Stock Code：3152

ADVANCED CERAMIC X CORPORATION

Financial Statements and
Independent Auditors' Review Report
For the Six Months Ended June 30, 2026 and 2025

Address：No.165, Hanyang Road, Hsinchu Industrial District, Hsinchu Hsien, Taiwan
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Notes to Readers

The independent auditors' review report and the accompanying financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English version and Chinese version, the Chinese-language independent auditors' review report and financial statements shall prevail.

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Independent Accountants' Review Report

To the Board of Directors of Advanced Ceramic X Corporation:

Introduction

We have reviewed the accompanying balance sheets of the Advanced Ceramic X Corporation of June 30, 2026 and 2025, and the related statements of comprehensive income for the three and six months ended June 30, 2026 and 2025, changes in equity and cash flows for the six months ended June 30, 2026 and 2025, and notes to the financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards ("IASs") 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 financial statements based on our review.

Scope of Review

We conducted our reviews in accordance with Standards of Review Engagements NO. 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. A review of the 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 conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

The engagement partners on the reviews resulting in this independent auditors' review report are Lu, Chien-Hui and Cheng, An-Chin.

KPMG
Taipei, Taiwan (Republic of China)
August 4, 2026

Notice to Readers

The accompanying financial statements are intended only to present the financial position, financial performance, and cash flows in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the International Financial Reporting Standards, International Accounting Standards, interpretations as well as related guidance endorsed by the Financial Supervisory Commission of the Republic of China. The standards, procedures and practices to review such financial statements are those generally accepted and applied in the Republic of China.
The independent auditors' review report and the accompanying financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English version and Chinese version, the Chinese-language independent auditors' review report and financial statements shall prevail.

Advanced Ceramic X Corporation

Balance Sheets

June 30, 2026, December 31, 2025 and June 30, 2025

(Expressed in Thousands of New Taiwan Dollars)

	Assets	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
	Current Assets :						
1100	Cash and Cash Equivalents (Note 6(1))	$ 130,343	3	273,967	6	727,444	15
1170	Notes and Accounts Receivable, Net (Note 6(2))	113,958	3	98,058	2	129,338	3
1180	Receivables from Related Parties (Note 6(2) and 7)	177,682	4	127,227	3	95,153	2
1310	Inventories (Note 6(3))	172,439	4	125,269	3	139,810	3
1476	Other Current Financial Assets (Note 6(1))	2,066,385	47	1,955,916	44	1,686,065	35
1479	Other Current Assets	17,384	-	15,459	-	12,414	-
		2,678,191	61	2,595,896	58	2,790,224	58
	Noncurrent Assets :						
1600	Property, Plant and Equipment (Note 6(4) and 8)	1,697,762	38	1,832,977	41	1,999,739	42
1780	Intangible Assets (Note 6(5))	2,306	-	2,796	-	2,071	-
1840	Deferred Tax Assets	28,907	1	28,907	1	9,917	-
1975	Net Defined Benefit Asset- Noncurrent	4,834	-	4,793	-	7,902	-
1980	Other Noncurrent Financial Assets	1,178	-	1,178	-	447	-
1990	Other Noncurrent Assets	1,237	-	2,420	-	3,649	-
		1,736,224	39	1,873,071	42	2,023,725	42
	Total Assets	**$ 4,414,415**	**100**	**4,468,967**	**100**	**4,813,949**	**100**

	Liabilities and Equity	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
	Current Liabilities :						
2170	Accounts Payable	$ 64,257	2	40,864	1	32,329	1
2180	Payable from Related Parties (Note 7)	-	-	286	-	-	-
2201	Salary and Bonus Payable	140,616	3	125,876	3	152,775	3
2213	Payables to Contractors and Equipment	10,911	-	11,802	-	66,904	2
2216	Cash Dividends Payable(Note 6(9))	277,445	6	-	-	385,801	8
2230	Current Tax Liabilities (Note 6(8))	49,398	1	35,498	1	63,453	1
2399	Other Current Liabilities (Note 6(6) and (11))	212,290	5	207,376	5	228,959	5
		754,917	17	421,702	10	930,221	20
	Noncurrent Liabilities :						
2570	Defined Tax Liabilities	750	-	750	-	996	-
2600	Other Noncurrent Liabilities	12,982	-	14,991	-	14,322	-
		13,732	-	15,741	-	15,318	-
	Total Liabilities	768,649	17	437,443	10	945,539	20
	Equity (Note 6(9) :						
3100	Capital Stock	390,162	9	690,162	15	690,162	14
3200	Capital Surplus	573,532	13	573,532	13	573,532	12
3300	Retained Earnings	2,682,072	61	2,767,830	62	2,604,716	54
	Total Equity	3,645,766	83	4,031,524	90	3,868,410	80
	Total Liabilities and Equity	**$ 4,414,415**	**100**	**4,468,967**	**100**	**4,813,949**	**100**

See accompanying notes to the financial statements.

