

**Interactive Digital Technologies Inc.
and Subsidiaries**

Consolidated Financial Statements

With Independent Auditors' Review Report

For the Three Months Ended March 31, 2026 and 2025

Address: No. 38-1, Wugong 5th Road, Wugu District, New Taipei City, Taiwan(R.O.C)
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The independent auditors' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' report and consolidated financial statements, the Chinese version shall prevail.

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Independent Auditors' Review Report

To: The Board of Directors of Interactive Digital Technologies Inc.

Foreword

We have reviewed the accompanying Consolidated Balance Sheet of Interactive Digital Technologies Inc. and subsidiaries as of March 31, 2026 and 2025, and the related Consolidated Statement of Comprehensive Income, of Consolidated Statement of Changes in Equity and of Consolidated Statement of Cash Flows from January 1 to March 31, 2026 and 2025, and notes to the financial statements, including a summary of significant accounting policies. The management is responsible for the preparation and fair presentation of the consolidated financial report 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 Financial Supervisory Commission, while our responsibility is to make a conclusion on the consolidated financial report based on the review results.

Scope

We conducted our reviews in accordance with the Statement of Auditing Standards No. 2410 "Review of Financial Information Performed by the Independent Auditor of the Entity." A review of consolidated financial report consists of making inquiries (primarily to persons responsible for financial and accounting matters), and performing analytical and other review procedures. As the review work is substantially less in scope than the audit work, we may not be able to observe significant matters that may be identified in an audit, and therefore we are not able to express an audit opinion.

Conclusion

Based on our reviews, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects the consolidated financial position of the Company as of March 31, 2026 and 2025 and its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2026 and 2025 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

KPMG Taiwan

CPA:

Huang, Ming-Hung

Chang, Huei-Chen

Approval reference
number of the
securities authority
April 24, 2026

: Jin-Guan-Zheng-Shen-Zi
No. 1060005191

Interactive Digital Technologies Inc. and Subsidiaries
Consolidated Balance Sheet
March 31, 2026, and December 31 and March 31, 2025

Unit: NT\$ thousand

Assets		2026/3/31		2025/12/31		2025/3/31			Liabilities and equity		2026/3/31		2025/12/31		2025/3/31	
		Amount	%	Amount	%	Amount	%				Amount	%	Amount	%	Amount	%
Current assets:									Current liabilities:							
1100	Cash and cash equivalents (Note 6(1))	\$ 585,245	17	735,849	21	1,197,891	38	2130	Current contract liabilities (Notes 6 (14) and 7)	\$ 245,456	7	263,393	8	383,925	12	
1170	Notes and accounts receivable, net (Note 6 (2) and (14))	625,056	18	1,010,003	28	186,867	6	2170	Notes and accounts payable	675,402	19	893,991	25	381,620	12	
1180	Accounts receivable - related parties, net (Note 6 (2), (14) and 7)	6,705	-	7,650	-	32,552	1	2180	Accounts payable - Related parties (Note 7)	233,316	7	47,980	1	21,092	1	
1200	Other receivables (Note 7)	783	-	1,072	-	2,521	-	2200	Other payables (Note 6(15))	123,786	4	209,775	6	126,721	4	
130X	Inventories, net (Note 6 (3))	1,192,372	35	796,857	22	722,539	23	2216	Dividends payable (Note 6 (12))	305,360	9	-	-	298,744	9	
1410	Prepayments and other current assets (Note 7)	38,939	1	23,176	1	12,664	-	2230	Current income tax liabilities	47,026	1	37,694	1	61,482	2	
	Total current assets	<u>2,449,100</u>	<u>71</u>	<u>2,574,607</u>	<u>72</u>	<u>2,155,034</u>	<u>68</u>	2250	Provision - current (Note 6(9))	24,791	1	29,610	1	36,287	1	
	Non-current assets:							2280	Lease liabilities - current (Note 6(8))	4,352	-	4,275	-	3,683	-	
1550	Investments accounted for using the equity method (Note 6 (4))	85,410	2	88,639	3	95,201	3	2300	Other current liabilities (Note 7)	4,081	-	2,061	-	2,674	-	
1600	Property, plant and equipment (Note 6(5) and 7)	746,618	22	746,389	21	756,344	24		Total of current liabilities	<u>1,663,570</u>	<u>48</u>	<u>1,488,779</u>	<u>42</u>	<u>1,316,228</u>	<u>41</u>	
1755	Right-of-use assets (Note 6(6))	12,778	-	12,422	-	5,748	-		Non-current liabilities:							
1840	Deferred income tax assets	13,582	-	13,582	-	15,143	1	2540	Long-term borrowings (Note 6(7))	-	-	-	-	19,184	1	
1990	Other non-current assets (Note 8)	152,524	5	126,240	4	127,006	4	2550	Provision - non-current (Note 6(9))	33,720	1	34,569	1	30,300	1	
	Total non-current assets	<u>1,010,912</u>	<u>29</u>	<u>987,272</u>	<u>28</u>	<u>999,442</u>	<u>32</u>	2570	Deferred income tax liabilities	95	-	95	-	120	-	
								2580	Lease liabilities - non-current (Note 6(8))	8,544	-	8,246	-	2,111	-	
									Total non-current liabilities	<u>42,359</u>	<u>1</u>	<u>42,910</u>	<u>1</u>	<u>51,715</u>	<u>2</u>	
									Total liabilities	<u>1,705,929</u>	<u>49</u>	<u>1,531,689</u>	<u>43</u>	<u>1,367,943</u>	<u>43</u>	
									Equity attributable to owners of the parent company (Note 6 and (12)):							
								3110	Ordinary share capital	508,933	15	508,933	15	508,933	16	
								3200	Capital surplus	887,670	26	928,160	26	927,305	29	
								3300	Retained earnings	345,121	10	579,634	16	338,551	11	
								3400	Other equity	(87)	-	(372)	-	(93)	-	
									Total equity attributable to owners of the parent company	<u>1,741,637</u>	<u>51</u>	<u>2,016,355</u>	<u>57</u>	<u>1,774,696</u>	<u>56</u>	
								36XX	Non-controlling interest	12,446	-	13,835	-	11,837	1	
									Total equity	<u>1,754,083</u>	<u>51</u>	<u>2,030,190</u>	<u>57</u>	<u>1,786,533</u>	<u>57</u>	
									Total liabilities and equity	<u>\$ 3,460,012</u>	<u>100</u>	<u>\$ 3,561,879</u>	<u>100</u>	<u>\$ 3,154,476</u>	<u>100</u>	
	Total assets	<u>\$ 3,460,012</u>	<u>100</u>	<u>3,561,879</u>	<u>100</u>	<u>3,154,476</u>	<u>100</u>									

(Please refer to the attached Notes to Consolidated Financial Report)

Chairperson: Wen-Fang Huang

Manager: Mei-Lang Liu

Accounting Supervisor: Mei-Chi Chen

Interactive Digital Technologies Inc. and Subsidiaries
Consolidated Statement of Comprehensive Income
January 1 to March 31, 2026 and 2025

