	<u>Basis and reason for the amendment</u>
Article 4	<p>If the Company obtains appraisal reports or certified public accountant's opinions, attorney's opinions, or underwriter's opinions, such professional appraisers and their officers, certified public accounts, attorneys, and securities underwriters <u>shall meet the following requirements:</u></p> <p><u>I. May not have previously received a final and unappealable sentence to imprisonment for 1 year or longer for a violation of the Act, the Company Act, the Banking Act of The Republic of China, the Insurance Act, the Financial Holding Company Act, or the Business Entity Accounting Act, or for fraud, breach of trust, embezzlement, forgery of documents, or occupational crime. However, this provision does not apply if 3 years have already passed since completion of service of the sentence, since expiration of the period of a suspended sentence, or since a pardon was received.</u></p> <p><u>II. May not be a related party or de facto related party of any party to the transaction.</u></p> <p><u>III. If the company is required to obtain appraisal reports from two or more professional appraisers, the different professional appraisers or appraisal officers may not be related parties or de facto related parties of each other.</u></p> <p><u>When issuing an appraisal report or opinion, the personnel referred to in the preceding paragraph shall comply with the self-regulatory rules of the industry associations to which they belong and with the following provisions:</u></p> <p><u>I. Prior to accepting a case, they shall prudently assess their own professional capabilities, practical experience, and independence.</u></p> <p><u>II. When conducting a case, they shall appropriately plan and execute adequate working procedures, in order to produce a conclusion and use the conclusion as the basis for issuing the report or opinion. The related working procedures, data collected, and conclusion shall be fully and accurately specified in the</u></p>	<p>If the Company obtains appraisal reports or certified public accountant's opinions, attorney's opinions, or underwriter's opinions, such professional appraisers and their officers, certified public accounts, attorneys, and securities underwriters <u>may not be a related party or de facto related party of any party to the transaction.</u></p>	<p>Pursuant to Article 5 of the "Regulations Governing the Acquisition and Disposal of Assets by Public Companies," the passive qualifications, responsibilities, and matters related to the issuance of appraisal reports and assessment, audit, and statement of opinions are specified.</p>

<u>Article No.</u>	<u>After amendment</u>	<u>Current articles</u>	<u>Basis and reason for the amendment</u>
	<p>case working papers.</p> <p>III. They shall undertake an item-by-item evaluation of the appropriateness and reasonableness of the sources of data used, the parameters, and the information, as the basis for issuance of the appraisal report or the opinion.</p> <p>IV. They shall issue a statement attesting to the professional competence and independence of the personnel who prepared the report or opinion, and that they have evaluated and found that the information used is appropriate and reasonable, and that they have complied with applicable laws and regulations.</p>		
Article 5	<p>Operational procedures for acquisition and disposal of real properties or equipment</p> <p>I. Limits</p> <p>The total amount of real properties held by the Company for non-business purpose shall not exceed <u>20% of the net worth of the Company.</u></p> <p>II. Assessment and operating procedures</p> <p>I. For the acquisitions and disposals of real properties or equipment, the “<u>Cycle of Real Property, Plant and Equipment</u>” under the internal control system of the Company shall be complied with. (omitted below).</p>	<p>Operational procedures for acquisition and disposal of real properties or equipment</p> <p>I. Limits</p> <p>The total amount of real properties held by the Company for non-business purpose shall not exceed <u>50% of the net worth of the Company. The amount of any individual real property held by the Company for non-business purpose shall not exceed 30% of the net worth of the Company.</u></p> <p>II. Assessment and operating procedures</p> <p>I. For the acquisitions and disposals of real properties or equipment, the “<u>Cycle of Fixed Assets</u>” under the internal control system of the Company shall be complied with. (omitted below).</p>	<p>一、 The total amount of real properties held by the Company for non-business purpose is amended, and the amount for an individual property is deleted.</p> <p>II. The name of the internal control cycle is amended.</p>
Article 6	<p>Operational procedures for acquisition and disposal of securities.</p> <p>I. Limits</p> <p>Limits for acquisition and disposal of securities by the Company:</p> <p>1. <u>The total amount of short-term investments shall not exceed 20% of the net worth of the most recent financial statements, and the total amount short-term investment in a single securities shall not exceed 10% of the net worth of the most recent financial statements.</u></p> <p>2. <u>According to the Articles of Incorporation, the investment in one single securities held for a long-term shall not exceed 70% of the net worth of the Company.</u> (omitted below).</p>	<p>Operational procedures for acquisition and disposal of securities.</p> <p>I. Limits</p> <p>The limit of the Company's acquisition or disposal of securities shall be handled in accordance with the Company's "<u>Regulations Governing the Management of Long- and Short-Term Investments.</u>" (omitted below).</p>	<p>Limits for acquisition and disposal of securities by the Company are specified.</p>

