CYBERLINK CORP. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS AND

INDEPENDENT AUDITORS' REVIEW REPORT

For the Six Months Ended June 30, 2026 and 2025

(Stock Code 5203)

Address: 15F., No.100, Minquan Rd., Xindian Dist., New Taipei City 231, Taiwan (R.O.C.)

Tel: (02)8667-1298

For the convenience of readers and for information purposes only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

CYBERLINK CORP. AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REVIEW REPORT FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025

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Independent Auditors' Review Report

(2026) Finance Review Report No. 26001210

To the Board of Directors and Stockholders of CyberLink Corp.

Introduction

We have reviewed the accompanying consolidated balance sheets of CyberLink Corp. and subsidiaries (the "Group") as of June 30, 2026 and 2025, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the six months ended June 30, 2026 and 2025, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2026 and 2025, as well as its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

PwC Taiwan

Huang, Chin-Lien

Certified Public Accountant

Lai, Chung-Hsi

July 28, 2026

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the International Accounting Standard 34, "Interim Financial Reporting" as endorsed and made effective by the Financial Supervisory Commission of the Republic of China. The standards, procedures and practices to review such consolidated financial statements are those generally accepted and applied in the Republic of China. The English version of the consolidated financial statements used for translation was not reviewed by the CPA.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CYBERLINK CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

JUNE 30, 2026, DECEMBER 31, 2025 AND JUNE 30, 2025

(The balance sheets as of June 30, 2026 and 2025 are reviewed, not audited)

Unit: Amounts expressed in thousands of New Taiwan Dollars

			June 30, 2026 (Reviewed)		December 31, 2025 (Audited)		June 30, 2025 (Reviewed)	
Code	Assets	Notes	Amount	%	Amount	%	Amount	%
	Current assets							
1100	Cash and cash equivalents	6(1)	$674,961	11	$590,113	10	$523,615	9
1110	Current financial assets at fair value through profit or loss	6(2)	580,446	10	605,410	10	631,656	11
1136	Current financial assets at amortized cost	6(3)	1,305,850	22	1,257,200	21	1,230,600	21
1170	Accounts receivable, net	6(5)	51,344	1	107,332	2	73,898	1
1200	Other receivables		2,643	–	2,981	–	3,367	–
1210	Other receivables – related parties	7	2,590	–	2,910	–	1,877	–
1220	Current income tax assets		6,833	–	5,085	–	5,464	–
130X	Inventories		3,497	–	3,429	–	3,635	–
1470	Other current assets		25,187	–	25,872	–	36,264	–
11XX	**Total current assets**		**2,653,351**	**44**	**2,600,332**	**43**	**2,510,376**	**42**
	Non-current assets							
1510	Non-current financial assets at fair value through profit or loss	6(2)	164,321	3	196,487	3	228,534	4
1517	Non-current financial assets at fair value through other comprehensive income	6(4)	–	–	–	–	248	–
1550	Investments accounted for using the equity method	6(6)	1,606,372	26	1,582,772	26	1,472,045	25
1600	Property, plant and equipment, net	6(7)	414,776	7	420,952	7	424,951	7
1755	Right-of-use assets	6(8) and 7	5,231	–	8,498	–	11,764	–
1760	Investment property, net	6(10)	1,186,186	19	1,192,004	20	1,197,823	21
1840	Deferred income tax assets		49,843	1	64,156	1	69,006	1
1900	Other non-current assets		5,397	–	7,487	–	12,274	–
15XX	**Total non-current assets**		**3,432,126**	**56**	**3,472,356**	**57**	**3,416,645**	**58**
1XXX	**Total assets**		**$6,085,477**	**100**	**$6,072,688**	**100**	**$5,927,021**	**100**

(Continued on next page)

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CYBERLINK CORP. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

JUNE 30, 2026, DECEMBER 31, 2025 AND JUNE 30, 2025

(The balance sheets as of June 30, 2026 and 2025 are reviewed, not audited)

Unit: Amounts expressed in thousands of New Taiwan Dollars

			June 30, 2026 (Reviewed)		**December 31, 2025 (Audited)**		**June 30, 2025 (Reviewed)**	
Code	**Liabilities and Equity**	**Notes**	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities							
2130	Current contract liabilities	6(22)	$458,151	7	$476,472	8	$480,418	8
2170	Accounts payable	6(11)	32,947	1	36,559	1	22,599	–
2200	Other payables	6(12)	792,846	13	483,457	8	738,203	13
2230	Income tax payable		6,741	–	11,206	–	9,138	–
2280	Current lease liabilities	6(8) and 7	2,948	–	5,514	1	6,899	1
2300	Other current liabilities	6(13)	36,125	1	43,954	1	40,943	1
21XX	**Total current liabilities**		**1,329,758**	**22**	**1,057,162**	**18**	**1,298,200**	**22**
	Non-current liabilities							
2550	Non-current provisions	6(14)	300,330	5	299,743	5	279,159	5
2570	Deferred income tax liabilities		9,257	–	8,451	–	8,451	–
2580	Non-current lease liabilities	6(8) and 7	2,538	–	3,218	–	5,369	1
2600	Other non-current liabilities	6(15)	63,356	1	62,694	1	65,649	1
25XX	**Total non-current liabilities**		**375,481**	**6**	**374,106**	**6**	**358,628**	**6**
2XXX	**Total Liabilities**		**1,705,239**	**28**	**1,431,268**	**24**	**1,656,828**	**28**
	Equity							
	Equity attributable to shareholders of the parent							
	Capital Stock	6(18)						
3110	Common stock		793,426	13	793,426	13	791,188	13
	Capital surplus	6(19)						
3200	Capital surplus		2,349,284	39	2,344,336	39	2,321,231	40
	Retained earnings	6(20)						
3310	Legal reserve		1,092,794	18	1,092,794	18	1,092,794	18
3320	Special reserve		159,576	2	55,636	1	55,636	1
3350	Unappropriated earnings		256,905	4	514,804	8	310,226	5
	Other equity interest	6(21)						
3400	Other equity interest		(136,562)	(2)	(159,576)	(3)	(300,882)	(5)
3500	Treasury shares	6(18)	(135,185)	(2)	–	–	–	–
31XX	**Equity attributable to shareholders of the parent**		**4,380,238**	**72**	**4,641,420**	**76**	**4,270,193**	**72**
3XXX	**Total equity**		**4,380,238**	**72**	**4,641,420**	**76**	**4,270,193**	**72**
	Significant Contingent Liabilities and Unrecognized Contract Commitments	6(8) (9) and 7						
	Significant Events after the Balance Sheet Date	11						
3X2X	**Total liabilities and equity**		**$6,085,477**	**100**	**$6,072,688**	**100**	**$5,927,021**	**100**

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CYBERLINK CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the Six Months Ended June 30, 2026 and 2025

(Reviewed, not audited)

Unit: Amounts expressed in thousands of New Taiwan Dollars,
except for Earnings per share

			Three Months Ended June 30,				Six Months Ended June 30,			
Code	**Item**	**Notes**	**2026**	**%**	**2025**	**%**	**2026**	**%**	**2025**	**%**
4000	Net revenue	6(22)	$528,130	100	$598,957	100	$1,113,464	100	$1,170,482	100
5000	Operating costs	6(23)(28)	(76,887)	(15)	(85,063)	(14)	(167,577)	(15)	(176,196)	(15)
5900	**Gross profit**		**451,243**	**85**	**513,894**	**86**	**945,887**	**85**	**994,286**	**85**
	Operating expenses	6(16)(28)(29) and 7								
6100	Sales and marketing expenses		(210,866)	(40)	(214,446)	(36)	(420,597)	(38)	(420,822)	(36)
6200	General and administrative expenses		(36,572)	(7)	(30,487)	(5)	(71,879)	(6)	(61,649)	(5)
6300	Research and development expenses		(185,867)	(35)	(177,477)	(30)	(367,915)	(33)	(353,011)	(30)
6450	Expected credit gain	12(3)	–	–	–	–	11,057	1	–	–
6000	**Total operating expenses**		**(433,305)**	**(82)**	**(422,410)**	**(71)**	**(849,334)**	**(76)**	**(835,482)**	**(71)**
6900	**Operating income**		**17,938**	**3**	**91,484**	**15**	**96,553**	**9**	**158,804**	**14**
	Non-operating income and expenses									
7100	Interest income	6(3)(24)	13,404	3	16,798	3	25,934	2	36,218	3
7010	Other income	6(9)(10) and 7	21,415	4	19,154	3	42,297	4	39,032	3
7020	Other gains or losses	6(2)(25)(26)	(5,350)	(1)	(146,575)	(24)	10,373	1	(131,222)	(11)
7050	Finance costs	6(8)(27) and 7	(23)	–	(50)	–	(54)	–	(107)	–
7000	**Total non-operating income and expenses**		**29,446**	**6**	**(110,673)**	**(18)**	**78,550**	**7**	**(56,079)**	**(5)**
7900	**Net income (loss) before tax**		**47,384**	**9**	**(19,189)**	**(3)**	**175,103**	**16**	**102,725**	**9**
7950	Income tax expenses	6(30)	(21,664)	(4)	(11,060)	(2)	(43,429)	(4)	(30,672)	(3)
8200	**Net income (loss) for the period**		**$25,720**	**5**	**($30,249)**	**(5)**	**$131,674**	**12**	**$72,053**	**6**
	Other comprehensive (loss) income									
	Components of other comprehensive income that will be reclassified to profit or loss subsequently									
8361	Exchange differences arising on translation of foreign operations	6(21)	($6,135)	(1)	($94,422)	(16)	$2,750	–	($72,674)	(6)
8370	Share of other comprehensive income of associates and joint ventures accounted for using the equity method	6(6)(21)	(7,914)	(2)	(194,809)	(32)	20,264	2	(172,572)	(15)
8360	Components of other comprehensive income that will be reclassified to profit or loss subsequently		(14,049)	(3)	(289,231)	(48)	23,014	2	(245,246)	(21)
8300	**Other comprehensive income (net)**		**($14,049)**	**(3)**	**($289,231)**	**(48)**	**$23,014**	**2**	**($245,246)**	**(21)**
8500	**Total comprehensive income**		**$11,671**	**2**	**($319,480)**	**(53)**	**$154,688**	**14**	**($173,193)**	**(15)**
	Net income, attributable to:									
8610	Shareholders of the parent		$25,720	5	($30,249)	(5)	$131,674	12	$72,053	6
	Total comprehensive income, attributable to:									
8710	Shareholders of the parent		$11,671	2	($319,480)	(53)	$154,688	14	($173,193)	(15)
	Earnings per share (EPS) (NT$)	6(31)								
9750	Basic earnings (loss) per share		$0.33		($0.38)		$1.66		$0.91	
9850	Diluted earnings (loss) per share		$0.32		($0.38)		$1.63		$0.90	

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

CYBERLINK CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the Six Months Ended June 30, 2026 and 2025

(Reviewed, not audited)

Unit: Amounts expressed in thousands of New Taiwan Dollars

		Equity attributable to shareholders of the parent								
				Retained earnings			Other equity interest			
	Notes	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences arising on translation of foreign operations	Unrealized financial assets profit or loss measured at fair value through other comprehensive income	Treasury shares	Total equity
Six Months Ended June 30, 2025										
Balance at January 1, 2025		$789,593	$2,295,299	$1,092,794	$186,303	$415,991	($43,341)	($12,295)	$–	$4,724,344
Net income for the period		–	–	–	–	72,053	–	–	–	72,053
Other comprehensive income for the period	6(21)	–	–	–	–	–	(245,246)	–	–	(245,246)
Total comprehensive income		–	–	–	–	72,053	(245,246)	–	–	(173,193)
Distribution of 2024 earnings:	6(20)									
Reversal of special reserve		–	–	–	(130,667)	130,667	–	–	–	–
Cash dividends		–	–	–	–	(308,485)	–	–	–	(308,485)
Share-based payment transactions	6(17)(19)	–	3,789	–	–	–	–	–	–	3,789
Exercise of employee stock options	6(18)(19)	1,595	11,691	–	–	–	–	–	–	13,286
Change in net equity of associates accounted for using the equity method	6(6)(19)	–	10,452	–	–	–	–	–	–	10,452
Balance at June 30, 2025		**$791,188**	**$2,321,231**	**$1,092,794**	**$55,636**	**$310,226**	**($288,587)**	**($12,295)**	**$–**	**$4,270,193**
Six Months Ended June 30, 2026										
Balance at January 1, 2026		$793,426	$2,344,336	$1,092,794	$55,636	$514,804	($147,033)	($12,543)	$–	$4,641,420
Net income for the period		–	–	–	–	131,674	–	–	–	131,674
Other comprehensive income for the period	6(21)	–	–	–	–	–	23,014	–	–	23,014
Total comprehensive income		–	–	–	–	131,674	23,014	–	–	154,688
Distribution of 2025 earnings:	6(20)									
Provision of special reserve		–	–	–	103,940	(103,940)	–	–	–	–
Cash dividends		–	–	–	–	(285,633)	–	–	–	(285,633)
Buyback of treasury shares	6(18)	–	–	–	–	–	–	–	(135,185)	(135,185)
Share-based payment transactions	6(17)(19)	–	1,612	–	–	–	–	–	–	1,612
Change in net equity of associates accounted for using the equity method	6(6)(19)	–	3,336	–	–	–	–	–	–	3,336
Balance at June 30, 2026		**$793,426**	**$2,349,284**	**$1,092,794**	**$159,576**	**$256,905**	**($124,019)**	**($12,543)**	**($135,185)**	**$4,380,238**