Unit: NT\$ thousand

	January to March 2026		January to March 2025	
	Amount	%	Amount	%
4000 Operating revenue (Note 6(14) and 7)	\$ 464,554	100	413,947	100
5000 Operating cost (Notes 6 (3), (9), (10), 7 and 12)	(312,186)	(67)	(234,706)	(57)
Gross operating profit	<u>152,368</u>	<u>33</u>	<u>179,241</u>	<u>43</u>
Operating expenses (Notes 6(5), (6), (8), (10), (15), 7 and 12):				
6100 Sales expenses	(79,014)	(17)	(77,657)	(19)
6200 Administrative expenses	(34,742)	(8)	(40,284)	(9)
Total operating expenses	<u>(113,756)</u>	<u>(25)</u>	<u>(117,941)</u>	<u>(28)</u>
Operating profit	<u>38,612</u>	<u>8</u>	<u>61,300</u>	<u>15</u>
Non-operating income and expenses (Note 6(4), (8), (16) and 7):				
7100 Interest income	3,486	1	4,516	1
7010 Other income	394	-	930	-
7020 Other gains and losses	(564)	-	(212)	-
7050 Financial cost	(68)	-	(53)	-
7375 Share of loss of affiliated companies accounted for using the equity method	(3,453)	(1)	(1,183)	-
Total non-operating income and expenses	<u>(205)</u>	<u>-</u>	<u>3,998</u>	<u>1</u>
Profit before tax	<u>38,407</u>	<u>8</u>	<u>65,298</u>	<u>16</u>
7950 Income tax expenses (Note 6(11))	(9,664)	(2)	(12,121)	(3)
Profit for the period	<u>28,743</u>	<u>6</u>	<u>53,177</u>	<u>13</u>
Other comprehensive income (Note 6(12)):				
8360 Components of other comprehensive income that will be reclassified to profit or loss				
8361 Exchange differences on translation	285	-	201	-
8399 Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
Other comprehensive income for the period	<u>285</u>	<u>-</u>	<u>201</u>	<u>-</u>
Total comprehensive income for the period	<u>\$ 29,028</u>	<u>6</u>	<u>\$ 53,378</u>	<u>13</u>
Current profit attributable to:				
8610 Owners of parent	\$ 30,132	6	53,054	13
Non-controlling interest	(1,389)	-	123	-
	<u>\$ 28,743</u>	<u>6</u>	<u>\$ 53,177</u>	<u>13</u>
Total comprehensive income attributable to:				
8710 Owners of parent	\$ 30,417	6	53,255	13
Non-controlling interest	(1,389)	-	123	-
	<u>\$ 29,028</u>	<u>6</u>	<u>\$ 53,378</u>	<u>13</u>
Earnings per share (Unit: NTD, Note 6(13))				
9750 Basic earnings per share	<u>\$ 0.59</u>		<u>1.04</u>	
9850 Diluted earnings per share	<u>\$ 0.59</u>		<u>1.03</u>	

(Please refer to the attached Notes to Consolidated Financial Report)

Chairperson:
Wen-Fang Huang

Manager:
Mei-Lang Liu

Accounting Supervisor:
Mei-Chi Chen

Interactive Digital Technologies Inc. and Subsidiaries
Consolidated Statement of Changes in Equity
January 1 to March 31, 2026 and 2025

Unit: NT\$ thousand

	Equity attributable to owners of parent						Other equity		Non-controllin g interest	Total equity
	Share capital	Capital surplus	Retained earnings			Total	Exchange differences on translation	Total equity attributable to owners of parent		
	Ordinary share capital		Legal reserve	Special reserves	Undistributed earnings					
Balance on January 1, 2025	\$ 508,933	967,454	251,523	734	291,269	543,526	(294)	2,019,619	11,714	2,031,333
Profit for the period	-	-	-	-	53,054	53,054	-	53,054	123	53,177
Other comprehensive income for the period	-	-	-	-	-	-	201	201	-	201
Total comprehensive income for the period	-	-	-	-	53,054	53,054	201	53,255	123	53,378
Appropriation and distribution of retained earnings::										
Cash dividends of ordinary share	-	-	-	-	(258,029)	(258,029)	-	(258,029)	-	(258,029)
Cash distribution from capital surplus	-	(40,715)	-	-	-	-	-	(40,715)	-	(40,715)
Changes in affiliates recognized using the equity method	-	566	-	-	-	-	-	566	-	566
Balance on March 31, 2025	\$ 508,933	927,305	251,523	734	86,294	338,551	(93)	1,774,696	11,837	1,786,533
Balance as of January 1, 2026	\$ 508,933	928,160	280,200	294	299,140	579,634	(372)	2,016,355	13,835	2,030,190
Profit for the period	-	-	-	-	30,132	30,132	-	30,132	(1,389)	28,743
Other comprehensive income for the period	-	-	-	-	-	-	285	285	-	285
Total comprehensive income for the period	-	-	-	-	30,132	30,132	285	30,417	(1,389)	29,028
Appropriation and distribution of retained earnings::										
Cash dividends of ordinary share	-	-	-	-	(264,645)	(264,645)	-	(264,645)	-	(264,645)
Cash distribution from capital surplus	-	(40,715)	-	-	-	-	-	(40,715)	-	(40,715)
Changes in affiliates recognized using the equity method	-	225	-	-	-	-	-	225	-	225
Balance on March 31, 2026	\$ 508,933	887,670	280,200	294	64,627	345,121	(87)	1,741,637	12,446	1,754,083

(Please refer to the attached Notes to Consolidated Financial Report)

Chairperson: Wen-Fang Huang

Manager: Mei-Lang Liu

Accounting Supervisor: Mei-Chi Chen

Interactive Digital Technologies Inc. and Subsidiaries

Consolidated Statements of Cash Flows

January 1 to March 31, 2026 and 2025

Unit: NT\$ thousand

	<u>January to March 2026</u>	<u>January to March 2025</u>
Cash flow from (used in) operating activities:		
Profit before tax for the period	\$ 38,407	65,298
Adjustments:		
Income and expenses		
Depreciation expense	6,992	6,671
Interest expense	68	53
Interest income	(3,486)	(4,516)
Share of loss of affiliated companies accounted for using the equity method	3,453	1,183
Gains from the disposal of property, plant and equipment	(857)	(15)
Total income and expense	<u>6,170</u>	<u>3,376</u>
Changes in operating assets/liabilities:		
Net changes in assets related to operating activities:		
Notes and accounts receivable	384,947	458,047
Accounts receivable - related parties	945	4,714
Other receivables	402	353
Inventory	(395,515)	(21,327)
Prepayments and other current assets	<u>(15,763)</u>	<u>(4,509)</u>
Total net changes in assets related to operating activities	<u>(24,984)</u>	<u>437,278</u>
Net changes in liabilities related to operating activities:		
Contract liabilities	(17,937)	(95,580)
Accounts payable	(218,589)	(149,489)
Accounts payable - related parties	185,336	(13,714)
Other payables	(85,989)	(73,659)
Provision	(5,668)	(13,582)
Other current liabilities	<u>2,020</u>	<u>961</u>
Total net changes in liabilities related to operating activities	<u>(140,827)</u>	<u>(345,063)</u>
Total net changes in assets and liabilities related to operating activities	<u>(165,811)</u>	<u>92,215</u>
Total adjustment items	<u>(159,641)</u>	<u>95,591</u>
Cash inflow (outflow) from operations	<u>(121,234)</u>	<u>160,889</u>
Interest received	3,373	4,094
Interest paid	-	(28)
Income tax paid	<u>(332)</u>	<u>(15,691)</u>
Net cash inflows (outflows) from operating activities	<u>(118,193)</u>	<u>149,264</u>

(continued on next page)

(Please refer to the attached Notes to Consolidated Financial Report)

Chairperson:
Wen-Fang Huang

Manager:
Mei-Lang Liu

Accounting Supervisor:
Mei-Chi Chen

Interactive Digital Technologies Inc. and Subsidiaries
Consolidated Statement of Cash Flows (continued from previous page)
January 1 to March 31, 2026 and 2025

