

CREATIVE SENSOR INC.

2025 Annual Shareholders' Meeting

Handbook

Date: May 20, 2025

Venue: 3F, 397 Xingshan Road, Neihu District, Taipei City (3F International Conference Center, YC Group Headquarters)

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CREATIVE SENSOR INC.
Agenda of 2025 Annual General
Meeting

- I. Commencement of Meeting
- II. Chairperson's opening speech
- III. Reporting matters
- IV. Ratification Items
- V. Discussions
- VI. Extraordinary motions
- VII. Adjournment of the meeting

CREATIVE SENSOR INC.

Agenda of 2025 Annual General Meeting

Type of Meeting : Physical Meeting

Date: 9 a.m., May 20 (Tuesday), 2025

Venue: 3F, 397 Xingshan Road, Neihu District, Taipei City (3F International Conference Center, YC Group Headquarters)

One. Commencement of Meeting (Announcing the total number of shares represented in the meeting)

Two. The Chairperson's opening speech

Three. Reporting Matters

I. 2024 Business Report

II. 2024 Audit Committee's Review Report

III. Report on distribution of remuneration to employees and directors of the Company for the 2024 financial year.

IV. Report on 2024 Fiscal Year earnings distribution as cash dividends.

Four. Ratification Items

I. 2024 Business Report and Financial Statements.

II. 2024 Earnings Appropriation

Five. Discussions

I. Proposal on amendments to the "Articles of Incorporation" of the Company.

II. Conducting an issuance of common shares for cash capital increase through a private placement.

Six. Extraordinary motions

Seven. Adjournment of the meeting

Reports

Agenda Item #1

Proposal: 2024 Business Report of the Company.

Explanation: Please refer to pages 12~14 for the 2024 Business Report.

Agenda Item #2

Proposal: 2024 Audit Committee's Review Report.

Explanation: Please refer to Page 15 of this Handbook for the 2024 Report by the Board of Auditors.

Agenda Item #3

Proposal: Report on distribution of remuneration to employees and directors of the Company for the 2024 financial year.

Explanation:

- (I) To proceed according to Article 19 of the Articles of Incorporation.
- (II) The 2024 earnings of the Company were NTD 512,075,188. The remuneration of directors allocated in the current period was NTD 15,227,003 (2.97%) and the employees' remuneration allocated was NTD 45,681,006 (8.92%). All of the remunerations were issued according to the percentages specified in the Articles of Incorporation of the Company, and the said aforementioned amounts were issued in cash.

Agenda Item #4

Proposal: Report on 2024 Fiscal Year earnings distribution as cash dividends

Explanation:

- (I) Pursuant to paragraph 1, Article 19-1, of the Articles of Incorporation, if there is a balance of earnings and undistributed surplus, the Board of Directors, with the attendance of two-thirds or more of the directors and the consent of the majority of the directors present, shall distribute all or part of the dividends and bonuses by means of cash payments and report to the shareholders' meeting. After the cash dividend has been approved by the Board of Directors, the Chairman is authorized to set the ex-dividend date and implement the distribution matters and report to the 2025 Fiscal Year Annual Shareholders' Meeting.
- (II) The Board of Directors has approved the distribution of cash dividends in the amount of NTD 272,203,470 for the earnings of the 2024 Fiscal Year. The dividend payout is NTD 2.10 per share. The calculation of dividends shall be

rounded down to the nearest NTD 1. Fractions less than NTD 1 shall be aggregated and recognized as other income of the Company.

- (III) This proposal has been approved by the Board of Directors. If in the future, the number of outstanding shares is affected due to the repurchase of the Company's shares, transfer of treasury shares, or other factors, the Chairman is authorized to adjust the dividend payout ratio according to the actual number of outstanding shares based on the cash dividend amount approved in this earnings distribution proposal.

Ratification Items

Agenda Item# 1

Proposal: Adoption of the Company's 2024 business report and financial statements, proposed for ratification. (Proposed by the Board of Directors)

Explanation:

- (I) The Company's 2024 financial statements (including consolidated financial statements) have been prepared under authority of the Board of Directors, and audited by CPA Po-Chuan Lin and CPA Chun-Yao Lin of Pricewaterhouse Coopers PwC Certified Public Accountants, who have issued an independent auditor's report. The financial statements and business reports have also been reviewed by the Board of Auditors and are ready for acknowledgment.
- (II) Statements and reports of this discussion have been presented in this Handbook. (Please refer to pages 12–14 for the business report, and pages 16–40 for the audit reports and accountants' financial statements.)

Resolution:

Agenda Item #2

Proposal: Adoption of the proposal for the Company's 2024 Fiscal Year earnings distribution, proposed for ratification. (Proposed by the Board of Directors)

Explanation:

- (I) The proposal for distributing earnings for the Company's 2024 Fiscal Year has been approved by the Board of Directors and has been forwarded to the Audit Committee for examination and final approval.
- (II) Below is the detailed Earnings Allocation Report:

CREATIVE SENSOR INC.
2024 Earnings Allocation Report

Unit: NTD

Item	Amount
Unallocated retained earnings at beginning of the term	1,116,775,580
Plus: Adjustment of retained earnings in 2024	21,406,706
Adjusted undistributed earnings	1,138,182,286
Plus: Net profit after tax in 2024	361,271,278
Less: 10% allocated as legal reserve	(38,267,798)
Amount available for distribution	1,461,185,766
Item of distribution:	
Shareholders' cash dividend (NTD 2.10 per share)	272,203,470
Closing undistributed earnings	1,188,982,296

Chairman:
Yu-Jen Huang

Manager:
Yao-Ming Wei

Head of Accounting:
Chi-Ping Lin

Note 1: If in the future, the number of outstanding shares is affected due to the repurchase of the Company's shares, transfer of treasury shares, or other factors, the Chairman is authorized to adjust the dividend payout ratio according to the actual number of outstanding shares based on the cash dividend amount approved in this earnings distribution proposal.

Note 2: The calculation of dividends shall be rounded down to the nearest NTD 1. Fractions less than NTD 1 shall be aggregated and recognized as other income of the Company.

Note 3: This earnings distribution shall be allocated from 2024 earnings as the first priority.

Resolution:

Discussion

Agenda Item #1

Proposal: Amendments to the "Articles of Incorporation" of the Company, submitted for resolution. (Proposed by the Board of Directors)

Explanation:

- (I) Our company has added new business operations to Article 2 of Articles of Incorporation to meet operational requirements.
- (II) Article 19 of the Company's Articles of Incorporation has been amended in response to Financial Supervisory Commission Directive Order No. 1130385442 issued on November 8, 2024, and according to Article 14, Paragraph 6 of the Securities and Exchange Act, regarding the allocation of a certain percentage of annual profits for salary adjustments or remuneration distribution to grassroots employees.
- (III) The Articles of Incorporation may stipulate profit distribution or loss compensation to be made on a quarterly or semi-annual basis according to Article 228-1, Paragraph 1 of the Company Act. Article 19-1 of the Company's Articles of Incorporation has been amended to stipulate that profit distribution or loss compensation may be conducted after the end of each

semi-annual accounting period consistent with the legislative intent of the aforementioned Company Act to enhance shareholder investment returns.

- (IV) Please refer to pages 41 and 45-49 of this Handbook for a comparison table of the revised provisions and the original text.

Resolution:

Agenda Item #2

Proposal: Conducting an issuance of common shares for cash capital increase through a private placement, submitted for resolution. (proposed by the Board of Directors)

Explanation:

- (I) In accordance with the provisions of Article 43-6 of Securities and Exchange Act and the Directions for Public Companies Conducting Private Placements of Securities, the follow disclosures are provided:
1. Reasons for conducting a non-public offering: Considering prevailing capital market conditions, timeliness and feasibility of raising capital, issuance costs, and actual demand for strategic investors, a private placement is preferable for both its relative speed and simplicity. Additionally, private securities are subject to a three-year transfer restriction, which can ensure a better long-term partnership between the Company and its investors. Authorizing the Board of Directors to conduct private placements based on the company's operational needs will also effectively enhance the Company's fundraising flexibility and agility. Therefore, this plan seeks to issue securities through a private placement rather than a public offering. Executing this plan is expected to enhance efficacy of corporate operations and strengthen corporate competitiveness, positively contributing to shareholder equity.
 2. Investment purpose and amounts: To support the Company's long-term business development, expansion and other capital needs, and enhance the company's competitiveness and improve operating efficiency. We propose to request authorization from the Annual General Meeting of Shareholders for the Board of Directors to, at an appropriate time and considering the company's prevailing financial market conditions, issue through private placement common shares not exceeding 6,707,500 shares. According to market conditions and company requirements, the Board will select suitable timing and fundraising instruments to conduct two private placements of

common shares within one year from the date of resolution at the Annual General Meeting, in accordance with all relevant regulations.

3. Principles and fundraising guidelines for issuing common shares through private placement for cash capital increase:

(1) Pricing basis of the private placement and its reasonableness:

- a. The reference price of common shares for this private placement shall be the higher of the following two calculations: The simple average closing price of the Company's common shares for either the 1, 3, or 5 business days, or 30 business days, preceding the price determination date, after adjustment for any distribution of stock dividends, cash dividends or capital reduction.
- b. The subscription price for common shares of this private placement shall be no less than 80% of the aforesaid reference price. It is proposed for the shareholders' meeting to authorize the Board of Directors to determine the actual price no lower than within the range approved by the shareholders' meeting, depending on the status of specific persons contacted and future prevailing market conditions.
- c. The subscription price for common shares of this private placement shall be determined with reference to the price of the Company's common shares, in accordance with the Directions for Public Companies Conducting Private Placements of Securities, thus, the said price should be reasonable.