<u>Article No.</u>	<u>After amendment</u>	<u>Current articles</u>	<u>Basis and reason for the amendment</u>
Article 7	Operational procedures for transactions with related parties I. (Omitted) II. Assessment and operating procedures (Omitted) 3. Subparagraph 1, shall be approved by the majority of the Audit Committee and submitted to the Board of Directors for resolution; the provision of Paragraphs 3 and 4 of Article 16 are applied mutatis mutandis. <u>Any dissent or qualified opinion of the independent directors shall be specified in the minutes of the meeting.</u> (omitted below).	Operational procedures for transactions with related parties I. (Omitted) II. Assessment and operating procedures (Omitted) 3. Subparagraph 1, shall be approved by the majority of the Audit Committee and submitted to the Board of Directors for resolution; the provision of Paragraphs 3 and 4 of Article 16 are applied mutatis mutandis. (omitted below).	Pursuant to Paragraph 3, Article 15 of the "Regulations Governing the Acquisition and Disposal of Assets by Public Companies", if an independent director has dissent or qualified opinion, it shall be stated in the minutes of the board meeting.
Article 15	<u>Definition</u> <u>I. Derivatives: Forward contracts, options contracts, futures contracts, leverage contracts, or swap contracts, whose value is derived from a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable; or hybrid contracts combining the above contracts; or hybrid contracts or structured products containing embedded derivatives. The term "forward contracts" does not include insurance contracts, performance contracts, after-sales service contracts, long-term leasing contracts, or long-term purchase (sales) contracts.</u> <u>II. Assets acquired or disposed through mergers, demergers, acquisitions, or transfer of shares in accordance with law: Refers to assets acquired or disposed through mergers, demergers, or acquisitions conducted under the Business Mergers and Acquisitions Act, Financial Holding Company Act, Financial Institution Merger Act and other acts, or to transfer of shares from another company through issuance of new shares of its own as the consideration therefor (hereinafter "transfer of shares") under Article 156-3 of the Company Act.</u> <u>III. Related party or subsidiary: As defined in the Regulations Governing the Preparation of Financial Reports by Securities Issuers.</u> <u>IV. Professional appraiser: Refers to</u>	<u>Definition</u> <u>For the calculation of 10 percent of total assets under these Procedures, the total assets stated in the most recent parent company only financial report or individual financial report prepared under the Regulations Governing the Preparation of Financial Reports by Securities Issuers shall be used.</u>	The definitions of terms are added or deleted pursuant to Article 4 of the "Regulations Governing the Acquisition and Disposal of Assets by Public Companies."

<u>Article No.</u>	<u>After amendment</u>	<u>Current articles</u>	<u>Basis and reason for the amendment</u>
	<p>a real property appraiser or other person duly authorized by law to engage in the value appraisal of real property or equipment.</p> <p>V. Date of occurrence: Refers to the date of contract signing, date of payment, date of consignment trade, date of transfer, dates of boards of directors resolutions, or other date that can confirm the counterpart and monetary amount of the transaction, whichever date is earlier; provided, for investment for which approval of the competent authority is required, the earlier of the above date or the date of receipt of approval by the competent authority shall apply.</p> <p>VI. Mainland China area investment: Refers to investments in the mainland China area approved by the Ministry of Economic Affairs Investment Commission or conducted in accordance with the provisions of the Regulations Governing Permission for Investment or Technical Cooperation in the Mainland Area.</p> <p>VII. Latest financial statements refer to the financial statements audited and attested, or reviewed by CPAs published pursuant to laws before acquisition or disposal of assets.</p> <p>VIII. Securities exchange: "Domestic securities exchange" refers to the Taiwan Stock Exchange Corporation; "foreign securities exchange" refers to any organized securities exchange market that is regulated by the competent securities authorities of the jurisdiction where it is located.</p> <p>IX. Over-the-counter venue ("OTC venue", "OTC"): "Domestic OTC venue" refers to a venue for OTC trading provided by a securities firm in accordance with the Regulations Governing Securities Trading on the Taipei Exchange; "foreign OTC venue" refers to a venue at a financial institution that is regulated by the foreign competent authority and that is permitted to conduct securities business.</p>		
Article 17	<p>The Operational Procedures were established on January 1, 1999;</p> <p>The 1st amendment was made on December 1, 1999;</p> <p>The 2nd amendment was made on April 9, 2002;</p>	(Addition).	The time of application is amended.