Advanced Ceramic X Corporation
Statements of Comprehensive Income
For the Three and Six Months Ended June 30, 2026 and 2025
(Expressed in Thousands of New Taiwan Dollars)

		Three Months Ended June 30				Six Months Ended June 30			
		2026		2025		2026		2025	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	**Operating Revenue** (Note 6(11) and 7)	$ 406,366	100	356,611	100	758,791	100	742,833	100
5000	**Operating Costs** (Note 6(3)、(12) and 7)	232,805	57	202,704	57	426,155	56	417,592	56
	Gross Profit From Operations	173,561	43	153,907	43	332,636	44	325,241	44
	Operating Expenses (Note 6(12) and 7)：								
6100	Selling and Distribution Expenses	5,720	2	15,714	4	10,294	1	21,062	3
6200	General and Administrative Expenses	29,955	7	66,661	19	58,535	8	96,143	13
6300	Research and Development Expenses	23,365	6	43,545	12	46,949	6	66,226	9
6450	Losses (Gains) on Expected Credit Impairment (Note 6(2))	303	-	(70)	-	670	-	(390)	-
		59,343	15	125,850	35	116,448	15	183,041	25
	Gross Profit from Operations	114,218	28	28,057	8	216,188	29	142,200	19
	Non-Operating Income and Expenses：								
7101	Interest Income	9,731	3	8,127	2	19,224	2	14,522	2
7190	Other Income	-	-	17	-	60	-	78	-
7020	Other gains and losses (Note 6(13))	(158)	-	361,190	101	5,906	1	366,857	49
		9,573	3	369,334	103	25,190	3	381,457	51
7900	**Profit Before Income Tax**	123,791	31	397,391	111	241,378	32	523,657	70
7950	**Less：Income Tax Expense**(Note 6(8))	28,051	7	8,618	2	49,691	7	33,871	4
8200	**Net Income**	95,740	24	388,773	109	191,687	25	489,786	66
8300	**Other Comprehensive Income**：								
8300	**Other Comprehensive Income, Net of Tax**	-	-	-	-	-	-	-	-
8500	**Total Comprehensive Income**	$ 95,740	24	388,773	109	191,687	25	489,786	66
	Earnings Per Share (Expressed in Dollars) (Note 6(10))								
9750	Basic Earnings Per Share	$ 1.89		5.63		3.21		7.10	
9850	Diluted Earnings Per Share	$ 1.89		5.61		3.21		7.07	

See accompanying notes to the financial statements.

Advanced Ceramic X Corporation

Statements of Changes in Equity

For the Six Months Ended June 30, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	Ordinary Shares	Capital Surplus	Retained Earnings: Legal Reserve	Retained Earnings: Undistributed Earnings	Retained Earnings: Subtotal	Total Equity
Balance at January 1, 2025	$ 690,162	573,532	1,022,663	1,478,068	2,500,731	3,764,425
Profit for the Six Months Ended June 30, 2025	-	-	-	489,786	489,786	489,786
Other Comprehensive Income for the Six Months Ended June 30, 2025	-	-	-	-	-	-
Total Comprehensive Income for the Six Months Ended June 30, 2025	-	-	-	489,786	489,786	489,786
Appropriation and Distribution of 2024 Earnings						
Legal Reserve	-	-	42,936	(42,936)	-	-
Cash Dividends	-	-	-	(385,801)	(385,801)	(385,801)
Balance at June 30, 2025	**$ 690,162**	**573,532**	**1,065,599**	**1,539,117**	**2,604,716**	**3,868,410**
Balance at January 1, 2026	$ 690,162	573,532	1,065,599	1,702,231	2,767,830	4,031,524
Profit for the Six Months Ended June 30, 2026	-	-	-	191,687	191,687	191,687
Other Comprehensive Income for the Six Months Ended June 30, 2026	-	-	-	-	-	-
Total Comprehensive Income for the Six Months Ended June 30, 2026	-	-	-	191,687	191,687	191,687
Appropriation and Distribution of 2025 Earnings						
Legal Reserve	-	-	65,290	(65,290)	-	-
Cash Dividends	-	-	-	(277,445)	(277,445)	(277,445)
Cash Reduction	(300,000)	-	-	-	-	(300,000)
Balance at June 30, 2026	**$ 390,162**	**573,532**	**1,130,889**	**1,551,183**	**2,682,072**	**3,645,766**

See accompanying notes to the financial statements.

Advanced Ceramic X Corporation

Statements of Cash Flows

For the Six Months Ended June 30, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	Six Months Ended June 30	
	2026	**2025**
Cash Flows from Operating Activities：		
Profit Before Tax	$ 241,378	523,657
Adjustments：		
Adjustments to reconcile profit (loss)		
Depreciation Expense	138,365	166,825
Amortization Expense	1,673	2,341
Reversal of (Losses on) Expected Credit Impairment	670	(390)
Interest Income	(19,224)	(14,522)
Gain on Disposal of Property, Plant and Equipment, Net	(191)	(508,945)
Reversal for Inventory Obsolescence and Devaluation Loss	2,000	4,000
Asset Impairment	-	107,259
Total Adjustments to Reconcile Profit	123,293	(243,432)
Changes in Operating Assets and Liabilities：		
Notes and Accounts Receivable	(16,060)	36,362
Receivables from Related Parties	(50,965)	2,616
Inventories	(49,170)	16,159
Other Operating Current Assets	(1,065)	1,764
Net Defined Benefit Assets	(41)	(78)
Accounts Payable(including Related Parties)	23,107	(23,600)
Other Operating Current Liabilities	18,794	56,758
Other Noncurrent Liabilities	(2,009)	(2,032)
Total Net Changes in Operating Assets and Liabilities	(77,409)	87,949
Cash Inflow Generated from Operations	287,262	368,174
Interest Received	19,145	13,478
Income Taxes Paid	(35,791)	(93,688)
Net Cash Flows from Operating Activities	270,616	287,964
Cash Flows from Investing Activities：		
Acquisition of Property, Plant and Equipment	(4,041)	(17,228)
Disposal of Property, Plant and Equipment	191	695,044
Increase in refundable deposits	-	(10)
Increase in Other Financial Assets	(110,390)	(399,410)
Net Cash Flows Used in Investing Activities	(114,240)	278,396
Cash Flows from Financing Activities：		
Cash Reduction	(300,000)	-
Net Cash Flows Used in Financing Activities	(300,000)	-
Net (decrease) increase in Cash and Cash Equivalents	(143,624)	566,360
Cash and Cash Equivalents at Beginning of Period	273,967	161,084
Cash and Cash Equivalents at End of Period	**$ 130,343**	**727,444**

See accompanying notes to the financial statements.

