Giant Manufacturing Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Three Months Ended March 31, 2026 and 2025 and Independent Auditors’ Review Report

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Giant Manufacturing Co., Ltd.

Introduction

We have reviewed the accompanying consolidated financial statements of Giant Manufacturing Co., Ltd. and its subsidiaries (collectively referred to as the "Group"), which comprise the consolidated balance sheets as of March 31, 2026 and 2025, and the consolidated statements of comprehensive income, changes in equity and cash flows for the three months then ended, and the notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting 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

Except for matters described in the Basis for Qualified Conclusion paragraph, 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 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.

Basis for Qualified Conclusion

As stated in Note 12 of the consolidated financial statements, the financial statements of some immaterial subsidiaries for the same period included in the consolidated financial statements as defined in the Introduction paragraph are not reviewed by independent auditors. The total assets of these subsidiaries amounted to NT$32,595,101 thousand and NT$33,883,454 thousand, and accounted for 45% and 43% of total consolidated assets; and their total liabilities amounted to NT$11,075,830 thousand and NT$11,898,640 thousand, and accounted for 32% and 29% of total consolidated liabilities as of March 31, 2026 and 2025, respectively. Their total comprehensive income amounted to NT$110,659 thousand and NT$(6,190) thousand, accounted for 27% and (1)% of consolidated comprehensive income for the three months then ended, respectively. Moreover, as stated in Note 13 of the consolidated financial statements, the balances of investments accounted for using the equity method were NT$228,192 thousand and NT$195,251 thousand as of March 31, 2026 and 2025 with investment income of NT$2,883 thousand and NT$1,010 thousand for the three months then ended, respectively. Those amounts were recognized and disclosed based on unreviewed financial statements of the investees for the same period.

Qualified Conclusion

Based on our reviews, except for the financial statements of immaterial subsidiaries and investments accounted for using the equity method described in the Basis for Qualified Conclusion paragraph which may lead to adjustments in the consolidated financial statements if they were reviewed by independent auditors, we did not discover matters which would lead 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 March 31, 2026 and 2025, and for the three months then ended 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.

The engagement partners on the reviews resulting in this independent auditors’ review report are Jui-Lung Hsu and Shu-Chin Chiang.

Deloitte & Touche
Taipei, Taiwan
Republic of China
May 8, 2026

<u>*Notice to Readers*</u>

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the Republic of China.

For the convenience of readers, the independent auditors’ review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors’ review report and consolidated financial statements shall prevail.

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
MARCH 31, 2026, DECEMBER 31, 2025 AND MARCH 31, 2025
(In Thousands of New Taiwan Dollars)

	March 31, 2026		December 31, 2025		March 31, 2025	
ASSETS	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	$ 13,787,267	19	$ 12,298,072	18	$ 13,199,126	17
Financial assets at fair value through profit or loss - current (Note 7)	3,178	-	-	-	100	-
Financial assets at amortized cost - current (Notes 9 and 31)	1,142,318	2	722,948	1	195,022	-
Notes receivable (Notes 10 and 24)	262,371	-	254,129	-	135,889	-
Accounts receivable (Notes 10, 24, 30 and 31)	9,384,782	13	9,189,673	13	13,914,819	18
Other receivables (Notes 10 and 30)	527,999	1	337,536	-	364,664	-
Current tax assets (Notes 4 and 26)	602,754	1	581,713	1	545,133	1
Inventories (Note 11)	20,421,203	28	20,241,818	29	23,378,449	29
Other current assets (Notes 14 and 24)	2,068,808	3	1,997,486	3	2,648,192	3
Total current assets	48,200,680	67	45,623,375	65	54,381,394	68
NON-CURRENT ASSETS						
Financial assets at fair value through other comprehensive income - non-current (Note 8)	28,861	-	27,919	-	29,670	-
Financial assets at amortized cost - non-current (Note 9)	3,800,208	5	3,773,280	6	4,251,402	5
Investments accounted for using the equity method (Note 13)	228,192	-	222,969	-	195,251	-
Property, plant and equipment (Note 15)	12,272,000	17	12,348,298	18	12,681,512	16
Right-of-use assets (Note 16)	3,201,121	5	3,130,007	5	3,475,572	5
Goodwill	75,612	-	75,792	-	73,957	-
Other intangible assets (Note 17)	814,196	1	850,358	1	878,119	1
Deferred tax assets (Notes 4 and 26)	2,928,153	4	2,951,171	4	2,790,137	4
Prepayments for equipment	551,977	1	521,729	1	542,841	1
Net defined benefit assets - non-current (Notes 4 and 22)	113,802	-	112,234	-	76,980	-
Other non-current assets	126,203	-	110,955	-	114,483	-
Total non-current assets	24,140,325	33	24,124,712	35	25,109,924	32
TOTAL	$ 72,341,005	100	$ 69,748,087	100	$ 79,491,318	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term bank loans (Notes 18 and 31)	$ 9,060,327	13	$ 7,370,538	10	$ 12,609,337	16
Financial liabilities at fair value through profit or loss - current (Note 7)	-	-	144,265	-	133,071	-
Notes payable	1,322,010	2	1,355,008	2	1,571,642	2
Accounts payable (Note 30)	4,912,515	7	4,092,096	6	4,302,054	5
Other payables (Notes 20 and 30)	8,885,651	12	8,864,596	13	9,022,913	11
Current tax liabilities (Notes 4 and 26)	335,281	-	397,383	1	728,351	1
Provisions - current (Note 21)	361,995	-	370,853	-	366,623	1
Lease liabilities - current (Note 16)	561,051	1	571,412	1	602,400	1
Current portion of long-term bank borrowings and bonds payable (Notes 18 and 19)	2,560,305	4	854,357	1	4,232,798	5
Other current liabilities (Note 24)	732,349	1	654,654	1	705,132	1
Total current liabilities	28,731,484	40	24,675,162	35	34,274,321	43
NON-CURRENT LIABILITIES						
Long-term bank loans (Note 18)	1,863,857	3	3,745,782	6	3,093,503	4
Deferred tax liabilities (Notes 4 and 26)	2,233,086	3	2,235,077	3	2,097,613	3
Lease liabilities - non-current (Note 16)	1,076,920	1	1,058,917	2	1,232,857	1
Deferred revenue - non-current (Note 18)	906,051	1	909,331	1	934,214	1
Other non-current liabilities (Note 21)	98,062	-	106,806	-	101,198	-
Total non-current liabilities	6,177,976	8	8,055,913	12	7,459,385	9
Total liabilities	34,909,460	48	32,731,075	47	41,733,706	52
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY						
Share capital						
Ordinary shares	3,920,654	6	3,920,654	5	3,920,646	5
Capital surplus	4,806,157	7	4,806,157	7	4,766,678	6
Retained earnings						
Legal reserve	7,008,728	10	7,008,728	10	6,876,907	9
Special reserve	1,308,238	2	1,308,238	2	1,984,825	3
Unappropriated earnings	17,723,915	24	17,923,688	26	17,882,227	22
Other equity	(430,327)	(1)	(905,479)	(1)	(697,486)	(1)
Total equity attributable to owners of the Company	34,337,365	48	34,061,986	49	34,733,797	44
NON-CONTROLLING INTERESTS	3,094,180	4	2,955,026	4	3,023,815	4
Total equity	37,431,545	52	37,017,012	53	37,757,612	48
TOTAL	$ 72,341,005	100	$ 69,748,087	100	$ 79,491,318	100

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

(With Deloitte & Touche auditors' review report dated May 8, 2026)

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
NET SALES REVENUE (Notes 24 and 30)	$ 12,523,541	100	$ 16,850,946	100
COST OF GOODS SOLD (Notes 11, 25 and 30)	10,064,738	80	13,853,967	82
GROSS PROFIT	2,458,803	20	2,996,979	18
OPERATING EXPENSES (Notes 25 and 30)				
Selling and marketing expenses	1,711,153	14	1,714,871	10
General and administrative expenses	612,913	5	433,968	3
Research and development expenses	305,601	2	370,690	2
Expected credit loss (Note 10)	20,577	-	52,453	-
Total operating expenses	2,650,244	21	2,571,982	15
PROFIT(LOSS) FROM OPERATIONS	(191,441)	(1)	424,997	3
NON-OPERATING INCOME AND EXPENSES				
Finance costs (Note 25)	(129,805)	(1)	(228,782)	(1)
Share of profit of associates accounted for using the equity method (Note 13)	2,883	-	1,010	-
Interest income	79,996	1	95,504	-
Other income (Notes 18 and 25)	66,952	-	130,501	1
Other gains and losses (Notes 15 and 25)	852	-	66,560	-
Total non-operating income and expenses	20,878	-	64,793	-
PROFIT (LOSS) BEFORE INCOME TAX	(170,563)	(1)	489,790	3
INCOME TAX EXPENSE (BENEFIT) (Notes 4 and 26)	(23,472)	-	134,158	1
NET PROFIT (LOSS)	(147,091)	(1)	355,632	2
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss				
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	942	-	(335)	-
Share of the other comprehensive income of associates accounted for using the equity method	1,520	-	-	-

(Continued)

	Three Months Ended March 31			
	2026		2025	
	Amount	%	Amount	%
Items that may be reclassified subsequently to profit or loss				
Exchange differences on translation of the financial statements of foreign operations	$ 677,019	5	$ 817,538	5
Share of the other comprehensive income (loss) of associates accounted for using the equity method	315	-	-	-
Income tax related to items that may be reclassified subsequently to profit or loss	(118,172)	(1)	(152,772)	(1)
Other comprehensive income, net of income tax	561,624	4	664,431	4
TOTAL COMPREHENSIVE INCOME	$ 414,533	3	$ 1,020,063	6
NET PROFIT (LOSS) ATTRIBUTABLE TO:				
Owners of the Company	($ 199,773)	(2)	$ 367,574	2
Non-controlling interests	52,682	1	(11,942)	-
	($ 147,091)	(1)	$ 355,632	2
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	$ 275,379	2	$ 978,326	6
Non-controlling interests	139,154	1	41,737	-
	$ 414,533	3	$ 1,020,063	6
EARNINGS PER SHARE (Note 27)				
Basic	($ 0.51)		$ 0.94	
Diluted	($ 0.51)		$ 0.93	

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

(With Deloitte & Touche auditors' review report dated May 8, 2026)

(Concluded)

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company (Note 23)									
	Ordinary Shares		Retained Earnings			Other Equity				
	Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translation of the Financial Statements of Foreign Operations	Unrealized Valuation Loss on Financial Assets at Fair Value Through Other Comprehensive Income	Total	Non-controlling Interests	Total Equity
BALANCE AT JANUARY 1, 2025	$ 3,920,646	$ 4,766,678	$ 6,876,907	$ 1,984,825	$ 17,514,653	($ 1,307,984)	($ 254)	$ 33,755,471	$ 2,982,078	$ 36,737,549
Net profit for the three months ended March 31, 2025	-	-	-	-	367,574	-	-	367,574	(11,942)	355,632
Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax	-	-	-	-	-	611,087	(335)	610,752	53,679	664,431
Total comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	367,574	611,087	(335)	978,326	41,737	1,020,063
BALANCE AT MARCH 31, 2025	$ 3,920,646	$ 4,766,678	$ 6,876,907	$ 1,984,825	$ 17,882,227	($ 696,897)	($ 589)	$ 34,733,797	$ 3,023,815	$ 37,757,612
BALANCE AT JANUARY 1, 2026	$ 3,920,654	$ 4,806,157	$ 7,008,728	$ 1,308,238	$ 17,923,688	($ 902,817)	($ 2,662)	$ 34,061,986	$ 2,955,026	$ 37,017,012
Net profit for the three months ended March 31, 2026	-	-	-	-	(199,773)	-	-	(199,773)	52,682	(147,091)
Other comprehensive income for the three months ended March 31, 2026, net of income tax	-	-	-	-	-	472,690	2,462	475,152	86,472	561,624
Total comprehensive income (loss) for the three months ended March 31, 2026	-	-	-	-	(199,773)	472,690	2,462	275,379	139,154	414,533
BALANCE AT MARCH 31, 2026	$ 3,920,654	$ 4,806,157	$ 7,008,728	$ 1,308,238	$ 17,723,915	($ 430,127)	($ 200)	$ 34,337,365	$ 3,094,180	$ 37,431,545

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

(With Deloitte & Touche auditors’ review report dated May 8, 2026)

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025
(In Thousands of New Taiwan Dollars)