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

CYBERLINK CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the Six Months Ended June 30, 2026 and 2025
(Reviewed, not audited)

Unit: Amounts expressed in thousands of New Taiwan Dollars

		Six Months Ended June 30,	
	Notes	**2026**	**2025**
Cash flows from operating activities			
Net income before income tax		$175,103	$102,725
Adjustments			
Adjustments to reconcile profit (loss)			
Loss (gains) on financial assets at fair value through profit or loss(gain)	6(2)(26)	(5,516)	85
Depreciation expense	6(7)(8)(10)	15,976	15,666
Expected credit gain	6(28)	(11,057)	–
Interest income	6(24)	(25,934)	(36,218)
Interest expenses	6(8)(27)	54	107
Loss on disposal of property, plant and equipment	6(26)	59	–
Cost of employee stock options	6(17)(29)	1,612	3,789
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets mandatorily measured at fair value through profit or loss		30,000	(541,528)
Refund of investment from liquidation of financial assets measured at fair value through profit or loss	6(2)	34,808	–
Accounts receivable		66,676	(9,232)
Other receivables		199	216
Other receivables – related parties		302	239
Inventories		(68)	(635)
Other current assets		5,218	(5,530)
Other non-current assets		1,518	4,390
Changes in operating liabilities			
Current contract liabilities		(17,627)	45,413
Accounts payable		(3,598)	(6,405)
Other payables		4,146	8,944
Other current liabilities		(7,009)	5,480
Current and non-current provisions of liabilities		587	53,260
Other non-current liabilities		621	(68)
Cash inflow (outflow) generated from operations		266,070	(465,822)
Interest received		26,076	36,542
Interest paid		(54)	(107)
Income tax paid		(40,435)	(45,014)
Income tax refunded		1,320	–
Net cash flows from (used in) operating activities		**252,977**	**(474,401)**

(Continued on next page)

		Six Months Ended June 30,	
	Notes	2026	2025
Cash flows from investing activities			
Acquisition of financial assets at amortized cost		(1,305,850)	(1,582,200)
Proceeds from disposal of financial assets at amortized cost		1,261,400	2,010,965
Acquisition of property, plant and equipment	6(32)	(6,486)	(8,222)
Decrease (increase) in refundable deposits		576	(1,162)
Net cash flows from (used in) investing activities		**(50,360)**	**419,381**
Cash flows from financing activities			
Increase in deposits received	6(33)	41	24
Repayment of the principal portion of lease liabilities	6(8)(33)	(3,246)	(3,110)
Exercise of employee stock options		–	13,286
Payments for treasury share buyback	6(32)	(113,667)	–
Net cash flows from (used in) financing activities		**(116,872)**	**10,200**
Effects of changes in exchange rates		(897)	(19,283)
Net increase (decrease) in cash and cash equivalents		84,848	(64,103)
Cash and cash equivalents at beginning of period		590,113	587,718
Cash and cash equivalents at end of period		**$674,961**	**$523,615**

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

Unit: Amounts expressed in thousands of New Taiwan Dollars
(EXCEPT AS OTHERWISE INDICATED)

1. History and Organization

CyberLink Corp. (the "Company") was established in the Republic of China (R.O.C.) in August 1990. The Company and its subsidiaries (collectively referred to herein as the "Group") are primarily engaged in the research, development, design and sale of computer software. The Company's shares were traded on the GreTai Securities Market (formerly Over-The-Counter Securities Exchange) from October 11, 2000. The Company's shares have been listed on the Taiwan Stock Exchange Corporation since September 27, 2004.

2. The Date of Authorization for Issuance of the Consolidated Financial Statements and Procedures for Authorization

The consolidated financial statements were authorized for issuance by the Board of Directors on July 28, 2026.

3. Application of New Standards, Amendments and Interpretations

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (the "IFRS") as endorsed and released by the Financial Supervisory Commission (the "FSC")

New standards, interpretations, and amendments endorsed and issued by the FSC, effective from 2026, are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 9 and IFRS 7 "Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 — Comparative Information"	January 1, 2023
Annual Improvements to IFRS Accounting Standards — Volume 11	January 1, 2026

Except for the items listed below, the Group has assessed that the aforementioned standards and interpretations do not have a material impact on the Group's financial position and financial performance:

Amendments to IFRS 9 and IFRS 7 "Classification and Measurement of Financial Instruments"

1. The amendments clarify the recognition and derecognition dates of certain financial assets and liabilities. A new provision has been added such that, when an entity uses an electronic payment system to settle a financial liability (or part of a financial liability) in cash, the entity is permitted to deem the financial liability as settled prior to the settlement date, if, and only if, the entity has initiated the payment instruction, and the following conditions are met:

(1) The entity does not have the ability to withdraw, stop or cancel the payment instruction;

(2) The entity does not have the practical ability to access the cash to be used for settlement as a result of the payment instruction; and

(3) The settlement risk associated with the electronic payment system is insignificant.

2. The amendments update the disclosure requirements such that fair value information for investments in equity instruments irrevocably designated as at fair value through other comprehensive income (FVOCI) should be disclosed by category rather than by individual investment. In addition, the amounts of fair value gains or losses presented in other comprehensive income during the reporting period should be disclosed separately for (a) investments derecognized during the reporting period and (b) investments held at the end of the reporting period, along with the cumulative gain or loss upon derecognition transferred within equity during the reporting period.

(2) Effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations, and amendments issued by the IASB and endorsed by the FSC for adoption in 2027 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 1)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027
Amendments to IAS 28 "Fair Value Option for Investments in Associates and Joint Ventures"	January 1, 2027 (Note 2)

Note 1: Entities shall apply IFRS 18 for annual periods beginning on or after January 1, 2028, with earlier application permitted.

Note 2: Entities shall apply this amendment concurrently with IFRS 18.

Except for the items listed below, the Group has assessed that the aforementioned standards and interpretations do not have a material impact on the Group's financial position and financial performance:

IFRS 18 "Presentation and Disclosure in Financial Statements"

IFRS 18 replaces IAS 1, updating the structure of the statement of comprehensive income, adding disclosure of new management performance measures, and strengthening the aggregation and disaggregation principles applied to the primary financial statements and notes.

(3) IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations, and amendments issued by the IASB but not yet endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 20 "Regulatory Assets and Regulatory Liabilities"	January 1, 2029

The Group has assessed that the aforementioned standards and interpretations do not have a material impact on the Group's financial position and financial performance.

4. Summary of Significant Accounting Policies

The significant accounting policies applied are consistent with Note 4 to the consolidated financial statements for the year ended December 31, 2025, except for the statement of compliance, the basis of preparation, the basis of consolidation and additional policies as set out below. These policies have been consistently applied to all periods presented, unless otherwise stated.

(1) Statement of Compliance

1. The consolidated financial statements of the Group have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" endorsed and released by the FSC.

2. The consolidated financial statements should be read together with the consolidated financial statements for the year ended December 31, 2025.

(2) Basis of Preparation

1. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:

(1) Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.

(2) Financial assets at fair value through other comprehensive income.

(3) Defined benefit liabilities recognized based on the net amount of pension fund assets less present value of the defined benefit obligation.

2. The preparation of financial statements in conformity with International Financial Reporting Standards, International Accounting Standards, interpretations and interpretive announcements (collectively referred to as "IFRSs") as endorsed and issued into effect by the FSC requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Group's accounting policies. Items involving a higher degree of judgment or complexity, or items where assumptions and estimates are significant to the consolidated financial statements, are disclosed in Note 5.

(3) Basis of Consolidation

1. Principles of preparation of consolidated financial statements

The basis for preparation of these consolidated financial statements is consistent with that for the preparation of consolidated financial statements for the year ended December 31, 2025.

2. Subsidiaries included in the consolidated financial statements:

			Ownership (%)			
Name of Investor	**Company Name of Subsidiary**	**Major Operating Activities**	**June 30, 2026**	**December 31, 2025**	**June 30, 2025**	**Note**
CyberLink Corp.	CyberLink.com Corp. (CyberLink-USA)	Sale of computer software	100%	100%	100%	
CyberLink Corp.	CyberLink International Technology Corp. (CyberLink-B.V.I)	Investment in various businesses	100%	100%	100%	Note
CyberLink Corp.	CyberLink Inc. (CyberLink-Japan)	Sale of computer software	100%	100%	100%	

Note: For the purpose of integrating Group resources, planning overall operational strategies, enhancing management efficiency, and reducing operating costs, the Company resolved at the Board of Directors meeting on April 29, 2026 to merge with its wholly-owned subsidiary, CyberLink-B.V.I., with the Company being the surviving entity after the merger. However, in order to preserve future operating flexibility and avoid unnecessary administrative costs, the Company's Board of Directors resolved on July 28, 2026 to discontinue the processing of the aforementioned simplified merger.

3. Subsidiaries not included in the consolidated financial statements:
   None.

4. Adjustments and treatment for subsidiaries with different accounting period-ends:
   None.

5. Significant restrictions:
   None.

6. Subsidiaries with material non-controlling interests to the Group:
   None.

(4) Share Capital

1. Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new shares or subscription rights, net of tax, are recognized as a deduction from the proceeds in equity.

2. When the Company repurchases its issued shares, the consideration paid, including any directly attributable incremental costs, net of tax, is recognized as a deduction from equity attributable to the Company's owners. When the repurchased shares are subsequently reissued, the difference between the consideration received (net of any directly attributable incremental costs and related income tax effects) and the carrying amount is recognized as an adjustment to equity.

(5) Employee Benefits

Pension costs for the interim period are calculated using the pension cost rate determined by actuarial valuation as of the end of the preceding financial year, applied from the beginning of the year to the end of the current period. If, subsequent to that valuation date, there is a significant market fluctuation or a significant curtailment, settlement, or other significant one-off event, adjustments are made, together with the disclosure of related information in accordance with the aforementioned policy.

(6) Income Tax

The income tax expense for the interim period is calculated by applying the estimated average effective tax rate for the full financial year to the pretax income of the interim period, and the related information is disclosed accordingly.

5. Critical Accounting Judgments, Estimates and Key Sources of Assumption Uncertainty

There have been no significant changes during the period; please refer to Note 5 of the consolidated financial statements for the year ended December 31, 2025.

6. Details of Significant Accounts

(1) Cash and Cash Equivalents

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand and revolving funds	$2,238	$2,758	$245
Checking deposits	64,375	64,393	77,880
Demand deposits	584,461	499,390	423,515
Time deposits	23,887	23,572	21,975
Total	**$674,961**	**$590,113**	**$523,615**

1. The Group transacts with a variety of financial institutions, all with high credit quality, to

diversify credit risk, so it expects that the probability of counterparty default is remote.

2. The Group has no cash and cash equivalents pledged to others.

(2) Current and Non-current Financial Assets at Fair Value through Profit or Loss

Item	June 30, 2026	December 31, 2025	June 30, 2025
Current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Money market funds	$573,230	$601,280	$630,134
Valuation adjustment	7,216	4,130	1,522
Total	**$580,446**	**$605,410**	**$631,656**
Non-current items:			
Financial assets mandatorily measured at fair value through profit or loss			
Private equity funds	$290,221	$286,789	$271,039
Unlisted stocks	–	22,850	22,994
Subtotal	290,221	309,639	294,033
Valuation adjustment	(125,900)	(113,152)	(65,499)
Total	**$164,321**	**$196,487**	**$228,534**

1. Amounts recognized in profit or loss in relation to financial assets at fair value through profit or loss are listed below:

	Three Months Ended June 30,	
	2026	2025
Financial assets mandatorily measured at fair value through profit or loss		
Private equity funds	$240	($120)
Money market funds	2,610	1,358
Unlisted stocks	–	–
Total	**$2,850**	**$1,238**

	Six Months Ended June 30,	
	2026	2025
Financial assets mandatorily measured at fair value through profit or loss		
Private equity funds	$300	($1,710)
Money market funds	5,037	1,625
Unlisted stocks	179	–
Total	**$5,516**	**($85)**

2. From February to March 2026, the investee company completed its liquidation procedures and deregistration, resulting in a return of investment from liquidation distributions amounting to $34,808. In July 2025, the investee company disposed of part of its investment targets and returned part of the investment cost amounting to $5,226. In addition, in July 2025, the investee company reduced its capital and returned investment funds amounting to $144.