(2) Selection method and purpose of specific investors, necessity, and anticipated benefits

- a. Eligible applicants must be among the specified placees as defined by Article 43-6 of the Securities and Exchange Act and must be strategic investors. The selection process must prioritize those who have a substantial understanding of the company's operations and can benefit its future operations, ensuring that the applicants can provide direct or indirect assistance to the company's future operations, and are limited to strategic investor(s) able to benefit the Company's long term development, competitiveness, and existing shareholders' rights. The General Meeting of the Shareholders shall duly authorize the Board to completely determine all matters affecting the specified investor(s).
- b. Purpose, Necessity, and Expected Benefits of Selecting Strategic Investors:
 - i. Selection Method and Objectives: Selection of placees as investors is aiming to assist the company with various management and resource needs, providing operational management technology, quality improvements, cost reductions, efficiency enhancements, strengthened management, and business development assistance.

This will thus enhance corporate competitive advantage, strengthen operational performance, and long-term development and expansion, which should positively benefit shareholder equity.

ii. Necessity: To support our long-term operational planning objectives, enhance

operational performance, and strengthen company competitiveness, introducing strategic investors through this private placement will aid the company's business management and development, and should improve the company's overall operational structure. Hence, this private placement's introduction of strategic investors genuinely necessary.

iii. Expected Benefits: Through the knowledge, technology, capabilities, and capital injection provided by placee strategic investors, we expect to enhance the company's operational performance and competitiveness, promoting stable company growth and benefiting shareholder equity.

c. Currently, the Company has not identified any specific persons. The Board of Directors will be authorized to handle all matters related to identifying and negotiating with prospective specified persons.

(3) Reasons for the Private Placement: Considering factors including the relative efficiency and convenience of private placement, along with the three-year transfer restriction that ensures long-term relationships between the company and investors, and authorizing the Board to proceed based on actual operational needs will effectively increase fundraising flexibility, ensuring the genuine necessity of this private placement.

(4) Same Rights and Obligations of the common shares offered via this Private Placement and those of common shares already issued by the Company. The privately placed common shares will enjoy the same rights and obligations as the Company's already issued common shares. The transfer of these privately placed common shares will be restricted by Article 43-8 of the Securities and Exchange Act. After three years from delivery, the Board of Directors will propose to the general shareholders' meeting for full authorization to assess the situation and decide on applying to the competent authorities for approval to reissue the public offering consent letter and submit the public offering reissuance application to the Financial Supervisory Commission (FSC).

4. Fundraising Application Purposes, Capital Utilization Schedule, and Expected Benefits:

The funds raised are intended for application to one or more business development, expansion, and other long-term development capital

requirements. The Company will consider prevailing market conditions and specific investors' status within one year from the shareholders' meeting resolution, executing the placement in two phases therein. After utilizing the private placement funds, we expect to strengthen company competitiveness and enhance operational efficiency, positively benefiting shareholder equity. The capital utilization purposes and expected benefits are as follows:

The Company will conduct two placements based on prevailing market conditions and specific investors.

Phase	Expected Issuance	Capital Purpose	Expected Benefits
First Phase Placement	Not exceeding 6,707,500 shares	To support business development, expansion, and other long-term development capital needs, thus strengthening company competitiveness and enhancing operational efficiency.	Expected to strengthen company competitiveness and enhance operational performance, thereby benefiting long-term development and existing shareholder equity.
Second Phase Placement		To support business development, expansion, and other long-term development capital needs, thus strengthening company competitiveness and enhancing operational efficiency.	Expected to strengthen company competitiveness and enhance operational performance, thereby benefiting long-term development and existing shareholder equity.

5. This private placement of common shares for cash capital increase will be issued or delivered in a non-physical format. Apart from the three-year transfer restriction under Article 43-8 of the Securities and Exchange Act, the issuance or private placement of these common shares will enjoy the same rights and obligations as existing common shares.
6. The per-share price of the privately placed common shares for this cash capital increase, if issued below par value in response to prevailing market fluctuations, along with the reasons for not adopting other financing methods and the supporting rationale thereof, shall be primarily based on prudent management and financial structure security considerations. Using equity-related fundraising tools is more appropriate than other purely debt

instruments. Raising funds through private placement of common shares eliminates interest expenses from debt, reduces financial risk, and increases financial flexibility, making this placement's equity-related fundraising approach reasonable. If shares are priced below par value, this will reduce capital surplus or retained earnings, which will be compensated based on future operational conditions. The issue price will be set according to regulatory requirements, and once the capital increase benefits materialize, the company will be able to strengthen its working capital, supporting long-term development, without adversely affecting shareholder equity.

7. After shareholders' approval, matters related to issuance or private placement conditions, fund utilization plans, uses, schedules, expected benefits, and other relevant matters will be determined or adjusted by the Board of Directors as fully authorized by the Shareholders' General Meeting based on the Company's actual needs, market conditions, and relevant regulations. The Board will also be fully authorized to handle any future changes or modifications required due to objective shifts in external environmental factors including regulatory changes, regulatory directives, operational assessments, or market changes.
8. Execution Authorization: To complete the fundraising plan, it is proposed that the shareholders authorize the Chairman or designee to handle all matters related to the private placement of common shares and sign related contracts and documents.
9. Information disclosures regarding this private placement can be found on the Market Observation Post System "Private Placement Section" (website: <http://mops.twse.com.tw/mops/web/t116sb01>, select "Listed" for "Market" and enter "8249" for "Company Code or Name") or on the company website (<http://www.csi-sensor.com.tw/index.php/zh-tw/>).

Resolution:

Extraordinary motions

Adjournment of the meeting

Attachment

2024 Business Report

I. 2024 Operating Overview

In the beginning of 2024, as the global economy gradually recovered, inventory destocking effects in the semiconductor and related electronics industries, resulted in replenishment demand emergence, leading to increased shipment volumes. Initially, the global economy was expected to remain sluggish throughout 2024 due to inflation and geopolitical factors. However, with inflation coming under control in the United States and concomitant interest rate cuts, the US economy thus remained strong. Affected by US-China trade tensions, many companies shifted manufacturing to emerging countries, driving demand growth and resulting in strong demand throughout 2024: The continuing appreciation of the US dollar and relative depreciation of the New Taiwan dollar (NTD, NT\$) enhanced revenue through favorable exchange rates. Also, through aggressive pricing strategy adjustments and production efficiency optimization, both overall revenue and gross profit increased. Overall, due to these aforesaid factors, Creative Sensor Inc.'s 2024 business plan implementation results exhibited growth compared to the same period in the year prior.

(1) Business plan implementation results and profit analysis were as follows:

Unit: NTD thousands

Year Item	2024	2023	Growth rate
Operating revenue	4,200,192	3,056,224	37.4%
Gross profit	858,386	573,831	49.6%
Earnings per share	3.27	2.18	50%

(2) Revenue, profit and loss:

The 2024 revenue was NTD 4.2 billion, representing a 37.4% increase from the 2023 revenue of NTD 3.056 billion. The 2024 gross profit was NTD 860 million, up by 49.6% compared with NTD 570 million in 2023. From 2024, with the gradual recovery of the global economy, revenue and gross profit growth were mainly driven by customer inventory clearing effects and end-market demand recovery. Earnings per share after tax was NTD 3.27, a 50% increase from NTD 2.18 in 2023.

2024 R & D results:

1. Completed objectives for trial production of newly emerging linear optical sensing components and light sources, among other key components, achieving vertical integration and mastering key technologies.
2. Completed the development of a Smart Pattern Sensor prototype, which compared to competitors, affords advantages including time-saving operation, low misjudgment rate, high speed, and diverse functionalities. Positive feedback was received after testing from three end customers in collaborative development.
3. Enhanced the performance of infrared imaging cores and optimized AI algorithms to further improve image clarity and product competitiveness, securing orders from a total of 20 customers.
4. Collaborated with strategic partners to integrate human posture recognition algorithms into healthcare and caregiving products.
5. Obtained a total of five invention patents across various countries for light sources, optical sensors, infrared sensing cores, and image transmission methods.

II. 2025 Outlook

We expect global economic growth in 2025 to remain on par with 2024. Key driving factors include strong demand for advanced semiconductor processes and servers, and continued innovation in the energy sector. As major central banks ease monetary tightening, consumption and investment momentum in the advanced economies are expected to recover, supporting stable global economic growth. However, following the change in US administration, policies to increase tariffs on trading partners may push up commodity prices, while tighter immigration policies could lead to rising inflation. In addition to the impact of multiple US policy changes, extreme weather events (heatwaves, floods, and droughts) occurred frequently in 2024 with widespread adverse effects. Combined with still-high geopolitical risks, the Russia-Ukraine war and Israel-Hamas conflicts unresolved, global economic and political remain uncertain and instable.

Thus, in 2025, the Company's key business focus will be to deepen customer relationships and develop new business opportunities, increase in-house production and integration of key components, and maintain strong relationships with upstream and downstream supply chains, to ensure stable material supply. On the factory side, efforts will continue to enhance the efficiency and proportion of automated production to increase output, strengthen quality control to reduce defect rates, and promote process optimization and product yield improvement, to ensure

profitability. In terms of new product development, the Company will continue to focus on "security monitoring applications" and "industrial inspection applications," differentiating products through modular design and the integration of AI image processing to enhance product competitiveness.