Unit: NT\$ thousand

	January to March 2026	January to March 2025
Cash flow from (used in) investing activities:		
Acquisition of property, plant and equipment	(5,721)	(2,594)
Proceeds from the disposal of property, plant and equipment	857	15
Decrease (increase) in refundable deposits	(26,258)	17,041
Decrease (increase) in prepayments for business facilities	(26)	84
Net cash inflows (outflows) from investing activities	(31,148)	14,546
Cash flows from (used in) financing activities:		
Repayment of long-term borrowings	-	(5,816)
Lease principal repayment	(1,480)	(1,351)
Interest paid on leases	(68)	(26)
Decrease in guarantee deposits received	-	(54)
Net cash outflows from financing activities	(1,548)	(7,247)
Effect of exchange rate changes on cash and cash equivalents	285	199
Increase (decrease) in cash and cash equivalents in the current period	(150,604)	156,762
Opening balance of cash and cash equivalents	735,849	1,041,129
Closing balance of cash and cash equivalents	\$ 585,245	1,197,891

(Please refer to the attached Notes to Consolidated Financial Report)

Chairperson:
Wen-Fang Huang

Manager:
Mei-Lang Liu

Accounting Supervisor:
Mei-Chi Chen

Interactive Digital Technologies Inc. and Subsidiaries
Notes to Consolidated Financial Report
For the three months ended March 31, 2026 and 2025
(Unless otherwise stated, all amounts are in NT\$thousand)

I. Company History

Interactive Digital Technologies Inc. (hereinafter referred to as the "Company") was incorporated on May 14, 2003 with the approval of the Ministry of Economic Affairs. The registered address is No. 38-1, Wugong 5th Rd., Wugu Dist., New Taipei City, Taiwan. The Company and its subsidiaries (hereinafter referred to as the "consolidated company") mainly provide telecommunications and broadband network system services, wireless transmission services, digital media system services, cloud information system services and geographic information system services. Qisda Corporation is the ultimate parent company of the Company.

II. Date and procedure for approving the financial statements

This consolidated financial report was approved by the Board of Directors on April 24, 2026.

III. Application of new and revised standards and interpretations

(I) The impact of the adoption of the new and revised standards and interpretations approved by the Financial Supervisory Commission

The consolidated company began to apply the following newly amended IFRS on January 1, 2026, and there was no significant impact on the consolidated financial report.

- IFRS No. 17 "Insurance Contract", and amendments to IFRS No. 17
- Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"
- Annual Improvements to IFRS Accounting Standards
- Amendments to IFRS No. 9 and IFRS 7 "Nature-dependent Electricity Contracts"

(II) New and revised standards and interpretations not yet approved by the FSC

The standards and interpretations that have been issued and amended by the IASB but have not yet been approved by the FSC may be relevant to the consolidated company as follows:

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

New or amended standards	Major amendments	Effective date of IASB's announcement
IFRS 18 "Presentation and Disclosure in Financial Statements"	<p>The new standard introduces three types of income and expense, two income statement subtotals, and a single note regarding management's performance measures. These three amendments and enhancements in the guidelines for segmenting information in financial statements lay the groundwork for providing users with more refined and consistent information, impacting all companies.</p> <ul style="list-style-type: none"> · More structured income statement: Under current standards, companies use varying formats to present their operating results, making it difficult for investors to compare financial performance across different companies. The new standards adopt a more structured income statement format, introducing a newly defined "operating income" subtotal and requiring all income and expenses to be classified into three distinct categories based on the Company's main operating activities. · Management Performance Measurement (MPMs): The new standards introduce a definition for management performance measures, requiring companies to provide a single note in their financial statements explaining each measure, detailing why it provides useful information, how it is calculated, and how the measure reconciles with amounts recognized under IFRS. · Detailed information: The new standards include guidance on how companies should enhance the grouping of information within financial statements. This includes guidance on whether the information should be included in the main financial statements or further detailed in notes. 	<p>January 1, 2027</p> <p>Note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS No. 18 starting from the 2028 fiscal year. If the Company has a need for early adoption, it may choose to apply the standard in advance upon approval by the FSC.</p>

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

The consolidated company is currently evaluating the impact of the above standards and interpretations on the financial position and operating results of the consolidated company. The relevant impact will be disclosed when the evaluation is completed.

The consolidated company expects the following new and amendments to standards that have not yet been approved to have no significant impact on the consolidated financial statements.

- Amendments to IFRS 10 and IAS 28 "The Sale or Investment of Assets between Investors and Their Affiliates or Joint Ventures"
- IFRS 19 "Subsidiaries without Public Accountability: Disclosure" and the amendments to IFRS 19.
- Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"

IV. Summary of significant accounting policies

(I) Declaration of compliance

The consolidated financial statements are prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as the "Regulations") and IAS No. 34 "Interim Financial Reporting" endorsed and issued into effect by the FSC. This consolidated financial statements does not include all the necessary information to be disclosed in the annual financial report in accordance with the IFRS, IAS, interpretations and interpretation announcements approved and issued by the FSC (hereinafter collectively referred to as "IFRSs").

Except for the following, the significant accounting policies adopted in this consolidated financial report are the same as those in the 2025 consolidated report. For relevant information, please refer to Note 4 for the 2025 consolidated financial report.

(II) Basis for consolidation

1. Subsidiaries included in the consolidated financial statements

Subsidiaries included in the consolidated financial statements include:

Name of Investing Company	Name of subsidiary	Nature of business	Consolidated shareholding percentage			Explanation
			2026/3/31	2025/12/31	2025/3/31	
The Company	Hwa Chi Technologies (Shanghai)Inc. (Hwa Chi Technologies)	Technical consultation, R&D, maintenance and after-sales service of electronic communication products	100.00%	100.00%	100.00%	-
The Company	Transnet Co., Ltd. (Transnet)	Integrated supply of network communication products, system services, and import and export of network equipment	80.00%	80.00%	80.00%	-

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

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

(III) Income tax

The consolidated company measured and disclosed the interim income tax expense in accordance with IAS No. 34 "Interim Financial Report" Paragraph B12.

Income tax expense is measured by multiplying the net profit before tax during the interim reporting period by the management's best estimated average of the expected effective tax rate for the year, and fully recognized as current income tax expenses.

Income tax expense that is recognized directly in equity or other comprehensive income item is based on the temporary difference between the carrying amount of the relevant assets and liabilities for financial reporting purposes and their taxation bases, which is measured at the tax rate applicable at the time of expected realization or settlement.

V. Major accounting judgments, estimates, and major sources of uncertainty for assumptions

When preparing the consolidated financial report, the management complied with IAS No. 34 "Interim Financial Reporting" endorsed and released by the FSC, the management must make judgments, estimates and assumptions that may affect the adoption of accounting policies and the reported amount of the assets, liabilities, revenues and expenses. Actual results may differ from estimates.

In preparing the consolidated financial statements, the significant judgments made by the management in adopting the accounting policies of the consolidated company and the main sources of estimation uncertainty are consistent with Note 5 to the 2025 consolidated financial report.

VI. Description of important accounting items

Except for the following, there is no material difference between the major accounting items in the consolidated financial report and the 2025 consolidated financial report. For relevant information, please refer to Note 6 of the 2025 consolidated financial report.