Advanced Ceramic X Corporation
Notes to Financial Statements

Advanced Ceramic X Corporation
Notes to Financial Statements
June 30, 2026 and 2025
(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

1. Company history

Advanced Ceramic X Corporation ("the Company") was incorporated in April 15, 1998 as a company limited by shares and registered under the Company Act of the Republic of China (R.O.C.). The address of the Company's registered office is No.165, Hanyang Road, Hsinchu Industrial District, Hsinchu Hsien, Taiwan. The major business activities of the Company are the design, manufacture and sale of RF Front-End devices and modules for applications in wireless communication.

2. The authorization of financial statements

These financial statements were authorized for issuance by the Audit Committee and Board of Directors of the Company on August 4, 2026.

3. Application of new standards, amendments and interpretations

(1)The impact of adoption of new, revised or amended standards and interpretations endorsed by the Financial Supervisory Commission, R.O.C. ("FSC")

The Company has initially adopted the following new amendments, which do not have a significant impact on its financial statements, from January 1, 2026：

・IFRS 17 " Insurance Contracts" and amendments to IFRS 17 " Insurance Contracts".
・Amendments to IFRS 9 and IFRS 7 "Amendments to Financial Instruments: Classification and Measurement".
・Annual Improvements to IFRS Accounting Standards
・Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

(2) The impact of IFRS issued by IASB but not yet endorsed by the FSC

The Company has evaluated that the adoption of the following newly amended IFRS effective from January 1, 2027, will not have a significant impact on the financial statements.

・IFRS 19 "Subsidiaries without Public Accountability: Disclosures" and amendments to IFRS19 "Subsidiaries without Public Accountability: Disclosures".
・Amendments to IFRS 21 "Translation to a Hyperinflationary Presentation Currency"

A.IFRS 18 "Presentation and Disclosure in Financial Statements"

The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.

・A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined 'operating profit' subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company' s main business activities.

・Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards.

- Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.

IAS 7 "Statement of Cash Flows" has been revised in alignment with the new standards, requiring companies using the indirect method to report cash flows from operating activities to begin with the newly defined subtotal of "operating profit or loss".Due to the adoption of a new starting point, some adjustment items included in the reconciliation will change. In addition, the accompanying amendments also provide specific guidance on the classification of cash receipts and payments for interest and dividends.

B. Amendments to IAS 28 “Fair Value Option for Investments in Associates and Joint Ventures”

The Company has evaluated that the adoption of these newly amended standards will not have a significant impact on the financial statements.

(3) Standards and interpretations issued by IASB but not yet endorsed by the FSC

The Company does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its financial statements.

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Associate or Joint Venture”
- IFRS 20 “Regulatory Assets and Regulatory Liabilities”

Advanced Ceramic X Corporation

Notes to Financial Statements

4. Summary of significant accounting policies

(1) Statement of compliance

The financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language financial statements, the Chinese version shall prevail.

The accompanying financial statements have been prepared in accordance with the revised Regulation Governing the Preparation of Financial Reports by Securities Issuers in the Republic of China (hereinafter referred to the Regulations) and the guideline of IAS 34 "Interim Financial Reporting", as endorsed and issued into effect by the FSC. The financial statements do not present all the disclosures required for a complete set of annual financial statements prepared under the IFRSs endorsed by the FSC with effective dates.

Except for the following accounting policies, the significant accounting policies adopted in the interim financial statements is the same as these in the financial statements for the year ended December 31, 2025. For the related information, please refer to note 4 of the financial statements for the year ended December 31, 2025.

(2) Employee benefits

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

(3) Income taxes

Income tax expense in the financial statements is measured and disclosed according to paragraph B12 of IAS 34 “Interim Financial Reporting.”

Income tax expense for the period is best estimated by multiplying pretax income for the interim reporting period by the effective annual tax rate as forecasted by management. It is charged to profit or loss an income tax expense.

Temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and their respective tax bases are measured based on the tax rates that have been enacted or substantively enacted at the time the asset or liability is recovered or settled, and recognized directly in equity or other comprehensive income as tax expense.

5. Significant accounting assumptions and judgments and major sources of estimation uncertainty

The preparation of the financial statements in conformity with Regulations and IAS 34 “Interim Financial Reporting” endorsed by FSC requires management to make judgments, and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the financial statements for the year ended December 31, 2025. For the related information, please refer to note 5 of the financial statements for the year ended December 31, 2025.

6. Explanation of significant accounts

Except for the following disclosure, the significant account disclosure in the financial statements for the Six Months ended June 30, 2026, which compare with the financial statements for the year ended December 31, 2025, was not changed significantly. For the related information, please refer to note 6 of the financial statements for the year ended December 31, 2025.