<u>Article No.</u>	<u>After amendment</u>	<u>Current articles</u>	<u>Basis and reason for the amendment</u>
	<u>The 3rd amendment was made on April 30, 2003;</u> <u>The 4th amendment was made on June 15, 2007;</u> <u>The 5th amendment was made on June 12, 2012;</u> <u>The 6th amendment was made on June 11, 2013;</u> <u>The 7th amendment was made on June 11, 2014;</u> <u>The 8th amendment was made on June 21, 2017;</u> <u>The 9th amendment was made on June 25, 2019;</u> <u>The 10th amendment was made on June 8, 2022;</u> <u>The 11th amendment was made on June 19, 2025.</u>		

Powertip Technology Corporation
Comparison Table of the "Operational Procedures for Derivative Trading"

Article No.	After amendment	Current articles	Basis and reason for the amendment																										
Article 4	<div>Division of Responsibilities</div> <div>I. Finance Department</div> <div>1. Traders</div> <div>A. (Omitted).</div> <div>B. The traders shall calculate the positions <u>every week</u>, collect market information, determine the trends and risk assessment, to formulate the operation strategy as the basis for engaging in trading upon the approval by these who with the approval authority.</div> <div>C. - D. (omitted).</div> <div>2. ~ 3. (omitted)</div> <div>4. Approval authority for derivative trading</div> <div>A. Approval authority for hedging trading</div> <table><tr><td>Officer with the approval authority</td><td>Limit of trading to be approved per day</td></tr><tr><td rowspan="3">General manager</td><td><u>Under US\$800,000 (inclusive)</u></td></tr><tr><td>Net accumulated trading limit</td></tr><tr><td>30% or less of the account receivable amount in the latest financial statements attested by CPAs</td></tr><tr><td>Officer with the approval authority</td><td>Limit of trading to be approved per day</td></tr><tr><td rowspan="3">Chairman</td><td>More than US\$800,000</td></tr><tr><td>Net accumulated trading limit</td></tr><tr><td>60% or less of the account receivable amount in the latest financial statements attested by CPAs</td></tr></table>	Officer with the approval authority	Limit of trading to be approved per day	General manager	<u>Under US\$800,000 (inclusive)</u>	Net accumulated trading limit	30% or less of the account receivable amount in the latest financial statements attested by CPAs	Officer with the approval authority	Limit of trading to be approved per day	Chairman	More than US\$800,000	Net accumulated trading limit	60% or less of the account receivable amount in the latest financial statements attested by CPAs	<div>Division of Responsibilities</div> <div>II. Finance Department</div> <div>1. Traders</div> <div>A. (Omitted).</div> <div>B. The traders shall calculate the positions <u>regularly</u>, collect market information, determine the trends and risk assessment, to formulate the operation strategy as the basis for engaging in trading upon the approval by these who with the approval authority.</div> <div>C. - D. (omitted).</div> <div>2. ~ 3. (omitted)</div> <div>4. Approval authority for derivative trading</div> <div>B. Approval authority for hedging trading</div> <table><tr><td>Officer with the approval authority</td><td>Limit of trading to be approved per day</td></tr><tr><td rowspan="3">Deputy General Manager</td><td><u>US\$300,000 or below</u></td></tr><tr><td>Net accumulated trading limit</td></tr><tr><td><u>10% or less of the account receivable amount in the latest financial statements attested by CPAs</u></td></tr><tr><td>Officer with the approval authority</td><td>Limit of trading to be approved per day</td></tr><tr><td rowspan="3">General manager</td><td><u>US\$300,000-800,000 (inclusive)</u></td></tr><tr><td>Net accumulated trading limit</td></tr><tr><td>30% or less of the account receivable amount in the latest financial statements attested by CPAs</td></tr><tr><td>Officer with the approval authority</td><td>Limit of trading to be approved per day</td></tr></table>	Officer with the approval authority	Limit of trading to be approved per day	Deputy General Manager	<u>US\$300,000 or below</u>	Net accumulated trading limit	<u>10% or less of the account receivable amount in the latest financial statements attested by CPAs</u>	Officer with the approval authority	Limit of trading to be approved per day	General manager	<u>US\$300,000-800,000 (inclusive)</u>	Net accumulated trading limit	30% or less of the account receivable amount in the latest financial statements attested by CPAs	Officer with the approval authority	Limit of trading to be approved per day	<div>I. Based on the actual operation of the Company, the cycle of evaluation of the traders is specified.</div> <div>II. For the approval authority of the hedging trading, the authority of the vice president is deleted; and the authority of the president is amended.</div> <div>III. In accordance with Article 8 of the "Regulations Governing the Acquisition and Disposal of Assets by</div>
Officer with the approval authority	Limit of trading to be approved per day																												
General manager	<u>Under US\$800,000 (inclusive)</u>																												
	Net accumulated trading limit																												
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Officer with the approval authority	Limit of trading to be approved per day																												