   The amounts of dividend income recognized in profit or loss in relation to financial assets at fair value through profit or loss for the six months ended June 30, 2026 and 2025 were both $0.

3. The Group has no financial assets at fair value through profit or loss pledged to others.

4. Information relating to credit risk of financial assets at fair value through profit or loss is provided in Note 12(2).

(3) Current Financial Assets at Amortized Cost

Item	June 30, 2026	December 31, 2025	June 30, 2025
Time deposits with original maturities of more than three months	$1,305,850	$1,257,200	$1,230,600

1. Amounts recognized in profit or loss in relation to financial assets at amortized cost are listed below:

	Three Months Ended June 30,	
	2026	2025
Interest income	$12,450	$15,536

	Six Months Ended June 30,	
	2026	2025
Interest income	$24,757	$34,938

2. As of June 30, 2026, December 31, 2025 and June 30, 2025, without taking into account other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortized cost held by the Group was $1,305,850, $1,257,200 and $1,230,600, respectively.
3. The Group has no financial assets at amortized cost pledged to others.
4. Information relating to credit risk of financial assets at amortized cost is provided in Note 12(2). The counterparties of the Group's time deposit investments are financial institutions with high credit quality, so it expects that the probability of counterparty default is remote.

(4) Non-current Financial Assets at Fair Value through Other Comprehensive Income

Item	June 30, 2026	December 31, 2025	June 30, 2025
Unlisted stocks	$12,963	$12,858	$12,325
Valuation adjustment	(12,963)	(12,858)	(12,077)
Total	**$–**	**$–**	**$248**

1. The Group has elected to classify unlisted stock investments that are considered to be strategic investments as financial assets at fair value through other comprehensive income. The fair value of such investments as of June 30, 2026, December 31, 2025 and June 30, 2025 was $0, $0 and $248, respectively.
2. As of June 30, 2026, December 31, 2025 and June 30, 2025, without taking into account other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at fair value through other comprehensive income held by the Group was $0, $0 and $248, respectively.
3. The Group has no financial assets at fair value through other comprehensive income pledged to others.
4. Information relating to credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2).

(5) Accounts Receivable

	June 30, 2026	December 31, 2025	June 30, 2025
Accounts receivable	$51,344	$176,053	$151,291
Less: Loss allowance	–	(68,721)	(77,393)
Total	**$51,344**	**$107,332**	**$73,898**

1. The ageing analysis of accounts receivable is as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Not past due	$49,504	$102,955	$69,215
Past due, within 30 days	487	2,956	1,252
Past due, 31–90 days	1,084	84	2,821
Past due, over 91 days	269	70,058	78,003
Total	**$51,344**	**$176,053**	**$151,291**

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

2. As of June 30, 2026, December 31, 2025 and June 30, 2025, accounts receivable were all from contracts with customers. Additionally, as of January 1, 2025, the balance of accounts receivable from contracts with customers amounted to $146,287.
3. As of June 30, 2026, December 31, 2025 and June 30, 2025, without taking into account other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's accounts receivable was $51,344, $107,332 and $73,898, respectively.
4. Information relating to credit risk of accounts receivable is provided in Note 12(2).

(6) Investments Accounted for Using the Equity Method

	Six Months Ended June 30,	
	2026	2025
At January 1	$1,582,772	$1,634,165
Change in capital surplus (Note 6(19))	3,336	10,452
Change in other equity (Note 6(21))	20,264	(172,572)
At June 30	**$1,606,372**	**$1,472,045**

1. The basic information of the associate is as follows:

		Shareholding ratio				
Company Name	Principal place of business	June 30, 2026	December 31, 2025	June 30, 2025	Nature of relationship	Method of Measurement
Perfect Corp. (Cayman)	Cayman	36.29%	36.29%	36.29%	Investments accounted for using the equity method	Equity method

2. The Group holds a 36.29% equity interest in Perfect Corp. (Cayman). Given that the Group appointed only one out of seven directors on the current Board of Directors of Perfect Corp. (Cayman), and Perfect Corp. (Cayman)'s Articles of Incorporation set forth that there is no obligation to hold a shareholders' meeting on a regular basis every year, the Group has no ability to direct the relevant activities of Perfect Corp. (Cayman), and the Group has no control, but has significant influence, over Perfect Corp. (Cayman).
3. The fair value of the Group's investments accounted for using the equity method with publicly quoted market prices is as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Perfect Corp. (Cayman)	$1,960,049	$2,091,029	$2,490,799

4. The Group's subsidiary CyberLink-B.V.I. and Alice H. Chang (whose relationship with the Company is as the representative of the Company's institutional director) jointly entered into a consortium agreement on March 18, 2026 and submitted a preliminary and non-binding proposal to the associate, Perfect Corp. (Cayman), for the acquisition of all outstanding shares

and privatization. The proposed privatization contemplates a cash purchase price of US$1.95 per ordinary share, to be funded by Perfect Corp. (Cayman)'s own funds. However, in order to expedite the process and reduce transaction costs, the Group's subsidiary, CyberLink-B.V.I., terminated the original consortium agreement, and Alice H. Chang proceeded independently as the sole acquirer to negotiate and sign the relevant agreements with Perfect Corp. (Cayman).

5. The Group's subsidiary, CyberLink-B.V.I., signed a voting and support agreement with Alice H. Chang on July 10, 2026, under which it will retain its shareholding in the associate Perfect Corp. (Cayman) and will vote at that company's shareholders' meeting in support of the going-private and delisting proposal for Perfect Corp. (Cayman) proposed by Alice H. Chang. As of July 28, 2026, the aforementioned transaction had not yet been completed.

(7) Property, Plant and Equipment

	Six Months Ended June 30, 2026					
	Land	**Buildings**	**Machinery and equipment**	**Office equipment**	**Transportation equipment**	**Total**
At January 1						
Cost	$315,665	$152,770	$28,653	$1,585	$1,054	$499,727
Accumulated depreciation	–	(61,602)	(15,594)	(1,359)	(220)	(78,775)
	$315,665	**$91,168**	**$13,059**	**$226**	**$834**	**$420,952**
At January 1	$315,665	$91,168	$13,059	$226	$834	$420,952
Additions	–	2,446	192	724	–	3,362
Disposals – cost	–	–	–	(145)	–	(145)
Disposals – accumulated depreciation	–	–	–	86	–	86
Depreciation expense	–	(3,846)	(2,896)	(61)	(88)	(6,891)
Net exchange differences	(2,128)	(442)	(3)	(15)	–	(2,588)
At June 30	**$313,537**	**$89,326**	**$10,352**	**$815**	**$746**	**$414,776**
At June 30						
Cost	$313,537	$154,620	$28,805	$2,141	$1,054	$500,157
Accumulated depreciation	–	(65,294)	(18,453)	(1,326)	(308)	(85,381)
	$313,537	**$89,326**	**$10,352**	**$815**	**$746**	**$414,776**

	Six Months Ended June 30, 2025					
	Land	**Buildings**	**Machinery and equipment**	**Office equipment**	**Transportation equipment**	**Total**
At January 1						
Cost	$319,968	$149,570	$26,315	$1,930	$1,054	$498,837
Accumulated depreciation	–	(55,610)	(14,370)	(1,608)	(44)	(71,632)
	$319,968	**$93,960**	**$11,945**	**$322**	**$1,010**	**$427,205**
At January 1	$319,968	$93,960	$11,945	$322	$1,010	$427,205
Additions	–	1,222	6,827	–	–	8,049
Depreciation expense	–	(3,461)	(2,935)	(97)	(88)	(6,581)
Net exchange differences	(3,074)	(643)	(1)	(4)	–	(3,722)
At June 30	**$316,894**	**$91,078**	**$15,836**	**$221**	**$922**	**$424,951**
At June 30						
Cost	$316,894	$149,942	$33,086	$1,845	$1,055	$502,822
Accumulated depreciation	–	(58,864)	(17,250)	(1,624)	(133)	(77,871)
	$316,894	**$91,078**	**$15,836**	**$221**	**$922**	**$424,951**

(8) Lease Transactions – Lessee

1. The underlying assets leased by the Group include office space and transportation equipment.

The lease terms for the periods January to June 2026 and 2025 range from 2023 to 2029. Lease contracts are individually negotiated and contain a variety of different terms and conditions; leased assets may not be used as loan collateral, and leased rights may not be transferred to any other party through business transfer, merger, or similar arrangements.

2. Short-term leases with a lease term of 12 months or less comprise parking spaces rented by the Group in Taiwan and leased offices in the United States.

3. The information on right-of-use assets is as follows:

	Six Months Ended June 30, 2026		
	Buildings	**Transportation equipment**	**Total**
At January 1			
Cost	$19,748	$2,904	$22,652
Accumulated depreciation	(11,734)	(2,420)	(14,154)
	$8,014	**$484**	**$8,498**
At January 1	$8,014	$484	$8,498
Depreciation expense	(2,783)	(484)	(3,267)
At June 30	**$5,231**	**$–**	**$5,231**
At June 30			
Cost	$19,748	$2,904	$22,652
Accumulated depreciation	(14,517)	(2,904)	(17,421)
	$5,231	**$–**	**$5,231**

	Six Months Ended June 30, 2025		
	Buildings	**Transportation equipment**	**Total**
At January 1			
Cost	$19,748	$2,904	$22,652
Accumulated depreciation	(6,169)	(1,452)	(7,621)
	$13,579	**$1,452**	**$15,031**
At January 1	$13,579	$1,452	$15,031
Depreciation expense	(2,783)	(484)	(3,267)
At June 30	**$10,796**	**$968**	**$11,764**
At June 30			
Cost	$19,748	$2,904	$22,652
Accumulated depreciation	(8,952)	(1,936)	(10,888)
	$10,796	**$968**	**$11,764**

4. Lease liabilities relating to lease contracts:

	June 30, 2026	**December 31, 2025**	**June 30, 2025**
Total lease liabilities	$5,486	$8,732	$12,268
Less: Current portion (shown as "current lease liabilities")	(2,948)	(5,514)	(6,899)
Total	**$2,538**	**$3,218**	**$5,369**

5. The information on profit and loss accounts relating to lease contracts is as follows:

	Three Months Ended June 30,	
	2026	**2025**
Interest expense on lease liabilities	$23	$50
Expense on short-term lease contracts	612	565
Total	**$635**	**$615**

	Six Months Ended June 30,	
	2026	**2025**
Interest expense on lease liabilities	$54	$107
Expense on short-term lease contracts	1,341	1,103
Total	**$1,395**	**$1,210**

6. For the six months ended June 30, 2026 and 2025, the Group's total cash outflow for leases was $4,641 and $4,320, respectively, which included expenses on short-term lease contracts of $1,341 and $1,103, interest expenses on lease liabilities of $54 and $107, and payments of lease liabilities of $3,246 and $3,110, respectively.

7. Please refer to Note 7 for the office leases with related parties.

(9) Lease Transactions – Lessor

1. Leases to Non-Related Parties

The assets leased out by the Group include a parcel of land at Lot No. 229, Xihu Section, Sub-section 2, Neihu District, Taipei City, and floors 1 through 9 of Building B of the "Sun-Tech Plaza" office/factory building in Neihu District. Lease terms generally range from 1 to 10 years, and lease agreements are individually negotiated and contain a range of terms and conditions. To safeguard the condition of the leased assets, lessees are generally required not to use the leased assets as collateral for financing, and not to sublease, share, assign, or otherwise lend all or part of the leased assets to any other person or entity for use.

2. Leases to Related Parties

The assets leased out by the Group are office space on the 6th and 14th floors of the "Jiang-Ling Information" commercial building in Xindian District, New Taipei City, and an office located in Minato-ku, Tokyo, Japan. Lease terms are generally 1 to 2 years, and lease agreements are individually negotiated and contain different terms and conditions. To safeguard the condition of the leased assets, lessees are generally required not to use the leased assets as collateral for financing, and not to sublease, share, assign, or otherwise lend all or part of the leased assets to any other person or entity for use. Rent is collected at the beginning of the following month.

3. For the three months ended June 30, 2026 and 2025, and the six months ended June 30, 2026 and 2025, the Group recognized rental income of $17,902, $18,839, $36,631, and $37,357, respectively, under the above operating leases, none of which related to variable lease payments.