(1) Cash and cash equivalents

	June 30, 2026	December 31, 2025	June 30, 2025
Cash	$ 25	25	25
Cash in bank	22,314	14,884	29,773
Time deposits	108,004	259,058	697,646
	$ 130,343	273,967	727,444

As of June 30, 2026, December 31, 2025 and June 30, 2025, the classified from cash and cash equivalents to other financial assets-current for time deposits, amounted to $2,064,700 thousand, $1,954,310 thousand and $1,684,410 thousand, respectively.

Please refer to note 6(14) for the fair value sensitivity analysis and interest rate risk of the financial assets and liabilities of the Company.

(2) Notes and accounts receivable, net (including related parties)

	June 30, 2026	December 31, 2025	June 30, 2025
Notes receivable	$ -	98	-
Accounts receivable	115,109	98,951	130,644
Accounts receivable from related parties	179,477	128,512	96,114
Less: Allowance for impairment	(1,151)	(991)	(1,306)
Allowance for impairment from related parties	(1,795)	(1,285)	(961)
	$ 291,640	225,285	224,491
Notes and accounts receivable, net	$ 113,958	98,058	129,338
Accounts receivable from related parties, net	$ 177,682	127,227	95,153

The Company applies the simplified approach to provide for its loss allowance used for expected credit losses, which permit the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, notes and accounts receivable have been grouped based on shared credit risk characteristics and days past due, as well as incorporate forward looking information.

Advanced Ceramic X Corporation
Notes to Financial Statements

The loss allowance provision was determined as follows:

	June 30, 2026		
	Gross carrying amount	Weighted-average expected loss rate	Lifetime expected credit loss allowance
Not past due	$ 293,598	1	2,936
Past due less than 30 days	988	1	10
	$ 294,586		2,946

	December 31, 2025		
	Gross carrying amount	Weighted-average expected loss rate	Lifetime expected credit loss allowance
Not past due	$ 226,180	1	2,262
Past due less than 30 days	718	1	7
Past due 31 to 60 days	663	1	7
	$ 227,561		2,276

	June 30, 2025		
	Gross carrying amount	Weighted-average expected loss rate	Lifetime expected credit loss allowance
Not past due	$ 222,853	1	2,228
Past due less than 30 days	3,905	1	39
	$ 226,758		2,267

The movements of allowance for doubtful accounts were as follows:

	Six months ended June 30	
	2026	2025
Beginning balance	$ 2,276	2,657
Losses on(reversal of) expected credit impairment	670	(390)
Ending balance	$ 2,946	2,267

The payment terms granted to customers are generally advance payment to 150 days from the end of the month during which the invoice is issued.

As of June 30, 2026, December 31, 2025 and June 30, 2025, the notes and accounts receivable were not pledged as collateral. For information on the Company’s credit risk was disclosed in note 6(14).

(3) Inventories

	June 30, 2026	December 31, 2025	June 30, 2025
Raw materials and supplies	$ 46,882	22,824	32,778
Work in process	62,594	52,909	66,279
Finished goods and merchandises	62,963	49,536	40,753
	$ 172,439	125,269	139,810

For the three months and six months ended June 30, 2026 and 2025, the amounts of inventories that were charged to cost of sales were $234,805 thousand, $199,704 thousand, $424,155 thousand and $413,592 thousand, respectively.

The Company’s operating costs related to inventory includes the inventory write-downs and obsolescence losses(gain on reversal) recognized due to the clearance of a portion of inventories for which obsolescence and write-down losses had been previously recognized (reversed) and the decline in net realizable value, which are presented as follows：.

	Three months ended June 30		Six months ended June 30	
	2026	2025	2026	2025
The inventories written down and obsolescence losses (reversed)	$ (2,000)	3,000	2,000	4,000

As of June 30, 2026, December 31, 2025 and June 30, 2025, the inventories were not pledged as collateral.

(4) Property, plant and equipment

	Land	Building and construction	Machinery and equipment	Office & other equipment	Construction in progress & equipment under installation	Total
Cost：						
Balance at January 1, 2026	$ 168,944	1,357,885	3,158,468	266,386	20,626	4,972,309
Additions	-	125	1,439	704	882	3,150
Reclassifications	-	1,125	371	675	(2,171)	-
Disposals	-	-	-	(1,458)	-	(1,458)
Balance at June 30, 2026	$ 168,944	1,359,135	3,160,278	266,307	19,337	4,974,001
Balance at January 1, 2025	$ 248,651	1,673,184	3,233,216	309,758	91,727	5,556,536
Additions	-	-	185	60	36,601	36,846
Reclassifications	-	78,000	27,483	540	(106,023)	-
Disposals or Scrapping	(79,707)	(366,993)	(103,660)	(46,787)	-	(597,147)
Balance at June 30, 2025	$ 168,944	1,384,191	3,157,224	263,571	22,305	4,996,235