	Three Months Ended March 31	
	2026	**2025**
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	($ 170,563)	$ 489,790
Adjustments for:		
Depreciation and amortization expenses	637,636	678,221
Expected credit loss	20,577	52,453
Valuation loss (gain) on financial assets and liabilities at fair value through profit or loss, net	(32,187)	91,583
Finance costs	129,805	228,782
Interest income	(79,996)	(95,504)
Dividend income	(9)	(13)
Share of profit of associates accounted for using the equity method	(2,883)	(1,010)
Loss on disposal of property, plant and equipment, net	957	1,387
(Reversal of) Write-down of inventories	(195,978)	95,535
Unrealized loss (gain) on foreign currency exchange	14,151	37,636
Realized deferred revenue	(15,056)	(9,869)
Loss on lease modification	8,321	-
Net changes in operating assets and liabilities		
Notes receivable	(811)	(24,700)
Accounts receivable	(122,430)	(2,925,605)
Other receivables	(188,513)	(159,414)
Inventories	262,456	3,593,452
Other current assets	(57,063)	2,366
Notes payable	(74,445)	200,607
Accounts payable	750,155	(162,745)
Other payables	(26,756)	(190,686)
Provisions	(15,911)	26,406
Other current liabilities	69,426	(41,961)
Net defined benefit assets	(1,568)	(1,674)
Cash generated from operations	909,315	1,885,037
Interest received	84,346	64,626
Interest paid	(163,056)	(231,357)
Income tax paid	(138,179)	(282,973)
Net cash generated from operating activities	692,426	1,435,333
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisitions of financial assets at amortized cost	(476,139)	(492,284)
Proceeds from sale of financial assets at amortized cost	166,205	314,838
Acquisitions of financial assets at fair value through profit or loss	(115,256)	(8,005)
Acquisitions of property, plant and equipment	(211,496)	(279,525)

(Continued)

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025
(In Thousands of New Taiwan Dollars)
(Reviewed, Not Audited)

	Three Months Ended March 31	
	2026	**2025**
Proceeds from disposal of property, plant and equipment	$ 3,401	$ 35,979
Acquisitions of intangible assets	(10,832)	(86,042)
Decrease (increase) in other non-current assets	(13,746)	(1,086)
Increase in prepayments for equipment	(80,476)	(203,336)
Other dividends received	9	13
Net cash used in investing activities	(738,330)	(719,448)
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase (decrease) in short-term bank loans	1,597,565	(1,271,076)
Proceeds from long-term bank loans	-	18,427
Repayment of long-term bank loans	(174,551)	(227,236)
Repayment of the principal portion of lease liabilities	(161,978)	(140,437)
Increase (decrease) in other non-current liabilities	(7,672)	10
Net cash used in financing activities	1,253,364	(1,620,312)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS	281,735	104,734
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,489,195	(799,693)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	12,298,072	13,998,819
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 13,787,267	$ 13,199,126

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

(With Deloitte & Touche auditors' review report dated May 8, 2026)

(Concluded)

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2026 AND 2025
(In Thousands of New Taiwan Dollars and Foreign Currencies, Unless Stated Otherwise)

1. GENERAL INFORMATION

Giant Manufacturing Co., Ltd. ("Giant" or the "Company") was incorporated in October 1972. Its shares have been listed on the Taiwan Stock Exchange since December 1994.

Giant manufactures and sells bicycles, electric bicycles and related parts.

The consolidated financial statements of Giant and its subsidiaries (collectively referred to as the "Group") are presented in the Company's functional currency, New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors on May 8, 2026.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRS Accounting Standards") endorsed and issued into effect by the Financial Supervisory Commission (FSC)

   The initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have material impact on the Company and entities controlled by the Company (collectively, the "Group") accounting policies.

b. The IFRS Accounting Standards issued by IASB but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by International Accounting Standards Board (IASB)
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 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027(Note 2)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the 2025 amendments to IFRS 19)	January 1, 2027
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	January 1, 2027

Note 1： Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2： On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 “Presentation and Disclosure in Financial Statements” and consequential amendments

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements”. The main changes comprise:

- To classify items of income and expenses presented in the statement of profit or loss into the operating, investing, financing, income tax and discontinued operations categories, the Group shall assess whether it has specified main business activities of investing in particular types of assets and providing financing to customers.

- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income tax and profit or loss.

- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

In addition, the following consequential amendments have been made to IAS 7 “Statement of Cash Flows”:

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.
- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. However, if, after assessment, the Group has a specific main operating activity, it shall determine how to classify dividends received, interest received and interest paid in the statement of cash flows by referring to how it classifies dividend income, interest income and interest expense in the statement of profit or loss. The total of each of these cash flows shall be classified in a single category in the statement of cash flows.

Except for the above impact, as of the date the consolidated financial statements were approved, the Group continues to evaluate other impacts of the above amended standards and interpretations on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” endorsed and issued into effect by the FSC. The disclosure information provided in these interim consolidated financial statements is less comprehensive than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on a historical cost basis except for financial instruments measured at fair value and net defined benefit liabilities measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs
are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

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

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

3) Level 3 inputs are unobservable inputs for an asset or a liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., the subsidiaries).

When necessary, adjustments are made to the financial statements of subsidiaries to align their accounting policies with those of the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

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

Refer to Note 12 and Tables 6 and 7 for the detailed information of subsidiaries (including the percentages of ownership and main businesses).

d. Other significant accounting policies

Except for the descriptions set out below, please refer to the consolidated financial statements for the year ended December 31, 2025 for a summary of significant accounting policies.

1) Defined benefit retirement benefit plan

Pension cost of an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the previous financial year and adjusted for significant market fluctuations, plan amendments or settlements, or other significant one-off events during the period.

2) Income tax expense (benefit)
Income tax expense (benefit) represents the total of the current tax payable and deferred tax. Income tax for an interim period is calculated on an annual basis, by applying the expected tax rate

applicable to the annual earnings to the net profit (loss) before income tax of the interim period.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's accounting policies, management is required to make judgments, estimations and assumptions those that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other relevant factors. However, actual results may differ from these estimates.

When developing material accounting estimates, the Group considers the possible impact of US reciprocal tariffs on the cash flow projections, growth rates, discount rates, profitability and other relevant material estimates. Management reviews these estimates and underlying assumptions on an ongoing basis.

6. CASH AND CASH EQUIVALENTS

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand and petty cash	$ 2,611	$ 2,446	$ 2,986
Checking accounts and demand deposits	13,278,309	10,945,956	11,233,188
Cash equivalents			
Time deposits with original maturities of three months or less	166,347	1,079,665	1,669,688
Repurchase agreements collateralized by bonds	340,000	270,005	293,264
	$ 13,787,267	$ 12,298,072	$ 13,199,126

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets – current			
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Foreign exchange forward contracts (a)	$ 3,178	$ -	$ 100
Financial liabilities – current			
Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Cross currency swap contracts (b)	$ -	$ 139,487	$ 90,387
Foreign exchange forward contracts (a)	-	4,778	5,084
Redemption rights and put options of convertible bonds (Note 19)	-	-	37,600
	$ -	$ 144,265	$ 133,071

a. At the end of the reporting period, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

	Currency	Maturity Date	Notional Amount (In Thousands)
March 31, 2026			
Sell	EUR/NTD	2026.4.17	EUR5,500/NTD203,423
	USD/AUD	2026.4.30	USD1,808/AUD2,540
December 31, 2025			
Sell	EUR/NTD	2026.1.9-2026.1.30	EUR8,000/NTD291,745
	CAD/NTD	2026.1.20-2026.2.24	CAD3,100/NTD69,745
March 31, 2025			
Sell	USD/NTD	2025.4.11-2025.5.29	USD13,200/NTD434,202
	CNY/NTD	2025.4.18-2025.5.20	CNY35,000/NTD158,732
	EUR/NTD	2025.4.25	EUR2,500/NTD88,603
	CAD/NTD	2025.4.17-2025.5.20	CAD1,800/NTD41,581
	USD/AUD	2025.4.29	USD235/AUD370

b. At the end of the reporting period, outstanding cross currency swap contracts not under hedge accounting were as follows:

Contract Amount (In Thousands)	Maturity Date	Payable Interest Rate	Receivable Interest Rate
December 31, 2025			
EUR 40,000/TWD 1,354,000	2026.01.15	3.164%	2.035%
March 31, 2025			
EUR 40,000/TWD 1,354,000	2026.01.15	3.164%	2.035%

The Group entered into foreign exchange forward contracts and cross currency swap contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities. These foreign exchange forward contracts and cross currency swap contracts did not meet the criteria of hedge effectiveness and therefore were not accounted for using hedge accounting.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	March 31, 2026	December 31, 2025	March 31, 2025
Investments in equity instruments - non-current			
Domestic unlisted company	$ 27,950	$ 26,968	$ 28,495
Domestic listed company	911	951	1,175
	$ 28,861	$ 27,919	$ 29,670

These investments in equity instruments are held for medium- to long-term strategic purposes and expect to profit from these long-term investments. Accordingly, the management has elected to designate these investments in equity instruments as measured at FVTOCI as they believe that recognizing short-term fluctuations in the fair value of these investments in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

9. FINANCIAL ASSETS AT AMORTIZED COST

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Time deposits with original maturities of more than 3 months	$ 1,139,749	$ 694,532	$ 192,487
Restricted time deposits (Note 31)	-	25,900	-
Pledged bank deposits (Note 31)	2,569	2,516	2,535
	$ 1,142,318	$ 722,948	$ 195,022

	March 31, 2026	December 31, 2025	March 31, 2025
Non-current			
Time deposits with original maturities of more than 1 year	$ 3,800,208	$ 3,773,280	$ 4,251,402

Refer to Note 31 for information relating to investments in financial assets at amortized cost pledged as security.

10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable			
At amortized cost			
Gross carrying amount	$ 262,371	$ 254,129	$ 135,889
Less: Allowance for impairment loss	-	-	-
	$ 262,371	$ 254,129	$ 135,889
Accounts receivable			
At amortized cost			
Gross carrying amount	$ 10,674,825	$ 10,454,450	$ 15,403,221
Less: Allowance for impairment loss	(1,290,043)	(1,264,777)	(1,488,402)
	$ 9,384,782	$ 9,189,673	$ 13,914,819
Other receivables			
Other receivables	$ 528,306	$ 337,809	$ 381,421
Less: Allowance for impairment loss	(307)	(273)	(16,757)
	$ 527,999	$ 337,536	$ 364,664

The average credit period of sales of goods ranges from 30 to 120 days. No interest is charged on accounts receivable. The Group adopts a policy of conducting business only with entities rated the equivalent of investment grade or higher and, where appropriate, obtaining sufficient collateral to mitigate the risk of financial loss from defaults. Credit rating information is obtained from independent rating agencies where available or, if such information is not available, the Group uses other publicly available financial information or its own trading records to access the creditworthiness of its major customers. The Group's exposure and the credit ratings of its counterparties are continuously monitored. Credit exposure is managed through counterparty limits, which are reviewed and approved annually by the internal risk management administrator.

The Group measures the loss allowance for accounts receivable at an amount equal to lifetime expected credit losses (ECLs). The lifetime ECLs on accounts receivable are estimated by reference to past default experience of the debtor and an analysis of the debtor's current financial position and the economic condition of the industry in which the debtors operate. Due to indication of default on certain customers, the Group applies different provision matrices for these customers and determines the expected credit loss ratio by referencing the expected recoverable amounts.

The Group writes off accounts receivable when there is evidence indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery, such as when the debtor has been placed under liquidation. For accounts receivable that have been written off, the Group continues to pursue enforcement actions to attempt to recover the receivables due. Any recoveries made are recognized in profit or loss.

The following table details the loss allowance of notes receivable and accounts receivable:

	Not Past Due	Less than 90 Days	91 to 180 Days	Over 180 Days	Indication of Default	Total
March 31, 2026						
ECL rate	0%-3%	0.5%-70%	30%-90%	80%-100%	100%	
Gross carrying amount	$ 8,877,235	$ 743,275	$ 126,715	$ 811,263	$ 378,708	$ 10,937,196
Loss allowance (lifetime ECL)	(80,602)	(20,813)	(43,358)	(766,562)	(378,708)	(1,290,043)
Amortized cost	$ 8,796,633	$ 722,462	$ 83,357	$ 44,701	$ -	$ 9,647,153
December 31, 2025						
ECL rate	0%-3%	0.5%-70%	30%-90%	80%-100%	100%	
Gross carrying amount	$ 8,483,854	$ 905,805	$ 180,494	$ 759,718	$ 378,708	$ 10,708,579
Loss allowance (lifetime ECL)	(68,943)	(27,820)	(70,238)	(719,068)	(378,708)	(1,264,777)
Amortized cost	$ 8,414,911	$ 877,985	$ 110,256	$ 40,650	$ -	$ 9,443,802
March 31, 2025						
ECL rate	0%-3%	0.5%-70%	30%-90%	80%-100%	100%	
Gross carrying amount	$ 13,457,551	$ 585,682	$ 137,531	$ 793,511	$ 564,835	$ 15,539,110
Loss allowance (lifetime ECL)	(108,971)	(18,612)	(53,039)	(742,945)	(564,835)	(1,488,402)
Amortized cost	$ 13,348,580	$ 567,070	$ 84,492	$ 50,566	$ -	$ 14,050,708

The movements of the loss allowance of notes receivable, accounts receivable and other receivables were as follows:

	Three Months Ended March 31			
	2026		2025	
	Accounts Receivable	Other Receivables	Accounts Receivable	Other Receivables
Balance at January 1	$ 1,264,777	$ 273	$ 1,419,318	$ 16,566
Net remeasurement (reversal) of loss allowance	20,552	25	52,468	(15)
Amounts written off	(8,323)	-	(8,698)	-
Effects of foreign currency exchange differences	13,037	9	25,314	206
Balance at March 31	$ 1,290,043	$ 307	$ 1,488,402	$ 16,757

11. INVENTORIES

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods and merchandise	$ 14,413,079	$ 14,687,244	$ 16,862,641
Work in process	734,949	222,966	822,272
Raw materials and supplies	5,273,175	5,331,608	5,693,536
	$ 20,421,203	$ 20,241,818	$ 23,378,449

The cost of inventories recognized as cost of goods sold for the three months ended March 31, 2026 and 2025 was $9,580,045 thousand and $13,441,918 thousand, respectively. The cost of goods sold for the three months ended March 31, 2026 and 2025 included (reversal of) inventory write-downs of ($195,978) thousand and $95,535 thousand , respectively. The Group recognized the reversals of inventory write down primarily due to the disposal of previously written-down inventory.

12. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements:

		% of Ownership		
Investor	Investee	March 31, 2026	December 31, 2025	March 31, 2025
Giant	Gaiwin B.V. (“Gaiwin”)	100	100	100
	Growood Investment Ltd. (“Growood”)	100	100	100
	Darzins Holdings Ltd. (“Darzins”)	100	100	100
	Merdeka International Ltd. (“Merdeka”)	100	100	100
	Giant Sales Co., Ltd. (“Giant Sales”)	100	100	100
	YouBike Co., Ltd. (“YouBike”)	100	100	100
	Giant Holding Co., Ltd. (“Giant Holding”)	100	100	100
	Giant Bicycle Mexico S. de R.L. de C.V. (“Giant Mexico”)	-	-	-
	AIPS Technology Co., Ltd. (“AIPS”)	100	100	100
	Giant Vietnam Manufacturing Co., Ltd. (“Giant Vietnam Mfg.”)	100	100	100
	Giant SEA Bicycle Co., Ltd. (“Giant SEA Bicycle”)	100	100	100
	Giant Bicycle (Thailand) Co., Ltd. (“Giant Thailand”)	100	100	100

(Continued)

Investor	Investee	% of Ownership March 31, 2026	December 31, 2025	March 31, 2025
Giant	SPIA Cycling (Taiwan) Co., Ltd. ("SPIA Taiwan") (Note 1)	100	-	-
Gaiwin	Giant Europe B.V. ("Giant Europe")	100	100	100
	Giant Co., Ltd. ("Giant Japan")	100	100	100
	Giant Bicycle Inc. ("Giant USA")	100	100	100
	Giant Korea Co., Ltd. ("Giant Korea")	100	100	100
	Giant Bicycle Canada Inc. ("Giant Canada")	100	100	100
	Giant Bicycle Company Pty. Ltd. ("Giant Australia")	100	100	100
	Giant Mexico	100	100	100
	SPIA Cycling Inc. ("SPIA")	100	100	100
Giant Europe	Giant Deutschland GmbH ("Giant Germany")	100	100	100
	Giant Polska Sp. ZO.O. ("Giant Polska")	100	100	100
	Giant Europe Manufacturing B.V. ("Giant Europe Mfg.")	100	100	100
	Giant France S.A.R.L. ("Giant France")	100	100	100
	Giant U.K. Ltd. ("Giant UK")	100	100	100
	Giant Benelux B.V. ("Giant Benelux")	100	100	100
	Giant Italia S.R.L. ("Giant Italy")	100	100	100
	Giant Manufacturing Hungary Ltd. ("Giant Hungary Mfg.")	100	100	100
Growood	Giant (China) Co., Ltd. ("Giant China")	100	100	100
	Giant Electric Vehicle (Kunshan) Co., Ltd. ("Giant Electric Vehicle")	100	100	100
	Giant (Tianjin) Co., Ltd. ("Giant Tianjin")	100	100	100
	Giant Thailand	-	-	-
Darzins	D. Mag (Kunshan) New Material Technology Co., Ltd. ("D. Mag")	60	60	60
Merdeka	Giant (Chengdu) Co., Ltd. ("Giant Chengdu")	100	100	100
Giant Sales	Giant Adventure Co., Ltd. ("Giant Adventure")	100	100	100
Giant Holding	Giant (Kunshan) Co., Ltd. ("Giant Kunshan")	100	100	100
	Giant Cycling Service (Kunshan) Co., Ltd. ("Giant Cycling Service")	100	100	100
	Giant (Jiangsu) Co., Ltd. ("Giant Jiangsu")	100	100	100
Giant China	Jiangsu Giant Adventure Co., Ltd. ("Jiangsu Giant")	100	100	100
Giant Kunshan	Quanzhou YouBike Co., Ltd ("Quanzhou YouBike")	100	100	100
	Putian YouBike Co., Ltd. ("Putian YouBike")	100	100	100
	Giant Sports Culture Development (Suzhou) Co., Ltd. （"Giant Sports Culture Development"）（Note 1）	100	-	-
D. Mag	Golden Rich Ltd. ("Golden Rich")	100	100	100
	Giant Light Metal Technology (Haian) Co., Ltd. ("Light Metal Haian")	100	100	100
	Giant Light Metal Technology (Malaysia) Sdn. Bhd.. ("Light Metal Malaysia") (Note 2)	-	-	100
	Innovation Tech Investments Pte. Ltd. ("Innovation Tech")	100	100	100
Innovation Tech	D.Mag Precision Technology Vietnam Co., Ltd. ("D.Mag Precision")	100	100	100
	D.Mag Light Metal Technology Vietnam Co., Ltd. ("D.Mag Light Metal")	100	100	100

(Concluded)

Note 1: A newly established subsidiary in 2026.
Note 2: Deregistered in July 2025.

Refer to Tables 6 and 7 for the information on the main business items and the countries of incorporation of the abovementioned subsidiaries.

For the three months ended March 31, 2026 and 2025, the financial statements of subsidiaries included in the consolidated financial statements were not reviewed by independent auditors, except for Giant China, Giant Electric Vehicle, Giant Tianjin, Giant Jiangsu, Giant Holding, Giant Kunshan, Gaiwin, Giant Europe and Growood.

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	March 31, 2026	December 31, 2025	March 31, 2025
Investments in insignificant associates	$ 228,192	$ 222,969	$ 195,251

Refer to Tables 6 and 7 for the information on the main business items and countries of incorporation of the abovementioned associates.

In July 2025, Microprogram Information Co., Ltd. (“Microprogram”) completed cash capital increases. The Company did not subscribe to newly issued shares in proportion to its existing ownership, resulting in a reduction of its continuing interest to 16%. These changes affected the net equity value of the investment, resulting in an increase of $39,289 thousand, which was recognized as an adjustment to capital surplus.

The investments accounted for using the equity method and the Group’s share of profit or loss of those investments were based on unreviewed financial statements.

14. OTHER CURRENT ASSETS

	March 31, 2026	December 31, 2025	March 31, 2025
Contract assets	$ 755,949	$ 767,970	$ 1,204,485
Input value-added tax	496,474	746,755	810,005
Prepaid expenses	495,866	272,722	368,227
Prepayment for purchases	44,075	40,293	75,765
Others	276,444	169,746	189,710
	$ 2,068,808	$ 1,997,486	$ 2,648,192

15. PROPERTY, PLANT AND EQUIPMENT

	Three Months Ended March 31, 2026					
Cost	Beginning Balance	Additions	Disposals	Reclassifications	Effects of foreign currency exchange differences	Ending Balance
Land	$ 1,053,813	$ -	$ -	$ -	($ 535)	$ 1,053,278
Buildings	10,979,746	4,143	476	1,088	153,151	11,137,652
Machinery equipment	10,566,406	39,457	21,058	16,678	240,107	10,841,590
Transportation equipment	313,685	1,491	6,533	-	6,575	315,218
Office equipment	430,526	4,569	1,057	-	4,700	438,738
Furniture and fixtures	24,244	535	369	-	282	24,692
Other equipment	5,421,060	60,396	32,249	27,550	63,855	5,540,612
Construction in progress	157,142	36,679	74	(3,132)	4,187	194,802
	28,946,622	$ 147,270	$ 61,816	$ 42,184	$ 472,322	29,546,582

(Continued)

Accumulated depreciation						
Buildings	4,767,275	$ 109,349	$ 282	$ -	$ 91,106	4,967,448
Machinery equipment	6,947,785	171,384	17,741	-	153,009	7,254,437
Transportation equipment	239,779	7,533	6,472	-	5,376	246,216
Office equipment	343,087	8,900	962	-	3,948	354,973
Furniture and fixtures	14,015	929	369	-	136	14,711
Other equipment	4,275,674	132,180	31,632	-	49,528	4,425,750
	16,587,615	$ 430,275	$ 57,458	$ -	$ 303,103	17,263,535
Accumulated impairment						
Machinery equipment	9,751	$ -	$ -	$ -	$ 308	10,059
Other equipment	958	-	-	-	30	988
	10,709	$ -	$ -	$ -	$ 338	11,047
Net	$ 12,348,298					$ 12,272,000

(Concluded)

	Three Months Ended March 31, 2025					
	Beginning Balance	**Additions**	**Disposals**	**Reclassifications**	**Effects of foreign currency exchange differences**	**Ending Balance**
Cost						
Land	$ 997,713	$ -	$ -	$ -	$ 13,474	$ 1,011,187
Buildings	10,679,266	14,807	533	4,486	226,379	10,924,405
Machinery equipment	10,059,485	85,175	74,739	31,741	168,015	10,269,677
Transportation equipment	313,017	1,433	8,191	2,800	4,615	313,674
Office equipment	407,804	6,364	1,589	-	9,361	421,940
Furniture and fixtures	18,657	707	749	-	155	18,770
Other equipment	5,040,330	49,064	22,556	11,144	95,762	5,173,744
Construction in progress	303,020	74,010	-	(57,275)	9,014	328,769
	27,819,292	$ 231,560	$ 108,357	($ 7,104)	$ 526,775	28,462,166
Accumulated depreciation						
Buildings	$ 4,341,237	$ 119,311	$ 340	($ 21,924)	$ 92,281	$ 4,530,565
Machinery equipment	6,406,083	175,876	43,283	(36)	105,590	6,644,230
Transportation equipment	238,437	7,509	6,116	-	3,809	243,639
Office equipment	310,033	9,557	1,350	-	6,529	324,769
Furniture and fixtures	11,847	677	681	-	52	11,895
Other equipment	3,826,130	141,947	19,221	23	75,702	4,024,581
	15,133,767	$ 454,877	$ 70,991	($ 21,937)	$ 283,963	15,779,679
Accumulated impairment						
Other equipment	955	$ -	$ -	$ -	$ 20	975
Net	$ 12,684,570					$ 12,681,512

The above items of property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Main buildings	3-60 years
Electrical power equipment	5-10 years
Others	5-10 years
Machinery equipment	2-13 years
Transportation equipment	1 - 8 years
Office equipment	1-20 years
Furniture and fixtures	3-20 years
Other equipment	1-15 years

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Land	$ 1,935,885	$ 1,908,712	$ 2,022,404
Buildings	1,125,470	1,116,863	1,330,237
Others	139,766	104,432	122,931
	$ 3,201,121	$ 3,130,007	$ 3,475,572

	Three Months Ended March 31	
	2026	2025
Additions to right-of-use assets	$ 136,777	$ 143,439
Depreciation charge for right-of-use assets		
Land	$ 13,832	$ 21,690
Buildings	98,202	114,606
Others	23,680	23,934
	$ 135,714	$ 160,230

Except for the additions and recognized depreciation expenses listed above, the Group’s right-of-use assets did not have any significant subleases or impairment for the three months ended March 31, 2026 and 2025.

b. Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Current	$ 561,051	$ 571,412	$ 602,400
Non-current	$ 1,076,920	$ 1,058,917	$ 1,232,857

Ranges of discount rates (%) for lease liabilities were as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Land	0.26-5.25	0.26-5.25	0.26-5.25
Buildings	0.17-8.00	0.17-8.00	0.17-12.88
Others	0.17-13.52	0.17-13.52	0.17-13.52

c. Material leasing activities and terms

The Group leases land and buildings for the use of headquarters offices, plants, employee dormitories and retail stores from Central Taiwan Science Park Bureau, Ministry of Science and Technology and other lessors with lease terms ranging from 1 to 20 years. The Group does not have bargain purchase options to acquire the underlying assets at the end of the lease terms. In addition, the Group is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent.

The Group acquired land use rights from the government of the People's Republic of China and Vietnam. The land use rights may be subleased or assigned to third parties under the agreement. The leased land was utilized to build manufacturing facilities, office buildings and employee dormitory facilities.