(I) Cash and cash equivalent

	2026/3/31	2025/12/31	2025/3/31
Cash on hand	\$ 450	450	450
Demand deposits and checking deposits	231,262	138,463	185,095
Time deposits within three months from original maturity date	353,533	596,936	1,012,346
	\$ 585,245	735,849	1,197,891

(II) Notes and accounts receivable

	2026/3/31	2025/12/31	2025/3/31
Notes and accounts receivable	\$ 631,587	1,016,534	186,867
Accounts receivable - related parties	6,705	7,650	32,552
Less: Loss allowance	(6,531)	(6,531)	-
	\$ 631,761	1,017,653	219,419

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

The consolidated company estimates the expected credit losses using a simplified method for all notes and accounts receivable, that is, using the lifetime expected credit losses to measure, and they have been included in forward-looking information. The expected credit loss of the consolidated company's notes and accounts receivable is analyzed as follows:

	2026/3/31		
	Carrying amounts of notes and accounts receivable	Weighted average rate of expected credit losses	Allowance for expected credit losses during the duration
Not overdue	\$ 619,973	0%	-
Overdue within 30 days	11,558	0%	-
Overdue 31 to 90 days	230	0%	-
Overdue 91 to 180 days	399	100%	399
Overdue 181 to 365 days	6,132	100%	6,132
	<u>\$ 638,292</u>		<u>6,531</u>

	2025/12/31		
	Carrying amounts of notes and accounts receivable	Weighted average rate of expected credit losses	Allowance for expected credit losses during the duration
Not overdue	\$ 997,136	0%	-
Overdue within 30 days	19,526	0%	-
Overdue 31 to 90 days	1,390	28.71%	399
Overdue 91 to 180 days	6,132	100.00%	6,132
Overdue for more than 181 days	-		-
	<u>\$ 1,024,184</u>		<u>6,531</u>

	2025/3/31		
	Carrying amounts of notes and accounts receivable	Weighted average rate of expected credit losses	Allowance for expected credit losses during the duration
Not overdue	\$ 208,605	0%	-
Overdue within 30 days	10,814	0%	-
Overdue for more than 181 days	-	100%	-
	<u>\$ 219,419</u>		<u>-</u>

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

The changes in the allowance for notes and accounts receivable of the consolidated company are as follows:

	January to March 2026	January to March 2025
Ending balance (i.e. Opening balance)	\$ 6,531	-

(III) Inventory

	2026/3/31	2025/12/31	2025/3/31
Merchandise inventory	\$ 429,084	272,232	76,818
Deposits	503,595	265,828	233,674
Project inventory	259,693	258,797	412,047
	\$ 1,192,372	796,857	722,539

Consigned goods and project inventory refers to the labor cost and related inventory that have been invested in projects but have not yet been recognized as revenue.

Details of inventory-related expenses recognized by the consolidated company as operating costs in the current period:

	January to March 2026	January to March 2025
Cost of sold inventories	\$ 266,190	197,513
Inventory valuation losses (reversal gains)	4,553	(798)
Labor and warranty cost	41,443	37,991
	\$ 312,186	234,706

The abovementioned allowance for decline in value of inventories is recognized when the net realizable value of inventories is offset against the decline in value of inventories to the net realizable value recognized as loss on decline in inventory of net realizable value.

(IV) Investments accounted for using the equity method

The consolidated company's investments under the equity method on the reporting date are as follows:

			2026/3/31		2025/12/31		2025/3/31	
Associate name	Main businesses	principal place of business/ country of incorporation	% of ownership and voting rights held	Carrying amount	% of ownership and voting rights held	Carrying amount	% of ownership and voting rights held	Carrying amount
Fiber Logic Communications, Inc. (Fiber Logic)	Production and sales of wideband communication equipment and service routers	Taiwan	5.76%	\$ 85,411	5.76%	88,639	6%	95,201

From January 1 to March 31, 2026 and 2025, the consolidated company's share of the affiliated enterprise's net loss were NT\$3,453 thousand and NT\$1,183 thousand, respectively.

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

The summarized financial information of affiliates important to the consolidated company is as follows:

Summary financial information of the smart grid:

	2026/3/31	2025/12/31	2025/3/31
Current assets	\$ 549,975	535,867	500,785
Non-current assets	457,666	459,848	493,276
Current liabilities	(223,626)	(151,193)	(82,488)
Non-current liabilities	(13,486)	(14,919)	(21,747)
Net asset	<u>\$ 770,529</u>	<u>829,603</u>	<u>889,826</u>

	January to March 2026	January to March 2025
Operating revenue	<u>\$ 40,621</u>	<u>38,236</u>
Net loss for the period	\$ (59,973)	(14,884)
Other comprehensive income for the period	-	-
Total comprehensive income for the current period	<u>\$ (59,973)</u>	<u>(14,884)</u>

	January to March 2026	January to March 2025
The consolidated company's share of the net assets of the affiliated enterprise at the beginning of the period	\$ 45,131	50,505
Net loss attributable to the consolidated company in the current period	(3,453)	(1,183)
Capital reserve attributable to the consolidated company in the current period	225	566
The Group's share of the net assets of the affiliates at the end of the period	41,903	49,888
Add: Goodwill	43,507	45,313
The book value of the Group's equity in the affiliated enterprise at the end of the period	<u>\$ 85,410</u>	<u>95,201</u>

(V) Property, plant and equipment

	Land	Buildings and structures	Machinery and equipment	Others	Total
Cost:					
Balance on January 1, 2026	\$ 641,026	156,232	18,494	34,142	849,894
Addition	-	119	-	5,602	5,721
Disposal	-	-	(337)	(3,852)	(4,189)
Effect of exchange rate changes	-	-	28	3	31
Balance on March 31, 2026	<u>\$ 641,026</u>	<u>156,351</u>	<u>18,185</u>	<u>35,895</u>	<u>851,457</u>
Balance on January 1, 2025	\$ 641,026	155,226	20,318	32,528	849,098
Addition	-	167	-	2,427	2,594
Disposal	-	-	-	(1,781)	(1,781)
Effect of exchange rate changes	-	-	17	2	19
Balance on March 31, 2025	<u>\$ 641,026</u>	<u>155,393</u>	<u>20,335</u>	<u>33,176</u>	<u>849,930</u>

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

	<u>Land</u>	<u>Buildings and structures</u>	<u>Machinery and equipment</u>	<u>Others</u>	<u>Total</u>
Accumulated depreciation and impairment loss:					
Balance on January 1, 2026	\$ 8,984	62,713	12,185	19,623	103,505
Depreciation	-	2,527	928	2,038	5,493
Disposal	-	-	(337)	(3,852)	(4,189)
Effect of exchange rate changes	-	-	28	2	30
Balance on March 31, 2026	\$ 8,984	65,240	12,804	17,811	104,839
Balance on January 1, 2025	\$ 8,984	54,632	9,930	16,486	90,032
Depreciation	-	2,461	1,075	1,782	5,318
Disposal	-	-	-	(1,781)	(1,781)
Effect of exchange rate changes	-	-	16	1	17
Balance on March 31, 2025	\$ 8,984	57,093	11,021	16,488	93,586
Carrying amount:					
January 1, 2026	\$ 632,042	93,519	6,309	14,519	746,389
March 31, 2026	\$ 632,042	91,111	5,381	18,084	746,618
March 31, 2025	\$ 632,042	98,300	9,314	16,688	756,344