4. The maturity analysis of lease payments to be received under operating leases entered into by the Group is as follows:

	June 30, 2026
Jul–Dec 2026	$36,845
2027	42,871
2028	28,434
2029	18,697
Total	**$126,847**

	December 31, 2025	**June 30, 2025**
Jul–Dec 2025	$–	$36,880
2026	74,582	65,284
2027	43,284	42,002
2028	28,434	28,434
2029	20,436	20,436
2030	1,449	1,449
Total	**$168,185**	**$194,485**

(10) Investment Property

	Six Months Ended June 30, 2026		
	Land	**Buildings**	**Total**
At January 1			
Cost	$799,024	$593,470	$1,392,494
Accumulated depreciation	–	(200,490)	(200,490)
	$799,024	**$392,980**	**$1,192,004**
At January 1	$799,024	$392,980	$1,192,004
Depreciation expense	–	(5,818)	(5,818)
At June 30	**$799,024**	**$387,162**	**$1,186,186**
At June 30			
Cost	$799,024	$593,470	$1,392,494
Accumulated depreciation	–	(206,308)	(206,308)
	$799,024	**$387,162**	**$1,186,186**

	Six Months Ended June 30, 2025		
	Land	**Buildings**	**Total**
At January 1			
Cost	$799,024	$593,470	$1,392,494
Accumulated depreciation	–	(188,853)	(188,853)
	$799,024	**$404,617**	**$1,203,641**
At January 1	$799,024	$404,617	$1,203,641
Depreciation expense	–	(5,818)	(5,818)
At June 30	**$799,024**	**$398,799**	**$1,197,823**
At June 30			
Cost	$799,024	$593,470	$1,392,494
Accumulated depreciation	–	(194,671)	(194,671)
	$799,024	**$398,799**	**$1,197,823**

1. Rental income from investment property and direct operating expenses arising from investment property are shown below:

	Three Months Ended June 30,	
	2026	**2025**
Rental income from investment property	$17,300	$18,211
Direct operating expenses arising from the investment property that generated rental income during the period	$4,024	$4,001
Direct operating expenses arising from the investment property that did not generate rental income during the period	$100	$–

	Six Months Ended June 30,	
	2026	**2025**
Rental income from investment property	$35,438	$36,097
Direct operating expenses arising from the investment property that generated rental income during the period	$8,039	$8,020
Direct operating expenses arising from the investment property that did not generate rental income during the period	$100	$–

2. The fair value of investment property held by the Group as of June 30, 2026, December 31, 2025, and June 30, 2025 was $2,621,663, $2,546,271, and $2,719,668, respectively. The above fair values were estimated based on the market transaction prices of similar real estate in the vicinity of the relevant assets, and are classified as Level 3 information.

(11) Accounts Payable

	June 30, 2026	December 31, 2025	June 30, 2025
Royalty payable	$32,468	$35,234	$20,801
Other	479	1,325	1,798
Total	**$32,947**	**$36,559**	**$22,599**

(12) Other Payables

	June 30, 2026	December 31, 2025	June 30, 2025
Dividends payable	$285,633	$–	$308,485
Payable for employees' compensation and directors' remuneration	165,812	138,168	137,479
Promotion expenses payable	156,864	130,035	127,255
Salaries payable	76,284	120,147	73,554
Royalties collected on behalf of others	19,950	19,687	18,353
Service fees payable	16,769	12,872	11,278
Employee bonuses payable	11,430	9,380	20,810
Equipment payable	163	3,443	89
Payable for treasury share buyback	21,518	–	–
Accrued expenses – other	32,139	36,728	35,665
Other payables – other	6,284	12,997	5,235
Total	**$792,846**	**$483,457**	**$738,203**

(13) Other Current Liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Refund liabilities	$29,019	$32,121	$35,860
Withholding tax payable	3,655	9,551	–
Other	3,451	2,282	5,083
Total	**$36,125**	**$43,954**	**$40,943**

(14) Provisions

	Six Months Ended June 30, 2026		
	Royalty	Cost of software bug-fixing	Total
At January 1	$291,133	$8,610	$299,743
Unused amount reversed during the period	(3,105)	(200)	(3,305)
Net exchange differences	3,892	–	3,892
At June 30	**$291,920**	**$8,410**	**$300,330**

	Six Months Ended June 30, 2025		
	Royalty	Cost of software bug-fixing	Total
At January 1	$325,046	$7,373	$332,419
Provisions made during the period	–	383	383
Provisions used during the period	(19,047)	–	(19,047)
Net exchange differences	(34,596)	–	(34,596)
At June 30	**$271,403**	**$7,756**	**$279,159**

Analysis of provisions is as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Non-current	$300,330	$299,743	$279,159

1. Royalty

The Group estimates potential royalty expenses based on the characteristics of the industry in which it operates, other known factors, and management's judgment, and recognizes such amounts as cost of goods sold in the period the related products are sold. Any change in the industry environment may materially affect the amount of the Group's provision for royalty liabilities. This provision for royalty liabilities will be paid when claimed by the patent holder or upon negotiation between the parties.

2. Cost of Software Bug-fixing

The Group provides customers, free of charge and from time to time, with software patches available for download via the internet. The related software bug-fixing costs and liabilities are estimated in conjunction with sales revenue.

(15) Other Non-current Liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Accrued pension liabilities	$52,503	$51,882	$54,837
Guarantee deposits received	10,853	10,812	10,812
Total	**$63,356**	**$62,694**	**$65,649**

(16) Pensions

1. (a) Pursuant to the Labor Standards Act, the Company has established a defined benefit pension plan applicable to the years of service of all regular employees prior to the implementation of the Labor Pension Act on July 1, 2005, as well as to the subsequent years of service of employees who elected to remain subject to the Labor Standards Act after the Labor Pension Act took effect. For employees who meet the retirement eligibility requirements, pension benefits are calculated based on years of service and the average salary for the six months prior to retirement, with two units awarded for each full year of service up to 15 years and one unit for each full year of service in excess of 15 years, subject to a cumulative maximum of 45 units. The Company makes monthly contributions to the pension fund at an appropriate percentage of total salaries, which are deposited into a dedicated account at the Bank of Taiwan in the name of the Supervisory Committee of the Labor Retirement Reserve Fund. In addition, before the end of each fiscal year, the Company estimates the balance of the aforementioned labor retirement reserve fund account; if the balance is insufficient to cover the pension amounts, calculated as described above, expected to be paid to employees meeting retirement eligibility requirements within the following year, the Company will make a one-time contribution to cover the shortfall before the end of March of the following year.

(b) For the three months ended June 30, 2026 and 2025, and the six months ended June 30, 2026 and 2025, pension costs recognized by the Company under the above pension plan were $563, $601, $1,126, and $1,202, respectively.

(c) The Company expects to contribute $759 to the pension plan in 2026.

2. (a) Effective July 1, 2005, the Company has established a defined contribution pension plan under the Labor Pension Act, applicable to employees of Republic of China (Taiwan) nationality. For employees who have elected to be subject to the labor pension system prescribed under the Labor Pension Act, the Company contributes 6% of each employee's monthly salary to the employee's individual pension account at the Bureau of Labor Insurance. Pension benefits are paid out of the balance of the individual pension account and its accumulated earnings, in the form of either monthly pension payments or a lump-sum payment, at the employee's election.

(b) For the three months ended June 30, 2026 and 2025, and the six months ended June 30, 2026 and 2025, pension costs recognized by the Company under the above pension plan were $8,356, $8,067, $16,689, and $15,700, respectively.

(c) For the three months ended June 30, 2026 and 2025, and the six months ended June 30, 2026 and 2025, pension contributions made by overseas subsidiaries in accordance with local labor laws and regulations were $963, $882, $1,917, and $1,639, respectively.

(17) Share-based Payment

1. As of June 30, 2026, December 31, 2025, and June 30, 2025, the Company's share-based payment arrangements were as follows:

Type of arrangement	Grant date	Quantity granted (thousands)	Contract period	Vesting conditions
Employee stock options	July 26, 2022	2,000	7 years	2 years' service: 50% cumulatively exercisable 3 years' service: 75% cumulatively exercisable 4 years' service: 100% cumulatively exercisable

2. Details of the above share-based payment arrangement are as follows:

	2026 Options (thousands)	2026 Weighted-avg. Exercise Price (NT$)	2025 Options (thousands)	2025 Weighted-avg. Exercise Price (NT$)
Outstanding at January 1	1,545	$80.00	1,938	$83.30
Options exercised during the period	–	–	(160)	83.30
Outstanding at June 30	1,545	80.00	1,778	83.30
Exercisable at June 30	1,066		801	

3. For the three months ended June 30, 2026 and 2025, and the six months ended June 30, 2026 and 2025, the weighted-average share price at the date of exercise of options exercised was $0, $83.30, $0, and $83.30, respectively.

4. As of June 30, 2026, December 31, 2025, and June 30, 2025, the range of exercise prices of outstanding options was $80.00, $80.00, and $83.30, respectively, and the weighted-average remaining contractual life was 3.07 years, 3.57 years, and 4.07 years, respectively.

5. The Company used the Black-Scholes option pricing model to estimate the fair value of stock options granted in share-based payment transactions, with relevant information as follows:

Type of arrangement	Grant date	Stock price (in dollars)	Exercise price (in dollars)	Expected price volatility	Expected option life	Expected dividends	Risk-free interest rate	Fair value per unit (in dollars)
Employee stock options	July 26, 2022	$89.5	$89.5	32.10%	4.88	0.00%	1.06%	$26.4355

Note: Expected volatility was estimated by reference to historical trading data (daily) of the Company's shares, using a sample period equal in length to the expected life of the stock options.

6. Expenses arising from share-based payment transactions are as follows:

	Three Months Ended June 30,	
	2026	2025
Employee stock option compensation cost	$811	$1,905

	Six Months Ended June 30,	
	2026	2025
Employee stock option compensation cost	$1,612	$3,789

(18) Capital Stock

1. As of June 30, 2026, the Company's authorized capital was $1,610,000, divided into 161,000 thousand shares (including 21,000 thousand shares reserved for subscription under employee stock options), with paid-in capital of $793,426, at a par value of $10 per share. Payment for all of the Company's issued shares has been collected in full.

   A reconciliation of the number of shares of the Company's common stock outstanding at the beginning and end of the period (thousand shares) is as follows:

	Six Months Ended June 30,	
	2026	2025
At January 1	79,342	78,959
Exercise of employee stock options	–	160
Shares bought back	(2,000)	–
At June 30	**77,342**	**79,119**

2. Treasury Shares

   (a) Reasons for and number of shares bought back:

Name of Company Holding Shares	Reason for Buyback	Number of Shares (thousands) — June 30, 2026	Carrying Amount — June 30, 2026
The Company	To maintain the Company's credit standing and shareholders' equity	2,000	$135,185

   (b) Under the Securities and Exchange Act, the number of shares a company buys back may not exceed 10% of its total issued shares outstanding, and the total amount used to buy back shares may not exceed the sum of retained earnings, share premium, and realized capital surplus.

   (c) Under the Securities and Exchange Act, treasury shares held by the Company may not be pledged, and the Company is not entitled to shareholder rights with respect to such shares prior to their transfer.

   (d) Under the Securities and Exchange Act, shares bought back for transfer to employees must be transferred within five years from the date of buyback; shares not transferred within that period are deemed unissued shares of the Company and must be canceled through a change of registration. Shares bought back to maintain the Company's credit standing and shareholders' equity must be canceled through a change of registration within six months from the date of buyback.

   (e) To maintain the Company's credit standing and shareholders' equity, the Board of Directors resolved on April 29, 2026 to buy back 2,000 thousand shares of the Company's stock from the centralized securities exchange market during the period from April 30, 2026 to June 29, 2026, at prices ranging from $45 to $90. The above share buyback was completed on June 29, 2026, with a total of 2,000 thousand shares bought back for a total amount of $135,185. The registration process to cancel these shares is currently underway.

(19) Capital Surplus

Under the Company Act, capital surplus arising from the premium on shares issued in excess of par value and from donations received may be used to offset a deficit and, when the Company has no accumulated deficit, may be distributed to shareholders in proportion to their shareholdings, either as new shares or in cash. In addition, under relevant provisions of the Securities and Exchange Act, the amount of the above capital surplus capitalized in any year may not exceed 10% of paid-in capital. The Company may not use capital surplus to make up a capital deficit unless legal reserve is still insufficient to cover such deficit.