The Company's operating policies in 2025 will pursue the following efforts:

1. Strengthen control of raw material and finished goods inventory levels, maintain close communication with customers and monitor prevailing market trends, to respond to global economic uncertainties.
2. Enhance the flexibility and proportion of automated production.
3. Continue planning for the second production base to increase our in-house production rate for components and establish a fully automated intelligent production line.
4. Master the mass production technology of self-developed linear optical sensors and key components, ensuring owning both technology and product autonomy.
5. Complete small-scale shipments of Smart Pattern Sensors to end customers and secure ODM business from brand manufacturers, while expanding into new application markets.
6. Develop the next generation of infrared imaging and temperature measurement cores, enhancing overall performance, optimizing artificial intelligence image processing algorithms, strengthening competitiveness, and expanding the application scope of the cores.
7. Continue applying for patents in various countries, to build competitive advantages.

Chairman: Yu-Jen Huang

President: Yao-Ming Wei

Head of Accounting: Chi-Ping Lin

CREATIVE SENSOR INC.

Audit Committee review report

The Board of Directors has supervised preparation of the Company's annual business report, individual financial statement, consolidated financial statement and earnings distribution for 2024, and the individual financial statement and consolidated financial statement have been audited by Po-Chuan Lin and Chun-Yao Lin of Pricewaterhouse Coopers PwC Certified Public Accountants, and their audit report has been duly issued.

The above-mentioned business report, individual financial statement, consolidated financial statement and earnings distribution have been audited by this Audit Committee, and no discrepancies have been noted. Therefore, the above report is made in conformance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act, please duly review and verify same.

To:

2025 Annual General Meeting of CREATIVE SENSOR INC.

CREATIVE SENSOR INC.

Convener of Audit Committee: Shi-ying Huang

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【Attachment 3】

INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of CREATIVE SENSOR INC.

Opinion

We have audited the accompanying consolidated balance sheets of Creative Sensor Inc. and its subsidiaries (the “Group”) as at December 31, 2024 and 2023, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, based on our audits and the reports of the other auditors (please refer to the Other matter section), the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission.

Basis for opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagement of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the consolidated financial statements* section of our report. We are independent of the Group in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the reports of other auditors, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Group's 2024 consolidated financial statements. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Group's 2024 consolidated financial statements are outlined as follows:

Impairment assessment of investments accounted for using equity method

Description

Refer to Note 4(14) for accounting policy on investments of associates accounted for using equity method, Note 5(2) for the details of accounting estimates and assumption uncertainty on impairment assessment of investments accounted for using equity method, and Note 6(7) for the details of investments accounted for using equity method.

The Group determines value-in-use to measure recoverable amount and assessed the impairment of its investment, Teco Image Systems Co., Ltd. (hereinafter referred to as "Teco Image Systems"), accounted for using equity method. Since the calculation of value-in-use involves the estimation of future cash flows and discount rate, there is high uncertainty in relation to the assumptions, and the estimated outcome has a significant effect in the determination of value-in-use, we identified the impairment assessment of investments accounted for using equity method as a key audit matter.

How our audit addressed the matter

We performed the following audit procedures on the above key audit matter:

1. Obtained an understanding of the procedures in estimating future cash flows, and confirmed whether the future cash flows used in the valuation model was in agreement with the Teco Image Systems's operational plan.
2. Compared the estimated revenue growth rate, gross rate and operating expense rate used in assessing value-in-use with the historical data and other independent sources of economic and industry forecasts.
3. Compared the discount rate used in assessing value-in-use with the capital cost of cash generating units and similar return on assets.
4. Checked the calculation accuracy of the valuation model.

Other matter – Reference to the audits of the other auditors

We did not audit the financial statements of certain investments accounted for using the equity method which were audited by other auditors. Therefore, our opinion expressed herein, insofar as it relates to the amounts included in respect of these associates, is based solely on the reports of the other auditors. The balance of these investments accounted for under the equity method amounted to NT\$421,955 thousand and NT\$234,515 thousand, constituting 4.65% and 3.25% of the consolidated total assets as at December 31, 2024 and 2023, respectively, and the comprehensive income recognized from associates and joint ventures accounted for under the equity method amounted to NT\$195,976 thousand and NT\$24,103 thousand, constituting 14.57% and 1.59% of the consolidated total comprehensive income for the years then ended, respectively.

Other matter – Parent company only financial reports

We have audited and expressed an unmodified opinion on the parent company only financial statements of Creative Sensor Inc. as at and for the years ended December 31, 2024 and 2023.

Responsibilities of management and those charged with governance for 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 the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the Audit Committee, are responsible for overseeing the Group's financial reporting process.

Auditors' responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgement and professional skepticism throughout the audit. We also:

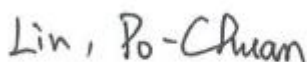
1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Lin, Po-Chuan



Lin, Chun-Yao

For and on Behalf of PricewaterhouseCoopers, Taiwan

February 27, 2025

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

CREATIVE SENSOR INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

Assets		Notes	December 31, 2024		December 31, 2023	
			AMOUNT	%	AMOUNT	%
Current assets						
1100	Cash and cash equivalents	6(1)	\$ 3,103,866	34	\$ 2,471,963	34
1110	Financial assets at fair value through profit or loss - current	6(2)	91,322	1	30,718	-
1136	Financial assets at amortized cost - current, net	6(3)	32,737	1	191,119	3
1170	Accounts receivable, net	6(4)	663,994	7	336,833	5
1180	Accounts receivable - related parties, net	6(4) and 7	1,273	-	-	-
1200	Other receivables		8,757	-	5,280	-
1210	Other receivables - related parties, net	7	8	-	47	-
130X	Inventories, net	6(5)	378,608	4	346,477	5
1479	Other current assets		31,658	1	27,987	-
11XX	Total current assets		4,312,223	48	3,410,424	47
Non-current assets						
1517	Non-current financial assets at fair value through other comprehensive income	6(6) and 8	3,278,749	36	2,666,197	37
1550	Investments accounted for using the equity method	6(7)	1,205,004	13	917,076	13
1600	Property, plant and equipment, net	6(8)	144,408	2	150,450	2
1755	Right-of-use assets	6(9)	79,764	1	38,940	1
1780	Intangible assets		4,649	-	6,169	-
1840	Deferred income tax assets	6(24)	12,424	-	6,058	-
1990	Other non-current assets	6(13)	30,689	-	26,398	-
15XX	Total non-current assets		4,755,687	52	3,811,288	53
1XXX	Total assets		\$ 9,067,910	100	\$ 7,221,712	100

(Continued)

CREATIVE SENSOR INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except as for earnings per share amount)

Liabilities and Equity			December 31, 2024		December 31, 2023			
			Notes	AMOUNT	%	AMOUNT	%	
Current liabilities								
2100	Short-term borrowings	6(10) and 8	\$	1,300,000	14	\$	1,300,000	18
2120	Financial liabilities at fair value through profit or loss - current	6(11)		24,673	-		-	-
2170	Accounts payable			737,768	8		404,393	6
2180	Accounts payable - related parties	7		220,455	3		-	-
2200	Other payables	6(12)		285,907	3		238,182	3
2220	Other payables - related parties	7		403	-		397	-
2230	Income tax payable			96,771	1		40,364	-
2280	Current lease liabilities			10,154	-		4,048	-
2300	Other current liabilities			8,382	-		6,082	-
21XX	Total current liabilities			2,684,513	29		1,993,466	27
Non-current liabilities								
2570	Deferred income tax liabilities	6(24)		111,276	1		65,006	1
2580	Non-current lease liabilities			34,059	1		-	-
25XX	Total non-current liabilities			145,335	2		65,006	1
2XXX	Total liabilities			2,829,848	31		2,058,472	28
Equity attributable to owners of parent								
	Share capital	6(15)						
3110	Common stock			1,341,495	15		1,490,550	21
	Capital surplus	6(16)						
3200	Capital surplus			986,117	11		984,201	13
	Retained earnings	6(17)						
3310	Legal reserve			628,128	7		571,311	8
3350	Unappropriated retained earnings			1,499,454	17		1,330,863	18
	Other equity interest	6(18)						
3400	Other equity interest			1,928,736	21		966,061	14
3500	Treasury shares	6(15)	(145,868)	(2)	(179,746)	(2)
3XXX	Total equity			6,238,062	69		5,163,240	72
	Significant subsequent events	11						
3X2X	Total liabilities and equity		\$	9,067,910	100	\$	7,221,712	100

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

CREATIVE SENSOR INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except as for earnings per share amount)