Article No.	After amendment	Current articles		Basis and reason for the amendment			
	<p>B. (Omitted).</p> <p>C. For the derivative <u>trading engaged</u> pursuant to the Operational Procedures for Derivative Trading or other matters required the approval of the Board of Directors, directors’ dissents documented or statement in writing, if any, shall be submitted to the Audit Committee. When the engagements in derivative trading is submitted to the Board of Directors for discussion, each independent director's opinions shall be taken into full consideration; <u>for any dissent or qualified opinion of the independent directors shall be specified in the minutes of the meeting. Any material derivative trading shall be approved by the majority of the Audit Committee and submitted to the Board of Directors for resolution.</u></p>	<table><tr><td rowspan="3">Chairman</td><td>More than US\$800,000</td></tr><tr><td>Net accumulated trading limit</td></tr><tr><td>60% or less of the account receivable amount in the latest financial statements attested by CPAs</td></tr></table> <p>B. (Omitted).</p> <p>B. For the Operational Procedures for Derivative Trading or other matters required the approval of the Board of Directors, directors’ dissents documented or statement in writing, if any, shall be submitted to the Audit Committee. When the engagements in derivative trading is submitted to the Board of Directors for discussion, each independent director's opinions shall be taken into full consideration, <u>and the independent directors' opinions expressing assent or dissent and the reasons thereof shall be included in the minutes of the meeting.</u></p>	Chairman	More than US\$800,000	Net accumulated trading limit	60% or less of the account receivable amount in the latest financial statements attested by CPAs	Public Companies," the wording is amended as appropriate, and it is specified that the dissents and qualified opinions of the independent directors shall be specified in the minutes of the board meeting, as well as the resolution method of material derivative trading.
Chairman	More than US\$800,000						
	Net accumulated trading limit						
	60% or less of the account receivable amount in the latest financial statements attested by CPAs						
Article 6	<p>Determination of the maximum loss limit on total trading and for individual contracts</p> <p>I. Total trading (omitted).</p> <p>II. Determination of the maximum loss</p> <p>1. The hedging transactions are for risk avoidance.<u>The upper limit for loss-stopping is no more than 10% of the contract amount.</u></p> <p>2. ~ 4. (omitted)</p>	<p>Determination of the maximum loss limit on total trading and for individual contracts</p> <p>I. Total trading (omitted).</p> <p>II. Determination of the maximum loss</p> <p>1. The hedging transactions are for risk avoidance, <u>so it is not necessary to set the maximum loss.</u></p> <p>2. ~ 4. (omitted)</p>	Pursuant to Article 19 of the “Regulations Governing the Acquisition and Disposal of Assets by Public Companies,” the maximum loss limit on total trading and for individual contracts shall be specified.				
Article 15	<p><u>The Operational Procedures were established on April 30, 1999;</u></p> <p><u>The 1st amendment was made on January 1, 2000;</u></p> <p><u>The 2nd amendment was made on April 30, 2003;</u></p> <p><u>The 3rd amendment was made on June 14, 2006;</u></p> <p><u>The 4th amendment was made on June 11, 2014;</u></p> <p><u>The 5th amendment was made on June 25, 2019;</u></p> <p><u>The 6th amendment was made on July 15, 2021;</u></p> <p><u>The 7th amendment was made on June 19, 2025.</u></p>	(Addition).	The amendment date is added.				

Powertip Technology Corporation Articles of Incorporation

Chapter 1 General Provisions

- Article 1: The Company is organized in accordance with the provisions of the Company Act and shall be named Powertip Technology Corporation.
- Article 2: The business scope of the Company is as follows:
- I. CC01050 Data Storage Media Units Manufacturing.
 - II. CC01080 Electronics Components Manufacturing.
 - III. CE01010 General Instrument Manufacturing.
 - IV. CE01030 Optical Instruments Manufacturing.
 - V. CQ01010 Mold and Die Manufacturing.
 - VI. F401010 International trade.
 - VII. F401030 Manufacture Export.
 - VIII. I501010 Product Designing.
 - IX. F601010 Intellectual Property Rights.
 - X. ZZ99999 All business activities that are not prohibited or restricted by law, except those that are subject to special approval.
- Article 2-1: The total amount of the Company's external investment may exceed 40% of the Company's paid-in capital.
- Article 2-2: The Company may make external guarantees for its business needs.
- Article 3: The Head Office shall be located in Taichung City, and if necessary, the Board of Directors may, by resolution of the Board of Directors, establish domestic and foreign branches and manufacturing plants where permitted by law.
- Article 4: The method of announcement of the Company shall be carried out in accordance with Article 28 of the Company Act.