17. OTHER INTANGIBLE ASSETS

	Computer Software	Patent	Trademark	Others	Total
Cost					
Balance at January 1, 2026	$ 1,564,352	$ 173,300	$ 297,070	$ 88,864	$ 2,123,586
Additions	10,591	-	-	241	10,832
Reclassification	20,197	-	-	-	20,197
Disposal	(457)	-	-	-	(457)
Effects of foreign currency exchange differences	11,256	403	-	2,532	14,191
Balance at March 31, 2026	$ 1,605,939	$ 173,703	$ 297,070	$ 91,637	$ 2,168,349
Accumulated amortization					
Balance at January 1, 2026	$ 1,121,209	$ 18,229	$ 62,302	$ 71,488	$ 1,273,228
Amortization expense	51,637	3,047	13,689	2,923	71,296
Disposal	(457)	-	-	-	(457)
Effects of foreign currency exchange differences	7,861	181	-	2,044	10,086
Balance at March 31, 2026	$ 1,180,250	$ 21,457	$ 75,991	$ 76,455	$ 1,354,153
Carrying amount at March 31, 2026	$ 425,689	$ 152,246	$ 221,079	$ 15,182	$ 814,196
Carrying amount at January 1, 2026	$ 443,143	$ 155,071	$ 234,768	$ 17,376	$ 850,358

(Continued)

Cost					
Balance at January 1, 2025	$ 1,324,975	$ 173,263	$ 297,070	$ 85,130	$ 1,880,438
Additions	86,042	-	-	-	86,042
Disposal	(662)	-	-	-	(662)
Effects of foreign currency exchange differences	15,000	262	-	1,973	17,235
Balance at March 31, 2025	$ 1,425,355	$ 173,525	$ 297,070	$ 87,103	$ 1,983,053
Accumulated amortization					
Balance at January 1, 2025	$ 957,144	$ 5,826	$ 7,545	$ 60,087	$ 1,030,602
Amortization expense	43,147	3,045	13,689	2,886	62,767
Disposal	(662)	-	-	-	(662)
Effects of foreign currency exchange differences	10,656	102	-	1,469	12,227
Balance at March 31, 2025	$ 1,010,285	$ 8,973	$ 21,234	$ 64,442	$ 1,104,934
Carrying amount at March 31, 2025	$ 415,070	$ 164,552	$ 275,836	$ 22,661	$ 878,119

(Concluded)

Other intangible assets are amortized on a straight-line basis over their estimated useful lives as follows:

Computer software	1-10 years
Patents	3-16 years
Trademark	5-10 years
Others	2-15 years

Amortization expense aggregated by function:

	Three Months Ended March 31	
	2026	**2025**
Operating costs	$ 6,788	$ 6,114
Selling and marketing expenses	64,508	56,653
	$ 71,296	$ 62,767

18. LOANS

a. Short-term bank loans

	March 31, 2026	December 31, 2025	March 31, 2025
Credit loans	$ 8,725,523	$ 6,708,292	$ 12,394,868
Secured loans (Note 33)	334,804	662,246	214,469
	$ 9,060,327	$ 7,370,538	$ 12,609,337
Interest rates (%)			
Credit loans	0.86-9.34	0.85-9.39	0.51-13.11
Secured loans	2.28-5.11	2.31-4.60	5.14-5.15

b. Long-term bank loans

	March 31, 2026	December 31, 2025	March 31, 2025
Credit loans	$ 4,437,898	$ 4,615,874	$ 3,454,738
Less: Current portion of long-term borrowings	(2,560,305)	(854,357)	(354,118)
Discounts on government grants (Note 28)	(13,736)	(15,735)	(7,117)
	$ 1,863,857	$ 3,745,782	$ 3,093,503
Effective interest rates (%)	0.73-2.89	0.73-6.30	0.72-5.10
Maturity Date	2026-2030	2026-2030	2025-2030

As of March 31, 2026, the Group received a preferential interest rate loan of $1,799,000 thousand from the government's "Action Plan for Welcoming Overseas Taiwanese Businesses to Return to Invest in Taiwan". The amount was used in capital expenditure and working capital. The loan was expected to be repaid in installments from 2022, and the loan originally due in December 2029 has been extended to mature in December 2030. The fair value of the loan was estimated using the prevailing market interest rate at an equivalent loan rate of 1.35%-1.6%. The difference between the proceeds and the fair value of the loan was the benefit derived from the preferential interest rate loan and has been recognized as deferred revenue. The deferred revenue was transferred to other income over the term of the loan. If the Company fails to meet the key points in the agreement during the loan period and the National Development Fund terminates the grant, the Company shall pay the interest at the original interest rate plus an additional annual interest rate.

The Company entered into a joint credit agreement with a syndicate of financial institutions, such as Taishin International Bank in October 2025. According to the joint credit agreement, during the term of the agreement or until full repayment, the Company shall ensure that both the annual consolidated financial statements audited by independent auditors and the second quarter consolidated financial statements reviewed by independent auditors comply with the following financial ratios at all times:

1) The current ratio shall be maintained at 100% or above.

2) The net financial liabilities ratio shall remain below 100%(inclusive).

3) The interest coverage ratio shall remain above 3(inclusive).

The annual consolidated financial statements are in compliance with all of its financial ratio restrictions. As of March 31, 2026, the credit facility had not been utilized yet.

19. BONDS PAYABLE

	March 31, 2026	December 31, 2025	March 31, 2025
Domestic unsecured convertible bonds	$ -	$ -	$ 3,878,680
Less: Current portion	-	-	(3,878,680)
	$ -	$ -	$ -

The Company issued 40,000 units of domestic unsecured convertible bonds with a principal amount of $100 thousand at an issue price of 100.5% of the principal amount, and a 0% coupon rate, for a total amount of $4,020,000 thousand on June 13, 2022. The bonds have a maturity of five years and the maturity date is June 13, 2027.

Bondholders may convert the bonds into ordinary shares of the Company at a conversion price of $290.7 per share during the conversion period from September 14, 2022 to June 13, 2027. The conversion price of the convertible bonds shall be adjusted in accordance with the conversion price adjustment formula if any ex-rights or ex-dividend events occur between the determination date and the actual issuance date. Due to the Company's cash dividend distribution in 2025, the conversion price of the convertible bonds has been adjusted in accordance with the issuance and conversion terms. The adjusted conversion price is $255 per share, effective from September 1, 2025. Bonds held until maturity will be redeemed in cash at the principal amount. Other major terms are as follows:

a. Put option of the bondholders

Bondholders may request the Company to redeem the convertible bonds three years after the issue date (the put date is June 13, 2025) at the principal amount. Upon such request, the Company shall redeem the bonds in cash.

b. Redemption right of the Company

Between the day immediately following 3 months from the issue date (i.e., September 14, 2022) and 40 days prior to the maturity date (i.e., May 4, 2027), the Company may redeem the outstanding convertible bonds in cash at the principal amount in accordance with the relevant rules when the closing price of the Company’s ordinary shares exceeds the conversion price at that time by 30% (inclusive) for a period of thirty consecutive trading days or when the balance of the outstanding bonds is less than 10% of the issue amount.

The convertible bonds contain a liability component and an equity component. The equity component is presented as capital surplus - stock options. For the liability component, the effective interest rate at initial recognition is 1.399%. Derivatives from the redemption right and put option are recognized as financial liabilities at fair value through profit or loss - current at the net amount.

Bondholders exercised their put option in June, 2025, and the Company exercised its redemption right in October 2025 and terminated the over-the-counter trading of the convertible bonds, resulting in the recognition of a loss on redemption of bonds payable of $57,274 thousand. The changes in the master contract and the embedded derivatives related to the redemption right and put option from the issuance date to December 31, 2025, are as follows:

Proceeds from issuance (net of transaction cost of $4,810 thousand)	$ 4,015,190
Equity component (net of transaction cost allocated to the equity component of $317 thousand)	(263,283)
Derivatives from the redemption right and put option	(22,000)
Liability component as of the issue date (net of transaction cost allocated to the liability component of $4,493 thousand)	$ 3,729,907
Liability component as of December 31, 2024	$ 3,865,145
Interest calculated using the effective interest rate of 1.399%	13,535
Liability component as of March 31, 2025	3,878,680
Interest calculated using the effective interest rate of 1.399%	11,618
Exercise of Bondholders’ put option	(3,776,017)
Conversion into ordinary shares	(194)
Exercise of the Company’s redemption rights	(114,087)
Liability component as of December 31, 2025	$ -

20. OTHER PAYABLES

	March 31, 2026	December 31, 2025	March 31, 2025
Payables for salaries and bonus rewards	$ 3,389,077	$ 3,340,480	$ 3,782,836
Payables for acquisitions of equipment	254,825	227,652	226,130
Payables for unused annual leave	237,323	298,032	262,605
Payable for compensation to employees and remuneration of directors	85,207	85,207	247,517
Others	4,919,219	4,913,225	4,503,825
	$ 8,885,651	$ 8,864,596	$ 9,022,913

21. PROVISIONS

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Warranties (a)	$ 273,034	$ 273,734	$ 243,934
Sales returns and allowances (b)	88,961	97,119	122,689
	$ 361,995	$ 370,853	$ 366,623
Non-current (classified as other non-current liabilities)			
Decommissioning (d)	$ 15,679	$ 18,050	$ 10,471
Warranties (a)	14,713	14,694	16,285
	$ 30,392	$ 32,744	$ 26,756

a. The provision for warranty claims represents the present value of management's best estimate of the future outflow of economic benefits that will be required under the Group's obligations for warranties under sale contracts. The estimate has been made on the basis of historical warranty trends and may vary as a result of new materials, altered manufacturing processes or other events affecting product quality.

b. The provision for sales returns and allowances was based on historical experience, management's judgments and other known reasons estimated product returns and rebates may occur in the year. The provision was recognized as a reduction of operating income in the year of the related goods sold.

c. The provision for decommissioning consists of estimated costs of dismantling and removal of structure and recovery of the site at the end of the lease period.

22. RETIREMENT BENEFIT PLANS

Pension expenses under defined benefit plan for the three months ended March 31, 2026 and 2025 were calculated using the actuarially determined pension cost rates as of December 31, 2025 and 2024, respectively. Please refer to Note 25.

23. EQUITY

a. Ordinary shares

	March 31, 2026	December 31, 2025	March 31, 2025
Shares authorized (in thousands of shares)	495,000	495,000	495,000
Shares authorized	$ 4,950,000	$ 4,950,000	$ 4,950,000
Shares issued and paid (in thousands of shares)	392,065	392,065	392,065
Shares issued and paid	$ 3,920,654	$ 3,920,654	$ 3,920,646

The convertible bondholders requested conversion of $8 thousand for the year ended December 31, 2025, resulting in the issuance of 0.8 thousand ordinary shares. The Board of Directors resolved to set August 11, 2025 as the record date for the capital increase. The registration has completed on August 14, 2025.

b. Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Additional paid-in capital	$ 4,284,624	$ 4,284,624	$ 4,284,624
Expired stock options	263,270	263,270	-
Conversion of bonds	203	203	-
Changes in percentage of ownership interests in subsidiaries	71,570	71,570	71,570
Changes in equity of associates accounted for using the equity method	89,664	89,664	50,375
Change in capital surplus from investments in associates accounted for using the equity method	1,245	1,245	1,245
May not be used for any purpose			
Recognition of equity component of convertible bonds	-	-	263,283
Employee share options	95,401	95,401	95,401
Others	180	180	180
	$ 4,806,157	$ 4,806,157	$ 4,766,678

1) Such capital surplus may only be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's paid-in capital surplus and once a year).

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the Articles, where the Company makes a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with applicable laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders.

The Company's dividend policy is stipulated based on its current and future development plans, together with the consideration of the investment environment, capital requirements, domestic and international competition, and shareholders' interests. Earnings distribution to common shareholders shall not be less than 20% of distributable earnings. Dividends may be distributed to shareholders in cash or shares, with cash dividends being no less than 20% of the total dividends.

An appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficits. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

Items referred to under Rule No. 109015022 issued by the FSC and in the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRS Accounting Standards" should be appropriated to or reversed from a special reserve by the Company.

The appropriation of earnings for 2025 and 2024 approved at the shareholders' meetings held in June 2026 and 2025, respectively, were as follows:

	Appropriation of Earnings		**Dividends Per Share (NT$)**	
	2025	**2024**	**2025**	**2024**
Legal reserve	$ 72,681	$ 131,821		
Special reserve (reversed)	(402,759)	(676,587)		
Cash dividends	705,718	862,542	$ 1.8	$ 2.2

At the shareholders' meeting held in June 2025, a resolution was passed authorizing the Chairman to adjust the cash dividend distribution rate for 2024, following the conversion of convertible bonds into ordinary shares, which resulted in an increase in the number of shares outstanding. Consequently, the dividend per share was adjusted from $2.2 to $2.19999568.

The appropriation of earnings for 2025 is subject to the resolution of the shareholders in their meeting held in June 2026.

d. Special reserve

The increase in retained earnings that resulted from the first-time adoption of IFRS Accounting Standards was not enough for this appropriation; therefore, the Company appropriated for special reserve an amount of $677,989 thousand, the increase in retained earnings that resulted from all IFRS Accounting Standards adjustments on the transition to IFRSs. The reversal of special reserve that resulted from disposal of subsidiaries was $71,523 thousand and $476 thousand in 2015 and 2013, respectively.