Year ended December 31

	Items	Notes	2024		2023	
			AMOUNT	%	AMOUNT	%
4000	Net revenue	6(19) and 7	\$ 4,200,192	100	\$ 3,056,224	100
5000	Cost of revenue	6(5)(23) and 7	(3,341,806)	(80)	(2,482,393)	(81)
5900	Gross profit		<u>858,386</u>	<u>20</u>	<u>573,831</u>	<u>19</u>
	Operating expenses	6(23) and 7				
6100	Selling expenses		(61,063)	(1)	(73,111)	(2)
6200	General and administrative expenses		(236,013)	(6)	(174,445)	(6)
6300	Research and development expenses		(79,265)	(2)	(89,169)	(3)
6450	(Impairment loss) impairment gain and reversal of impairment loss determined in accordance with IFRS 9	12(2)	(99)	-	85	-
6000	Total operating expenses		(376,440)	(9)	(336,640)	(11)
6900	Income from operations		<u>481,946</u>	<u>11</u>	<u>237,191</u>	<u>8</u>
	Non-operating income and expenses					
7100	Interest income	6(20)	41,108	1	33,520	1
7010	Other income	6(21) and 7	134,493	3	132,999	4
7020	Other gains and losses	6(22)	(89,736)	(2)	(49,888)	(1)
7050	Finance costs	6(9)(10)	(24,859)	-	(21,968)	(1)
7060	Share of profit or loss of associates and joint ventures accounted for using equity method, net	6(7)	<u>10,709</u>	<u>-</u>	<u>(2,603)</u>	<u>-</u>
7000	Total non-operating income and expenses		<u>71,715</u>	<u>2</u>	<u>92,060</u>	<u>3</u>
7900	Profit before income tax		<u>553,661</u>	<u>13</u>	<u>329,251</u>	<u>11</u>
7950	Income tax expense	6(24)	(192,390)	(4)	(82,461)	(3)
8200	Net income		<u>\$ 361,271</u>	<u>9</u>	<u>\$ 246,790</u>	<u>8</u>
	Other comprehensive income					
	Components of other comprehensive income that will not be reclassified to profit or loss					
8311	Actuarial gains on defined benefit plans	6(13)	\$ 2,286	-	\$ 4,399	-
8316	Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income	6(6)(18)	580,149	14	1,205,722	40
8320	Share of other comprehensive income of associates and joint ventures accounted for using equity method	6(7)(18)	333,752	8	87,951	3
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(24)	(457)	-	(880)	-
8310	Other comprehensive income that will not be reclassified to profit or loss		<u>915,730</u>	<u>22</u>	<u>1,297,192</u>	<u>43</u>
	Components of other comprehensive income that will be reclassified to profit or loss					
8361	Exchange differences on translation	6(18)	65,419	1	(26,188)	(1)
8367	Unrealized gains from investments in debt instruments measured at fair value through other comprehensive income	6(6)(18)	2,476	-	2,028	-
8370	Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method	6(7)(18)	<u>457</u>	<u>-</u>	<u>(140)</u>	<u>-</u>
8360	Other comprehensive income (loss) that will be reclassified to profit or loss		<u>68,352</u>	<u>1</u>	<u>(24,300)</u>	<u>(1)</u>
8300	Other comprehensive income for the period		<u>\$ 984,082</u>	<u>23</u>	<u>\$ 1,272,892</u>	<u>42</u>
8500	Total comprehensive income for the period		<u>\$ 1,345,353</u>	<u>32</u>	<u>\$ 1,519,682</u>	<u>50</u>
	Earnings per share (in dollars)	6(25)				
9750	Basic earnings per share		\$ 3.27		\$ 2.18	
9850	Diluted earnings per share		\$ 3.25		\$ 2.15	

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

CREATIVE SENSOR INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

		Equity attributable to owners of the parent											
		Capital Reserves					Retained Earnings		Other Equity Interest				
					Capital surplus, changes in equity of associates and joint ventures accounted for using equity method	Employee share options	Options expired		Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury shares	Total equity
Notes		Capital stock – common stock	Additional paid-in capital	Treasury stock transactions				Legal reserve					
Year ended December 31, 2023													
		\$ 1,490,550	\$ 970,251	\$ 3,996	\$ -	\$ -	\$ -	\$ 532,516	\$ 1,069,983	\$ 72,660	(\$ 38,711)	(\$ 223,481)	\$ 3,877,764
		-	-	-	-	-	-	-	246,790	-	-	-	246,790
	6(18)	-	-	-	-	-	-	-	3,321	(26,328)	1,295,899	-	1,272,892
		-	-	-	-	-	-	-	250,111	(26,328)	1,295,899	-	1,519,682
Appropriations of 2022 earnings: 6(17)													
		-	-	-	-	-	-	38,795	(38,795)	-	-	-	-
		-	-	-	-	-	-	-	(268,493)	-	-	-	(268,493)
	6(14)	-	-	-	-	9,347	-	-	-	-	-	-	9,347
	6(14)	-	-	9,297	-	(9,347)	50	-	-	-	-	43,735	43,735
	6(18)	-	-	-	607	-	-	-	33,610	-	(33,610)	-	607
	6(6)(18)	-	-	-	-	-	-	-	284,447	-	(303,849)	-	(19,402)
		\$ 1,490,550	\$ 970,251	\$ 13,293	\$ 607	\$ -	\$ 50	\$ 571,311	\$ 1,330,863	\$ 46,332	\$ 919,729	(\$ 179,746)	\$ 5,163,240
Year ended December 31, 2024													
		\$ 1,490,550	\$ 970,251	\$ 13,293	\$ 607	\$ -	\$ 50	\$ 571,311	\$ 1,330,863	\$ 46,332	\$ 919,729	(\$ 179,746)	\$ 5,163,240
		-	-	-	-	-	-	-	361,271	-	-	-	361,271
	6(18)	-	-	-	-	-	-	-	2,535	65,876	915,671	-	984,082
		-	-	-	-	-	-	-	363,806	65,876	915,671	-	1,345,353
Appropriations of 2023 earnings: 6(17)													
		-	-	-	-	-	-	56,817	(56,817)	-	-	-	-
		-	-	-	-	-	-	-	(157,270)	-	-	-	(157,270)
	6(15)	(149,055)	-	-	-	-	-	-	-	-	-	5,032	(144,023)
	6(14)	-	-	-	-	1,775	-	-	-	-	-	-	1,775
		-	-	1,601	-	(1,775)	88	-	-	-	-	28,846	28,760
	6(18)	-	-	-	227	-	-	-	7,879	-	(7,879)	-	227
	6(6)(18)	-	-	-	-	-	-	-	10,993	-	(10,993)	-	-
		\$ 1,341,495	\$ 970,251	\$ 14,894	\$ 834	\$ -	\$ 138	\$ 628,128	\$ 1,499,454	\$ 112,208	\$ 1,816,528	(\$ 145,868)	\$ 6,238,062

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

CREATIVE SENSOR INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

		Year ended December 31	
	Notes	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		\$ 553,661	\$ 329,251
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(8)(9)(23)	51,929	59,861
Amortization	6(23)	7,912	13,331
Expected credit impairment losses (gains)	12(2)	99	(85)
Net loss on financial assets or liabilities at fair value through profit or loss	6(2)(11)(22)	109,517	56,184
Foreign currency evaluation of financial assets at fair value through other comprehensive income		(5,694)	79
Interest expense	6(9)(10)	24,859	21,968
Interest income	6(20)	(41,108)	(33,520)
Dividend income	6(6)(21)	(111,502)	(104,177)
Share-based payments	6(14)	1,775	9,347
Share of profit of associates and joint ventures accounted for using equity method	6(7)	(10,709)	2,603
Net gain on disposal of property, plant and equipment	6(22)	(1,046)	(180)
Impairment loss on Financial Assets	6(7)(22)	31,977	-
Gain from lease modification	6(9)(22)	-	(16)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		(145,448)	(82,256)
Accounts receivable		(327,260)	265,671
Accounts receivable - related parties		(1,273)	-
Other receivables		(3,338)	2,530
Other receivables - related parties		39	(47)
Inventories		(14,735)	16,739
Other current assets		(3,671)	(5,363)
Changes in operating liabilities			
Accounts payable		311,475	(333,931)
Accounts payable - related parties		219,196	(1,663)
Other payables		49,924	(44,754)
Other payables - related parties		6	397
Other current liabilities		2,300	(3,071)
Cash inflow generated from operations		698,885	168,898
Interest received		40,168	31,649
Dividends received		136,742	127,618
Interest paid		(24,859)	(21,968)
Income tax paid		(97,505)	(125,740)
Income tax refund received		1,730	1,313
Net cash flows from operating activities		755,161	181,770

(Continued)

CREATIVE SENSOR INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	Year ended December 31	
		2024	2023
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Proceeds from disposal of financial assets at amortized cost		\$ 166,677	\$ 75,091
Acquisition of financial assets at fair value through other comprehensive income		(50,000)	(50,000)
Proceeds from disposal of financial assets at fair value through other comprehensive income	6(6)	26,568	897,759
Acquisition of property, plant and equipment	6(26)	(30,231)	(11,983)
Proceeds from disposal of property, plant and equipment		1,046	180
Acquisition of intangible assets		(3,063)	(1,085)
(Increase) decrease in refundable deposits		(117)	404
Increase in other non-current assets		(7,125)	(3,950)
Net cash flows from investing activities		103,755	906,416
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Repayments of short-term borrowings	6(27)	-	(50,000)
Repayments of lease principal	6(27)	(10,160)	(12,005)
Payment of cash dividends	6(17)	(157,270)	(268,493)
Capital reduction	6(15)	(144,023)	-
Treasury shares sold to employees		28,760	43,735
Net cash flows used in financing activities		(282,693)	(286,763)
Effect of exchange rate		55,680	(21,682)
Net increase in cash and cash equivalents		631,903	779,741
Cash and cash equivalents at beginning of year		2,471,963	1,692,222
Cash and cash equivalents at end of year		\$ 3,103,866	\$ 2,471,963

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

INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of CREATIVE SENSOR INC.

Opinion

We have audited the accompanying parent company only balance sheets of Creative Sensor Inc. as at December 31, 2024 and 2023, and the related parent company only statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the parent company only financial statements, including a summary of significant accounting policies.

In our opinion, based on our audits and the reports of other auditors (please refer to the *Other matter* section), the accompanying parent company only financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2024 and 2023, and its financial performance and its cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

Basis for opinion

We conducted our audits in accordance with the Regulations Governing Financial Statements Audit and Attestation Engagements of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the parent company only financial statements* section of our report. We are independent of the Company in accordance with the Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. Based on our audits and the reports of the other auditors, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Company's 2024 parent company only financial statements. These matters were addressed in the context of our audit of the parent company only financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the Company's 2024 financial statements are outlined as follows:

Impairment assessment of investments accounted for using equity method

Description

Refer to Note 4(13) for accounting policy on investments of associates accounted for using equity method, Note 5 for the details of accounting estimates and assumption uncertainty on impairment assessment of investments accounted for using equity method, and Note 6(7) for the details of investments accounted for using equity method.