(VI) Right-of-use assets

	<u>Buildings and structures</u>	<u>Transporta tion equipment</u>	<u>Office equipment</u>	<u>Total</u>
Cost:				
Balance on January 1, 2026	\$ 11,932	7,808	-	19,740
Addition	-	1,855	-	1,855
Disposal	-	(1,209)	-	(1,209)
Balance on March 31, 2026	\$ 11,932	8,454	-	20,386
Balance on January 1, 2025	\$ 6,859	10,452	224	17,535
Addition	-	1,680	-	1,680
Disposal	(746)	(4,267)	-	(5,013)
Balance on March 31, 2025	\$ 6,113	7,865	224	14,202
Accumulated depreciation:				
Balance on January 1, 2026	\$ 3,461	3,857	-	7,318
Depreciation	847	652	-	1,499
Disposal	-	(1,209)	-	(1,209)
Balance on March 31, 2026	\$ 4,308	3,300	-	7,608
Balance on January 1, 2025	\$ 4,291	7,639	184	12,114
Depreciation	688	645	20	1,353
Disposal	(746)	(4,267)	-	(5,013)
Balance on March 31, 2025	\$ 4,233	4,017	204	8,454
Carrying amount:				
January 1, 2026	\$ 8,471	3,951	-	12,422
March 31, 2026	\$ 7,624	5,154	-	12,778
March 31, 2025	\$ 1,880	3,848	20	5,748

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

(VII) Long-term borrowings

	<u>2026/3/31</u>	<u>2025/12/31</u>	<u>2025/3/31</u>
Unsecured bank borrowings	\$ -	-	<u>19,184</u>
Unused long and short term credit limit	\$ <u>939,282</u>	<u>1,279,059</u>	<u>1,198,940</u>
Interest rate range	=====	=====	<u>0.50%~2.22%</u>
Year to maturity	=====	=====	<u>118</u>

(VIII) Lease liabilities

The carrying amount of the consolidated company's lease liabilities is as follows:

	<u>2026/3/31</u>	<u>2025/12/31</u>	<u>2025/3/31</u>
Current	\$ <u>4,352</u>	<u>4,275</u>	<u>3,683</u>
Non-current	\$ <u>8,544</u>	<u>8,246</u>	<u>2,111</u>

Please refer to Note (17) for maturity analysis.

The amounts recognized in profit or loss are as follows:

	<u>January to March 2026</u>	<u>January to March 2025</u>
Interest expense of lease liabilities	\$ <u>68</u>	<u>26</u>
Expenses of short-term leases	\$ <u>994</u>	<u>1,326</u>

The amounts recognized in the statement of cash flows are as follows:

	<u>January to March 2026</u>	<u>January to March 2025</u>
Total cash outflow for leases	\$ <u>2,542</u>	<u>2,703</u>

1. Lease of buildings

The Group leases buildings and structures as office space, and the lease terms are usually one to five years.

2. Other leases

The lease term of the transportation equipment and office equipment leased by the consolidated company is one to five years. Furthermore, the consolidated company leases some of the transportation equipment and office equipment that expire within one year. These leases are short-term leases, and the consolidated company has elected to apply the recognition exemption rules and not recognize its related right-of-use assets and lease liabilities.

(IX) Liabilities reserve - product warranty reserve

	<u>January to March 2026</u>	<u>January to March 2025</u>
Opening balance	\$ 64,179	80,169
Addition in current period	2,138	1,283
Used in current period	(2,849)	(7,070)
Reversal in current period	(4,957)	(7,795)
Closing balance	\$ <u>58,511</u>	<u>66,587</u>

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

	2026/3/31	2025/12/31	2025/3/31
Current	\$ 24,791	29,610	36,287
Non-current	\$ 33,720	34,569	30,300

The consolidated company's product warranty reserve is mainly related to project sales. The warranty liabilities are recognized in accordance with the consolidated company's management's best estimate of the expenditure required to settle the warranty obligation.

(X) Employee benefits

1. Defined appropriation for retirement

The defined contribution retirement plan of the Company and its domestic subsidiaries is in accordance with the Labor Pension Act. An amount equivalent to 6% of each employee's monthly wage is appropriated to the individual labor pension account with the Bureau of Labor Insurance. Under this plan, after appropriating a fixed amount to the Bureau of Labor Insurance, the Company has no legal or constructive obligation to make additional payments. The pension expenses under the Company's defined pension contribution plan from January 1 to March 31, 2026 and 2025 were NT\$4,970 thousand and NT\$4,729 thousand, respectively (including amounts capitalized into inventory of NT\$354 thousand and NT\$261 thousand, respectively), which were appropriated to the Bureau of Labor Insurance.

2. The Company's subsidiary, Hwa Chi Technologies, from January 1 to March 31, 2026 and 2025, contributes to the pension insurance based on the salaries of local employees in accordance with the retirement regulations stipulated by the local government. They were NT\$45 thousand and NT\$42 thousand, respectively.

(XI) Income tax

1. The details of income tax expenses of the consolidated company are as follows:

	January to March 2026	January to March 2025
Current income tax expense	\$ 9,664	12,121

2. The consolidated company has no income tax directly recognized in equity or other comprehensive income from January 1 to March 31, 2026 and 2025.

3. The income tax returns of the Company and Transnet's profit-seeking enterprise income tax was assessed by the tax authorities up to 2024.

(XII) Capital and other equity

Except for the following, there were no significant changes in the share capital and other equities of the consolidated company from January 1 to March 31, 2026 and 2025. For relevant information, please refer to Note 6(14) to the 2025 Consolidated Financial Report.

1. Common stock capital

The Company's authorized capital amounted to NT\$800,000 thousand on March 31, 2026, December 31 and March 31, 2025, 80,000 thousand shares, at a par value of NT\$10, of which 8,000 thousand shares were reserved for the employee stock warrants. The issued shares were all 50,893 thousand shares, all of which were common shares.

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

2. Capital surplus

The balance of capital reserves is as follows:

	2026/3/31	2025/12/31	2025/3/31
Issued stock premium	\$ 867,058	907,773	907,773
Recognizing changes in ownership equity in subsidiaries	1,269	1,269	1,269
Changes in affiliates recognized using the equity method	1,646	1,421	566
Others	17,697	17,697	17,697
	\$ 887,670	928,160	927,305

3. Legal reserve

When the Company has no losses, the shareholders' meeting may issue a resolution to distribute new shares or cash out of the legal reserve, provided that such reserve exceeds 25% of the paid-in capital.

4. Special reserve

According to the regulations of the FSC, when the Company distributes the distributable earnings, for the net amount debited to other shareholders' equity in the current year, the net profit after tax of the current period plus the item other than the net profit after tax of the current period is included in the undistributed earnings of the current period and the prior undistributed earnings are made into special reserve; the other shareholders' equity deduction amount accumulated in the prior period shall be added to the special reserve from the undistributed earnings of the prior period and shall not be distributed. When the amount debited to other shareholders' equity is reversed afterwards, the reversed amount may be distributed as earnings.

5. Retained earnings

According to the Company's Articles of Incorporation, if there is a earning in the current period for the general financial statement, the tax should be paid first, the losses of the previous years should be paid, and then 10% of the legal reserve should be appropriated. However, if the accumulated legal reserve has reached the Company's total paid-in capital, the Company may cease to set aside the legal reserve. In addition, depending on the Company's operational needs and laws and regulations, a special reserve may be set aside. If there is still earnings undistributed at the beginning of the same period, the Board of Directors shall prepare an earnings distribution proposal and submit it to the Shareholders' Meeting for resolution. If the aforementioned appropriation of earnings is in the form of cash dividends, the Board of Directors is authorized to resolve and report the appropriation at the shareholders' meeting.

The Company may issue new shares or cash out of the legal reserve or capital reserve in accordance with Article 241 of the Company Act. If the foregoing is distributed in cash, the Board of Directors is authorized to resolve and report at the shareholders' meeting.