Chapter 2 Shares

- Article 5: The registered capital of the Company shall be set at NT\$2,400,000,000 divided into 240,000,000 shares of NT\$10 each, which the Board of Directors is authorized to issue in installments. Among the total capital in the preceding paragraph, NT\$135,000,000 is divided into 13,500,000 shares of NT\$10 each, which are reserved for issuance of employee stock options, and the Board of Directors is authorized to issue in installments. In the event that the Company's shares may be repurchased by the Company, the Board of Directors is authorized to do so in accordance with the law.
- Article 5-1: The employees who take up the shares in the issuance of new shares, the recipients of the transfer of treasury shares acquired in accordance with the Company Act, the recipients of the issuance of employee stock options and the recipients of the issuance of new shares with restricted employee rights include employees of controlled or subordinate companies who meet certain conditions, and the certain conditions shall be determined by the Board of Directors.
- Article 6: The Company issues registered shares with each share certificate affixed with the signatures or seals of at least three Directors subject to certification. The Company may also be exempted from preparing physical share certificate or bundle the offering in several tranches for printing share certificates subject to the registration and custody at Taiwan Depository and Clearing Corporation.
- Article 7: The transfer of the name of a share certificate shall cease not later than 60 days prior to the date of the annual general meeting of shareholders, not later than 30 days prior to the date of the extraordinary meeting of shareholders, or not later than 5 days prior to the date on which the Company decides to distribute dividends and bonuses or other benefits.
- Article 8: The registered shares of the Company shall be transferred by the holder of the shares by endorsement, and the name of the transferee shall be recorded on the certificate, and the transfer of shares shall not be made against the Company unless the name and residence or domicile of the transferee are recorded in the Company's shareholders' register.
- Article 9: The shareholders of the Company shall follow the "Regulations Governing the Administration of Shareholder Services of Public Companies" for the transfer of stock, pledge of rights, loss, inheritance, gift, loss of seal, change of address, etc., unless otherwise provided by laws and regulations or securities regulations.

Chapter 3 Shareholders' Meeting

- Article 10: There shall be two types of shareholders' meetings: regular meetings and extraordinary meetings. Regular meetings shall be convened at least once a year and shall be held within six months after the end of each fiscal year, and shall be convened by the Board of Directors with 30 days' notice to the shareholders. Extraordinary meeting will be convened by notifying the shareholders 15 days in advance.
- Article 11: If a shareholder is unable to attend a shareholders' meeting for any reason, he or she may appoint a proxy to attend the meeting in accordance with Article 177 of the Company Act and the "Regulations Governing the Use of Proxies for Attendance at Shareholder Meetings of Public Companies".

- Article 12: The Chairman of the Board of Directors shall be the Chairman of the shareholders' meeting. In the absence of the Chairman of the Board of Directors, the Chairman shall designate a Director to act as proxy. In the absence of such designation, the Directors shall elect from among one of them.
- Article 13: Each shareholder of the Company shall have one vote per share, except under the circumstances provided for in the Company Act.
- Article 14: Except as otherwise provided in the Company Act, any resolution of the shareholders' meeting shall be made with the presence of shareholders representing more than half of the total number of outstanding shares and shall be carried out by the consent of a majority of the shareholders present. If there is no objection from the shareholders present, the vote shall be deemed to be approved by the Chairman and shall be as valid as a poll. In accordance with the regulations of the competent authorities, the shareholders of the Company may also exercise their voting rights by electronic means. Shareholders who exercise their voting rights by electronic means are deemed to be present in person, and all related matters are handled in accordance with the provisions of the relevant laws.
- Article 15: The minutes of the shareholders' meeting shall be made and signed or affixed with the seal of the Chairman and shall be carried out in accordance with the provisions of Article 183 of the Company Act. The meeting minutes shall record the year, month, day, place, name of the Chairman, method of resolution, the key points of the proceedings and the results thereof, and shall be retained permanently during the continuance of the Company.