The special reserve appropriated on the first-time adoption of IFRS Accounting Standards relating to land may be reversed on disposal or reclassification. A proportionate share of the special reserve relating to exchange differences on translating the financial statements of foreign operations (including the subsidiaries of the Company) will be reversed on the Group's disposal of foreign operations; in the Group's loss of significant influence, however, the entire special reserve will be reversed.

24. REVENUE

	Three Months Ended March 31	
	2026	2025
Revenue from contracts with customers		
Revenue from the sale of goods	$ 11,663,198	$ 15,996,624
Others	860,343	854,322
	$ 12,523,541	$ 16,850,946

a. Contract balances

	March 31, 2026	December 31, 2025	March 31, 2025	January 1, 2025
Notes Receivable	$ 262,371	$ 254,129	$ 135,889	$ 109,018
Accounts Receivable	9,384,782	9,189,673	13,914,819	10,694,425
	$ 9,647,153	$ 9,443,802	$ 14,050,708	$ 10,803,443
Contract assets				
Others	$ 755,949	$ 767,970	$ 1,204,485	$ 1,124,032
Less: Allowance for impairment loss	-	-	-	-
	$ 755,949	$ 767,970	$ 1,204,485	$ 1,124,032
Contract Liabilities				
Revenue from the sale of goods	$ 237,184	$ 233,854	$ 203,959	$ 235,024

b. Disaggregation of revenue from contracts with customers
Refer to Note 35 for details of revenue information.

25. NET PROFIT

a. Finance costs

	Three Months Ended March 31	
	2026	2025
Interest on bank loans	$ 121,105	$ 205,595
Interest on lease liabilities	8,700	9,652
Interest on convertible corporate bonds	-	13,535
	$ 129,805	$ 228,782

b. Other income

	Three Months Ended March 31	
	2026	2025
Government grants	$ 26,362	$ 26,896
Others	40,590	103,605
	$ 66,952	$ 130,501

c. Other gains and losses

	Three Months Ended March 31	
	2026	2025
Foreign exchange gains, net	($ 15,918)	$ 156,657
Valuation loss on financial assets and liabilities at FVTPL, net	32,187	(91,583)
Others (Note 15)	(15,417)	1,486
	$ 852	$ 66,560

d. Employee benefits expense, depreciation and amortization

	Three Months Ended March 31					
	2026			2025		
Nature	Operating Costs	Operating and Non-operating Expenses	Total	Operating Costs	Operating and Non-operating Expenses	Total
Short-term employee benefits	$1,078,066	$ 797,826	$1,875,892	$1,252,337	$ 851,847	$2,104,184
Labor insurance, health insurance and social welfare insurance	136,610	90,693	227,303	139,044	91,952	230,996
Post-employment benefits						
Defined contribution plans	104,849	49,254	154,103	115,122	47,650	162,772
Defined benefit plans	84	436	520	92	624	716
Other employee benefits	104,735	68,494	173,229	102,811	66,127	168,938
Depreciation and amortization expenses	295,635	342,001	637,636	296,942	381,279	678,221

e. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrues compensation of employees and remuneration of directors at rates of 6%-12% and no higher than 2%, respectively, of net profit before income tax, compensation of employees and remuneration of directors. In accordance with the amendments to the Securities and Exchange Act in August 2025, the shareholders of the Company resolved and approved the amendments to the Company's Articles at its 2026 general meeting. The amendments explicitly stipulate the allocation of 30% of the employee's compensation as compensation distributions for non-executive employees. For the period from January 1 to March 31, 2026, no employees' and directors' remuneration was accrued due to the loss before income tax. The compensation of employees and the remuneration of directors accrued for the three months ended March 31, 2025 were as follows:

	Three Months Ended March 31, 2025	
	Accrual Rate	Amount
Accrual Rate		
Compensation of employees	7.1%	$ 36,013
Remuneration of directors	2.0%	10,148

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

2025 and 2024 employees' compensation and remuneration of directors approved in the board of directors' meetings in March 2026 and 2025, respectively, were as follows:

	Years Ended December 31			
	2025		2024	
	Accrual Rate	Amount	Accrual Rate	Amount
Compensation of employees	7.1%	$ 66,473	7%	$ 156,808
Remuneration of directors	2.0%	18,734	2%	44,548

There was no difference between the amounts of compensation of employees and remuneration of directors which were approved by the Company's board of directors for 2024 and 2023 and the amounts recognized in the consolidated financial statements.

Information on the compensation of employees and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

26. INCOME TAXES

a. Income tax recognized in profit or loss

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

	Three Months Ended March 31	
	2026	2025
Current tax		
In respect of the current year	$ 15,351	$ 122,710
Income tax on unappropriated earnings	-	37,522
Adjustments for prior year	34,578	-
	49,929	160,232
Deferred tax		
In respect of the current year	(73,401)	(26,074)
Income tax expense recognized in profit or loss	($ 23,472)	$ 134,158

b. Income tax assessments

The income tax returns of the Company as well as those of AIPS through 2023 and Giant Sales, Giant Adventure and YouBike through 2024 have been assessed by the tax authorities.

c. Pillar Two income taxes

The government where Growood, Golden Rich, Giant Polska, Innovation Tech, Giant Australia, Giant Vietnam Mfg., Giant SEA Bicycle, Giant Thailand, D.Mag Precision, D.Mag Light Metal, Giant Japan, Giant Korea, Giant UK, Giant Germany, Gaiwin, Giant Europe Mfg., Giant Europe, Giant Benelux, Giant Hungary Mfg., Giant Canada, Giant France and Giant Italy are incorporated, have enacted or substantively enacted the Pillar Two income tax legislation. Under the legislation, the above subsidiaries will be required to pay a top-up tax in their respective countries of incorporation on the profits of their group entities that are taxed at an effective tax rate of less than 15 percent. As of March 31, 2026, the exposures of the Pillar Two income tax had no significant impact on the Group's income tax. The Group is continuing to assess the impact of the Pillar Two income tax legislation on its future financial performance.

27. EARNINGS PER SHARE

	Net Profit(Loss) Attributable to Owners of the Company	Number of Shares (In Thousands)	Earnings Per Share (NTD)
For the three months ended March 31, 2026			
Basic earnings per share			
Profit (Loss) attributable to owners of the Company	($ 199,773)	392,065	($ 0.51)
For the three months ended March 31, 2025			
Basic earnings per share			
Profit for the three months ended March 31, 2025 attributable to owners of the Company	$ 367,574	392,065	$ 0.94
Effect of potentially dilutive ordinary shares			
Compensation of employees	-	1,102	
Convertible bonds	10,827	13,720	
Diluted earnings per share			
Profit for the year attributable to owners of the Company plus effect of potentially dilutive ordinary shares	$ 378,401	406,837	$ 0.93

The Group may settle the compensation or bonuses paid to employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation or bonuses will be settled in shares and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is determined in the following year. For the period from January 1 to March 31, 2026, the potential ordinary shares from employees’ remuneration were anti-dilutive due to the net loss incurred, and therefore were excluded from the computation of diluted loss per share.

28. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity attributable to owners of the Company (comprising ordinary shares, capital surplus, retained earnings and other equity).

Key management of the Group reviews the capital structure on a quarterly basis. As part of this review, the key management considers the cost of capital and the risks associated with each class. Based on recommendations of the key management, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, the number of new shares issued or repurchased, and the amount of new debt issued or existing debt redeemed.

29. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

The management of Group considers that the carrying amounts of financial assets and liabilities not measured at fair value approximate their fair values or the fair values cannot be reliable estimated.

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

	Level 1	Level 2	Level 3	Total
March 31, 2026				
Financial assets at FVTPL				
Foreign exchange forward contracts	$ -	$ 3,178	$ -	$ 3,178
Financial assets at FVTOCI				
Domestic unlisted company	$ -	$ -	$ 27,950	$ 27,950
Domestic listed company	911	-	-	911
	$ 911	$ -	$ 27,950	$ 28,861
December 31, 2025				
Financial liabilities at FVTPL				
Cross currency swap contracts	$ -	$ 139,487	$ -	$ 139,487
Foreign exchange forward contracts	-	4,778	-	4,778
	$ -	$ 144,265	$ -	$ 144,265
Financial assets at FVTOCI				
Domestic unlisted company	$ -	$ -	$ 26,968	$ 26,968
Domestic listed company	951	-	-	951
	$ 951	$ -	$ 26,968	$ 27,919
March 31, 2025				
Financial assets at FVTPL				
Foreign exchange forward contracts	$ -	$ 100	$ -	$ 100
Financial assets at FVTOCI				
Domestic unlisted company	$ -	$ -	$ 28,495	$ 28,495
Domestic listed company	1,175	-	-	1,175
	$ 1,175	$ -	$ 28,495	$ 29,670

(Continued)

	Level 1	Level 2	Level 3	Total
Financial liabilities at FVTPL				
Cross currency swap contracts	$ -	$ 90,387	$ -	$ 90,387
Redemption right and put option of domestic convertible bonds	-		37,600	37,600
Foreign exchange forward contracts	-	5,084	-	5,084
	$ -	$ 95,471	$ 37,600	$ 133,071

(Concluded)

There was no transfer between Levels 1 and 2 for the three months ended March 31, 2026 and 2025.

2) Reconciliation of Level 3 fair value measurements of financial instruments

Equity investments classified as financial assets at FVTOCI

	Three Months Ended March 31, 2026	**Three Months Ended March 31, 2025**
Balance at January 1	$ 26,968	$ 28,752
Recognized in other comprehensive income	982	(257)
Balance at March 31	$ 27,950	$ 28,495

Derivative investments classified as financial liabilities at FVTPL

	Three Months Ended March 31, 2026	**Three Months Ended March 31, 2025**
Balance at January 1	$ -	$ 46,400
Recognized in profit or loss (Net loss (gain) on fair value changes of financial liabilities at FVTPL)		(8,800)
Balance at March 31	$ -	$ 37,600

3) Valuation techniques and inputs applied for Level 2 fair value measurement

Financial Instruments	**Valuation Techniques and Inputs**
Cross currency swap contracts and foreign exchange forward contracts	Discounted cash flows. Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract exchange rates, discounted at a rate that reflects the credit risk of various counterparties.

4) Valuation techniques and inputs applied for Level 3 fair value measurement

Financial Instruments	**Valuation Techniques and Inputs**
Equity investments of domestic unlisted company and foreign unlisted company	Calculated by reference to the net book value of the company based on its financial information, calculating the present value of profit and loss that is expected to be derived from holding such investment.
Redemption right and put option of convertible bonds	Valued using a binomial tree pricing model for convertible bonds, based on conversion price volatility, risk-free interest rate, risk discount rate and remaining time to maturity.

c. Categories of financial instruments

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets			
Financial assets at FVTPL	$ 3,178	$ -	$ 100
Financial assets at amortized cost (1)	28,904,945	26,575,638	31,225,394
Financial assets at FVTOCI	28,861	27,919	29,670
Financial liabilities			
Financial liabilities at FVTPL	-	144,265	133,071
Financial liabilities at amortized cost (2)	28,604,665	26,282,377	34,832,247

1) The balances included financial assets at amortized cost, which comprise cash and cash equivalents, financial assets at amortized cost, notes receivable, accounts receivable and other receivables.

2) The balances included financial liabilities at amortized cost, which comprise short-term bank loans, notes payable, accounts payable, other payables, bonds payable and long-term bank loans (including the current portion).

d. Financial risk management objectives and policies

The Group's major financial instruments included cash and cash equivalents, financial assets at amortized cost, equity investments, accounts receivable, payables, bonds payable, bank loans and lease liabilities. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk and interest rate risk), credit risk and liquidity risk.

The Group seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Group's policies approved by the board of directors, which provide written principles on foreign currency risk, interest rate risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk and interest rate risk, including foreign exchange forward contracts to hedge the exchange rate risk arising from the export.

There has been no change to the Group's exposure to market risks or the manner in which these risks are managed and measured.

a) Foreign currency risk

The Group has foreign currency denominated sales and purchases, which exposes the Group to foreign currency risk. Exchange rate exposures are managed within approved policy parameters utilizing foreign exchange forward contracts.

The carrying amounts of the Group’s foreign currency denominated monetary assets and monetary liabilities (including those eliminated on consolidation) and those derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 35.

Sensitivity analysis

The Group is mainly exposed to the USD, EUR, JPY and RMB.

The following table details the Group’s sensitivity to a 1% increase and decrease in New Taiwan dollars (the functional currency) against the relevant foreign currencies. The sensitivity rate used when reporting foreign currency risk internally to key management represents management’s assessment of the reasonably possible change in foreign exchange rates is 1%. The sensitivity analysis included only outstanding foreign currency denominated monetary items and adjusted their translation at the end of the period for a 1% change in foreign currency rates. A positive number below indicates an increase in pre-tax profit with the relevant currency strengthening 1% against New Taiwan dollars. For a 1% weakening of the relevant currency against New Taiwan dollars, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.