The Company determines value-in-use to measure recoverable amount and assesses the impairment of its investment, Teco Image Systems Co., Ltd. (hereinafter referred to as "Teco Image Systems"), accounted for using equity method. Since the calculation of value-in-use involves the estimation of future cash flows and discount rate, there is high uncertainty in relation to the assumptions, and the estimated outcome has a significant effect in the determination of value-in-use, we identified the impairment assessment of investments accounted for using equity method as a key audit matter.

How our audit addressed the matter

We performed the following audit procedures on the above key audit matter:

1. Obtained an understanding of the procedures in estimating future cash flows, and confirmed whether the future cash flows used in the valuation model was in agreement with the Teco Image Systems's operational plan.
2. Compared the estimated revenue growth rate, gross rate and operating expense rate

used in assessing value-in-use with the historical data and other independent sources of economic and industry forecasts.

3. Compared the discount rate used in assessing value-in-use with the capital cost of cash generating units and similar return on assets.
4. Checked the calculation accuracy of the valuation model.

Other matter – Reference to the audits of other auditors

We did not audit the financial statements of certain investments accounted for using the equity method which were audited by other auditors. Therefore, our opinion expressed herein, insofar as it relates to the amounts included in respect of these associates, is based solely on the reports of the other auditors. The balance of these investments accounted for using the equity method amounted to NT\$421,955 thousand and NT\$234,515 thousand, constituting 4.68% and 3.28% of the total assets as at December 31, 2024 and 2023, respectively, and the comprehensive income recognized from associates and joint ventures accounted for using the equity method amounted to NT\$195,976 thousand and NT\$24,103 thousand, constituting 14.57% and 1.59% of the total comprehensive income for the year then ended, respectively.

Responsibilities of management and those charged with governance for the parent company only financial statements

Management is responsible for the preparation and fair presentation of the parent company only financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and for such internal control as management determines is necessary to enable the preparation of parent company only financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the parent company only financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless

management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including Audit Committee, are responsible for overseeing the Company's financial reporting process.

Auditors' responsibilities for the audit of the parent company only financial statements

Our objectives are to obtain reasonable assurance about whether the parent company only financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these parent company only financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgement and professional skepticism throughout the audit. We also:


1. Identify and assess the risks of material misstatement of the parent company only financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the parent company only financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the parent company only financial statements, including the disclosures, and whether the parent company only financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the parent company only financial statements. We are responsible for the direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the parent company only financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Lin, Po-Chuan



Lin, Chun-Yao

For and on behalf of PricewaterhouseCoopers, Taiwan

February 27, 2025

The accompanying parent company only financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying parent company only financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

CREATIVE SENSOR INC.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

Assets		Notes	December 31, 2024		December 31, 2023			
			AMOUNT	%	AMOUNT	%		
Current assets								
1100	Cash and cash equivalents	6(1)	\$	1,790,536	20	\$	1,478,900	21
1110	Financial assets at fair value through	6(2)						
	profit or loss - current			91,322	1		30,718	-
1136	Financial assets at amortized cost -	6(3)						
	current, net			12	-		12	-
1170	Accounts receivable, net	6(4)		663,994	7		336,833	5
1180	Accounts receivable - related parties,	6(4) and 7						
	net			1,273	-		-	-
1200	Other receivables			570	-		461	-
1210	Other receivables - related parties, net	7		64,110	1		27,142	-
130X	Inventories, net	6(5)		5,769	-		489	-
1470	Other current assets			17,313	-		18,844	-
11XX	Total current assets			2,634,899	29		1,893,399	26
1517	Non-current financial assets at fair	6(6) and 8						
	value through other comprehensive							
	income			3,278,749	36		2,666,197	37
1550	Investments accounted for using the	6(7)						
	equity method			3,021,078	34		2,556,753	36
1600	Property, plant and equipment, net	6(8) and 7		8,782	-		7,240	-
1755	Right-of-use assets	6(9)		43,982	1		3,815	-
1780	Intangible assets			4,265	-		5,596	-
1840	Deferred income tax assets	6(24)		9,376	-		2,474	-
1900	Other non-current assets	6(13)		24,523	-		22,673	1
15XX	Total non-current assets			6,390,755	71		5,264,748	74
1XXX	Total assets		\$	9,025,654	100	\$	7,158,147	100

(Continued)

CREATIVE SENSOR INC.
PARENT COMPANY ONLY BALANCE SHEETS
DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity		Notes	December 31, 2024		December 31, 2023	
			AMOUNT	%	AMOUNT	%
Current liabilities						
2100	Short-term borrowings	6(10) and 8	\$ 1,300,000	15	\$ 1,300,000	18
2120	Financial liabilities at fair value	6(11)				
	through profit or loss - current		24,673	-	-	-
2170	Accounts payable		14,737	-	1,682	-
2180	Accounts payable - related parties	7	1,045,843	12	410,817	6
2200	Other payables	6(12)	206,773	2	179,392	2
2220	Other payables to related parties	7	6,130	-	3,563	-
2230	Income tax payable		63,090	1	37,122	1
2280	Current lease liabilities		10,154	-	4,048	-
2300	Other current liabilities		4,710	-	4,284	-
21XX	Total current liabilities		2,676,110	30	1,940,908	27
Non-current liabilities						
2570	Deferred income tax liabilities	6(24)	77,423	1	53,999	1
2580	Non-current lease liabilities		34,059	-	-	-
25XX	Total non-current liabilities		111,482	1	53,999	1
2XXX	Total liabilities		2,787,592	31	1,994,907	28
Equity						
	Share capital	6(15)				
3110	Common stock		1,341,495	15	1,490,550	21
	Capital surplus	6(16)				
3200	Capital surplus		986,117	11	984,201	13
	Retained earnings	6(17)				
3310	Legal reserve		628,128	7	571,311	8
3350	Unappropriated retained earnings		1,499,454	17	1,330,863	19
	Other equity interest	6(18)				
3400	Other equity interest		1,928,736	21	966,061	14
3500	Treasury shares	6(15)	(145,868)	(2)	(179,746)	(3)
3XXX	Total equity		6,238,062	69	5,163,240	72
	Significant subsequent events	11				
3X2X	Total liabilities and equity		\$ 9,025,654	100	\$ 7,158,147	100

The accompanying notes are an integral part of these parent company only financial statements.

CREATIVE SENSOR INC.
PARENT COMPANY ONLY STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except for earnings per share amount)

			Year ended December 31			
			2024		2023	
Items	Notes		AMOUNT	%	AMOUNT	%
4000	Net revenue	6(19) and 7	\$ 4,200,192	100	\$ 3,056,224	100
5000	Cost of revenue	6(5)(23) and 7	(3,626,275)	(86)	(2,642,520)	(86)
5900	Gross profit		573,917	14	413,704	14
	Operating expenses	6(23) and 7				
6100	Selling expenses		(49,322)	(1)	(63,600)	(2)
6200	General and administrative expenses		(207,371)	(5)	(147,562)	(5)
6300	Research and development expenses		(77,130)	(2)	(81,354)	(3)
6450	(Impairment loss) impairment gain and reversal of impairment loss determined in accordance with IFRS 9	12(2)	(99)	-	85	-
6000	Total operating expenses		(333,922)	(8)	(292,431)	(10)
6900	Income from operations		239,995	6	121,273	4
	Non-operating income and expenses					
7100	Interest income	6(20)	31,709	1	24,520	1
7010	Other income	6(21) and 7	127,789	3	123,996	4
7020	Other gains and losses	6(22)	(134,921)	(3)	(62,450)	(2)
7050	Finance costs	6(9)(10)	(24,859)	(1)	(21,962)	(1)
7070	Share of profit or loss of associates and joint ventures accounted for using equity method, net	6(7)	211,454	5	92,601	3
7000	Total non-operating income and expenses		211,172	5	156,705	5
7900	Prpfit before income tax		451,167	11	277,978	9
7950	Income tax expense	6(24)	(89,896)	(2)	(31,188)	(1)
8200	Net income		\$ 361,271	9	\$ 246,790	8
	Components of other comprehensive income that will not be reclassified to profit or loss					
8311	Actuarial gains on defined benefit plan	6(13)	\$ 2,286	-	\$ 4,399	-
8316	Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income	6(6)(18)	580,149	14	1,205,722	40
8330	Share of other comprehensive income of associates and joint ventures accounted for using equity method	6(7)(18)	333,752	8	87,951	3
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(24)	(457)	-	(880)	-
8310	Other comprehensive income that will not be reclassified to profit or loss		915,730	22	1,297,192	43
	Components of other comprehensive income that will be reclassified to profit or loss					
8361	Exchange differences on translation	6(7)(18)	65,419	1	(26,188)	(1)
8367	Unrealised gains from investments in debt instruments measured at fair value through other comprehensive income	6(6)(18)	2,476	-	2,028	-
8380	Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method	6(7)(18)	457	-	(140)	-
8360	Other comprehensive income (loss) that will be reclassified to profit or loss		68,352	1	(24,300)	(1)
8300	Other comprehensive income for the year		\$ 984,082	23	\$ 1,272,892	42
8500	Total comprehensive income for the year		\$ 1,345,353	32	\$ 1,519,682	50
	Earnings per share (in dollars)	6(25)				
9750	Basic earnings per share		\$ 3.27		\$ 2.18	
9850	Diluted earnings per share		\$ 3.25		\$ 2.15	

The accompanying notes are an integral part of these parent company only financial statements.