The Company operates in a volatile market environment and its corporate life cycle is in a stable growth stage. The dividend policy shall take into account the Company's future capital needs and long-term financial planning in order to achieve sustainable operation. The Company adopts a residual dividend policy, and considers the Company's future capital planning. The total amount of dividends to be paid each year shall not be less than 50% of the total distributable earnings for that year, of which cash dividends shall not be less than 10% of the total amount of cash and stock dividends paid in that same year.

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

The amounts of cash dividends for the 2025 and 2024 proposals for distribution of earnings, as resolved by the Board of Directors on February 23, 2026 and February 25, 2025, respectively, are as follows:

	2025		2024	
	Dividends per share (NTD)	Amount	Dividends per share (NTD)	Amount
Cash dividends distributed to ordinary share holders	\$ 5.20	264,645	5.07	258,029
Cash distribution from capital surplus	0.80	40,715	0.80	40,715
	\$ 6.00	305,360	5.87	298,744

6. Other equity (net amount after tax)

Exchange differences on translation

	January to March 2026	January to March 2025
Opening balance	\$ (372)	(294)
Exchange differences arising from the translation of net assets of foreign operations	285	201
Closing balance	\$ (87)	(93)

(XIII) Earnings per share

1. Basic earnings per share

	January to March 2026	January to March 2025
Net profit attributable to the Company's ordinary share holders	\$ 30,132	53,054
Weighted average number of outstanding ordinary shares (thousand shares)	50,893	50,893
Basic earnings per share (NTD)	\$ 0.59	1.04

2. Diluted earnings per share

	January to March 2026	January to March 2025
Net profit attributable to the Company's ordinary share holders	\$ 30,132	53,054
Weighted average number of outstanding ordinary shares (basic) (thousand shares)	50,893	50,893
Effect of potential dilutive ordinary shares (thousand shares):		
Effects of remuneration to employees	353	374
Weighted average number of ordinary shares outstanding (diluted) (thousand shares)	51,246	51,267
Diluted earnings per share (NTD)	\$ 0.59	1.03

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
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(XIV) Revenue from customer contracts

1. Breakdown of revenue

	January to March 2026	January to March 2025
Main product/service lines:		
Revenues from sales of system integration projects	\$ 357,372	311,954
Service revenue	107,182	101,993
	\$ 464,554	413,947
Timing of revenue recognition:		
At a certain point in time	\$ 454,969	402,625
Recognized progressively over time	9,585	11,322
	\$ 464,554	413,947

2. Contract balance

	2026/3/31	2025/12/31	2025/3/31
Notes and accounts receivable	\$ 638,292	1,024,184	219,419
Less: Loss allowance	(6,531)	(6,531)	-
Total	\$ 631,761	1,017,653	219,419
	2026/3/31	2025/12/31	2025/3/31
Contract liabilities - current	\$ 245,456	263,393	383,925

Please refer to Note 6 (2) for the disclosure of notes and accounts receivable and the impairment thereof.

The opening balances of contract liabilities on January 1, 2026 and 2025 are recognized as income for the three months ended March 31, 2026 and 2025 in the amounts of NT\$45,936 thousand and NT\$139,836 thousand, respectively.

(XV) Remuneration to employees and directors

According to the Articles of Incorporation, if the Company realizes a profit, 5% to 20% shall be allocated as employee remuneration and no more than 1% as directors' remuneration; however, if the Company has accumulated losses, the amount to cover such losses shall be set aside first. In addition, pursuant to the amendment to the Articles of Incorporation resolved by the Shareholders' meeting on May 23, 2025, the remuneration allocated to non-executive employees shall not be less than 10% of the total employee remuneration mentioned in the preceding paragraph. The employees subject to remuneration in the first paragraph distributed in shares or in cash, may be the employees of the subordinate companies who meet certain criteria.

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
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For the three months ended March 31, 2026 and 2025, the estimated employees' remuneration was NT\$4,440 thousand and NT\$7,290 thousand, respectively; the estimated amounts of directors' remuneration were NT\$333 thousand and NT\$546 thousand, respectively. These amounts were estimated on the basis of multiplying the net profit before tax of the Company for each period before deducting remuneration to employees and directors to the distribution ratio of remuneration to employees and directors set out in the Articles of Incorporation of the Company, and recorded as operating expenses for the period. If there is a discrepancy between the actual distributed amount and the estimated figure in the following year, it shall be treated as a change in accounting estimates and recognized as profit or loss of the following year.

On February 23, 2026 and February 25, 2025, the Board of Directors resolved to distribute employee remuneration of NT\$40,490 thousand and NT\$39,980 thousand, respectively, and directors' remuneration of NT\$3,036 thousand and NT\$2,997 thousand, for the 2025 and 2024 fiscal years. These amounts were consistent with the estimates recognized in the financial statements and were fully paid in cash. Relevant information is available on MOPS.

(XVI) Non-operating income and expenses

1. Interest revenue

	January to March 2026	January to March 2025
Interest on bank deposits	\$ 3,486	4,516

2. Other income

	January to March 2026	January to March 2025
Rental income	\$ 372	393
Government grant income	-	5
Other income	22	532
	\$ 394	930

3. Other gains and losses

	January to March 2026	January to March 2025
Foreign exchange loss	\$ (1,383)	(227)
Gains from the disposal of property, plant and equipment	857	15
Other gains and losses	(38)	-
	\$ (564)	(212)

4. Financial costs

	January to March 2026	January to March 2025
Bank borrowing interest expense	\$ -	27
Interest expense of lease liabilities	68	26
	\$ 68	53

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

(XVII) Financial instruments

1. Types of financial instruments

(1) Financial assets

	2026/3/31	2025/12/31	2025/3/31
Financial assets measured at amortized cost:			
Cash and cash equivalents	\$ 585,245	735,849	1,197,891
Notes and accounts receivable (including related party)	631,761	1,017,653	219,419
Other receivables (including related parties)	783	1,072	2,521
Refundable deposits (accounted for in other non-current assets)	152,498	126,240	126,235
	\$ 1,370,287	1,880,814	1,546,066

(2) Financial liabilities

	2026/3/31	2025/12/31	2025/3/31
Financial liabilities measured at amortized cost:			
Long-term borrowings	\$ -	-	19,184
Notes and accounts payable (including related parties)	908,718	941,971	402,712
Other payables (including related parties)	123,786	209,775	126,721
Dividends payable	305,360	-	298,744
Lease liabilities (including current and non-current)	12,896	12,521	5,794
	\$ 1,350,760	1,164,267	853,155

2. Fair value information

(1) Financial instruments not measured at fair value

The management of the consolidated company believes that the carrying amount of financial assets and financial liabilities measured at amortized cost in the consolidated financial statements approximates their fair value.

3. Liquidity risk

The following table shows the consolidated company's remaining contractual maturity analysis for financial liabilities with agreed repayment periods, which is based on the earliest date on which the consolidated company may be required to repay, prepared based on the undiscounted cash flows, and includes estimated interest.