	Currency Impact	
	Three Months Ended March 31	
Currency	**2026**	**2025**
USD	$ 52,415	$ 32,367
EUR	54,854	19,630
JPY	307	2,464
RMB	(172)	2,892

This was mainly attributable to the exposures of outstanding receivables and payables in USD, EUR, JPY and RMB that were not hedged at the end of the reporting period.

The Company’s sensitivity to foreign currency exchange increased during the current year mainly due to the increase in USD and EUR denominated bank deposits and account receivables that resulted in higher.

b) Interest rate risk

The Group's interest rate risk mainly arises from fixed and floating interest rate bank deposits, cash equivalents, bonds payable, bank loans and lease liabilities, which generate interest rate exposure.

The carrying amounts of the Group’s financial assets and financial liabilities with exposure to interest rate risk at the end of the reporting period were as follows:

	March 31, 2026	**December 31, 2025**	**March 31, 2025**
Fair value interest rate risk			
Financial assets	$ 5,402,723	$ 5,843,382	$ 4,700,733
Financial liabilities	8,854,254	6,935,359	13,160,139
Cash flow interest rate risk			
Financial assets	13,324,459	10,945,956	12,941,931
Financial liabilities	6,268,206	6,665,647	8,610,756

Sensitivity analysis

The sensitivity analysis is determined based on the Group's exposure to interest rate risk for both derivative and non-derivative instruments at the end of the reporting period. A 1 basis point increase or decrease is used when reporting interest rate risk internally to key management and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 1 basis point higher/lower and all other variables were held constant, the Group's pre-tax profit for the three months ended March 31, 2026 and 2025 would increase/decrease by $4,410 thousand and $2,707 thousand, respectively.

The Group's sensitivity to interest rates increased during the current year mainly due to the increase in floating rate bank loans.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations, resulting in financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation, could be equal to the carrying amount of the respective recognized financial assets as stated in the balance sheets.

The Group's concentration of credit risk of 19%, 36% and 41% of total accounts receivable as of March 31, 2026, December 31, 2025 and March 31, 2025, respectively, was attributable to the Group's two largest customers.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants. The Group relies on bank borrowings as a significant source of liquidity. As of March 31, 2026, December 31, 2025 and March 31, 2025, the Group had available unutilized bank loan facilities of $50,011,576 thousand, $57,729,745 thousand and $46,849,307 thousand, respectively.

The following liquidity and interest risk rate table shows the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed-upon repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities from the earliest dates on which the Group can be required to pay. The table includes both interest and principal cash flows.

	Less Than 1 Year	1-2 Years	Over 2 Years
March 31, 2026			
Non-derivative financial liabilities			
Non-interest bearing liabilities	$ 15,120,176	$ -	$ -
Lease liabilities	576,130	361,016	854,536
Variable interest rate liabilities	4,404,349	-	1,863,857
Fixed interest rate liabilities	7,216,283	-	-
	$ 27,316,938	$ 361,016	$ 2,718,393

	Less Than 1 Year	1-2 Years	Over 2 Years
December 31, 2025			
Non-derivative financial liabilities			
Non-interest bearing liabilities	$ 14,311,700	$ -	$ -
Lease liabilities	600,942	299,826	843,786
Variable interest rate liabilities	2,919,865	1,556,645	2,189,137
Fixed interest rate liabilities	5,305,030	-	-
	$ 23,137,537	$ 1,856,471	$ 3,032,923

March 31, 2025	Less Than 1 Year	1-2 Years	Over 2 Years
Non-derivative Financial Liabilities			
Non-interest bearing	$ 14,896,609	$ -	$ -
Lease liabilities	658,604	345,720	987,139
Variable interest rate liabilities	5,517,253	2,630,575	462,928
Fixed interest rate liabilities	11,324,882	-	-
	$ 32,397,348	$ 2,976,295	$ 1,450,067

32. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Group have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed in the other notes, details of transactions between the Group and other related parties were as follows:

a. Related party name and category

Related Party Name	Related Party Category
Microprogram	Associate
Microprogram Information (Kunshan) Co., Ltd.	Associate
Willbe Co., Ltd.("Willbe") (Note)	Associate
Cycling Life-style Foundation	Other
Appa (Kunshan) Co., Ltd.	Other

b. Sales revenue

Related Party Category	Three Months Ended March 31 2026	2025
Associates	$ 17,817	$ 7,562
Others	261	2,407
	$ 18,078	$ 9,969

The products sold to related parties are own branding products, etc. The Group determines the price by type of products sold. The pricing strategy also differs from that for original equipment manufacturing products.

c. Purchases of goods

Related Party Category	Three Months Ended March 31 2026	2025
Associates	$ 23,625	$ 19,518
Others	153	126
	$ 23,778	$ 19,644

The prices of the purchases from related parties are based on the specific diversity of products and related market trends.

d. Operating costs

Related Party Category	Three Months Ended March 31 2026	2025
Associates	$ 53,888	$ 46,574

Costs for system equipment services provided.

e. Operating expense

Related Party Category	Three Months Ended March 31 2026	2025
Others	$ 240	$ 688

f. Receivables from related parties

Financial Statement Account	Related Party Category	March 31, 2026	December 31, 2025	March 31, 2025
Accounts receivable	Others	$ 252	$ 6	$ 2,497
	Associates	-	-	4,205
		$ 252	$ 6	$ 6,702
Other receivables	Associates	$ 8,409	$ 6,842	$ 5,835

h. Payables to related parties

Financial Statement Account	Related Party Category	March 31, 2026	December 31, 2025	March 31, 2025
Accounts payable	Associates	$ 27,847	$ 22,884	$ 22,308
Other payables	Associates	$ 85,444	$ 104,576	$ 78,710
	Others	96	112	49
		$ 85,540	$ 104,688	$ 78,759

i. Remuneration of key management

	Three Months Ended March 31			
	2026		2025	
Short-term employee benefits	$	38,774	$	51,927
Post-employment benefits		193		303
	$	38,967	$	52,230

The remunerations of directors and key executives, as determined by the remuneration committee, are based on the individual performance and market trends.

33. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

a. The following assets were provided as collateral for bank loans and performance guarantees of the Group, etc.:

	March 31, 2026		December 31, 2025		March 31, 2025	
Financial assets at amortized cost	$	2,569	$	28,416	$	2,535
Notes receivable and account receivable		344,804		662,246		214,469
	$	347,373	$	690,662	$	217,004

34. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

a. Unrecognized commitments were as follows:

	March 31, 2026		December 31, 2025		March 31, 2025	
Acquisitions of property, plant and equipment	$	593,239	$	581,991	$	307,849

b. The contract period of the existing product liability insurance policy (the "policy") of the Company is from August 1, 2025 to August 1, 2026. The policy covers all products manufactured by the Company that are sold all over the world. The maximum indemnity for claims arising from one originating cause is US$10,000 thousand.

c. YouBike signed several contracts to provide public bicycle rental services with the Department of Transportation under each city/county Government. The contract duration is from November 2017 to February 2031, and a total performance guarantee of $577,845 thousand was provided.

35. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between foreign currencies and respective functional currencies were as follows:

	March 31, 2026			December 31, 2025		
	Foreign Currency	Exchange Rate	New Taiwan Dollar	Foreign Currency	Exchange Rate	New Taiwan Dollar
Financial assets						
Monetary items						
USD	$ 200,334	31.980	$ 6,406,681	$ 123,193	31.438	$ 3,872,942
EUR	164,796	36.738	6,054,275	99,214	36.837	3,654,746
JPY	2,309,258	0.2007	463,468	2,545,313	0.2005	510,335
RMB	32,113	4.6344	148,824	31,884	4.4920	143,223
Financial liabilities						
Monetary items						
USD	36,436	31.980	1,165,223	37,513	31.438	1,179,334
EUR	15,485	36.738	568,888	16,841	36.837	620,372
JPY	2,156,156	0.2007	432,741	1,588,197	0.2005	318,433
RMB	35,831	4.6344	166,055	32,680	4.4920	146,799

	March 31, 2025		
	Foreign Currency	Exchange Rate	New Taiwan Dollar
Financial assets			
Monetary items			
USD	$ 160,999	33.182	$ 5,342,269
EUR	63,362	35.923	2,276,153
JPY	1,762,893	0.2224	392,067
RMB	87,325	4.5714	399,198
Financial liabilities			
Monetary items			
USD	63,454	33.182	2,105,531
EUR	8,716	35.923	313,105
JPY	654,803	0.2224	145,628
RMB	24,062	4.5714	109,997

For the three months ended March 31, 2026 and 2025, realized and unrealized foreign exchange gains (losses) were ($15,918) thousand and $156,657 thousand, respectively. It is impractical to disclose foreign exchange gains (losses) on each significant foreign currency as there were many foreign currency transactions and the Group entities had different functional currencies.

36. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and b. investees:

1) Financing provided to others. (Table 1)

2) Endorsements/guarantees provided. (Table 2)

3) Significant marketable securities held (excluding investments in subsidiaries and associates). (Table 3)

4) Total purchases from or sales to related parties amounting to at least $100 million or 20% of the paid-in capital. (Table 4)

5) Receivables from related parties amounting to at least $100 million or 20% of the paid-in capital. (Table 5)
6) Intercompany relationships and significant intercompany transactions. (Table 6)

b. Information on investees. (Table 7)

c. Information on investments in mainland China

1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, investment income or loss, the ending balance of carrying amount of the investment, repatriations of investment income, and limits on the amount of investment in the mainland China area. (Table 8)

2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:

a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period. (Table 4)

b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period. (Table 4)

c) The amount of property transactions and the amount of the resultant gains or losses. (None)

d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes. (None)

e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to financing of funds. (Table 1)

f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services. (None)

37. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. The Group’s reportable segments, bicycle, materials and others, for the three months ended March 31, 2026 and 2025 are as follows:

	Segment Revenue		Segment Profit	
	Three Months Ended March 31		Three Months Ended March 31	
	2026	2025	2026	2025
Bicycle	$ 10,543,959	$ 15,012,013	($ 394,337)	$ 343,789
Materials	1,119,239	984,611	134,730	(11,057)
Others	860,343	854,322	68,166	92,265
Total	$ 12,523,541	$ 16,850,946	(191,441)	424,997
Finance costs			(129,805)	(228,782)
Share of profit of associates accounted for using the equity method			2,883	1,010
Interest income			79,996	95,504
Other income			66,952	130,501
Other gains and losses			852	66,560
Profit before income tax			($ 170,563)	$ 489,790

Segment profit represents the profit before tax earned by each segment excluding finance costs, share of profit of associates accounted for using the equity method, interest income, other income, other gains and losses and income tax expense. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

TABLE 1

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars and Foreign Currencies)

No.	Lender	Borrower	Financial Statement Account	Related Party	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount (Note 1)	Interest Rate	Nature of Financing (Note 2)	Business Transaction Amounts	Reasons for Short-term Financing	Loss Allowance	Collateral Item	Collateral Value	Financing Limit for Each Borrower (Notes 3 and 4)	Aggregate Financing Limits (Notes 4 and 5)
0	Giant	Giant Europe	Loans receivable - related parties	Yes	$ 1,469,520 (EUR 40,000)	$ -	$ -	-	2	$ -	Operating Capital	$ -	-	$ -	$ 3,433,737	$ 13,734,946
		AIPS	Loans receivable - related parties	Yes	200,000	200,000	200,000	1.83%	2	-	Operating Capital	-	-	-	3,433,737	13,734,946
1	D. Mag	Light Metal Haian	Loans receivable - related parties	Yes	695,160 (RMB 150,000)	695,160 (RMB 150,000)	411,071 (RMB 88,700)	2.25%-2.35%	2	-	Operating Capital	-	-	-	1,119,300	1,119,300
2	Gaiwin	Giant Vietnam Mfg.	Loans receivable - related parties	Yes	255,840 (USD 8,000)	255,840 (USD 8,000)	191,880 (USD 6,000)	4.91%	2	-	Operating Capital	-	-	-	2,571,660	2,571,660
		Giant Mexico	Loans receivable - related parties	Yes	319,800 (USD 10,000)	319,800 (USD 10,000)	-	-	2	-	Operating Capital	-	-	-	2,571,660	2,571,660
		SPIA	Loans receivable - related parties	Yes	799,500 (USD 25,000)	799,500 (USD 25,000)	159,900 (USD 5,000)	4.75%- 5.16%	2	-	Operating Capital	-	-	-	2,571,660	2,571,660
		Giant USA	Loans receivable - related parties	Yes	895,440 (USD 28,000)	895,440 (USD 28,000)	495,690 (RMB 15,500	5.15%	2		Operating Capital	-	-	-	2,571,660	2,571,660
3	Quanzhou YouBike	Putian YouBike	Loans receivable - related parties	Yes	64,882 (RMB 14,000)	-	-	-	2	-	Operating Capital	-	-	-	1,119,300	1,119,300
5	Giant Holding	Giant Tianjin	Loans receivable - related parties	Yes	509,784 (RMB 110,000)	509,784 (RMB 110,000)	370,752 (RMB 80,000)	2.20%	2	-	Operating Capital	-	-	-	1,158,600	1,158,600
6	Giant Chengdu	Giant Tianjin	Loans receivable - related parties	Yes	324,408 (RMB 70,000)	324,408 (RMB 70,000)	324,408 (RMB 70,000)	2.20%	2	-	Operating Capital	-	-	-	1,119,300	1,119,300
7	Giant Kunshan	Putian YouBike	Loans receivable - related parties	Yes	83,419 (RMB 18,000)	83,419 (RMB 18,000)	69,516 (RMB 15,000)	2.20%	2	-	Operating Capital	-	-	-	1,119,300	1,119,300

Note 1: Significant intercompany accounts and transactions have been eliminated.