CREATIVE SENSOR INC.
PARENT COMPANY ONLY STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

		Capital Reserves					Retained Earnings		Other equity interest				
	Notes	Capital stock - common stock	Additional paid-in capital	Treasury stock transactions	Capital surplus, changes in equity of associates and joint ventures accounted for using equity method	Employee share options	Options expired	Legal reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Treasury shares	Total equity
Year ended December 31, 2023													
Balance at January 1, 2023		\$ 1,490,550	\$ 970,251	\$ 3,996	\$ -	\$ -	\$ -	\$ 532,516	\$ 1,069,983	\$ 72,660	(\$ 38,711)	(\$ 223,481)	\$ 3,877,764
Net income for the year		-	-	-	-	-	-	-	246,790	-	-	-	246,790
Other comprehensive income (loss) for the year	6(18)	-	-	-	-	-	-	-	3,321	(26,328)	1,295,899	-	1,272,892
Total comprehensive income		-	-	-	-	-	-	-	250,111	(26,328)	1,295,899	-	1,519,682
Appropriations of 2022 earnings:	6(17)												
Legal reserve		-	-	-	-	-	-	38,795	(38,795)	-	-	-	-
Cash dividends		-	-	-	-	-	-	-	(268,493)	-	-	-	(268,493)
Share-based payment transactions	6(14)	-	-	-	-	9,347	-	-	-	-	-	-	9,347
Treasury shares transferred to employees	6(14)	-	-	9,297	-	(9,347)	50	-	-	-	-	43,735	43,735
Changes in equity of associates and joint ventures accounted for using equity method	6(18)	-	-	-	607	-	-	-	33,610	-	(33,610)	-	607
Disposal of financial assets at fair value through other comprehensive income	6(6)(18)	-	-	-	-	-	-	-	284,447	-	(303,849)	-	(19,402)
Balance at December 31, 2023		\$ 1,490,550	\$ 970,251	\$ 13,293	\$ 607	\$ -	\$ 50	\$ 571,311	\$ 1,330,863	\$ 46,332	\$ 919,729	(\$ 179,746)	\$ 5,163,240
Year ended December 31, 2024													
Balance at January 1, 2024		\$ 1,490,550	\$ 970,251	\$ 13,293	\$ 607	\$ -	\$ 50	\$ 571,311	\$ 1,330,863	\$ 46,332	\$ 919,729	(\$ 179,746)	\$ 5,163,240
Net income for the year		-	-	-	-	-	-	-	361,271	-	-	-	361,271
Other comprehensive income	6(18)	-	-	-	-	-	-	-	2,535	65,876	915,671	-	984,082
Total comprehensive income		-	-	-	-	-	-	-	363,806	65,876	915,671	-	1,345,353
Appropriations of 2023 earnings:	6(17)												
Legal reserve		-	-	-	-	-	-	56,817	(56,817)	-	-	-	-
Cash dividends		-	-	-	-	-	-	-	(157,270)	-	-	-	(157,270)
Capital reduction	6(15)	(149,055)	-	-	-	-	-	-	-	-	-	5,032	(144,023)
Share-based payment transactions	6(14)	-	-	-	-	1,775	-	-	-	-	-	-	1,775
Treasury shares transferred to employees		-	-	1,601	-	(1,775)	88	-	-	-	-	28,846	28,760
Changes in equity of associates and joint ventures accounted for using equity method	6(18)	-	-	-	227	-	-	-	7,879	-	(7,879)	-	227
Disposal of financial assets at fair value through other comprehensive income	6(6)(18)	-	-	-	-	-	-	-	10,993	-	(10,993)	-	-
Balance at December 31, 2024		\$ 1,341,495	\$ 970,251	\$ 14,894	\$ 834	\$ -	\$ 138	\$ 628,128	\$ 1,499,454	\$ 112,208	\$ 1,816,528	(\$ 145,868)	\$ 6,238,062

The accompanying notes are an integral part of these parent company only financial statements.

CREATIVE SENSOR INC.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

		Year ended December 31	
	Notes	2024	2023
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Profit before tax		\$ 451,167	\$ 277,978
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(8)(9)(23)	13,892	15,579
Amortization	6(23)	2,168	2,325
Expected credit impairment losses (gains)	12(2)	99	(85)
Net loss on financial assets or liabilities at fair value through profit or loss	6(2)(11)(22)	109,517	56,184
Foreign currency evaluation of financial assets at fair value through other comprehensive income		(5,694)	79
Interest expense	6(9)(10)	24,859	21,962
Interest income	6(20)	(31,709)	(24,520)
Dividend income	6(6)(21)	(111,502)	(104,177)
Share-based payments	6(14)	1,775	9,347
Share of profit of associates and joint ventures accounted for using equity method	6(7)	(211,454)	(92,601)
Impairment loss on financial assets	6(7)(22)	31,977	-
Gains on lease modification	6(9)(22)	-	(13)
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		(145,448)	(82,256)
Accounts receivable		(327,260)	265,671
Accounts receivable - related parties, net		(1,273)	-
Other receivables		(99)	1,721
Other receivables - related parties		(36,968)	(8,011)
Inventories, net		(5,280)	17,317
Other current assets		1,531	(11,695)
Changes in operating liabilities			
Accounts payable		13,055	(3,186)
Accounts payable - related parties		635,026	(557,663)
Other payables		29,287	(21,659)
Other payables - related parties		2,567	490
Other current liabilities		258	(1,952)
Cash inflow (outflow) generated from operations		440,491	(239,165)
Interest received		30,898	23,752
Dividends received		226,677	127,618
Interest paid		(24,859)	(21,962)
Income tax paid		(47,863)	(44,567)
Net cash flows from (used in) operating activities		625,344	(154,324)

(Continued)

The accompanying notes are an integral part of these parent company only financial statements.

CREATIVE SENSOR INC.
PARENT COMPANY ONLY STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars)

	Notes	Year ended December 31	
		2024	2023
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of non-current financial assets at fair value			
through other comprehensive income		(\$ 50,000)	(\$ 50,000)
Proceeds from disposal of financial assets at fair value	6(6)		
through other comprehensive income		26,568	897,759
Acquisition of property, plant and equipment	6(26)	(6,177)	(3,152)
Proceeds from disposal of property, plant and equipment		825	-
Acquisition of intangible assets		(2,667)	(997)
(Increase) decrease in refundable deposits		(117)	404
Decreases (increases) in other non-current assets		553	(1,914)
Net cash flows (used in) from investing activities		(31,015)	842,100
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Repayments of short-term borrowings	6(27)	-	(50,000)
Repayments of lease principal	6(27)	(10,160)	(11,735)
Payment of cash dividends	6(17)	(157,270)	(268,493)
Capital reduction	6(15)	(144,023)	-
Treasury shares sold to employees		28,760	43,735
Net cash flows used in financing activities		(282,693)	(286,493)
Net increase in cash and cash equivalents		311,636	401,283
Cash and cash equivalents at beginning of year		1,478,900	1,077,617
Cash and cash equivalents at end of year		\$ 1,790,536	\$ 1,478,900

The accompanying notes are an integral part of these parent company only financial statements.

CREATIVE SENSOR INC.

Table of Comparison for the Articles of Incorporation before and after Revision

Revised provisions	Current provisions	Revisions Remarks
<p>Article 2: The scope of business of the Company shall be as follows: (1) CC01080 Electronic Parts and Components Manufacturing (2) CC01110 Computers and Computing Peripheral Equipments Manufacturing. (3) CC01060 Wired Communication Equipment and Apparatus Manufacturing. (4) CC01070 Telecommunication Equipment and Apparatus Manufacturing. (5) CC01100 Restrained Telecom Radio Frequency Equipments and Materials Manufacturing. (6) CE01010 Precision Instruments Manufacturing. (7) CE01030 Photographic and Optical Equipment Manufacturing. (8) F401010 International Trade. (9)~(31) Item number adjustment (32) C805050 Industrial Plastic Products Manufacturing (33) F216010 Retail Sale of Camera Equipment (34) CC01090 Manufacture of Batteries and Accumulators (35) F113110 Wholesale of Batteries (36) F213110 Retail Sale of Batteries (37) C801010 Basic Chemical Industrial (38) C801030 Precision Chemical Material Manufacturing (39) C801990 Other Chemical Materials Manufacturing (40) CA05010 Powder Metallurgy (41) F107200 Wholesale of Chemical Feedstock (42) F107990 Wholesale of Other Chemical Products (43) F207200 Retail Sale of Chemical Feedstock (44) IG03010 Energy Technical Services (45) C801100 Synthetic Resin and Plastic Manufacturing</p>	<p>Article 2: The scope of business of the Company shall be as follows: (1) CC01080 Electronic Parts and Components Manufacturing (2) CC01110 Computers and Computing Peripheral Equipments Manufacturing. (3) CC01060 Wired Communication Equipment and Apparatus Manufacturing. (4) CC01070 Telecommunication Equipment and Apparatus Manufacturing. (5) CC01101 Restrained Telecom Radio Frequency Equipments and Materials Manufacturing. (6) CE01010 Precision Instruments Manufacturing. (7) CE01030 Photographic and Optical Equipment Manufacturing. (8) F401010 International Trade. (9) F401021 Restrained Telecom Radio Frequency Equipments and Materials Import. (10)~(32) (Omitted) (33) C805050 Industrial Plastic Products Manufacturing (34) ZZ99999 All business items that are not prohibited or restricted by law, except those that are subject to special approval.</p>	<p>Amend and remove discontinued business codes, and add or adjust the company's business operations and item numbers.</p>