	Land	Building and construction	Machinery and equipment	Office & other equipment	Construction in progress & equipment under installation	Total
Depreciation and Impairment：						
Balance at January 1, 2026	$ -	277,057	2,647,423	214,852	-	3,139,332
Depreciation	-	39,399	92,529	6,437	-	138,365
Disposals or Scrapping	-	-	-	(1,458)	-	(1,458)
Balance at June 30, 2026	$ -	316,456	2,739,952	219,831	-	3,276,239
Balance at January 1, 2025	$ -	502,273	2,395,382	235,805	-	3,133,460
Depreciation	-	41,807	116,035	8,983	-	166,825
Impairment	-	-	101,910	5,349	-	107,259
Disposals or Scrapping	-	(305,957)	(62,846)	(42,245)	-	(411,048)
Balance at June 30, 2025	$ -	238,123	2,550,481	207,892	-	2,996,496
Carrying value：						
Balance at January 1, 2026	$ 168,944	1,080,828	511,045	51,534	20,626	1,832,977
Balance at June 30, 2026	$ 168,944	1,042,679	420,326	46,476	19,337	1,697,762
Balance at January 1, 2025	$ 248,651	1,170,911	837,834	73,953	91,727	2,423,076
Balance at June 30, 2025	$ 168,944	1,146,068	606,743	55,679	22,305	1,999,739

The Company recognized an impairment loss $107,259 thousand on some long-term assets with low capacity utilization in the second quarter of 2025.

To improve asset utilization, the Company authorized the disposal of real estate by resolution of the Board of Directors on February 25, 2025. In April 2025, an asset sale contract was signed with an unrelated party. Both parties have completed the transfer and delivery procedures. The disposal price (net of related transaction costs) and profit were $695,044 thousand and $508,945 thousand respectively.

As of June 30, 2026, December 31, 2025 and June 30, 2025, the property, plant and equipment of the Company had been pledged as collateral for short-term borrowings; please refer to note 8.

(5) Intangible assets

	Royalty
Balance at January 1, 2026	$ 2,796
Balance at June 30, 2026	$ 2,306
Balance at January 1, 2025	$ 2,591
Balance at June 30, 2025	$ 2,071

For the Six Months ended June 30, 2026 and 2025, there were no significant additions and disposals of intangible assets. Please refer to note 12 for details on impairment and to note 6(5) of the financial statements for the year ended December 31, 2025 for other related information.

As of June 30, 2026, December 31, 2025 and June 30, 2025, the intangible assets were not pledged as collateral.

(6) Other current liabilities

		June 30, 2026	December 31, 2025	June 30, 2025
Accrued expenses	$	195,525	186,487	203,158
Directors' remuneration payable		9,671	5,799	11,569
Contract liabilities		5,301	12,392	6,764
Other		1,793	2,698	7,468
	$	212,290	207,376	228,959

The above accrued expenses included material consumption, insurance, service expense, and water and electricity expense.

(7) Employee benefits

Defined benefit plans

The management believes that there was no material market volatility, material reimbursement and settlement, or other significant one-time events. As a result, the pension cost in the accompanying interim financial statements was measured and disclosed according to the actuarial report as of December 31, 2025 and 2024.

Please refer to note 12 for employee pension costs or expenses under defined benefit plans and defined contribution plans.

(8) Income tax

A. Income tax expense

		Three months ended June 30		Six months ended June 30	
		2026	2025	2026	2025
Income tax expense	$	28,051	8,618	49,691	33,871

B. As of June 30, 2026, the tax authorities have completed the examination of income tax returns of the Company through 2024.

C. In accordance with Permit No.11004582620 issued by the Ministry of Finance, the Company's 2022 and 2021 income tax expenses are paid in installments. The amount was paid in full on June 30, 2026.

(9) Capital and other equity

Except for the following disclosure, there were no significant change for capital and other equity for the Six Months ended June 30, 2026 and 2025. For the related information, please refer to note 6(9) of the financial statements for the year ended December 31, 2025.

A.Capital

The Company has resolved a cash capital reduction to return a cash capital to shareholder's at the Annual Shareholders' Meeting on April 8, 2026. The amount of the capital reduction is NT 300 million at a par value of NT$10 per share, which represents a capital reduction ratio of approximately 43%. The aforementioned cash capital reduction became effected upon registration with Taipei Exchange (TPEx) on April 28, 2026. The record date of the capital reduction is May 6, 2026. The relevant statutory registration procedures have been completed.

A reconciliation of the number of outstanding shares of the Company is as follows：

(in thousands of shares)

	Six months ended June 30	
	2026	**2025**
Beginning balance	$ 69,016	69,016
Less：cash capital reduction	(30,000)	-
Ending balance	**$ 39,016**	**69,016**

B. Retained earnings

According to the amendment of Articles of Incorporation, current year’s earnings, if any, shall be distributed in the following order:

(a) Payment of taxes.
(b) Making up loss for preceding years.
(c) Setting aside 10% for legal reserve, except for when accumulated legal reserve has reached the total paid-up capital.
(d) Appropriating or reversing special reserve by government officials or other regulations.
(e) The remaining, plus the previous year’s unappropriated earnings, shall be distributed according to the distribution plan proposed by the Board of Directors according to the dividend policy and submitted to the stockholders’ meeting for approval.

The Company conducts business to operate in its growth phase, the dividend policy shall be determined pursuant to factors such as the investment environment, capital requirements, domestic and overseas competitive environment and capital budget, as well as stockholders’ interest, dividend balance and long-term financial plan. The Board of Directors shall propose the distribution plan and submit it to the stockholders’ meeting every year. The cash portion of the dividend, which may be in the form of cash and stock, shall not be less than 10% of the total dividend distributed during the year.

C. Legal reserve

When a company incurs no loss, it may, in pursuant to a resolution to be adopted by a shareholders’ meeting, distribute its legal reserve by issuing new shares or by cash. Only 10% of legal reserve which exceeds 25% of the paid-in capital may be distributed.