	Contractual cash flow	Within 1 year	1-2 years	2-5 years	Over 5 years
March 31, 2026					
Non-derivative financial liabilities					
Accounts payable	\$ 908,718	908,718	-	-	-
Other payables	123,786	123,786	-	-	-
Dividends payable	305,360	305,360	-	-	-
Lease liabilities	13,331	4,568	3,899	4,864	-

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

	Contractual cash flow	Within 1 year	1-2 years	2-5 years	Over 5 years
	<u>\$ 1,351,195</u>	<u>1,342,432</u>	<u>3,899</u>	<u>4,864</u>	<u>-</u>
December 31, 2025					
Non-derivative financial liabilities					
Accounts payable	\$ 941,971	941,971	-	-	-
Other payables	209,775	209,775	-	-	-
Lease liabilities	12,965	4,481	3,361	5,123	-
	<u>\$ 1,164,711</u>	<u>1,156,227</u>	<u>3,361</u>	<u>5,123</u>	<u>-</u>
March 31, 2025					
Non-derivative financial liabilities					
Long-term borrowings	\$ 20,373	356	426	19,591	-
Accounts payable	402,712	402,712	-	-	-
Other payables	126,721	126,721	-	-	-
Dividends payable	298,744	298,744	-	-	-
Lease liabilities	5,912	3,754	1,014	1,144	-
	<u>\$ 854,462</u>	<u>832,287</u>	<u>1,440</u>	<u>20,735</u>	<u>-</u>

The consolidated company does not expect the maturity analysis of cash flows will be significantly early or the actual amount will be significantly different.

4. Exchange rate risk

The book value of the Group's significant monetary assets and liabilities denominated in non-functional currencies on the reporting date (including monetary items denominated in non-functional currencies that have been offset in the consolidated statements) and related sensitivity analysis are as follows:

		Amount: NT\$ Thousand				
		2026/3/31				
	Foreign currency	Exchange rate	NTD	Range of exchange rate changes	Impact on profit and loss	
<u>Financial assets</u>						
<u>Monetary items</u>						
US Dollars	\$	6,393	31.995	204,544	1% 2,045	
<u>Financial liabilities</u>						
<u>Monetary items</u>						
US Dollars	\$	6,754	31.995	216,094	1% 2,161	
		2025/12/31				
	Foreign currency	Exchange rate	NTD	Range of exchange rate changes	Impact on profit and loss	
<u>Financial assets</u>						
<u>Monetary items</u>						
US Dollars	\$	6,625	31.430	208,224	1% 2,082	
<u>Financial liabilities</u>						
<u>Monetary items</u>						
US Dollars	\$	6,698	31.430	210,518	1% 2,105	

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

2025/3/31						
		Foreign currency	Exchange rate	NTD	Range of exchange rate changes	Impact on profit and loss
<u>Financial assets</u>						
<u>Monetary items</u>						
US Dollars	\$	1,674	33.205	55,585	1%	556
<u>Financial liabilities</u>						
<u>Monetary items</u>						
US Dollars	\$	1,681	33.205	55,818	1%	558

Due to the wide variety of foreign currency transactions conducted by the consolidated company, information on exchange gains and losses arising from monetary items is disclosed on an aggregated basis. For the periods from January 1 to March 31, 2026 and 2025, please refer to Note 6(16), Other Gains and Losses, for the net foreign exchange (losses) gains (including realized and unrealized amounts).

(XVIII) Financial risk management

There was no significant change in the objectives and policies of the Group's financial risk management as disclosed in Note 6 (20) to the 2025 consolidated financial statements.

(XIX) Capital management

The consolidated company's capital management objective, policy and procedures are consistent with those disclosed in the 2025 consolidated financial report, and there is no significant change in the aggregated quantitative information of capital management items with those disclosed in the 2025 consolidated financial report. Please refer to Note 6(21) of the 2025 consolidated financial statements for relevant information.

(XX) Financing activities of non-cash transactions

1. Please refer to Note 6(6) for the consolidated company's acquisition of the right-of-use assets by way of lease during January 1 to March 31, 2026 and 2025.
2. The adjustment of liabilities from financing activities is as follows:

		2026/1/1	Cash flows	Non-cash changes		2026/3/31
				Addition in current period	Others	
Lease liabilities	\$	12,521	(1,548)	1,855	68	12,896
Total liabilities from financing activities	\$	12,521	(1,548)	1,855	68	12,896

		2025/1/1	Cash flows	Non-cash changes		2025/3/31
				Addition in current period	Others	
Long-term borrowings	\$	25,000	(5,816)	-	-	19,184
Lease liabilities		5,466	(1,377)	1,680	25	5,794
Guarantee deposits received		54	(54)	-	-	-
Total liabilities from financing activities	\$	30,520	(7,247)	1,680	25	24,978

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

VII. Related party transactions

(I) Parent company and ultimate controlling party

Hitron Technologies Inc. (hereinafter referred to as “Hitron”) is the parent company of the Company and held 32.81% of the Company’s outstanding common shares as of March 31, 2026, December 31, 2025, and March 31, 2025. Qisda Corporation is the ultimate controlling party of the group to which the Company belongs. Both Hitron and Qisda have prepared consolidated financial statements available for public use.

(II) Names and relationships of related parties

During the period covered by the consolidated financial statements, the related parties that have transactions with the consolidated company are as follows:

Name of related party	Relationship with the consolidated company
Controlling party:	
Qisda Corporation (Qisda)	The consolidated company's ultimate controller
Hitron Technologies Inc. (Hitron)	Parent company of the consolidated company
Alpha Networks Inc. (Alpha)	The parent company of Hitron
Other related party:	
Hitron Technologies (Vietnam) Inc. (Hitron Vietnam)	A subsidiary of Hitron
Hitron Technologies (Suzhou Industrial Park) Inc.	A subsidiary of Hitron
Enrich Investment Corporation (Enrich Investment)	Subsidiary of Alpha Networks Inc.
Alpha Networks Vietnam Company Limited (Alpha Vietnam)	Subsidiary of Alpha Networks Inc.
Alpha Networks (Chengdu) Co., Ltd.	Subsidiary of Alpha Networks Inc.
Metaage Corporation (Metaage)	Subsidiaries directly or indirectly owned by Qisda
Golden Spirit Co., Ltd. (Golden Spirit)	Subsidiaries directly or indirectly owned by Qisda
BenQ Asia Pacific Corp. (BenQ Asia Pacific)	Subsidiaries directly or indirectly owned by Qisda
Ace Energy Co., Ltd. (Ace Energy)	Subsidiaries directly or indirectly owned by Qisda
Concord Medical Co., Ltd.	Subsidiaries directly or indirectly owned by Qisda
Topview Optronics Corporation (Topview)	Affiliates of Qisda
Global Intelligence Network Co., Ltd.	Subsidiary of Metaage
DARWIN PRECISIONS CORPORATION (Darwin Precision)	A subsidiary of AUO Corporation (corporate director of Qisda)
Affiliated enterprise:	
Fiber Logic Communications, Inc. (Fiber Logic)	Affiliates of the consolidated company

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

(III) Material transactions with related parties

1. Operating revenue

	January to March 2026	January to March 2025
Parent company	\$ 3,888	8,642
The parent company of Hitron	156	5,858
Other related party	2,834	793
	\$ 6,878	15,293

The consolidated company's selling prices and trading conditions to the above-mentioned related parties are handled in accordance with the general selling conditions.

2. Purchase

	January to March 2026	January to March 2025
Parent company	\$ -	42
Other related party:		
Metaage Corporation	112,925	24,965
Global Intelligence Network Co., Ltd.	90,476	-
Others	548	-
	203,949	24,965
Affiliated enterprise	31,045	-
	\$ 234,994	25,007

The consolidated company's purchase prices and payment terms for the above companies are based on general purchase terms.