Revised provisions	Current provisions	Revisions Remarks
<p><u>(46) C802120 Industrial and Additive Manufacturing</u></p> <p><u>(47) ZZ99999 All business items that are not prohibited or restricted by law, except those that are subject to special approval.</u></p>		
<p>Article 19:</p> <p>If the Company makes a profit in the current year, it shall retain 5% to 15%, <u>to set aside not less than 15% of the current year's profit for the non-executive employees</u>, and set aside no more than 5% as the director's remuneration. However, if the company has accumulated losses in previous years, it should first make up for the losses and then set aside the balance in proportion before profits in the current year and setting aside the employees' remuneration and directors' remuneration.</p> <p>If the employee's remuneration referred to in the preceding paragraph can be paid in stock or cash. For allocation of employee remuneration or Directors' remuneration, a quorum of the Board of Directors shall require attendance by more than two-thirds of the directors and adopting a resolution only with the consent of more than half of the directors present, and report to the shareholders' meeting.</p> <p>The targets of the stocks or cash mentioned in the preceding paragraph include employees of affiliated companies who meet certain conditions, and the conditions shall be determined by the Board of Directors; <u>According to the Ministry of Economic Affairs' "Regulations on Additional Deduction of Salary Expenses for Salary Increases of SME Employees," the annual salary standard for frontline employees, as announced, is used to determine the non-executive employees.</u></p>	<p>Article 19:</p> <p>If the Company makes a profit in the current year, it shall set aside 5% to 15% of the current year's profit, and set aside no more than 5% as the director's remuneration. However, if the company has accumulated losses in previous years, it should first make up for the losses and then set aside the balance in proportion before profits in the current year and setting aside the employees' remuneration and directors' remuneration.</p> <p>If the employee's remuneration referred to in the preceding paragraph can be paid in stock or cash. For allocation of employee remuneration or Directors' remuneration, a quorum of the Board of Directors shall require attendance by more than two-thirds of the directors and adopting a resolution only with the consent of more than half of the directors present, and report to the shareholders' meeting.</p> <p>The targets of the stocks or cash mentioned in the preceding paragraph include employees of affiliated companies who meet certain conditions, and the conditions shall be determined by the Board of Directors.</p>	<p>In accordance with Article 14, Paragraph 6 of the Securities and Exchange Act, it is necessary to specify the allocation of a certain percentage of annual profits for salary adjustments or compensation distribution to non-executive employees.</p>

Revised provisions	Current provisions	Revisions Remarks
<p>Article 19-1: If the Company has any surplus after <u>each semi-annual accounting period ends</u> and <u>if there is surplus</u>, it shall distribute the surplus in the following order of prevalence:</p> <ol style="list-style-type: none"> 1. Tax payments. 2. Make up for any losses. 3. Ten percent of the set-aside amount is the statutory surplus reserve, except when the statutory surplus reserve has accumulated to the total <u>paid-in</u> capital of the Company. 4. Set aside or transfer back special surplus reserves in accordance with the regulations of the competent authority. 5. After deducting the amount specified in paragraphs 1 to 4, if there is a balance, which is equal to the accumulated undistributed surplus, the Board of Directors shall draw up a surplus distribution proposal and submit it to the shareholders' meeting for resolution. <p><u>Before distributing earnings, the Company shall estimate and reserve employee and director compensation, which shall be distributed at the end of each fiscal year in accordance with the preceding provision.</u></p> <p>The company's operating environment is a steadily growing industry. As there are plans for factory expansion and reinvestment in the future, the distribution of surplus is based on the principle of 80% shareholder dividend. The proportion of cash dividends paid to shareholders in the preceding paragraph in each year shall be 50%, but at least not less than 5%.</p>	<p>Article 19-1: If the Company has any surplus after each <u>final account settlement</u>, it shall distribute the surplus in the following order:</p> <ol style="list-style-type: none"> 1. Tax payments. 2. Make up for any losses. 3. Ten percent of the set-aside amount is the statutory surplus reserve, except when the statutory surplus reserve has accumulated to the total capital of the Company. 4. Set aside or transfer back special surplus reserves in accordance with the regulations of the competent authority. 5. After deducting the amount specified in paragraphs 1 to 4, if there is a balance, which is equal to the accumulated undistributed surplus, the Board of Directors shall draw up a surplus distribution proposal and submit it to the shareholders' meeting for resolution. <p>The company's operating environment is a steadily growing industry. As there are plans for factory expansion and reinvestment in the future, the distribution of surplus is based on the principle of 80% shareholder dividend. The proportion of cash dividends paid to shareholders in the preceding paragraph in each year shall be 50%, but at least not less than 5%.</p>	<p>Optimize Shareholder Equity</p>
<p>Article 21 The Articles of Incorporation was concluded by the sponsors' meeting on May 29, 198 with the consent of all sponsors, and subsequently amended as follows: (Omitted) The 21st amendment on June 10, 2022. The 22nd amendment on May 31, 2023. The 23rd amendment on May 31, 2024. <u>The 24rd amendment on May 20, 2025.</u></p>	<p>Article 21 The Articles of Incorporation was concluded by the sponsors' meeting on May 29, 1998 with the consent of all sponsors, and subsequently amended as follows: (Omitted) The 21st amendment on June 10, 2022. The 22nd amendment on May 31, 2023. The 23rd amendment on May 31, 2024.</p>	<p>Increase the number and date of revisions.</p>

Appendix

CREATIVE SENSOR INC.

Articles of Incorporation (Original Provisions)

Chapter 1 General Rules

- Article 1:** The Company has been duly incorporated in accordance with the provisions for a Company Limited by Shares as provided in the Company Act and named: CREATIVE SENSOR INC.
- Article 2:** The scope of business activities of the Company shall be as follows:
- (1) CC01080 Electronic Parts and Components Manufacturing.
 - (2) CC01110 Computers and Computing Peripheral Equipments Manufacturing.
 - (3) CC01060 Wired Communication Equipment and Apparatus Manufacturing.
 - (4) CC01070 Telecommunication Equipment and Apparatus Manufacturing.
 - (5) CC01101 Restrained Telecom Radio Frequency Equipments and Materials Manufacturing.
 - (6) CE01010 Precision Instruments Manufacturing.
 - (7) CE01030 Photographic and Optical Equipment Manufacturing.
 - (8) F401010 International Trade.
 - (9) F401021 Restrained Telecom Radio Frequency Equipments and Materials Import.
 - (10) F119010 Wholesale of Electronic Materials.
 - (11) F113050 Wholesale of Computing and Business Machinery Equipment.
 - (12) F113070 Wholesale of Telecom Instruments.
 - (13) F113030 Wholesale of Precision Instruments.
 - (14) F219010 Retail Sale of Electronic Materials.
 - (15) F213030 Retail sale of Computing and Business Machinery Equipment.
 - (16) F213060 Retail Sale of Telecom Instruments.
 - (17) F213040 Retail Sale of Precision Instruments.
 - (18) I301010 Software Design Services.
 - (19) CC01040 Lighting Equipment Manufacturing
 - (20) CC01990 Manufacturing of other electrical and electronic machinery and equipment.
 - (21) CD01010 Ships and Parts Manufacturing
 - (22) CD01020 Rail Vehicle and Parts Manufacturing
 - (23) CD01030 Motor Vehicles and Parts Manufacturing
 - (24) CD01040 Motorcycles and Parts Manufacturing
 - (25) CD01050 Bicycles and Parts Manufacturing
 - (26) CD01060 Aircraft and Parts Manufacturing
 - (27) CD01990 Other Transport Equipment and Parts Manufacturing
 - (28) CE01990 Other Optics and Precision Instrument Manufacturing
 - (29) F114070 Wholesale of Aircraft and Component Parts Thereof
 - (30) F116010 Wholesale of Camera Equipment
 - (31) F213090 Retail Sale of Traffic Sign Equipments and Materials
 - (32) F214070 Retail Sale of Aircraft and Component Parts Thereof
 - (33) C805050 Industrial Plastic Products Manufacturing
 - (34) ZZ99999 All business items that are not prohibited or restricted by law, except those that are subject to special approval.
- Article 3:** The Company shall be headquartered in Taipei City, and may establish domestic or foreign Branches, subject to approval by the Board of Directors.

Chapter 2 Shares

Article 4: The Company may invest in other business entities, and the total investments shall not be subject to the restrictions imposed under Article 13 of The Company Act (i.e. 40% of paid-in capital).

Article 4-1: The Company may provide guarantees to outside parties for business-related purposes.

Article 5: The Company has an authorized capital of NTD 2,500,000,000, divided into 250,000,000 shares, at a par value of NTD10 per share. The Board of Directors is authorized to issue the remaining shares at any specified times as considered necessary to support business activities. The amount of authorized capital mentioned in the preceding paragraph shall have NTD150,000,000 reserved for the issuance of employee subscription warrants, for a total of 15,000,000 shares, at a par value of NTD10 per share. The Board of Directors is authorized to issue same at any specified times.

Article 5-1: Subject to the consent of more the two-thirds of voting rights in a shareholders' meeting where more than half of outstanding shares are represented, the Company may issue employee warrants at exercise prices lower than the closing market price of its common share on the date of issuance, and transfer treasury stocks to employees at prices lower than the average buyback price.

Article 6: The Company issues shares to registered owners, and is exempted from printing share certificates for the issued shares. All issued shares must be registered with the centralized depository institution.

Article 7: Transfer of share ownership shall be suspended: a) during the sixty (60) days prior to an annual general meeting, and b) during the thirty (30) days prior to an extraordinary shareholders' meeting, and c) during the 5 days prior to the baseline date of any dividend, bonus or rights distribution.