Note 2: The nature of financing provided could be
1) business relationship,
2) short-term financial assistance.

Note 3: The financing limit for each borrower is up to 10% of the net asset value of Giant.

Note 4: 1) Giant China, Giant Electric Vehicle and Giant Holding: Up to RMB 0.46 billion, RMB 0.3 billion and RMB 0.25 billion, respectively, for the financing limit for each borrower and the aggregate financing limit.
2) YouBike: Up to 10% and 40% of its net asset value in the most recent financial statements as the financing limit for each borrower and the aggregate financing limit, respectively.
3) Gaiwin: Up to EUR 70 million for the financing limit for each borrower and the aggregate financing limit.
4) The other subsidiaries: Up to USD35 million for the financing limit for each borrower and the aggregate financing limit.

Note 5: The aggregate financing limit is up to 40% of the net asset value of the current period of Giant.

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars and Foreign Currencies)

No. (Note 1)	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsement/ Guarantee Given to Each Party (Note 2)	Maximum Amount Endorsed/ Guaranteed During the Period (Note 3)	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements	Aggregate Endorsement/ Guarantee Limit (Note 3)	Endorsement/ Guarantee Given by Parent to Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries to Parent	Endorsement/ Guarantee Given to Companies in Mainland China
		Name	Relationship										
0	Giant	Giant Hungary Mfg.	(Note 1)	$ 8,584,341	$ 2,241,018 (EUR 61,000)	$ 2,241,018 (EUR 61,000)	$ 2,064,303 (EUR 56,190)	$ -	6.53%	$ 17,168,683	Y	N	N
		Giant Vietnam Mfg.	(Note 1)	8,584,341	319,800 (USD 10,000)	319,800 (USD 10,000)	91,500 (USD 2,861)	-	0.93%	17,168,683	Y	N	N
		Giant Mexico	(Note 1)	8,584,341	531,360 (MXN 300,000)	531,360 (MXN 300,000)	469,368 (MXN 265,000)	-	1.55%	17,168,683	Y	N	N
1	Giant China	Giant Holding	(Note 1)	1,119,300	4,894 (RMB 1,056)	4,894 (RMB 1,056)	4,894 (RMB 1,056)	-	0.13%	1,119,300	N	N	Y

Note 1: Refer to Note 12.

Note 2: Up to 25% of the net asset value of Giant, and up to USD 35 million of other subsidiaries.

Note 3: Up to 50% (excluding 50%) of the net asset value of Giant, and up to USD 35 million of other subsidiaries.

TABLE 3

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST $100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars and Foreign Currencies)

Purchaser or Seller	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes and Accounts Receivable (Payable)		Note
			Purchase or Sale	Amount	% to Total	Collection Terms	Unit Price	Collection Terms	Ending Balance (Note 3)	% to Total	
Giant	Giant Sales	(Note 1)	Sales	($ 107,444)	(3)	T/T 15 days	(Note 2)	–	$ 51,036	2	
	Giant Australia	(Note 1)	Sales	(108,232)	(4)	T/T 30 days	(Note 2)	–	46,784	2	
	Giant Europe Mfg.	(Note 1)	Sales	(298,892)	(10)	T/T 90 days	(Note 2)	–	298,925	13	
	Giant Hungary Mfg.	(Note 1)	Sales	(129,531)	(4)	T/T 90 days	(Note 2)	–	190,996	8	
	Giant Europe	(Note 1)	Sales	(1,151,404)	(37)	T/T 60 days	(Note 2)	–	763,535	32	
	Giant UK	(Note 1)	Sales	(289,994)	(9)	T/T 60 days	(Note 2)	–	224,932	9	
	Giant Canada	(Note 1)	Sales	(171,550)	(6)	T/T 90 days	(Note 2)	–	172,418	7	
Giant Tianjin	Giant Chengdu	(Note 1)	Sales	(115,535)	(10)	T/T 90 days	(Note 2)	–	99,100	32	
Giant Electric Vehicle	Giant	(Note 1)	Sales	(221,486)	(14)	T/T 60 days	(Note 2)	–	201,589	16	
	Giant Hungary Mfg.	(Note 1)	Sales	(157,941)	(10)	T/T 60 days	(Note 2)	–	155,076	13	
	Giant Europe	(Note 1)	Sales	(266,351)	(17)	T/T 60 days	(Note 2)	–	165,045	13	
	Giant Benelux	(Note 1)	Sales	(170,701)	(11)	T/T 60 days	(Note 2)	–	14,617	1	
	Giant UK	(Note 1)	Sales	(120,256)	(8)	T/T 60 days	(Note 2)	–	72,222	6	
Giant China	Giant Hungary Mfg.	(Note 1)	Sales	(117,807)	(7)	T/T 120 days	(Note 2)	–	130,714	9	
	Giant UK	(Note 1)	Sales	(110,652)	(7)	T/T 90 days	(Note 2)	–	108,521	8	
Giant Europe Mfg.	Giant Europe	(Note 1)	Sales	(482,252)	(50)	T/T 30 days	(Note 2)	–	148,393	24	
Giant Europe	Giant Benelux	(Note 1)	Sales	(532,592)	(22)	T/T 30 days	(Note 2)	–	445,539	21	
	Giant France	(Note 1)	Sales	(748,123)	(31)	T/T 30 days	(Note 2)	–	800,950	39	
	Giant Germany	(Note 1)	Sales	(745,101)	(31)	T/T 30 days	(Note 2)	–	633,055	30	
	Giant Italy	(Note 1)	Sales	(126,643)	(5)	T/T 30 days	(Note 2)	–	204,206	10	
Giant Europe Mfg	Giant Europe	(Note 1)	Sales	(405,299)	(44)	T/T 30 days	(Note 2)	–	209,714	31	
D. Mag	Giant Kunshan	(Note 1)	Sales	(144,859)	(10)	T/T 30 days	(Note 2)	–	164,370	10	
	Light Metal Haian	(Note 1)	Sales	(119,798)	(8)	T/T 120 days	(Note 2)	–	196,042	12	
Light Metal Haian	D. Mag	(Note 1)	Sales	(145,447)	(70)	T/T 30 days	(Note 2)	–	30,278	31	

Note 1: Refer to Note 12.

Note 2: Prices were determined based on product differences and market acceptance.

Note 3: Significant intercompany accounts and transactions have been eliminated.

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST $100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Relationship	Financial Statement Account & Ending Balance		Turnover Rate	Overdue		Amount Received in Subsequent Period	Loss Allowance
						Amount	Action Taken		
Giant	AIPS	(Note 1)	Loans receivable-related parties	$ 200,000	-	$ -	—	$ -	-
			Other receivables - related parties	3	-	-	—	-	-
	Giant Europe Mfg.	(Note 1)	Accounts receivable - related parties	298,925	8	-	—	85,874	-
			Other receivables - related parties	300	-	-	—	1	-
	Giant Hungary Mfg.	(Note 1)	Accounts receivable - related parties	190,996	2	-	—	101,675	-
			Other receivables - related parties	1,113	-	-	—	919	-
	Giant Europe	(Note 1)	Accounts receivable - related parties	763,535	6	-	—	419,536	-
			Other receivables - related parties	5,450	-	-	—	1,235	-
	Giant UK	(Note 1)	Accounts receivable - related parties	224,932	6	-	—	85,614	-
			Other receivables - related parties	232	-	-	—	89	-
	Giant Canada	(Note 1)	Accounts receivable - related parties	172,418	5	-	—	65,231	-
			Other receivables - related parties	164	-	-	—	10	-
Giant Holding	Giant Tianjin	(Note 1)	Loans receivable-related parties	370,752	-	-	—	-	-
			Other receivables - related parties	3,736	-	-	—	-	-
Giant Electric Vehicle	Giant	(Note 1)	Accounts receivable - related parties	201,589	4	-	—	83,242	-
			Other receivables - related parties	13,720	-	-	—	-	-
	Giant Hungary Mfg.	(Note 1)	Accounts receivables - related parties	155,076	5	-	—	52,546	-
			Other receivables - related parties	2,543	-	-	—	-	-
	Giant Europe	(Note 1)	Accounts receivables - related parties	165,045	7	-	—	-	-
			Other receivables - related parties	3	-	-	—	-	-
	Giant Europe	(Note 1)	Accounts receivables - related parties	856,732	-	42,616	—	42,616	-
Gaiwin	Giant USA	(Note 1)	Accounts receivable - related parties	11,775	-	11,775	—	11,775	-
			Loans receivable-related parties	495,690	-	-	—	-	-
	Giant Vietnam Mfg.	(Note 1)	Loans receivable-related parties	191,880	-	-	—	-	-
	SPIA	(Note 1)	Loans receivable-related parties	159,900		-	—	-	-
Giant Chengdu	Giant Tianjin	(Note 1)	Accounts receivable - related parties	22	7	-	—	22	-
			Loans receivable-related parties	324,408	-	-	—	324,408	-
Giant China	Giant Hungary Mfg.	(Note 1)	Accounts receivable - related parties	130,714	5	-	—	14,752	-
	Giant UK	(Note 1)	Accounts receivable - related parties	108,521	6	-	—	19,249	-
Giant Europe Mfg.	Giant Europe	(Note 1)	Accounts receivable - related parties	148,393	15	-	—	-	-
			Other receivables - related parties	4,552	-	-	—	-	-
Giant Europe	Giant Benelux	(Note 1)	Accounts receivable - related parties	445,539	8	224,107	—	442,701	-
	Giant France	(Note 1)	Accounts receivable - related parties	800,950	4	571,233	—	73,652	-
			Other receivables - related parties	64,219	-	-	—	-	-
	Giant Germany	(Note 1)	Accounts receivable - related parties	633,055	8	207,173	—	178,290	-
	Giant UK	(Note 1)	Accounts receivable - related parties	56,898	8	50,414	—	12,407	-
			Other receivables - related parties	69,113	-	61,618	—	-	-

(Continued)

Company Name	Related Party	Relationship	Financial Statement Account & Ending Balance		Turnover Rate	Overdue		Amount Received in Subsequent Period	Loss Allowance
						Amount	Action Taken		
Giant Hungary Mfg.	Giant Italy	(Note 1)	Accounts receivable - related parties	$ 204,206	2	$ 151,367	—	$ 42,812	-
	Giant Europe	(Note 1)	Other receivables - related parties	209,714	12	-	—	-	-
D. Mag	Giant Kunshan	(Note 1)	Accounts receivable - related parties	101,942	-	-	—	68,739	-
			Other receivables - related parties	62,428	10	-	—	62,428	-
	Light Metal Haian	(Note 1)	Accounts receivable - related parties	196,042	2	-	—	-	-
			Other receivables - related parties	411,071	-	-	—	-	-

(Concluded)

Note 1: Refer to Note 12.

Note 2: Significant intercompany accounts and transactions have been eliminated.

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars)

No.	Company Name	Counterparty	Relationship (Note 1)	Transaction Details			
				Financial Statement Account	Amount (Note 2)	Transaction Terms	% to Consolidated Sales or Total Assets
0	Giant	Giant Europe Mfg.	1	Sales	($ 298,892)	T/T 90 days	2
		Giant Hungary Mfg.	1	Sales	(129,531)	T/T 90 days	1
		Giant Europe	1	Sales	(1,151,404)	T/T 60 days	9
			1	Accounts receivable – related parties	763,535	T/T 60 days	1
		Giant UK	1	Sales	(289,994)	T/T 60 days	2
		Giant Canada	1	Sales	(171,550)	T/T 90 days	1
1	Giant Electric Vehicle	Giant	2	Sales	(221,486)	T/T 60 days	2
		Giant Hungary Mfg.	3	Sales	(157,941)	T/T 60 days	1
		Giant Europe	3	Sales	(266,351)	T/T 60 days	2
		Giant Benelux	3	Sales	(170,701)	T/T 60 days	1
2	Gaiwin	Giant Europe	3	Accounts receivable – related parties	856,732	T/T 30 days	1
3	Giant Europe Mfg.	Giant Europe	3	Sales	(482,252)	T/T 30 days	4
4	Giant Europe	Giant Benelux	3	Sales	(532,592)	T/T 30 days	4
		Giant France	3	Sales	(748,123)	T/T 30 days	6
			3	Accounts receivable – related parties	800,950	T/T 30 days	1
		Giant Germany	3	Sales	(745,101)	T/T 30 days	6
		Giant Italy	3	Sales	(126,643)	T/T 30 days	1
5	Giant Hungary Mfg.	Giant Europe	3	Sales	(405,299)	T/T 30 days	3
6	D. Mag	Giant Kunshan	3	Sales	(144,859)	T/T 30 days	1
7	Light Metal Haian	D. Mag	3	Sales	(145,447)	T/T 30 days	1

Note 1: Relationship of counterparty:
(1) parent company to subsidiary;
(2) subsidiary to parent company;
(3) subsidiary to subsidiary.