D. Special reserve

According to the regulations of the FSC, a portion of current period earnings and undistributed prior period earnings shall be reclassified as special earnings reserve during earnings distribution. The amount to be reclassified should be equal to the net debit balance of other components of the shareholders' equity adoption. Similarly, a portion of undistributed prior period earnings shall be reclassified as special earnings reserve to account for cumulative changes to the debit balance of other shareholders’ equity pertaining to prior periods. For the subsequent decrease in the deduction amount to shareholders' equity, any special reserve appropriated may be reserved to the extent that the net debit balance reverses.

E. Earnings distribution

	2026	2025
Board meeting date	January 20, 2026	February 25, 2025
Shareholders meeting date	April 8, 2026	June 11, 2025
Legal reserve	$ 65,290	42,936
Cash dividends	$ 277,445	385,801
Amount per share (dollars)	$ 4.02	5.59

Note: The related information mentioned above can be found on websites such as the Market Observation Post System.

(10) Earnings per share (EPS)

A. Basic EPS

	Three months ended June 30		Six months ended June 30	
	2026	2025	2026	2025
Profit belonging to common shareholders	$ 95,740	388,773	191,687	489,786
Weighted average number of outstanding share of common stock (in thousands)	50,555	69,016	59,734	69,016
Basic EPS (in dollars)	$ 1.89	5.63	3.21	7.10

B. Diluted EPS

	Three months ended June 30		Six months ended June 30	
	2026	2025	2026	2025
Profit belonging to common shareholders	$ 95,740	388,773	191,687	489,786
Weighted average number of outstanding share of common stock (in thousands)	50,555	69,016	59,734	69,016
Employee compensation	40	233	63	277
	50,595	69,249	59,797	69,293
Diluted EPS (in dollars)	$ 1.89	5.61	3.21	7.07

(11) Operating revenue from contracts with customers

A. Disaggregation of revenue

	Three months ended June 30		Six months ended June 30	
	2026	**2025**	**2026**	**2025**
Primary geographic markets				
United States China	$ 200,097	130,068	363,396	229,509
China	93,638	103,903	192,456	248,795
Taiwan	76,896	83,287	134,891	171,030
Other	35,735	39,353	68,048	93,499
	$ 406,366	**356,611**	**758,791**	**742,833**
Main Product				
RF Front-End devices and modules	**$ 406,366**	**356,611**	**758,791**	**742,833**

B. Contract balances

	June 30, 2026	December 31, 2025	June 30, 2025
Contract liabilities (Other Current Liabilities)	**$ 5,301**	**12,392**	**6,764**

For details on trade receivables and allowance for impairment, please refer to note 6(2) and 7(2).

The contract liabilities primarily relate to the advance consideration received from customers for the RF Front-End devices and modules sales contracts, for which revenue is recognized when products are delivered to customers. The amount of revenue recognized for the Six Months ended June 30, 2026 and 2025 that was included in the contract liabilities balance at the beginning for the period were $9,408 thousand and $7,593 thousand, respectively.

(12) Remuneration of employees and directors

On June 11, 2025, the Company's shareholders approved an amendment to the Articles of Incorporation. In accordance with the amended Articles, if the Company earns profits in any given fiscal year, it shall allocate no more than 1.5% of such profits as remuneration to directors and no less than 5% as employee compensation. (Of the total amount of employee compensation, no less than 15% shall be distributed to non-managerial employees.)

If the Company has accumulated losses, the amount necessary to offset such losses shall first be retained before making the aforementioned allocations. For the purpose of the above calculation, profits refer to the income before tax and before the deduction of directors' remuneration and employee compensation. Employee compensation may be distributed in the form of shares or cash, and the recipients may include employees of the Company's subsidiaries who meet certain eligibility requirements.

The Company estimated its employees' and directors' remuneration as follows:

	Three months ended June 30		Six months ended June 30	
	2026	**2025**	**2026**	**2025**
Employees' remuneration	**$ 6,620**	**20,965**	**12,908**	**27,717**
Directors' remuneration	**$ 1,986**	**948**	**3,872**	**2,974**

The estimated amounts mentioned above are calculated based on the net profit before tax, excluding the remuneration to employees and directors of each period, multiplied by the percentage of remuneration to employees and directors as specified in the Company's Articles of Incorporation. These remunerations were included in the operating costs or operating expenses of the Six Months ended June 30, 2026 and 2025. The differences between the actual distributed amounts as determined by the Board of Directors and those recognized in the financial statements, if any, shall be accounted for as changes in accounting estimated and recognized in profit or loss in the following year. If remuneration to employees is resolved to be distributed in stock, the number of shares is determined by dividing the amount of remuneration by the closing price of the shares on the day preceding the Board of Directors.

Remuneration to employees for 2025 in the amounts of $37,132 thousand, and remuneration to director for 2025 in the amounts of $5,799 thousand, in cash for payment has been approved in the meeting of Board of Directors. The aforementioned approved amounts are the same as the amounts charged against earnings of 2025. The information about the Company's remuneration to employees and directors is available at the Market Observation Post System website.

(13) Non-operating income and expenses

Other Gains and Losses

	Three months ended June 30		Six months ended June 30	
	2026	**2025**	**2026**	**2025**
Disposals or Scrapping Gains	$ -	508,945	191	508,945
Foreign exchange gains (losses)	(158)	(40,496)	5,715	(34,829)
Asset impairment losses	-	(107,259)	-	(107,259)
	$ (158)	**361,190**	**5,906**	**366,857**

(14) Financial instruments

Except for the following disclosure, there was no significant change in the fair value of the Company's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For the related information, please refer to note 6(14) of the financial statement for the year ended December 31, 2025.