	Six Months Ended June 30, 2026				
	Share premium	**Employee stock options**	**Expired employee stock options**	**Net change in equity of associates**	**Total**
At January 1	$131,994	$39,155	$60,144	$2,113,043	$2,344,336
Share-based payment transactions	–	1,612	–	–	1,612
Recognition of change in equity of associates in proportion to the Group's ownership	–	–	–	3,336	3,336
At June 30	**$131,994**	**$40,767**	**$60,144**	**$2,116,379**	**$2,349,284**

	Six Months Ended June 30, 2025				
	Share premium	**Employee stock options**	**Expired employee stock options**	**Net change in equity of associates**	**Total**
At January 1	$94,674	$43,597	$60,144	$2,096,884	$2,295,299
Share-based payment transactions	–	3,789	–	–	3,789
Exercise of employee stock options	15,839	(4,148)	–	–	11,691
Recognition of change in equity of associates in proportion to the Group's ownership	–	–	–	10,452	10,452
At June 30	**$110,513**	**$43,238**	**$60,144**	**$2,107,336**	**$2,321,231**

(20) Retained Earnings

1. Under the Company's Articles of Incorporation, if there is net income after tax for the year in the Company's annual final accounts, the Company shall first offset any accumulated deficit from prior years (including adjustments to unappropriated retained earnings), and then set aside 10% as legal reserve in accordance with the law, provided that this requirement does not apply once the legal reserve has reached the Company's total capital. The Company shall next set aside or reverse special reserve in accordance with applicable laws or regulations of the competent authority. The remaining earnings, together with the unappropriated retained earnings at the beginning of the period (including adjustments to unappropriated retained earnings), shall be proposed by the Board of Directors in an earnings distribution plan submitted to the shareholders' meeting for resolution on the distribution of dividends and bonuses to shareholders.

2. The Company's dividend policy takes into account its current and future development plans, the investment environment, funding requirements, domestic and international competitive conditions, and shareholders' interests, among other factors. In principle, the annual distribution of dividends to shareholders shall not be less than 50% of the distributable earnings for that year. Distributions shall, in principle, combine stock dividends and cash dividends; at the present stage, cash dividends shall, in principle, account for not less than 20% of the total annual dividend distribution, provided that, where the Company has major capital expenditure plans or similar plans, the proportion of cash dividends may, with the approval of the shareholders' meeting, be less than 20% of the total annual dividend distribution.

3. The legal reserve may not be used except to offset a deficit of the Company or to issue new shares or distribute cash to shareholders in proportion to their existing shareholdings; provided that, in the case of issuing new shares or distributing cash, this may only be done to the extent

that the legal reserve exceeds 25% of paid-in capital.

4. When distributing earnings, the Company is required by law to set aside a special reserve corresponding to any debit balance in other equity items as of the balance sheet date of the current year before earnings may be distributed; when such debit balance in other equity items is subsequently reversed, the reversed amount may be included in distributable earnings.

5. (a) On June 18, 2026 and June 19, 2025, the Company's shareholders' meeting resolved to approve the earnings distribution proposals for fiscal years 2025 and 2024, respectively, with details as follows:

	Year Ended December 31			
	2025		2024	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	$–		$–	
(Reversed) Provision of special reserve	103,940		(130,667)	
Cash dividends	285,633	$3.60	308,485	$3.90

(b) As the Company's legal reserve already exceeds its paid-in capital, it is not required by law to set aside further legal reserve. The Company does not intend to set aside legal reserve in the distribution of earnings for fiscal years 2025 and 2024.

(21) Other Equity Items

	Six Months Ended June 30, 2026		
	Unrealized gains (losses) on valuation	Currency translation	Total
At January 1	($12,543)	($147,033)	($159,576)
Currency translation:			
- Group	–	2,750	2,750
- Associates	–	20,264	20,264
At June 30	**($12,543)**	**($124,019)**	**($136,562)**

	Six Months Ended June 30, 2025		
	Unrealized gains (losses) on valuation	Currency translation	Total
At January 1	($12,295)	($43,341)	($55,636)
Currency translation:			
- Group	–	(72,674)	(72,674)
- Associates	–	(172,572)	(172,572)
At June 30	**($12,295)**	**($288,587)**	**($300,882)**

(22) Operating Revenue

	Three Months Ended June 30,	
	2026	2025
Revenue from contracts with customers	$528,130	$598,957

	Six Months Ended June 30,	
	2026	2025
Revenue from contracts with customers	$1,113,464	$1,170,482

1. Disaggregation of Revenue from Contracts with Customers

The Group's revenue arises from the transfer of goods and services both over time and at a point in time. Revenue can be disaggregated by product line and geographic region as follows:

	Taiwan		America		Japan		Other Region		
Three Months Ended June 30, 2026	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Total
Revenue from contracts with customers	$14,547	$8,288	$293,116	$38,018	$81,363	$44,937	$33,932	$13,929	$528,130
Timing of revenue recognition									
At a point in time	2,783	7,261	92,909	36,428	29,428	43,895	9,797	13,034	235,535
Over time	11,764	1,027	200,207	1,590	51,935	1,042	24,135	895	292,595
	$14,547	$8,288	$293,116	$38,018	$81,363	$44,937	$33,932	$13,929	$528,130

	Taiwan		America		Japan		Other Region		
Three Months Ended June 30, 2025	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Total
Revenue from contracts with customers	$15,603	$7,446	$319,906	$55,954	$78,184	$47,895	$35,978	$37,991	$598,957
Timing of revenue recognition									
At a point in time	3,316	5,427	97,533	54,388	27,404	46,885	11,510	36,999	283,462
Over time	12,287	2,019	222,373	1,566	50,780	1,010	24,468	992	315,495
	$15,603	$7,446	$319,906	$55,954	$78,184	$47,895	$35,978	$37,991	$598,957

	Taiwan		America		Japan		Other Region		
Six Months Ended June 30, 2026	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Total
Revenue from contracts with customers	$28,389	$22,122	$624,965	$84,134	$162,067	$82,569	$70,190	$39,028	$1,113,464
Timing of revenue recognition									
At a point in time	4,513	20,070	214,807	80,942	57,408	80,459	21,193	37,214	516,606
Over time	23,876	2,052	410,158	3,192	104,659	2,110	48,997	1,814	596,858
	$28,389	$22,122	$624,965	$84,134	$162,067	$82,569	$70,190	$39,028	$1,113,464

	Taiwan		America		Japan		Other Region		
Six Months Ended June 30, 2025	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Media Creation	Media Entertainment and Others	Total
Revenue from contracts with customers	$30,433	$24,997	$629,690	$114,028	$149,222	$99,310	$70,205	$52,597	$1,170,482
Timing of revenue recognition									
At a point in time	6,132	21,951	186,492	110,925	52,308	97,234	21,961	50,597	547,600
Over time	24,301	3,046	443,198	3,103	96,914	2,076	48,244	2,000	622,882
	$30,433	$24,997	$629,690	$114,028	$149,222	$99,310	$70,205	$52,597	$1,170,482

2. Contract Liabilities

(a) Contract liabilities related to revenue from contracts with customers recognized by the Group are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025	January 1, 2025
Advance receipts from customers	$458,151	$476,472	$480,418	$435,006

(b) Revenue recognized during the period from contract liabilities at the beginning of the period:

	Three Months Ended June 30,	
	2026	2025
Advance receipts from customers	$148,530	$136,190

	Six Months Ended June 30,	
	2026	2025
Advance receipts from customers	$370,939	$329,656

(23) Operating Costs

	Three Months Ended June 30,	
	2026	2025
Service cost of platform	$46,938	$52,008
Royalty cost	19,911	22,118
Cost of goods sold	3,647	3,680
Others	6,391	7,257
Total	**$76,887**	**$85,063**

	Six Months Ended June 30,	
	2026	2025
Service cost of platform	$101,968	$106,126
Royalty cost	45,006	47,529
Cost of goods sold	7,241	7,761
Others	13,362	14,780
Total	**$167,577**	**$176,196**

Effective April 2025, the Group reclassified, by nature, items of a cost nature that had previously been included in other operating expenses to operating costs, and retrospectively adjusted the related presentation for the second quarter of 2025 accordingly, in order to be comparable with the financial statements for the second quarter of 2026.

(24) Interest Income

	Three Months Ended June 30,	
	2026	2025
Interest income from financial assets measured at amortized cost	$12,450	$15,536
Interest on bank deposits	954	1,262
Total	**$13,404**	**$16,798**

	Six Months Ended June 30,	
	2026	2025
Interest income from financial assets measured at amortized cost	$24,757	$34,938
Interest on bank deposits	1,177	1,280
Total	**$25,934**	**$36,218**

(25) Other Income

	Three Months Ended June 30,	
	2026	2025
Rental income	$17,902	$18,839
Grant income	–	–
Service revenue	356	305
Other income – others	3,157	10
Total	**$21,415**	**$19,154**

	Six Months Ended June 30,	
	2026	2025
Rental income	$36,631	$37,357
Grant income	645	669
Service revenue	914	605
Other income – others	4,107	401
Total	**$42,297**	**$39,032**

(26) Other Gains or Losses

	Three Months Ended June 30,	
	2026	2025
Currency Exchange Gains (Losses)	($3,961)	($143,422)
Net (Losses) Gains on Financial Assets at Fair Value through Profit or Loss	2,850	1,238
Depreciation Expenses on Investment Property	(2,909)	(2,909)
Loss on Disposal of Property, Plant and Equipment	(59)	–
Others	(1,271)	(1,482)
Total	**($5,350)**	**($146,575)**

	Six Months Ended June 30,	
	2026	2025
Currency Exchange Gains (Losses)	$13,069	($122,760)
Net (Losses) Gains on Financial Assets at Fair Value through Profit or Loss	5,516	(85)
Depreciation Expenses on Investment Property	(5,818)	(5,818)
Loss on Disposal of Property, Plant and Equipment	(59)	–
Others	(2,335)	(2,559)
Total	**$10,373**	**($131,222)**

(27) Finance Costs

	Three Months Ended June 30,	
	2026	2025
Interest expense – lease liabilities	$23	$50

	Six Months Ended June 30,	
	2026	2025
Interest expense – lease liabilities	$54	$107

(28) Costs and Expenses by Nature

	Three Months Ended June 30,	
	2026	2025
Employee benefit expenses	$263,491	$257,090
Promotional fees	104,940	117,125
Service cost of platform	46,938	52,008
Expected credit gain	–	–
Royalty cost	19,911	22,118
Professional service fees	21,068	12,012
Cost of goods sold	3,647	3,680
Depreciation of property, plant and equipment	3,489	3,424
Product expenses	15,633	11,876
Depreciation of right-of-use assets	1,633	1,634
Others	29,442	26,506
Total cost of sales and operating expenses	**$510,192**	**$507,473**

	Six Months Ended June 30,	
	2026	2025
Employee benefit expenses	$528,360	$509,644
Promotional fees	208,868	233,716
Service cost of platform	101,968	106,126
Expected credit gain	(11,057)	–
Royalty cost	45,006	47,529
Professional service fees	34,618	28,810
Cost of goods sold	7,241	7,761
Depreciation of property, plant and equipment	6,891	6,581
Product expenses	30,895	14,857
Depreciation of right-of-use assets	3,267	3,267
Others	60,854	53,387
Total cost of sales and operating expenses	**$1,016,911**	**$1,011,678**

(29) Employee Benefit Expenses

	Three Months Ended June 30,	
	2026	2025
Wages and Salaries	$227,872	$223,989
Insurance fees	17,951	15,672
Pension costs	9,882	9,550
Cost of employee stock options	811	1,905
Directors' remuneration	1,909	871
Other personnel expenses	5,066	5,103
Total	**$263,491**	**$257,090**

	Six Months Ended June 30,	
	2026	**2025**
Wages and Salaries	$458,019	$441,088
Insurance fees	33,678	32,295
Pension costs	19,732	18,541
Cost of employee stock options	1,612	3,789
Directors' remuneration	5,082	3,902
Other personnel expenses	10,237	10,029
Total	**$528,360**	**$509,644**

1. In accordance with the Articles of Incorporation of the Company, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratios shall be not lower than 3.0% for employees' compensation (of which no less than 20% shall be for entry-level employees) and not higher than 1.5% for directors' remuneration.
2. For April to June 2026 and 2025 and for January to June 2026 and 2025, employees' compensation and directors' remuneration recognized in salary expenses were accrued as follows:

	Three Months Ended June 30,	
	2026	**2025**
Employees' compensation	$22,860	$22,860
Directors' remuneration	1,023	(7)
Total	**$23,883**	**$22,853**

	Six Months Ended June 30,	
	2026	**2025**
Employees' compensation	$45,720	$45,720
Directors' remuneration	3,317	2,143
Total	**$49,037**	**$47,863**

For January to June 2026 and 2025, employees' compensation was estimated and accrued at 20.51% and 32.00%, respectively, of the distributable profit for the current period as of the end of the reporting period, and the directors' remuneration was estimated and accrued at 1.49% and 1.50%, respectively, of the distributable profit for the current period as of the end of the reporting period.

The employees' compensation and directors' remuneration for 2025, as resolved by the Board of Directors on February 25, 2026, were consistent with the amounts recognized in the 2025 financial statements, of which employees' compensation will be distributed in cash. As of June 30, 2026, the employees' compensation had not yet been distributed.

Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(30) Income Tax

1. Income Tax Expense

	Three Months Ended June 30,	
	2026	2025
Current income tax:		
Current income tax expense recognized for the current period	$16,786	$11,822
Prior year income tax (over) under estimation	(1,170)	55
Total current income tax	15,616	11,877
Deferred income tax:		
Origination and reversal of temporary differences	6,048	(817)
Total deferred income tax	6,048	(817)
Income tax expense recognized in profit or loss	**$21,664**	**$11,060**

	Six Months Ended June 30,	
	2026	2025
Current income tax:		
Current income tax expense recognized for the current period	$29,479	$31,381
Prior year income tax (over) under estimation	(1,170)	55
Total current income tax	28,309	31,436
Deferred income tax:		
Origination and reversal of temporary differences	15,120	(764)
Total deferred income tax	15,120	(764)
Income tax expense recognized in profit or loss	**$43,429**	**$30,672**

2. The Company's income tax returns through 2024 have been assessed and approved by the Tax Authority.

(31) Earnings (Loss) Per Share (EPS)

	Three Months Ended June 30, 2026		
	Amount after tax	Weighted average outstanding shares (shares in thousands)	Earnings per share (EPS) (NT$)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent company	$25,720	78,832	$0.33
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent company	$25,720	78,832	
Assumed conversion of all dilutive potential ordinary shares			
Employees' stock options (Note)	–	–	
Employees' compensation	–	679	
Profit attributable to ordinary shareholders of the parent company plus assumed conversion of all dilutive potential ordinary shares	$25,720	79,511	$0.32

Note: The effect was anti-dilutive for the period from April to June 2026 and was therefore excluded from the calculation of diluted earnings per share.

	Three Months Ended June 30, 2025		
	Amount after tax	**Weighted average outstanding shares (shares in thousands)**	**Loss per share (EPS) (NT$)**
Basic/diluted loss per share			
Loss attributable to ordinary shareholders of the parent company	($30,249)	79,104	($0.38)

	Six Months Ended June 30, 2026		
	Amount after tax	**Weighted average outstanding shares (shares in thousands)**	**Earnings per share (EPS) (NT$)**
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent company	$131,674	79,087	$1.66
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent company	$131,674	79,087	
Assumed conversion of all dilutive potential ordinary shares			
Employees' stock options (Note)	–	–	
Employees' compensation	–	1,510	
Profit attributable to ordinary shareholders of the parent company plus assumed conversion of all dilutive potential ordinary shares	$131,674	80,597	$1.63

Note: The effect was anti-dilutive for the period from January to June 2026 and was therefore excluded from the calculation of diluted earnings per share.

	Six Months Ended June 30, 2025		
	Amount after tax	**Weighted average outstanding shares (shares in thousands)**	**Earnings per share (EPS) (NT$)**
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent company	$72,053	79,066	$0.91
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent company	$72,053	79,066	
Assumed conversion of all dilutive potential ordinary shares			
Employees' stock options	–	516	
Employees' compensation	–	664	
Profit attributable to ordinary shareholders of the parent company plus assumed conversion of all dilutive potential ordinary shares	$72,053	80,246	$0.90

(32) Supplemental Cash Flow Information

(1) Investing activities with only partial cash payments:

	Six Months Ended June 30,	
	2026	**2025**
Purchase of property, plant and equipment	$3,362	$8,049
Add: Beginning balance of payables for equipment (excluding tax)	3,279	258
Less: Ending balance of payables for equipment (excluding tax)	(155)	(85)
Cash paid in the period	**$6,486**	**$8,222**

(2) Financing activities with only partial cash payments:

	Six Months Ended June 30,	
	2026	2025
Buyback of treasury shares	$135,185	$–
Less: Payable for treasury share buyback at end of period	(21,518)	–
Cash paid in the period	**$113,667**	**$–**

(3) Financing activities that did not affect cash flows:

	Six Months Ended June 30,	
	2026	2025
Cash dividends declared but not yet distributed during the period	$285,633	$308,485

(33) Changes in Liabilities from Financing Activities

	Six Months Ended June 30, 2026		
	Guarantee deposits received	Lease liabilities (including current portion)	Total liabilities from financing activities
At January 1	$10,812	$8,732	$19,544
Changes in cash flow from financing activities	41	(3,246)	(3,205)
At June 30	**$10,853**	**$5,486**	**$16,339**

	Six Months Ended June 30, 2025		
	Guarantee deposits received	Lease liabilities (including current portion)	Total liabilities from financing activities
At January 1	$10,788	$15,378	$26,166
Changes in cash flow from financing activities	24	(3,110)	(3,086)
At June 30	**$10,812**	**$12,268**	**$23,080**

7. Related-Party Transactions

(1) Names of Related Parties and Relationship

Names of related parties	Relationship with the Group
Perfect Corp. (Cayman)	Associates
Perfect Mobile Corp. (Taiwan)	Associates (subsidiary of Perfect Corp. (Cayman))
Perfect Corp. (Japan)	Associates (subsidiary of Perfect Corp. (Cayman))
ClinJeff Corp.	Other related parties
Alice H. Chang	Other related parties (the representative of the Company's institutional director)

(2) Significant Related-Party Transactions and Balances

1. Other Receivables

	June 30, 2026	December 31, 2025	June 30, 2025
Service revenue:			
Perfect Mobile Corp. (Taiwan)	$356	$371	$305
Rental income:			
Perfect Mobile Corp. (Taiwan)	661	661	–
Perfect Corp. (Japan)	654	648	657
Subtotal	1,315	1,309	657
Payments on behalf of others:			
Perfect Mobile Corp. (Taiwan)	853	1,061	755
Perfect Corp. (Japan)	66	169	160
Subtotal	919	1,230	915
Total	**$2,590**	**$2,910**	**$1,877**

The Group provides legal, management, and technical services to associates, and charges service fees to associates based on the personnel costs related to the services provided. Service revenues for April to June 2026 and 2025 and for January to June 2026 and 2025 were as follows:

	Three Months Ended June 30,	
	2026	2025
Service revenue (shown as other income): Perfect Mobile Corp. (Taiwan)	$356	$305

	Six Months Ended June 30,	
	2026	2025
Service revenue (shown as other income): Perfect Mobile Corp. (Taiwan)	$914	$605

2. Rental Income (shown as other income)

	Three Months Ended June 30,	
	2026	2025
Perfect Mobile Corp. (Taiwan)	$1,895	$1,894
Perfect Corp. (Japan)	602	626
Total	**$2,497**	**$2,520**

	Six Months Ended June 30,	
	2026	2025
Perfect Mobile Corp. (Taiwan)	$3,789	$3,788
Perfect Corp. (Japan)	1,193	1,259
Total	**$4,982**	**$5,047**

Please refer to Note 6(9) for related disclosures. An analysis of the maturity dates of rentals receivable under operating leases as lessor is as follows:

	June 30, 2026
Jul–Dec 2026	$4,986
2027	3,848
Total	**$8,834**

	December 31, 2025	June 30, 2025
Jul–Dec 2025	$–	$4,856
2026	9,913	6,158
2027	3,848	2,566
Total	**$13,761**	**$13,580**

3. Lease Transactions – Lessee

(a) The Group has leased the office from ClinJeff Corp. since February 2024, and the lease period is from May 2024 to April 2029. The present value of cash payments, calculated using the abovementioned lease period and discount rate, was $6,751. As of June 30, 2026, the accumulated depreciation recognized was $2,926.

(b) Lease Liabilities

Ending Balance:

	June 30, 2026	December 31, 2025	June 30, 2025
ClinJeff Corp.	$4,009	$4,561	$5,341

Interest Expense:

	Three Months Ended June 30,	
	2026	2025
ClinJeff Corp.	$16	$21

	Six Months Ended June 30,	
	2026	2025
ClinJeff Corp.	$33	$44

4. Other

Please refer to Note 6(6) for details.

(3) Key Management Personnel Compensation

	Three Months Ended June 30,	
	2026	2025
Short-term employee benefits	$7,046	$6,840
Post-employment benefits	217	200
Total	**$7,263**	**$7,040**

	Six Months Ended June 30,	
	2026	2025
Short-term employee benefits	$19,392	$21,092
Post-employment benefits	397	400
Total	**$19,789**	**$21,492**

8. Pledged Assets

None.

9. Significant Contingent Liabilities and Unrecognized Contract Commitments

(1) Contingencies

None.

(2) Commitments

Except for those mentioned in Notes 6(8), 6(9), and 7, the Group has no other significant commitments.

10. Significant Disaster Loss

None.

11. Significant Events after the Balance Sheet Date

Except for those mentioned in Notes 4(3) and 6(6), the Group has no other significant subsequent events.

12. Others

(1) Capital Management

The Group's objectives of capital management are to ensure the Group's sustainable operation, to maintain an optimal capital structure so as to reduce the cost of capital, and to provide returns for shareholders. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, or issue new shares to achieve the most appropriate capital structure.

(2) Financial Instruments

1. Financial Instruments by Category

	June 30, 2026	**December 31, 2025**	**June 30, 2025**
Financial assets			
Financial assets at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss (including current and non-current)	$744,767	$801,897	$860,190
Financial assets at fair value through other comprehensive income			
Designation of equity instrument	$–	$–	$248
Financial assets at amortized cost			
Cash and cash equivalents	$674,961	$590,113	$523,615
Current financial assets at amortized cost	1,305,850	1,257,200	1,230,600
Accounts receivable	51,344	107,332	73,898
Other receivables (including related parties)	5,233	5,891	5,244
Guarantee deposits paid (recognized under other non-current assets)	5,393	5,969	6,553
	$2,042,781	**$1,966,505**	**$1,839,910**

	June 30, 2026	December 31, 2025	June 30, 2025
Financial liabilities			
Financial liabilities at amortized cost			
Accounts payable	$32,947	$36,559	$22,599
Other payables	792,846	483,457	738,203
Guarantee deposits received (recognized under other non-current liabilities)	10,853	10,812	10,812
	$836,646	**$530,828**	**$771,614**
Lease liabilities (including current and non-current)	$5,486	$8,732	$12,268

2. Risk Management Policies

(a) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk and interest rate risk), credit risk and liquidity risk.

(b) Risk management is executed by the Group's treasury department under the policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group's operating units. The Board of Directors provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

3. Nature and Extent of Significant Financial Risks

(a) Market Risk

Foreign Exchange Risk

(i) As the Group operates across multiple countries, it is exposed to foreign exchange risk arising from transactions denominated in currencies other than the functional currencies of the Company and its subsidiaries, primarily the U.S. dollar and the Japanese yen. The related foreign exchange risk arises from future commercial transactions as well as recognized assets and liabilities.

(ii) The Group engages in operations involving certain non-functional currencies (the Company's functional currency is the New Taiwan dollar, while the functional currencies of certain subsidiaries are the U.S. dollar and the Japanese yen), and is therefore subject to the impact of exchange rate fluctuations. Information on foreign currency assets and liabilities subject to significant exchange rate fluctuation risk is as follows:

June 30, 2026						
				Sensitivity analysis		
Currency	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
Financial assets						
Monetary items						
USD : NTD	$38,840	31.85	$1,237,054	1%	$12,371	$–
EUR : NTD	615	36.29	22,318	1%	223	–
GBP : NTD	43	42.17	1,813	1%	18	–
USD : JPY	489	162.25	15,575	1%	156	–
Non-monetary items						
USD : NTD	50,435	31.85	1,606,372	1%	–	16,064
Financial liabilities						
Monetary items						
USD : NTD	454	31.85	14,460	1%	145	–
USD : JPY	851	162.25	27,104	1%	271	–

December 31, 2025						
				Sensitivity analysis		
Currency	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
Financial assets						
Monetary items						
USD : NTD	$35,885	31.43	$1,127,866	1%	$11,279	$–
EUR : NTD	396	36.90	14,612	1%	146	–
GBP : NTD	45	42.33	1,905	1%	19	–
USD : JPY	587	156.52	18,449	1%	184	–
Non-monetary items						
USD : NTD	51,460	31.43	1,617,402	1%	346	15,828
Financial liabilities						
Monetary items						
USD : NTD	626	31.43	19,675	1%	197	–
USD : JPY	866	156.52	27,218	1%	272	–

June 30, 2025						
				Sensitivity analysis		
Currency	Foreign currency amount (in thousands)	Exchange rate	Book value (NTD)	Degree of variation	Effect on profit or loss	Effect on other comprehensive income
Financial assets						
Monetary items						
USD : NTD	$39,514	29.30	$1,157,760	1%	$11,578	$–
EUR : NTD	263	34.35	9,034	1%	90	–
GBP : NTD	47	40.16	1,888	1%	19	–
USD : JPY	281	144.05	8,233	1%	82	–
Non-monetary items						
USD : NTD	51,666	29.30	1,513,818	1%	418	14,721
Financial liabilities						
Monetary items						
USD : NTD	423	29.30	12,394	1%	124	–
USD : JPY	667	144.05	19,543	1%	195	–

(iii) The aggregate amounts of foreign exchange gains and losses (including realized and unrealized) recognized by the Group on monetary items materially affected by exchange rate fluctuations for the three months ended June 30, 2026 and 2025, and for the six months ended June 30, 2026 and 2025, were ($3,961), ($143,422), $13,069, and ($122,760), respectively.