Note 2: Significant intercompany accounts and transactions have been eliminated.

Note 3: Based on the terms specified in the respective agreements.

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTEES
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars and Foreign Currencies)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of March 31, 2026			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				March 31, 2026	December 31, 2025	Shares	Percentage of Ownership	Carrying Value			
Giant	Growood	Singapore	Overseas reinvested holding company	USD 18,063	USD 18,063	26,619,300	100	$ 5,784,351	$ 115,023	$ 121,887	Subsidiary
	Gaiwin	Lelystad, Netherlands	Overseas reinvested holding company	USD 7,243	USD 7,243	502,661	100	9,612,483	(309,947)	(309,947)	Subsidiary
	Darzins	British Virgin Islands	Overseas reinvested holding company	USD 14,889	USD 14,889	14,888,928	100	4,516,264	74,544	74,294	Subsidiary
	Merdeka	British Virgin Islands	Overseas reinvested holding company	USD 6,000	USD 6,000	6,000,003	100	378,044	8,650	8,336	Subsidiary
	Giant Sales	Taichung	Sales of bicycles and related products and bicycle rental services	$ 140,000	$ 140,000	14,000,000	100	639,061	66,360	66,360	Subsidiary
	YouBike	Taichung	Public bicycle rental services	800,000	800,000	84,800,000	100	1,440,681	88,663	88,663	Subsidiary
	AIPS	Taichung	Manufacturing and sales of sporting goods	500,000	500,000	50,000,000	100	(16,147)	7,034	7,001	Subsidiary
	Giant Vietnam Mfg.	Binh Duong Province, Vietnam	Manufacturing and sales of bicycles	USD 23,000	USD 23,000	-	100	445,010	(12,409)	43,128	Subsidiary
	Giant Mexico	Mexico City, Mexico	Sales of bicycles and related products	MXN 1	MXN 1	-	-	-	(772)	-	Subsidiary
	Giant SEA Bicycle	Binh Duong Province, Vietnam	Manufacturing and sales of bicycles	USD 15,000	USD 15,000	-	100	489,834	(2,786)	(2,786)	Subsidiary
	Giant Thailand	Thailand	Sales of bicycles and related products	THB 102,000	THB 102,000	10,199,999	100	87,245	(590)	(590)	Subsidiary
	SPIA Taiwan	Taichung	Sales of sporting goods	10,000	-	1,000,000	100	10,000	-	-	Subsidiary
	Microprogram	Taichung	Research of computer hardware and software and sales of related products	244,352	244,352	8,886,000	16	211,259	11,374	(Note 1)	Investments accounted for using the equity method
Growood	Giant Thailand	Thailand	Sales of bicycles and related products	THB -	THB -	1	-	-	(USD 19)	(Note 1)	Subsidiary
Giant Sales	Giant Adventure	Taichung	Undertaking domestic and international tourism trading businesses	10,000	10,000	1,000,000	100	83,674	4,491	(Note 1)	Indirectly owned subsidiary
Gaiwin	Giant Europe	Lelystad, Netherlands	Overseas reinvested holding company and sales of bicycles and related products	EUR 45,736	EUR 45,736	1,200	100	EUR 183,781	(EUR 5,993)	(Note 1)	Indirectly owned subsidiary
	Giant USA	California, USA	Sales of bicycles and related products	USD 47,618	USD 47,618	200,000	100	EUR 19,045	(EUR 1,364)	(Note 1)	Indirectly owned subsidiary
	Giant Japan	Kawasaki, Japan	Sales of bicycles and related products	JPY 200,000	JPY 200,000	4,000	100	EUR 9,125	EUR 253	(Note 1)	Indirectly owned subsidiary
	Giant Australia	Victoria, Australia	Sales of bicycles and related products	AUD 500	AUD 500	500,000	100	EUR 24,495	EUR 150	(Note 1)	Indirectly owned subsidiary
	Giant Canada	Vancouver, Canada	Sales of bicycles and related products	CAD 1,052	CAD 1,052	1,051,987	100	EUR 14,589	EUR 267	(Note 1)	Indirectly owned subsidiary
	Giant Korea	Seoul, South Korea	Sales of bicycles and related products	KRW 734,000	KRW 734,000	146,800	100	EUR 3,268	(EUR 190)	(Note 1)	Indirectly owned subsidiary
	Giant Mexico	Mexico, Mexico	Sales of bicycles and related products	MXN 70,059	MXN 70,059	-	100	EUR 1,487	(EUR 21)	(Note 1)	Indirectly owned subsidiary
	SPIA	Delaware, USA	Sales of sporting goods	USD 8,000	USD 8,000	1,251	100	EUR 2,919	(EUR 688)	(Note 1)	Indirectly owned subsidiary
Giant Europe	Giant Germany	Erkrath, Germany	Sales of bicycles and related products	EUR 3,472	EUR 3,472	-	100	EUR 11,853	(EUR 145)	(Note 1)	Indirectly owned subsidiary
	Giant France	Aix en Provence, France	Sales of bicycles and related products	EUR 4,200	EUR 4,200	10,500	100	EUR 9,788	(EUR 526)	(Note 1)	Indirectly owned subsidiary
	Giant UK	Leicester, United Kingdom	Sales of bicycles and related products	GBP 200	GBP 200	200,000	100	EUR 18,113	EUR 400	(Note 1)	Indirectly owned subsidiary
	Giant Europe Mfg.	Lelystad, Netherlands	Manufacturing and sales of bicycles	EUR 227	EUR 227	5,000	100	EUR 51,685	EUR 116	(Note 1)	Indirectly owned subsidiary
	Giant Polska	Warsaw, Poland	Sales of bicycles and related products	PLN 150	PLN 150	240	100	EUR 9,588	EUR 121	(Note 1)	Indirectly owned subsidiary
	Giant Benelux	Lelystad, Netherlands	Sales of bicycles and related products	EUR 3,230	EUR 3,230	23,000	100	EUR 21,085	EUR 703	(Note 1)	Indirectly owned subsidiary
	Giant Italy	Gallarate, Italy	Sales of bicycles and related products	EUR 200	EUR 200	-	100	EUR 1,612	EUR 61	(Note 1)	Indirectly owned subsidiary
	Giant Hungary Mfg.	Gyongyos, Hungary	Manufacturing and sales of bicycles	EUR 45,000	EUR 45,000	-	100	EUR 34,250	(EUR 496)	(Note 1)	Indirectly owned subsidiary
D. Mag	Golden Rich	Hong Kong	International trading	USD 100	USD 100	100,000	100	RMB 12,794	(RMB 175)	(Note 1)	Indirectly owned subsidiary
	Innovation Tech	Singapore	Investments	USD 44,000	USD 44,000	75,000,000	100	RMB 295,251	RMB 591	(Note 1)	Indirectly owned subsidiary
Innovation Tech	D.Mag Precision	Binh Duong Province, Vietnam	Manufacturing and sales of wheel hub products	USD 7,000	USD 7,000	-	100	USD 6,382	(USD 2)	(Note 1)	Indirectly owned subsidiary
	D.Mag Light Metal	Binh Duong Province, Vietnam	Manufacturing and sales of aluminum, steel, and other metal application products	USD 37,000	USD 37,000	-	100	USD 36,045	USD 88	(Note 1)	Indirectly owned subsidiary

Note 1: Exempt from disclosure according to regulations.

Note 2: Transactions have been eliminated.

TABLE 8

GIANT MANUFACTURING CO., LTD. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2026
(In Thousands of New Taiwan Dollars and Foreign Currencies)

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Investment Type (e.g., Direct or Indirect)	Accumulated Outflow of Investment from Taiwan as of January 1, 2026	Investment Flows		Accumulated Outflow of Investment from Taiwan as of March 31, 2026	Net Income (Loss) of the Investee	Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 5)	Carrying Value as of March 31, 2026	Accumulated Repatriation of Investment Income as of March 31, 2026
					Outflow	Inflow						
Giant Holding	Overseas reinvested holding company	RMB 577,569 (USD 88,500)	(Note 2)	$ 2,681,933	$ -	$ -	$ 2,681,933	($ 50,612)	100%	$ 10,227	$ 6,877,572	$ 1,829,019
Giant Kunshan	Manufacturing and sales of bicycles and parts	RMB 236,288 (USD 35,000)	(Note 3)	(Note 3)	-	-	(Note 3)	(61,119)	100%	(280)	4,251,295	-
Giant Cycling	Lease of bicycles and promotion of outdoor activities	RMB 6,595 (USD 1,000)	(Note 3)	(Note 3)	-	-	(Note 3)	-	100%	-	3,441	-
Giant Jiangsu	Manufacturing and sales of bicycles and parts	RMB 331,779 (USD 52,500)	(Note 3)	(Note 3)	-	-	(Note 3)	7,348	100%	7,348	1,849,232	-
Willbe Co., Ltd.	Sales and maintenance services of electrical and mechanical equipment and related devices	RMB 3,200	(Note 3)	(Note 3)	-	-	(Note 3)	3,204	33%	1,057	16,933	-
Quanzhou YouBike	Undertaking China public bicycle rental services	RMB 50,000	(Note 5)	(Note 5)	-	-	(Note 5)	85	100%	85	146,000	-
Putian YouBike	Undertaking China public bicycle rental services	RMB 50,000	(Note 5)	(Note 5)	-	-	(Note 5)	(14,575)	100%	(14,575)	(53,619)	-
Giant China	Manufacturing and sales of bicycles and parts	RMB 273,040 (USD 37,500)	(Note 1)	489,599	-	-	489,599	87,864	100%	97,296	3,773,970	11,795,162
Giant Electric Vehicle	Manufacturing and sales of electric bicycles	RMB 40,465 (USD 5,000)	(Note 1)	(Note 1)	-	-	(Note 1)	118,947	100%	109,277	755,365	5,539,267
Giant Tianjin	Manufacturing and sales of bicycles and parts	RMB 89,614 (USD 12,000)	(Note 1)	(Note 1)	-	-	(Note 1)	(79,527)	100%	(72,424)	1,197,320	2,070,097
Giant Chengdu	Sales of bicycles and parts	RMB 49,663 (USD 6,000)	(Note 1)	199,182	-	-	199,182	8,655	100%	8,341	373,609	283,803
Jiangsu Giant	Undertaking China tourism businesses	RMB 5,000	(Note 4)	(Note 4)	-	-	(Note 4)	(1,114)	100%	(1,114)	6,789	-
D. Mag	Manufacturing and sales of new aluminum alloy products	RMB 360,000	(Note 6)	(Note 6)	-	-	(Note 6)	133,015	60%	80,083	4,689,762	195,217
Light Metal Haian	Manufacturing and sales of alloy materials, semi-solid aluminum, and superplastic aluminum	RMB 120,000	(Note 7)	(Note 7)	-	-	(Note 7)	15,071	60%	9,102	180,742	-
Giant Sports Culture Development	Sales of bicycles and related merchandise and lease of bicycles	RMB 15,000	(Note 5)	(Note 5)	-	-	(Note 5)	284	100%	284	69,804	-

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2026	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
$ 3,646,639	USD 178,000 and RMB 21,261	(Note 8)

Note 1: Reinvestment made in Mainland China through an investment company established in a third region.

Note 2: Investee of Giant.

Note 3: Investee of Giant Holding.

Note 4: Investee of Giant China.

Note 5: Investee of Giant Kunshan.

Note 6: Investee of Giant Light Metal Technology (Kunshan) Co., Ltd. ("Giant Light Metal"), an investee of Darzins. Giant Light Metal was dissolved through merger in November 2020. After the merger, with D. Mag as the surviving company. Accumulated investment amount was $275,925 thousand.

Note 7: Investee of D. Mag.

Note 8: According to the "Principles for Reviewing Investment or Technical Cooperation in the Mainland China" issued by the Investment Commission of the Ministry of Economic Affairs on August 29, 2008, the investment in mainland China has no maximum limitation since the Company obtained a certificate from the Industrial Development Bureau regarding the Company's establishment of an operating headquarter in Taiwan.

Note 9: Giant China, Giant Electric Vehicle, Jiangsu Giant, Giant Holding, Giant Tianjin and Giant Kunshan are recognized based on the financial statements reviewed by the certified public accountant of the parent company in Taiwan.

Note 10: Transactions have been eliminated.