Chapter 4 Board of Directors and Audit Committee

- Article 16: The Company shall appoint 5 to 9 Directors. A candidate nomination system has been adopted for board elections. Directors shall be elected by the shareholders' meeting from among persons with disposing capacity, for a term of three years, and shall be eligible for re-election. Liability insurance may be purchased for the Company's Directors by resolution of the Board of Directors after their election. The total shareholding ratio of all Directors shall be in accordance with the regulations of the competent securities authorities.
- Article 16-1: Among the above-mentioned number of Directors, the number of independent Directors shall not be less than three and shall not be less than one-fifth of the total number of Directors. The professional qualifications, shareholdings, restrictions on concurrent positions, nomination and election of independent Directors and other matters to be complied with shall be conducted in accordance with the relevant regulations of the competent securities authorities.
- Article 16-2: The Company shall have more than half of the seats among the Directors and shall not have one of the following relationships:
I. Spouses.
II. Relatives within the second degree of consanguinity.
- Article 16-3: In accordance with Article 14-4 of the Securities and Exchange Act, the Company shall have an Audit Committee composed of independent directors. The members of the Audit Committee, the exercise of powers and duties, and other matters to be followed shall be in accordance with the provisions of relevant laws and regulations or the Company's Articles of Incorporation, and its organizational procedures shall be separately determined by the Board of Directors.
- Article 17: When the vacancy of Directors reaches one-third of total or all independent Directors are dismissed, the Board of Directors shall convene an interim meeting of shareholders within 60 days to hold a by-election.
- Article 18: If a Director's term of office expires before he/she is re-elected, he/she shall extend his/her term of office until the re-elected Director assumes office.
- Article 19: The Directors shall organize Board of Directors' Meetings, and a Chairman shall be elected by and from among the Directors with the presence of at least two-thirds of the Directors and the consent of a majority of the Directors present, to execute all affairs of the Company in accordance with the Company Act, the Articles of Incorporation, the shareholders' meeting and the resolutions of the Board of Directors.
- Article 20: The Company's business strategies and other important matters shall be decided by the Board of Directors. The Board of Directors shall be convened by the Chairman of the Board of Directors, who shall be the Chairman of the Board of Directors, except for the first meeting of the Board of Directors of each term, which shall be convened in accordance with Article 203 of the Company Act. If the Chairman of the Board of Directors is unable to perform his or her duties, the Chairman of the Board of Directors shall designate one of the Directors to act as his or her proxy. If a director is unable to attend a meeting of the Board of Directors for any reason, he/she may appoint another director to attend the meeting as his/her proxy by issuing a power of attorney and listing the scope of authorization for convening the meeting.
- Article 21: The minutes of the Board of Directors' meetings shall be prepared, signed or affixed with the seal of the Chairman, and distributed to the Directors within 20 days after the meeting. The minutes shall record the main points of the proceedings and the results thereof, and shall be permanently retained by the Company together with the signature books of the Directors present and the proxy forms.
- Article 22: The Board shall specify the cause of convention and give notice to all Directors 7 days in advance. However, the Company may convene a meeting of the Board of Directors at any time in case of emergency. A meeting of the Board of Directors may be convened in writing, by e-mail or by facsimile.

Chapter 5 Managers and Staff

Article 23: The Company may have a number of officers in accordance with the provisions of the Company Act, whose appointment, dismissal and compensation shall be carried out in accordance with Article 29 of the Company Act.

Chapter 6 Final Accounts

Article 24: The accounting year of the Company shall commence on January 1 and end on December 31 of each year, and the final accounts shall be prepared after the end of the year.

Article 25: At the end of each fiscal year, the Board of Directors shall prepare the following financial statements and submit them to the shareholders' meeting for recognition and ratification in accordance with the law:

- I. Business Report.
- II. Financial statements.
- III. Motion to distribute earnings or make up losses.

Article 26: The Company shall allocate 5% of net earnings to the employees' remuneration and not more than 1% to Directors' remuneration if the Company makes a profit in the year. However, if the Group has accumulated losses, it shall reserve in advance the amount to make up the losses beforehand.

Employee remuneration, as mentioned above, can be paid in shares or cash to employees of affiliated companies that satisfy certain criteria. This criterion is determined by the board of directors.

Article 26-1: The Company's earnings, if any, from the annual final accounts shall be distributed in the following order:

- I. Payment of taxes due.
- II. To make up for losses.
- III. Allocate 10% as a statutory reserve, except when the statutory reserve has reached the Company's paid-in capital.
- IV. A special reserve shall be set aside under the current surplus earnings in accordance with relevant laws and regulations, and shall be included in the earnings distribution after the reversal.
- V. The remaining balance after the amounts listed from I to IV, together with the accumulated undistributed earnings of the previous year, shall be regarded as distributable earnings.

The dividends are distributed in whole or in part to shareholders in proportion to their shareholdings.

The actual distribution ratio shall be resolved by the shareholders' meeting in accordance with Article 240 of the Company Act, and the distribution of cash dividends shall be authorized by the Board of Directors with the presence of at least two-thirds of the Directors and the resolution of a majority of the Directors present to distribute all or part of the dividends and bonuses in the form of cash and to report to the shareholders' meeting.