Price Risk

(i) The equity instruments and funds for which the Group is exposed to price risk are financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income held by the Group. To manage the price risk of equity instruments and funds, the Group diversifies its investment portfolio in accordance with limits established by the Group.

(ii) The Group primarily invests in unlisted stocks, funds, and similar instruments. The prices of such equity instruments and funds are affected by the uncertainty of the future value of the underlying investments. If the prices of such equity instruments increased or decreased by 1%, with all other variables held constant, post-tax net income for the six months ended June 30, 2026 and 2025 would increase or decrease by $5,958 and $6,882, respectively, due to gains or losses on equity instruments measured at fair value through profit or loss; other comprehensive income would increase or decrease by $0 and $2, respectively, due to gains or losses on equity investments classified as measured at fair value through other comprehensive income.

Cash Flow and Fair Value Interest Rate Risk

(i) The Group's principal interest-bearing assets are cash and cash equivalents and financial assets measured at amortized cost. As these mature within 12 months, the Group assesses that there is no material cash flow risk arising from interest rate fluctuations.

(ii) The Group has not used any financial instruments to hedge its interest rate risk.

(iii) As of June 30, 2026, December 31, 2025, and June 30, 2025, the Group had no borrowings on its books, and therefore had no interest rate risk arising from borrowings.

(b) Credit Risk

(i) Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, arising primarily from the failure of counterparties to settle accounts receivable in accordance with agreed payment terms, and from the contractual cash flows of fund investments classified as measured at amortized cost and at fair value through profit or loss.

(ii) The Group manages credit risk on a group-wide basis. For banks and financial institutions with which it transacts, only those with an independent credit rating of at least "A" are accepted as counterparties. Under internally established credit policies, each operating entity within the Group conducts credit risk management and analysis on every new customer before setting payment and delivery terms and conditions. Internal risk control assesses customers' credit quality by considering their financial condition, historical experience, and other factors. Credit limits for individual counterparties are established by the Board of Directors based on internal or external ratings, and utilization of credit limits is monitored on a regular basis.

(iii) The Group applies the rebuttable presumption under IFRS 9 that a default has occurred when contractual payments are more than 90 days past due under the agreed payment terms.

(iv) The Group applies the following presumptions under IFRS 9 in determining whether the credit risk of a financial instrument has increased significantly since initial recognition:

(A) A financial asset's credit risk is presumed to have increased significantly since initial recognition when contractual payments are more than 30 days past due under the agreed payment terms.

(B) A bond investment traded on the Taipei Exchange (OTC market) is considered to have low credit risk if it is rated investment grade by any external rating agency as of the balance sheet date.

(v) The indicators used by the Group to determine whether fund investments are credit-impaired are as follows:

(A) The issuer is experiencing significant financial difficulty, or the probability of the issuer entering bankruptcy or other financial reorganization has significantly increased;

(B) The disappearance of an active market for the financial asset due to the issuer's financial difficulties;

(C) The issuer is delinquent or in default on interest or principal payments;

(D) Adverse changes in national or regional economic conditions that are associated with a default by the issuer.

(vi) Based on the characteristics of trade credit risk, the Group applies a simplified approach to estimate expected credit losses on accounts receivable from customers, based on a provision matrix.

(vii) The Group incorporates forward-looking considerations from the Taiwan Institute of Economic Research's business climate monitoring reports to adjust loss rates established from historical experience over a specific period and current information, in estimating the loss allowance for accounts receivable.

(viii) Except for individual customers, the loss allowance for accounts receivable determined under the Group's simplified approach is not material. The Group incorporates customers' historical default records and current financial condition to adjust loss rates established based on historical experience over a specific period and current information, in estimating the loss allowance for accounts receivable. The loss rates as of June 30, 2026, December 31, 2025, and June 30, 2025 are as follows:

June 30, 2026			
	Group	**Individual (Note)**	**Total**
Expected loss rate	0.00%~100.00%	100%	
Total book value	$51,344	$–	$51,344
Loss allowance	$–	$–	$–

December 31, 2025			
	Group	**Individual (Note)**	**Total**
Expected loss rate	0.00%~100.00%	100%	
Total book value	$107,332	$68,721	$176,053
Loss allowance	$–	$68,721	$68,721

June 30, 2025			
	Group	**Individual (Note)**	**Total**
Expected loss rate	0.00%~100.00%	100%	
Total book value	$73,898	$77,393	$151,291
Loss allowance	$–	$77,393	$77,393

Note: A certain overseas customer to which the Group provided e-commerce payment services applied for reorganization, which was approved by the court of the relevant jurisdiction on September 25, 2023. In January 2024, the Group received notice of the filing of its claim and the entry into liquidation proceedings for this customer. Having assessed that the accounts receivable due from this customer could not reasonably be expected to be recovered, the Group recognized an expected credit loss of $77,393 in full against this receivable in 2024. In addition, the Group recovered $8,672 and $11,057 in December 2025 and March 2026, respectively, and on March 12, 2026 received notice from the court-appointed bankruptcy administrator that the liquidation proceedings had been completed.

I. Movements in the loss allowance for accounts receivable under the Group's simplified approach are as follows:

	Six Months Ended June 30,	
	2026	2025
	Accounts receivable	Accounts receivable
At January 1	$68,721	$77,393
Reversal gain on impairment	(11,057)	–
Amounts written off as uncollectible	(57,664)	–
At June 30	**$–**	**$77,393**

(c) Liquidity Risk

(i) Cash flow forecasting is performed by each operating entity within the Group and aggregated by Group Treasury. Group Treasury monitors forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs.

(ii) Surplus cash held by operating entities, in excess of amounts required for working capital management, is transferred back to Group Treasury. Group Treasury invests surplus funds in interest-bearing demand deposits, time deposits, financial assets measured at amortized cost, and short-term securities, selecting instruments with appropriate maturities or sufficient liquidity to meet the aforementioned forecasts and provide adequate headroom. As of June 30, 2026, December 31, 2025, and June 30, 2025, the Group held money market positions of $2,494,644, $2,385,572, and $2,307,746, respectively, which are expected to be readily convertible into cash to manage liquidity risk.

(iii) The table below analyzes the Group's non-derivative financial liabilities based on the remaining period from the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

June 30, 2026			
	Within 1 year	Between 2 and 5 years	Over 5 years
Non-derivative financial liabilities:			
Accounts payable	$32,947	$–	$–
Other payables	792,846	–	–
Lease liabilities (Note)	3,001	2,574	–
Other non-current liabilities - guarantee deposits received	3,522	7,331	–

December 31, 2025			
	Within 1 year	Between 2 and 5 years	Over 5 years
Non-derivative financial liabilities:			
Accounts payable	$36,559	$–	$–
Other payables	483,457	–	–
Lease liabilities (Note)	5,599	3,276	–
Other non-current liabilities - guarantee deposits received	280	10,532	–

June 30, 2025			
	Within 1 year	Between 2 and 5 years	Over 5 years
Non-derivative financial liabilities:			
Accounts payable	$22,599	$–	$–
Other payables	738,203	–	–
Lease liabilities (Note)	7,034	5,458	–
Other non-current liabilities - guarantee deposits received	490	10,322	–

Note: This amount includes estimated future interest payments.

(3) Fair Value Information

1. The levels used to classify the valuation techniques applied to measure the fair value of financial instruments are defined as follows:

   Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. An active market is one in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in beneficiary certificates falls into this category.

   Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

   Level 3: Unobservable inputs for the asset or liability. The Group's investments in equity instruments and fund investments without an active market fall into this category.

2. For fair value information on investment properties measured at cost, please refer to Note 6(10).

3. For financial instruments not measured at fair value by the Group (including cash and cash equivalents, accounts receivable, other receivables (including related parties), financial assets measured at amortized cost, other financial assets (presented under other non-current assets), accounts payable, other payables, and other financial liabilities (presented under other non-current liabilities)), the carrying amounts are a reasonable approximation of fair value.

4. For financial instruments measured at fair value, the Group classifies the relevant information based on the nature and characteristics of, and risks associated with, the assets, and the basis of the fair value hierarchy, as follows:

   (a) Information classified by the nature of assets is as follows:

June 30, 2026				
	Level 1	Level 2	Level 3	Total
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss:				
Equity securities	$–	$–	$–	$–
Funds	580,446	–	164,321	744,767
Financial assets at fair value through other comprehensive income:				
Equity securities	–	–	–	–
Total	**$580,446**	**$–**	**$164,321**	**$744,767**

December 31, 2025				
	Level 1	**Level 2**	**Level 3**	**Total**
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss:				
Equity securities	$–	$–	$34,629	$34,629
Funds	605,410	–	161,858	767,268
Financial assets at fair value through other comprehensive income:				
Equity securities	–	–	–	–
Total	**$605,410**	**$–**	**$196,487**	**$801,897**

June 30, 2025				
	Level 1	**Level 2**	**Level 3**	**Total**
Assets				
Recurring fair value measurements				
Financial assets at fair value through profit or loss:				
Equity securities	$–	$–	$41,773	$41,773
Funds	631,656	–	186,761	818,417
Financial assets at fair value through other comprehensive income:				
Equity securities	–	–	248	248
Total	**$631,656**	**$–**	**$228,782**	**$860,438**

(b) The methods and assumptions used by the Group to measure fair value are as follows:

(i) For instruments for which the Group uses market quotations as the fair value input (i.e., Level 1), classified by instrument characteristics: for open-end funds, the market quotation used is net asset value.

(ii) Except for financial instruments with an active market as described above, the fair value of other financial instruments is determined using valuation techniques or by reference to counterparty quotations. Fair value obtained through valuation techniques may be determined by reference to the current fair value of other instruments that are substantially the same in terms of conditions and characteristics, discounted cash flow analysis, or other valuation techniques, including models using market information available at the consolidated balance sheet date.

(iii) Valuation model outputs are estimated approximate values, and valuation techniques may not fully reflect all factors relevant to the financial and non-financial instruments held by the Group. Accordingly, estimated values derived from the valuation model are adjusted as appropriate for additional parameters, such as model risk or liquidity risk. Based on the Group's fair value valuation model management policies and related control procedures, management believes that the fair values of financial instruments and non-financial instruments recorded in the consolidated balance sheet are appropriately presented, and that valuation adjustments are appropriate and necessary. Pricing information and parameters used in the valuation process have been carefully assessed and are adjusted appropriately based on current market conditions.

(iv) The Group includes credit valuation adjustments in the calculation of the fair value of financial and non-financial instruments, in order to reflect counterparty credit risk and the Group's own credit quality, respectively.

5. There were no transfers into or out of Level 3 during the six months ended June 30, 2026 and 2025.

6. The following table presents the movements in Level 3 during the six months ended June 30, 2026 and 2025:

	Six Months Ended June 30, 2026		
	Equity Securities	**Funds**	**Total**
At January 1	$34,629	$161,858	$196,487
Return of investment upon liquidation during the period	(34,808)	–	(34,808)
Gains or losses recognized in profit or loss (non-operating income and expenses)	179	300	479
Effect of exchange rate changes	–	2,163	2,163
At June 30	**$–**	**$164,321**	**$164,321**

	Six Months Ended June 30, 2025		
	Equity Securities	**Funds**	**Total**
At January 1	$42,021	$209,034	$251,055
Purchases during the period	–	1,527	1,527
Gains or losses recognized in profit or loss (non-operating income and expenses)	–	(1,710)	(1,710)
Effect of exchange rate changes	–	(22,090)	(22,090)
At June 30	**$42,021**	**$186,761**	**$228,782**

7. Quantitative information on the significant unobservable inputs used in the valuation models for items measured at fair value under Level 3, and a sensitivity analysis of changes in significant unobservable inputs, are described below:

June 30, 2026				
	Fair Value	**Valuation Technique**	**Significant Unobservable Inputs**	**Relationship Between Inputs and Fair Value**
Non-derivative debt instrument:				
Private equity funds	$164,321	Net asset value method	Not applicable	Not applicable

December 31, 2025				
	Fair Value	**Valuation Technique**	**Significant Unobservable Inputs**	**Relationship Between Inputs and Fair Value**
Non-derivative equity instrument:				
Unlisted stocks	$34,629	Net asset value method	Not applicable	Not applicable
Non-derivative debt instrument:				
Private equity funds	161,858	Net asset value method	Not applicable	Not applicable

June 30, 2025				
	Fair Value	**Valuation Technique**	**Significant Unobservable Inputs**	**Relationship Between Inputs and Fair Value**
Non-derivative equity instrument:				
Unlisted stocks	$42,021	Discounted cash flow method	Long-term revenue growth rate, weighted average cost of capital, long-term pre-tax operating profit, marketability discount, discount for lack of control	The higher the marketability discount, the lower the fair value; the higher the weighted average cost of capital and discount for lack of control, the lower the fair value; the higher the long-term revenue growth rate and long-term pre-tax operating profit, the higher the fair value
Non-derivative debt instrument:				
Private equity funds	186,761	Net asset value method	Not applicable	Not applicable

8. The Group carefully evaluates and selects the valuation models and parameters used; however, the use of different valuation models or parameters may result in different valuation outcomes. For financial assets classified as Level 3, the effect on profit or loss or other comprehensive income for the period, assuming changes in valuation parameters, is as follows:

Six Months Ended June 30, 2026						
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Funds	Not applicable	±1%	$1,643	($1,643)	$–	$–
Total			**$1,643**	**($1,643)**	**$–**	**$–**

Six Months Ended June 30, 2025						
			Recognized in profit or loss		Recognized in other comprehensive income	
	Input	Change	Favourable change	Unfavourable change	Favourable change	Unfavourable change
Financial assets						
Equity instruments	Discount for lack of marketability, discount for lack of control	±1%	$418	($418)	$2	($2)
Funds	Not applicable	±1%	1,868	(1,868)	–	–
Total			**$2,286**	**($2,286)**	**$2**	**($2)**

13. Supplementary Disclosures

(1) Significant Transactions Information

1. Lending to others: None.

2. Provision of endorsements and guarantees to others: None.

3. Holding of major securities at the end of the period (not including subsidiaries, associates and joint ventures): please refer to table 1.