3. Receivables from related parties and contract liabilities

The consolidated Company's receivables from related parties and contractual liabilities due to the aforementioned projects' operating revenues are as follows:

	Category of related party	2026/3/31	2025/12/31	2025/3/31
Accounts receivable	Parent company	\$ 3,401	5,753	6,430
	The parent company of Hitron	163	76	25,357
	Other related party	3,141	1,821	765
		\$ 6,705	7,650	32,552
Other receivables	Other related party	\$ -	410	-
Contract liabilities - current	Parent company	\$ -	14	142
	The parent company of Hitron	-	-	22,310
		\$ -	14	22,452

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

4. Payables to related parties and prepaid purchase payment

The Group's payables to related parties and advanced purchase payment are as follows:

<u>Accounting entry</u>	<u>Category of related party</u>	<u>2026/3/31</u>	<u>2025/12/31</u>	<u>2025/3/31</u>
Accounts payable	Other related party:			
	Metaage Corporation	\$ 102,494	11,010	21,002
	Global Intelligence Network Co., Ltd.	95,000	-	90
	Others	576	-	-
		<u>198,070</u>	<u>11,010</u>	<u>21,092</u>
	Affiliated enterprise	<u>35,246</u>	<u>36,970</u>	<u>-</u>
		<u>\$ 233,316</u>	<u>47,980</u>	<u>21,092</u>
Prepayments for goods (recognized in prepayments and other current assets)	Affiliated enterprise	<u>\$ 5,738</u>	<u>9,554</u>	<u>-</u>

5. Property transactions

The consolidated company purchased office equipment from other related parties for NT\$385 thousand and NT\$400 thousand respectively from January 1 to March 31, 2026 and 2025. The aforementioned amounts have been fully paid.

6. Leases

The consolidated company leased offices to the parent company for a rent income of NT\$114 thousand and NT\$269 thousand, respectively, from January 1 to March 31, 2026 and 2025. As of March 31, 2026 and 2025, the rental receipts in advance were NT\$343 thousand and NT\$463 thousand, respectively, recognized as other current liabilities.

(IV) Remuneration to key management personnel

	<u>January to March 2026</u>	<u>January to March 2025</u>
Short-term employee benefits and remuneration	\$ 19,641	20,080
Post-employment benefits	297	297
	<u>\$ 19,938</u>	<u>20,377</u>

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

VIII. Mortgage and pledge of assets

The book value of the assets pledged by the consolidated company as collateral is as follows:

<u>Asset name</u>	<u>Object of the pledge guarantee</u>	<u>2026/3/31</u>	<u>2025/12/31</u>	<u>2025/3/31</u>
Refundable deposits (recognized as other non-current assets)	Performance bonds and warranty deposits for customer contracts	<u>\$ 142,425</u>	<u>117,788</u>	<u>112,373</u>

IX. Material contingent liabilities and unrecognized contractual commitments

	<u>2026/3/31</u>	<u>2025/12/31</u>	<u>2025/3/31</u>
Guaranteed notes payable from project issuance	<u>\$ 20,065</u>	<u>10,168</u>	<u>9,412</u>
Guarantee letter issued for construction guarantee	<u>\$ 570,718</u>	<u>230,941</u>	<u>111,151</u>

X. Losses due to material disasters: None.

XI. Material events after the reporting period: None.

XII. Others

- (I) The employee benefits, depreciation and amortization expenses by function are summarized as follows:

Function Nature	January to March 2026			January to March 2025		
	Attributable to operating costs	Classified as operating expenses	Total	Attributable to operating costs	Classified as operating expenses	Total
Employee benefit expense						
Salary expenses	24,115	76,387	100,502	21,630	83,391	105,021
Labor and national health insurance expenses	2,489	5,658	8,147	2,246	5,866	8,112
Pension expense	1,240	3,421	4,661	1,122	3,388	4,510
Other employee benefit expenses	972	3,046	4,018	886	2,956	3,842
Depreciation expense	-	6,992	6,992	-	6,671	6,671
Amortization expense	-	-	-	-	-	-

- (II) Seasonality of operation:

The operations of the consolidated company are not affected by seasonal or cyclical factors.

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

XIII. Disclosures in Notes

(I) Information on significant transactions:

1. Lending funds to others: None.
2. Providing endorsements or guarantees for others: None.
3. Holdings of securities at the end of the period (excluding the portion held due to investment in a subsidiaries, associates, or interests in a joint ventures): None.
4. Purchases or sales of goods from or to related parties reaching NT\$100 million or 20 percent of paid-in capital or more:

Unit: NT\$ thousand

Purchasing (Selling) Company	Name of trading counterpart	Relationship	Transaction status				Circumstances and reasons for transactions conducted under terms different from general transactions		Notes and accounts receivable (payable)		Remarks
			Purchases (sales)	Amount	Percentage to total purchases (sales)	Credit period	Unit price	Credit period	Balance	Percentage of total notes and accounts receivable (payable)	
The Company	Metaage Corporation	Other related party	Purchase	112,885	16 %	60 days after month-end settlement	-	-	(102,494)	11%	

5. Accounts receivable from related parties reaching NT\$100 million or 20 percent of paid-in capital or more: None.
6. Business relationships and important transactions between the parent company and subsidiaries: None.

(II) Information on the reinvestment business:

Unit: NT\$Thousand/Thousand shares

Name of Investing Company	Name of investee company	Location	Main business items	Initial investment amount		Holding at end of period			Investee profit or loss for the period	Investment gains and losses recognized in the current period	Remarks
				End of current period	End of last year	Number of shares	Ratio	Carrying amount			
The Company	Transnet	Taiwan	Integrated supply of network communication products, system services, and import and export of network equipment	36,236	36,236	4,000	80.00%	49,784	(6,946)	(5,557)	Parent and subsidiary
The Company	Fiber Logic	Taiwan	Production and sales of wideband communication equipment and service routers	93,053	93,053	1,296	5.76%	85,410	(51,806)	(3,453)	Affiliated enterprise

The transactions between the consolidated company listed above have been written off when the consolidated financial statements were prepared.

Interactive Digital Technologies Inc. and Subsidiaries Notes to Consolidated Financial Report
(continued)

(III) Information on investments in Mainland China:

1. Information on re-investments in Mainland China:

Unit: NT\$thousand/Foreign currency thousand

Name of investee company in Mainland China	Main business items	Paid-up capital	Investment method	Accumulated investment amount remitted from Taiwan at the beginning of current period	Amount of investment income or capital remitted back in the current period		Accumulated investment amount remitted from Taiwan at the end of the period	Investee profit or loss for the period	The Company's shareholding ratio in direct or indirect investments	Investment gains (losses) recognized in the current period	Book value of investment at the end of the period	Repatriated investment income up to the current period
					Outward remittance	Withdrawal						
Hwa Chi Technologies (Shanghai) Inc.(Hwa Chi Technologies)	Technical consultation, technical research, maintenance and after-sales service of electronic communication products	USD 100	Direct investment	8,854	-	-	8,854	655	100.00	655	9,766	22,730

2. Limits on investment in Mainland China:

Unit: NT\$thousand/Foreign currency thousand

Company Name	Accumulated amount of remittance from Taiwan to Mainland China at the end of the period	Amount of investment approved by the Investment Commission, Ministry of Economic Affairs	The limit on investment in Mainland China stipulated by the Investment Commission of the Ministry of Economic Affairs
Interactive Digital Technologies Inc.	8,854	USD414	1,044,982

3. Significant transactions with investee companies in Mainland China: None.

XIV. Segment information

The consolidated company's principal businesses are telecommunications and broadband network system services, wireless transmission services, digital media system services, cloud information system services, and geographic information system services. The consolidated company's operational decision-maker evaluates performance based on overall operating results, the consolidated company is a single segment, and the operating segment information for January 1 to March 31, 2026 and 2025 is consistent with the information in the consolidated financial statements.