Article 26-2: When a director performs the business of the company, the company shall pay salaries and allowances regardless of the operating profit or loss. The remuneration of all directors shall be determined by the Board of Directors with reference to the extent of a Director's participation in the Company's operations and the value of their contributions, and with reference to the standards of the industry.

Article 27: The Company's business and its industry are still in the growth stage, and there are still significant investment and business expansion plans in the future, and there is a strong demand for capital. For the consistency of dividend payouts, the board of directors may choose to pay more than 70% of distributable earnings as dividends, with no less than 20% of dividends being cash, after taking into consideration the Company's business prospects and capital availability. The board may also opt to pay a higher percentage or the entirety of dividends in cash if capital can be sourced through alternative means or at times of abundant liquidity, and thereby avoid over-diluting earnings per share.

Chapter 7 Bylaws

Article 28: The Company's Articles of Incorporation and Bylaws shall be separately determined by the Board of Directors.

Article 29 : All matters not provided for in these Articles of Incorporation shall be governed by the Company Act and other laws and regulations.

Article 30: These Bylaws were established on June 1, 1991.

Amended for the 1st time on February 15, 1995.

Amended for the 2nd time on March 15, 1996.

Amended for the 3rd time on December 7, 1997

Amended for the 4th time on June 23, 1998

Amended for the 5th time on April 30, 1999

Amended for the 6th time on May 31, 2000

Amended for the 7th time on June 8, 2001

Amended for the 8th time on August 20, 2001

Amended for the 9th time on June 10, 2002

Amended for the 10th time on May 10, 2004

Amended for the 11th time on November 2, 2004

Amended for the 12th time on June 14, 2006

Amended for the 13th time on June 13, 2008

Amended for the 14th time on June 16, 2009

Amended for the 15th time on June 15, 2010

Amended for the 16th time on June 12, 2012

Amended for the 17th time on June 11, 2014

Amended for the 18th time on June 21, 2016

Amended for the 19th time on June 21, 2017

Amended for the 20th time on July 15, 2021

Amended for the 21st time on June 8, 2022

Powertip Technology Corporation

Rules of Procedure for Shareholders' Meetings

- Article 1 The shareholders' meeting of the Company shall be conducted in accordance with these Rules.
- Article 2 Shareholders (or their proxies) attending the meeting shall wear the attendance card and pay the attendance card in lieu of signing in.
- Article 3 Attendance and voting at shareholders' meetings shall be calculated based on shares, and the number of shares present shall be calculated based on the attendance card handed in.
- Article 4 The shareholders' meeting shall be held in the county or city where the head office is located or in a place convenient for the shareholders' meeting. The meeting shall start no earlier than 9:00 a.m. or later than 3:00 p.m.
- Article 5 The Chairman of the shareholders' meeting shall be the chairman of the Board of Directors unless otherwise provided in the Company Act. If the Chairman of the Board of Directors is absent or is unable to exercise his or her duties for any reason, the Vice Chairman of the Board of Directors shall act as the chairman of the board of directors; if there is no Vice Chairman of the Board of Directors or if the Vice Chairman is also absent or unable to exercise his or her duties for any reason, the Chairman of the Board of Directors shall appoint a Director to act as the Chairman of the Board of Directors. If the Chairman of the Board of Directors does not appoint a proxy, the Directors shall appoint a proxy from among themselves.
- Article 6 The Company may designate an attorney, accountant or related personnel to attend the shareholders' meeting, and the staff of a shareholders' meeting shall wear an identification badge or armband.
- Article 7 The Company shall record or videotape the entire duration of a shareholders' meeting and retain the records for at least one year.
- Article 8 The chair shall call the meeting to order at the appointed meeting time. However, when the attending shareholders (or proxies) do not represent a majority of the total number of issued shares, the chair may announce a postponement, provided that no more than two such postponements, for a combined total of no more than 1 hour, may be made. If the quorum is not met after two postponements as referred to in the preceding paragraph, but the attending shareholders (or proxies) represent one third or more of the total number of issued shares, a tentative resolution may be adopted. When, prior to conclusion of the meeting, the attending shareholders (or proxies) represent a majority of the total number of issued shares, the chair may resubmit the tentative resolution for a vote by the shareholders meeting.
- Article 9 The agenda of the shareholders' meeting shall be set by the Board of Directors, and the meeting shall be conducted in accordance with the scheduled agenda, which may not be changed without the resolution of the shareholders' meeting. The Chairman may not adjourn the meeting without a resolution before the conclusion of the proceedings (including extempore motions). After the meeting is adjourned, the shareholders shall not elect another Chairman for the meeting to be held at the same place or another venue.
- Article 10 In addition to the motions listed on the agenda, the shareholders (or proxies) should second any amendments to the original motion, substitute motions or other motions proposed by way of extempore motions, as well as any changes to the agenda and motions to adjourn the meeting. The shareholdings represented by the proposer and the seconder shall reach one percent of the total number of issued shares.
- Article 11 Before a shareholder (or proxy) speaks at a shareholders' meeting, he/she shall fill out a speaker's slip stating the key points of his/her speech, the shareholder's account number (or attendance card number) and his/her account name, and the Chairman shall determine the order of his/her speech. A shareholder (or proxies) in attendance who has submitted a speaker's slip but does not actually speak shall be deemed to have not spoken. When the content of the speech does not correspond to the subject given on the speaker's slip, the spoken content shall prevail. Except with the consent of the chair, a shareholder (or proxies) may not speak more than twice on the same proposal, and a single speech may not exceed 5 minutes. If the shareholder's (or proxies) speech violates the rules or exceeds the scope of the agenda item, the chair may terminate the speech.
- Article 12 Except with the consent of the chair, a shareholder (or proxies) may not speak more than twice on the same proposal, and a single speech may not exceed 5 minutes. If the shareholder's speech violates the rules or exceeds the scope of the agenda item, the chair may terminate the speech.
- Article 13 When a juristic person is appointed to attend as proxy, it may designate only one person to represent it in the meeting. When a juristic person shareholder appoints two or more representatives to attend a shareholders meeting, only one of the representatives so appointed may speak on the same proposal.
- Article 14 After an attending shareholder has spoken, the chair may respond in person or direct relevant personnel to respond.
- Article 15 When the chair is of the opinion that a proposal has been discussed sufficiently to put it to a vote, the chair may announce the discussion closed and call for a vote.
- Article 16 Vote monitoring and counting personnel for the voting on a proposal shall be appointed by the chair, and obtain the consent of the attending shareholders (or proxies) (provided that all monitoring personnel shall be shareholders of the Company). Immediately after vote counting has been completed, the results of the voting, including the statistical tallies of the numbers of votes, shall be announced on-site at the meeting, and a record made of the vote.
- Article 17 When a meeting is in progress, the chair may announce a break based on time considerations.
- Article 18 Except as otherwise provided in the Taiwan Company Act and in the Company's Memorandum and Articles of

