Advanced Ceramic X Corporation

Balance Sheets

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

(Expressed in Thousands of New Taiwan Dollars)

		June 30, 2026		December 31, 2025		June 30, 2025	
	Assets	**Amount**	**%**	**Amount**	**%**	**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**

		June 30, 2026		December 31, 2025		June 30, 2025	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**	**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.