4. Purchases or sales of goods with related parties reaching $100 million or 20% of paid-in capital or more: None.

5. Receivables from related parties reaching $100 million or 20% of paid-in capital or more: None.

6. Business relationships and significant transactions between the parent company and subsidiaries during the reporting period: please refer to table 2.

(2) Information on Investees

Names, locations and other information of investee companies (not including investees in Mainland China): please refer to table 3.

(3) Information on Investments in Mainland China

1. Basic information: please refer to table 4.

2. Significant transactions, either directly or indirectly through a third party, with investee companies in the Mainland Area: None.

14. Segment Reporting

(1) General Information

The Group's management has identified its reportable segments based on the internal reports used by the Chief Operating Decision-Maker in making decisions. The Group's Chief Operating Decision-Maker manages the business and evaluates segment performance from a product perspective. The Company currently focuses on the sale of computer software under the "Media Creation" segment, while the operating results of its other products are aggregated and presented under "Media Entertainment and others."

(2) Segment Information

The segment financial information provided to the Chief Operating Decision-Maker for reportable segments is presented below:

	Six Months Ended June 30, 2026		
	Media Creation	**Media Entertainment and others**	**Total**
Segment revenue	$885,611	$227,853	$1,113,464
Segment operating profit	$77,683	$18,870	$96,553
Depreciation expense (included in segment profit or loss)	$8,173	$1,985	$10,158

	Six Months Ended June 30, 2025		
	Media Creation	**Media Entertainment and others**	**Total**
Segment revenue	$879,550	$290,932	$1,170,482
Segment operating profit	$120,207	$38,597	$158,804
Depreciation expense (included in segment profit or loss)	$7,454	$2,394	$9,848

(3) Reconciliation of Segment Profit or Loss

Since the Group's Chief Operating Decision-Maker evaluates segment performance and decides on resource allocation based on segment revenue and segment operating profit, no reconciliation to segment profit or loss is required.

CYBERLINK CORP. AND SUBSIDIARIES

Holding of major securities at the end of the period (not including subsidiaries, associates and joint ventures)
June 30, 2026

Table 1

Unit: Amounts expressed in thousands of New Taiwan Dollars
(EXCEPT AS OTHERWISE INDICATED)

				As of June 30, 2026				
Securities held by	**Marketable securities (Note 1)**	**Relationship with the securities issuer (Note 2)**	**General ledger account**	**Number of shares**	**Carrying amount (Note 3)**	**Ownership (%)**	**Fair value**	**Footnote (Note 4)**
CyberLink Corp.	Yuanta Wan-Tai Money Market Fund	None	Current financial assets at fair value through profit or loss	36,012,087	$580,446	1.74%	$580,446	–
CyberLink Corp.	Fuh-Hwa New Intelligence Fund	None	Non-current financial assets at fair value through profit or loss	3,000,000	300	1.90%	300	–
CyberLink Corp.	Geothings Technology Co., Ltd	None	Non-current financial assets at fair value through other comprehensive income	100,000	–	2.08%	–	–
CyberLink Corp.	SKYMIZER TAIWAN INC.	None	Non-current financial assets at fair value through other comprehensive income	40,000	–	0.89%	–	–
CyberLink International Technology Corp.	Preferred stock of Cidana Inc.	None	Non-current financial assets at fair value through other comprehensive income	500,000	–	3.56%	–	–
CyberLink International Technology Corp.	Preferred stock of LOFTechnology, Inc.	None	Non-current financial assets at fair value through other comprehensive income	100,000	–	0.57%	–	–
CyberLink International Technology Corp.	CCV Fund I LP	None	Non-current financial assets at fair value through profit or loss	–	US$5,150 thousand	5.37%	US$5,150 thousand	–

Note 1: Marketable securities in the table refer to stocks, bonds, beneficiary certificates, and other related derivative securities within the scope of IFRS 9, "Financial Instruments."

Note 2: Leave the column blank if the issuer of the marketable securities is a non-related party.

Note 3: Fill in the amount after adjustment at fair value and deduction of accumulated impairment for the marketable securities measured at fair value; fill in the acquisition cost or amortized cost after deduction of accumulated impairment for the marketable securities not measured at fair value.

Note 4: The number of shares of securities and their amounts pledged as security or pledged for loans and their restrictions on use under some agreements should be stated in the footnote if the securities presented herein have such conditions.

Note 5: This table includes marketable securities that the Company has determined should be disclosed based on the principle of materiality.

CYBERLINK CORP. AND SUBSIDIARIES

Business relationships and significant transactions between the parent company and subsidiaries
Six Months Ended June 30, 2026

Table 2

Unit: Amounts expressed in thousands of New Taiwan Dollars
(EXCEPT AS OTHERWISE INDICATED)

					Transaction		
Number (Note 1)	**Company name**	**Counterparty**	**Relationship (Note 2)**	**General ledger account**	**Amount**	**Transaction terms**	**Percentage of consolidated total operating revenues or total assets (Note 3)**
0	CyberLink Corp.	CyberLink Inc.	1	Sales revenue	$96,576	Note 4	8.7%
0	CyberLink Corp.	CyberLink Inc.	1	Receivables	18,296	Notes 4, 5	0.3%
0	CyberLink Corp.	CyberLink.com Corp.	1	Sales revenue	94,863	Note 4	8.5%
0	CyberLink Corp.	CyberLink.com Corp.	1	Receivables	11,799	Notes 4, 5	0.2%

Note 1: The numbers assigned to the transaction company with respect to inter-company transactions are as follows:

(a) Parent company is "0."

(b) The subsidiaries are numbered in order starting from "1."

Note 2: The relationship between transaction company and counterparty is classified into the following three categories; indicate the category number each case belongs to. (If transactions between parent company and subsidiaries or between subsidiaries refer to the same transaction, it is not required to disclose them twice. For example, if the parent company has already disclosed its transaction with a subsidiary, then the subsidiary is not required to disclose the transaction; for transactions between two subsidiaries, if one of the subsidiaries has disclosed the transaction, then the other is not required to disclose it.):

(a) Parent company to subsidiary.

(b) Subsidiary to parent company.

(c) Subsidiary to subsidiary.

Note 3: Regarding the percentage of transaction amount relative to consolidated total operating revenues or total assets, it is computed based on the period-end balance of the transaction relative to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period relative to consolidated total operating revenues for income statement accounts.

Note 4: Sales to related parties are at normal prices and are collected within 30 days after the completion of sale.

Note 5: Receivables include accounts receivable and other receivables.

Note 6: Transaction amounts reaching $10,000 are disclosed; transactions are disclosed from both asset and revenue sides.

CYBERLINK CORP. AND SUBSIDIARIES

Information on investees

Six Months Ended June 30, 2026

Table 3

Unit: Amounts expressed in thousands of New Taiwan Dollars (EXCEPT AS OTHERWISE INDICATED)

				Initial investment Amount		Shares held as at June 30, 2026					
Name of Investor	**Investee (Note 1 and 2)**	**Location**	**Main business activities**	**Balance as at June 30, 2026**	**Balance as at December 31, 2025**	**Number of shares**	**Ownership (%)**	**Carrying amount**	**Net income(loss) of investee as of June 30, 2026 (Note 2(2))**	**Investment income (loss) recognized by the Company (Note 2(3))**	**Footnote**
CyberLink Corp.	CyberLink.com Corp.	America	Sale of computer software	$136,327	$136,327	4,000,000	100%	$299,152	($10,272)	($10,272)	Direct subsidiary
CyberLink Corp.	CyberLink International Technology Corp.	B.V.I.	Investment activities	1,373,806	1,373,806	44,000,000	100%	1,800,849	(162)	(162)	Direct subsidiary
CyberLink Corp.	CyberLink Inc.	Japan	Sale of computer software	235,714	235,714	1,900	100%	173,653	7,190	7,190	Direct subsidiary
CyberLink International Technology Corp.	Perfect Corp.	Cayman	Investment activities	1,249,380 (US$39,227 thousand)	1,232,905 (US$39,227 thousand)	36,960,961	36.29%	1,606,372 (US$50,436 thousand)	114,826 (US$3,633 thousand)	–	Investments accounted for using the equity method

Note 1: If a public company has an overseas holding company and prepares consolidated financial statements as its primary financial report in accordance with local laws, it may disclose only the relevant information of the overseas holding company regarding its related overseas investee information.

Note 2: If the situation does not fall under Note 1, fill in the columns according to the following regulations:

(a) The columns of "Investee," "Location," "Main business activities," "Initial investment amount" and "Shares held as at June 30, 2026" should be filled in order with the Company's (public company's) information on investees and every directly or indirectly controlled investee's investment information, and the relationship between the Company (public company) and each of its investees (e.g., direct subsidiary or indirect subsidiary) should be noted in the "footnote" column.

(b) The "Net income (loss) of the investee" column should be filled in with the amount of net income (loss) of the investee for this period.

(c) The "Investment income (loss) recognized by the Company for this period" column should be filled in with the Company's (public company's) recognized investment income (loss) of its direct subsidiary and recognized investment income (loss) of its investee accounted for under the equity method for this period. When filling in the recognized investment income (loss) of its direct subsidiary, the Company (public company) should confirm that the direct subsidiary's net profit (loss) for this period has included its investment income (loss) which shall be recognized in accordance with regulations.

CYBERLINK CORP. AND SUBSIDIARIES

Information on investments in Mainland China

Six Months Ended June 30, 2026

Table 4

Unit: Amounts expressed in thousands of New Taiwan Dollars (EXCEPT AS OTHERWISE INDICATED)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method (Note 1)	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2026	Amount of investment remitted or recovered during the period: Remitted to Mainland China	Amount of investment remitted or recovered during the period: Remitted back to Taiwan	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2026	Net income of investee as of June 30, 2026	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the period (Note 2(2)B)	Carrying amount of investments in Mainland China as of June 30, 2026	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2026	Footnote
Perfect (Shanghai) Co., Ltd.	Trading of computer peripheral equipment and software	$130,776 (US$4,106 thousand)	(b)	$63,827	$–	$–	$63,827 (US$2,004 thousand)	($7,873)	36.29%	$–	$5,440	$–	Notes 4, 5

Company Name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2026	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of MOEA
CyberLink Corp.	$63,827 (US$2,004 thousand)	$76,376 (US$2,398 thousand)	$2,628,143

Note 1: Investment methods are classified into the following three categories; fill in the number of the category that each case belongs to:

(a) Direct investment in a company in Mainland China.

(b) Investment through an existing company in a third-area country, which then invested in the investee in Mainland China (please specify the investee company in the third area).

(c) Others.

Note 2: In the "Investment income (loss) recognized by the Company for June 30, 2026" column:

(a) It should be indicated if the investee was still in the process of incorporation and had not yet generated any profit during this period.

(b) Indicate the basis for investment income (loss) recognition by using the number of one of the following three categories:

A. The financial statements that are audited and attested by an international accounting firm which has a cooperative relationship with an accounting firm in R.O.C.

B. Financial report reviewed by CPAs of Perfect Corp. (Cayman).

C. Others.

Note 3: The numbers in this table are expressed in thousands of New Taiwan Dollars.

Note 4: Investment made through CyberLink International Technology Corp.

Note 5: Perfect (Shanghai) Co., Ltd. is a subsidiary directly invested in by Perfect Corp. (Cayman), which is the Group's investee company recognized under the equity method.