Association, the passage of a proposal shall require an affirmative vote of a majority of the voting rights represented by the attending shareholders (or proxies). A resolution is deemed to have been resolved if there is no dissenting opinion after consultation by the chair, and is as valid as a vote.

Article 19 When there is an amendment or an alternative to a proposal, the chair shall present the amended or alternative proposal together with the original proposal and decide the order in which they will be put to a vote. When any one among them is passed, the other proposals will then be deemed rejected, and no further voting shall be required.

Article 20 The chair may direct the proctors (or security personnel) to help maintain order at the meeting place. When proctors (or security personnel) help maintain order at the meeting place, they shall wear an identification card or armband bearing the word "Proctor."

Article 21 Matters not provided for in these rules shall be governed by the Company Act and the Company's Articles of Incorporation.

Article 22 These Rules, and any amendments hereto, shall be implemented after adoption by Shareholders Meetings.

Powertip Technology Corporation
Directors' shareholdings

- I. The paid-in capital of the Company is NT\$1,621,732,210 and the number of issued shares is 162,173,221.
- II. In accordance with Article 26 of the Securities and Exchange Act, the minimum number of shares to be held by all Directors are 12,162,991 shares.
- III. The shareholdings of individual shareholders and all directors as of the date of the shareholders' meeting are listed in the table below, and are in compliance with Article 26 of the Securities and Exchange Act.
- IV. The Company has established an Audit Committee, so there is no statutory required shareholding of supervisors.

Book closure date: April 21, 2025

Title	Account Name	Number of shares held	Remarks
Director	Wang, Shih-Yueh	2,409,043	
Director	Bright LED Electronics Corp. (BLEC) Representative: Liao, Hsin-Pei	19,020,148	
Director	Chen, Shu-Kuei	698,060	
Director	Wanxu Investment Co., Ltd. Representative: Lin, Bo-Yuan	1,772,494	
Director	Yuhe Co., Ltd. Representative: Chen, Hsing-Ju	1,000,000	
Independent Director	Feng, Chu-Chien	0	
Independent Director	Lai, Tzu-Jui	0	
Independent Director	Lin, Chia-Ching	0	
Independent Director	Hu, Kuang-Wei	0	
Total shares held by all Directors		24,899,745	