A. Credit risk

(a) Exposure of credit risk

The carrying amount of financial and contract assets represents the maximum credit exposure.

(b) Concentration of credit risk

The major customers of the Company are centralized in the electronics industry. As of June 30, 2026, December 31, 2025 and June 30, 2025, the Company's notes and account receivable (including related parties) were both concentrated on 5 customers, whose accounts represented 80%, 76% and 70% of the account receivables, respectively. For the information of credit risk exposure of notes and accounts receivable, please refer to note 6(2).

As of June 30, 2026, December 31, 2025 and June 30, 2025, the Company's cash in bank and time deposits were both concentrated on one financial institution, whose accounts represented 47%, 49% and 47% of the cash and cash equivalents and other financial assets, respectively. Thus, credit risk is significantly centralized. To reduce cash risk, the Company evaluates financial institutions' financial positions and credit rating periodically. After the assessment, management does not expect significant losses.

(c) Credit risk of financial assets measured at amortized cost.

The Company financial assets at amortized cost include cash and cash equivalents, notes and receivables, and time deposits on other financial assets. About their information of credit risk exposure, please refer note 6(1) and (2).

The above-mentioned of financial assets are considered to be of low risk, and thus, the impairment provision recognized during the period was limited to 12 months expected losses. For the Company's assessment on whether credit risk is to be of low risk, please refer note 4(6) of the financial statements for the year ended December 31, 2025.

B. Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments impact.

	Carrying amount (Contractual cash flows)	Within 6 months
June 30, 2026		
Non-derivative financial liabilities		
Accounts payable	$ 64,257	64,257
Payables to contractors and equipment	10,911	10,911
	$ 75,168	75,168
December 31, 2025		
Non-derivative financial liabilities		
Accounts payable	$ 41,150	41,150
Payables to contractors and equipment	11,802	11,802
	$ 52,952	52,952
June 30, 2025		
Non-derivative financial liabilities		
Accounts payable	$ 32,329	32,329
Payables to contractors and equipment	66,904	66,904
	$ 99,233	99,233

The Company did not expect that the cash flows included in the maturity analysis could occur significantly earlier or at significantly different amounts.

C. Currency risk

(a) The Company’s significant exposure to foreign currency risk was as follows:

	June 30, 2026			December 31, 2025			June 30, 2025		
	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD
Financial assets									
Monetary items									
USD	$ 10,969	31.800	348,814	7,842	31.380	246,082	10,979	29.250	321,136
JPY	65,868	0.1943	12,798	34,119	0.1988	6,783	100,154	0.2014	20,171
Financial liabilities									
Monetary items									
USD	698	31.900	22,266	294	31.480	9,255	112	29.350	3,287
JPY	56,663	0.1983	11,236	19,668	0.2028	3,989	25,733	0.2054	5,286

(b) Sensitivity analysis

The Company’s exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, other receivables, accounts payable, and other payable that are denominated in foreign currency. Depreciation or appreciation of the NTD by 1% against USD and JPY at June 30, 2026 and 2025, while all other variables were remained constant, would have increased (decreased) the net profit after tax by $2,625 thousand and $2,662 thousand, respectively. The analysis is performed on the same basis for both periods.

(c) Gains or losses on monetary item

The foreign exchange gains and losses (including realized and unrealized) on monetary items of the Company, translated into New Taiwan Dollars (NTD) as the functional currency, are as follows：

	Six months ended June 30			
	2026		**2025**	
	Foreign exchange gain (loss)	Average exchange rate	Foreign exchange gain (loss)	Average exchange rate
NTD	$ 5,715	-	(34,829)	-

D. Interest rate risk

Please refer to the attached note for the liquidity risk and the Company’s interest rate exposure to its financial liabilities.

The following sensitivity analysis is based on the risk exposure to interest rates on the derivatives and non-derivatives financial instruments on the reporting date. For variable rate instrument, the sensitivity analysis assumes the variable rate liabilities are outstanding for the whole year on the reporting date. The Company’s internal management reported the increases (decreases) in the interest rates and the exposure to changes in interest rates of 1% is considered by management to be a reasonable change of interest rate.

The Company’s exposure to interest rate risk arises from the bank deposit interest rates change. If the interest rate had increased (decreased) by 1%, the Company’s net profit after tax would have increased (decreased) by $8,780 thousand and $9,647 thousand for the Six Months ended June 30, 2026 and 2025, all other variable factors that remain constant.

E. Fair value

The carrying amounts of the Company’s non-derivative financial instruments-current, including financial assets at amortized cost , such as cash and cash equivalents, notes and receivables (including related parties), and other financial assets, and financial liabilities at amortized cost, such as accounts payable and payables to contractors and equipment, were considered to approximate their fair value due to their short-term nature.

(15) Financial risk management

There were no significant change in the Company's financial risk management and policies as disclosed in note 6(15) of the financial statements for the year ended December 31, 2025.

(16) Capital management

The objectives and policies of capital management of the Company have been applied consistently with those described in the financial statements for the year ended December 31, 2025. Also, there were no significant changes in the Company's capital management information as disclosed in the financial statements for the year ended December 31, 2025. Refer to note 6(16) of the financial statements for the year ended December 31, 2025 for the relevant information.

Advanced Ceramic X Corporation
Notes to Financial Statements

7. Related-party transactions:

(1) Names and relationship with related parties

The followings are entities that have had transactions with the Company during the periods covered in the financial statements.

Names of the related parties	Relationships
Johanson Technology Inc. (JOHANSON)	The Company's director
Scientific Components Corporation (doing business as Mini-Circuits(MINI-CKT))	The Company's director

(2) Significant transactions with related parties

A. Operating revenue

	Three months ended June 30		Six months ended June 30	
	2026	**2025**	**2026**	**2025**
Key management personnel －JOHANSON	$ 116,487	69,551	208,457	134,836
Key management personnel －MINI-CKT	84,645	60,863	153,241	94,560
	$ 201,132	**130,414**	**361,698**	**229,396**

B. Receivables from related parties

Categories	Account	June 30, 2026	December 31, 2025	June 30, 2025
Key management personnel －JOHANSON	Receivables from related parties	$ 143,316	102,939	65,622
	Bad debt provision	(1,433)	(1,029)	(656)
Key management personnel −MINI-CKT	Receivables from related parties	36,161	25,573	30,492
	Bad debt provision	(362)	(256)	(305)
		$ 177,682	**127,227**	**95,153**

The selling price and collection terms of sales to related parties were determined in the economic environment and market competition, payment terms are 30 to 150 days.

The payment terms granted to routine sales customers are advance payment to 120 days base on trading experience and credit assessment.

(3) Transactions with key management personnel

The key management personnel compensation was comprised as follows:

	Three months ended June 30		Six months ended June 30	
	2026	**2025**	**2026**	**2025**
Short-term employee benefits	$ 14,147	30,930	27,752	45,062
Post-employment benefits	27	27	54	54
	$ 14,174	**30,957**	**27,806**	**45,116**

Advanced Ceramic X Corporation
Notes to Financial Statements

8. Pledged assets:

The carrying amounts of pledged assets were as follows:

Pledge assets	Pledged to secure	June 30, 2026	December 31, 2025	June 30, 2025
Land (Property, plant and equipment)	Bank line guarantee	$ 168,944	168,944	168,944

9. Commitments and contingencies:

(1) The unused letters of credit for the Company’s purchases of machinery and equipment and raw materials amount were as follows:

June 30, 2026	December 31, 2025	June 30, 2025
$ 1,924	1,967	1,992

(2) The Company purchased machinery and equipment and the unpaid amount were as follows:

June 30, 2026	December 31, 2025	June 30, 2025
$ 8,880	9,387	9,242

(3) The bank guarantees of the Company's purchases of raw materials, machinery and equipment amount were as follows:

June 30, 2026	December 31, 2025	June 30, 2025
$ 1,000	1,000	1,000

10. Losses due to major disasters: None.

11. Subsequent events: None.

Advanced Ceramic X Corporation
Notes to Financial Statements

12. Other:

The employee benefits, depreciation and amortization expenses, categorized by function, were as follows:

	Three months ended June 30, 2026			Three months ended June 30, 2025		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salaries	27,785	23,156	50,941	23,379	36,662	60,041
Labor and health insurance	3,048	1,994	5,042	3,224	2,084	5,308
Pension	954	788	1,742	1,005	830	1,835
Directors remuneration	1,807	256	2,063	864	188	1,052
Others	1,270	569	1,839	1,348	569	1,917
Depreciation	55,655	12,890	68,545	65,298	14,569	79,867
Amortization	443	337	780	720	351	1,071

	Six Months ended June 30, 2026			Six Months ended June 30, 2025		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salaries	54,825	45,658	100,483	51,117	59,086	110,203
Labor and health insurance	6,141	3,996	10,137	6,613	4,142	10,755
Pension	1,941	1,582	3,523	2,098	1,658	3,756
Directors remuneration	3,524	474	3,998	2,707	424	3,131
Others	2,550	1,110	3,660	2,727	1,148	3,875
Depreciation	112,589	25,776	138,365	136,681	30,144	166,825
Amortization	999	674	1,673	1,638	703	2,341

13. Other disclosures:

(1) Information on significant transactions:

A. Loans to other parties: None.

B. Guarantees and endorsements for other parties: None.

C. Securities held as of June 30, 2026 (excluding investment in subsidiaries, associates and joint ventures): None.

D. Related-party transactions for purchases and sales with amounts exceeding the lower of NTD$100 million or 20% of the capital stock:

Company name	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchases (Sales)	Amount	Percentage of total purchases (sales)	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes / accounts receivable (payable)	
The Company	JOHANSON	Corporate director	(Sales)	208,457	(27)%	150 days	Note	Note	141,883	48%	
The Company	MINI-CKT	Corporate director	(Sales)	153,241	(20)%	30 days	Note	Note	35,799	12%	

E. Receivables from related parties with amounts exceeding the lower of NT$100 million or 20% of capital stock:

Company name	Related party	Nature of relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Action Taken		
The Company	JOHANSON	Corporate director	141,883	3.42	-	-	12,939(Note)	1,433

Note: This represents the amount recovered as of July 31, 2026.

(2) Information on investments: None.

(3) Information on investment in Mainland China: None.

14. Segment information:

The profit or loss, assets and liabilities of the operation segment were consistent with the related accounts shown in the balance sheet and comprehensive income statement of the Company.