Chapter 3 Shareholders' Meeting

Article 8: The Company holds two types of shareholders' meetings: the annual general meeting and extraordinary shareholders' meetings:

I. The annual general meeting must be convened within six months after the end of a financial year.

II. Extraordinary shareholders' meetings may be held whenever deemed necessary, subject to compliance with laws.

With regard to the convening of the aforementioned shareholders' meetings, the Company is required to notify all shareholders at least thirty days before an annual general meeting or fifteen days before an extraordinary shareholders' meeting with details including the date, venue and agenda, and make corresponding public announcements.

Article 9: Shareholders' meetings convened by the Board of Directors are chaired by the Chairman. If the Chairman is absent for any reason, the Vice Chairman shall act as the deputy thereof. If the Vice Chairman is unavailable or is absent for cause, the Chairman will appoint one of the directors to act on his/her behalf. If no one is appointed, the remaining directors shall appoint one among themselves to perform the Chairman's duties on his/her behalf.

For shareholders' meetings that are convened by any authorized party other than the Board of Directors, the convener will chair the meeting. If there are two or more conveners acting concomitantly, one shall be appointed among themselves to chair the meeting.

Article 10: If a shareholder is unable to attend the shareholders' meeting in person, they may appoint a proxy by completing the Company's proxy form. With the exception of a trust enterprise or a

shareholder services agent approved by the competent securities authority, when one person is concurrently appointed as proxy by two or more shareholders, the voting rights represented by that proxy may not exceed 3% of the voting rights represented by the total number of issued shares. If that percentage is exceeded, the voting rights in excess of that percentage shall not be included in the calculation.

Article 11: A shareholder shall be entitled to one voting right for each share held, except when the shares are restricted shares or deemed non-voting shares under Paragraph 2 of Article 179 of the Company Act.

Article 12: Except as otherwise regulated by The Company Act, a shareholders' meeting resolution is adopted when a quorum of more than half of all outstanding shares are represented in the meeting, and the resolution is voted in favor by more than half of all voting rights represented during the meeting.

Chapter 4 Director, Supervisor, Audit Committee, and Managerial Officer

Article 13: The Board of Directors of the company shall have seven to eleven directors, who are appointed by the shareholders' meeting on the basis of their capacity for a term of three years, and may be re-elected. Among the above-mentioned number of directors, the number of independent directors shall not be less than three, and shall not be less than 5% of the seats of directors. The system of nomination of director candidates is adopted, and the shareholders shall choose them from the list of director candidates. The nomination method shall be handled in accordance with Article 192-1 of the Company Act. The company may purchase liability insurance for the directors within the scope of compensation that they should bear according to law.

Article 13-1: The Board of Directors is authorized to determine the level of remuneration for the Chairman, Vice Chairman, directors and supervisors based on individual participation and contribution to the Company's operations, and with due regard to industry peers.

Article 13-2: The Company has an audit committee in accordance with the law, which is composed of all the independent directors. The Audit Committee shall perform the functions and powers required by The Company Act, the Securities Exchange Law and other laws exercised by supervisors. The number, term in office, powers and rules of procedure of the Audit Committee, and the resources that the company shall provide when exercising its powers and duties shall be separately stipulated according to the organizational rules of the Audit Committee.

Article 14: The implementation of the Company's business shall be decided by the Board of Directors, except for matters to be decided by the shareholders' meeting according to the Company Act or the Articles of Incorporation, including but not limited to the following paragraphs:

I. Approval of key policies, rules, and contracts.

II. Proposal of business plans.

III. Approval of budget and year-end account' settlement and closure.

IV. Appointment and dismissal of Company managers.

V. Proposal of earnings distribution or loss reimbursement plans.

VI. Proposal of capital increment or reduction plans.

VII. Reporting to supervisors about possible, significant losses that the Company may incur.

VIII. Approval of investment and management in domestic or foreign businesses.

Article 15: The Board of Directors is composed of directors. The attendance of more than two-thirds of the directors constitutes a quorum, and the consent of more than half of the directors present, may mutually recommend one chairman and one vice chairman in the same way. The chairman is in

charge of all business matters internally, and represents the company externally. If the chairman can't personally undertake such matters, the vice-chairman will act in his stead. If there is no vice-chairman or vice-chairman can't undertake matters in person, the chairman of the board shall appoint a director to act on his behalf; If the chairman of the Board of Directors fails to appoint an agent, the directors shall appoint one from among themselves.

When the chairman of the Board of Directors asks for leave or is unable to exercise his functions and powers for some reason, his delegate shall be handled according to Article 208 of the Company Act. A director may issue a power of attorney, list the scope of authorization for the discussion, and entrust other directors to attend the Board of Directors as a delegate, but each director shall be entrusted by only one person.

Article 16: Unless otherwise stipulated in the Company Act, the Board of Directors shall be convened by the chairman. The convening of the Board of Directors of the Company may be served by notification to all directors in writing, by E-mail or by fax. Unless otherwise stipulated in the Company Act, the resolution of the Board of Directors shall be made with the attendance of a quorum of more than half of the directors, and the consent of more than half of the directors present.

Article 17: The Company may appoint a number of managers, such as a general manager, deputy general manager and assistant manager, who shall be appointed or dismissed in accordance with Article 29 of the Company Act. The general manager shall accept the orders of the chairman of the Board of Directors and take charge of all business of the Company.

Chapter 5 Accounting

Article 18: The Board of Directors is responsible for preparing the following statements and reports at the end of each financial year. These statements and reports are subject to supervisors' review before they are presented during the annual general shareholders' meeting.

I. Report on Operations

II. Financial statements

III. Earnings allocations or loss reimbursement proposals.

Article 19: If the Company makes a profit in the current year, it shall set aside 5% to 15% of the current year's profit, and set aside no more than 5% as the director's remuneration. However, if the company has accumulated losses in previous years, it should first make up for the losses and then set aside the balance in proportion before profits in the current year and setting aside the employees' remuneration and directors' remuneration.

If the employee's remuneration referred to in the preceding paragraph can be paid in stock or cash. For allocation of employee remuneration or Directors' remuneration, a quorum of the Board of Directors shall require attendance by more than two-thirds of the directors and adopting a resolution only with the consent of more than half of the directors present, and report to the shareholders' meeting.

The targets of the stocks or cash mentioned in the preceding paragraph include employees of affiliated companies who meet certain conditions, and the conditions shall be determined by the Board of Directors.

Article 19-1: If the Company has any surplus after each final account settlement, it shall distribute the surplus in the following order:

1. Tax payments.
2. Make up for any losses.
3. Ten percent of the set-aside amount is the statutory surplus reserve, except when the statutory

surplus reserve has accumulated to the total capital of the Company.

4. Set aside or transfer back special surplus reserves in accordance with the regulations of the competent authority.
5. After deducting the amount specified in paragraphs 1 to 4, if there is a balance, which is equal to the accumulated undistributed surplus, the Board of Directors shall draw up a surplus distribution proposal and submit it to the shareholders' meeting for resolution.

The company's operating environment is a steadily growing industry. As there are plans for factory expansion and reinvestment in the future, the distribution of surplus is based on the principle of 80% shareholder dividend. The proportion of cash dividends paid to shareholders in the preceding paragraph in each year shall be 50%, but at least not less than 5%.

Chapter 6 Supplementary Provisions

Article 20: Any matters that are not addressed in the Articles of Incorporation shall be governed by The Company Act and relevant regulations.

Article 21: The Articles of Incorporation is instituted by all the founders represented or present at the founders meeting on May 29, 1998.

The 1st amendment on March 4, 1999.

The 2nd amendment on June 14, 1999.

The 3rd amendment on May 17, 2000.

The 4th amendment on May 24, 2001.

The 5th amendment on June 12, 2002.

The 6th amendment on June 20, 2003.

The 7th amendment on June 7, 2004.

The 8th amendment on June 7, 2004.

The 9th amendment on May 20, 2005.

The 10th amendment on June 14, 2006.

The 11th amendment on June 21, 2007.

The 12th amendment on June 19, 2008.

The 13th amendment on June 16, 2009.

The 14th amendment on June 13, 2012.

The 15th amendment on June 11, 2013.

The 16th amendment on June 12, 2014.

The 17th amendment on June 15, 2016.

The 18th amendment was made on June 27, 2018.

The 19th amendment was made on June 12, 2020.

The 20th amendment was made on July 9, 2021.

The 21st amendment was made on June 10, 2022.

The 22nd amendment was made on May 31, 2023.

The 23rd amendment was made on May 31, 2024.

CREATIVE SENSOR INC.

Rules of procedure of shareholders' meeting

1. Unless otherwise stipulated by laws or regulations or the Articles of Incorporation, the shareholders' meeting of the Company shall be handled in accordance with these Rules.
2. The company shall set up a signature book for the attending shareholders to register in, or the attending shareholders shall submit a sign-in card to register. The number of shares attended is calculated according to the registered signature book or the sign-in cards submitted, plus the number of shares that exercise voting rights in written or electronic form.
3. The attendance and voting at the shareholders' meeting shall be calculated on the basis of shares.
4. The place where the shareholders' meeting is held shall be the place where the Company is located or a place convenient for shareholders to attend and suitable for the shareholders' meeting, and the meeting shall not start earlier than 9: 00 am or later than 3: 00 pm.
5. If the shareholders' meeting is convened by the Board of Directors, its' chairman shall serve as the meeting chairman, and if the chairman is absent or unable to exercise his functions and powers for some reason, the vice-chairman shall act as his delegate; If there is no vice-chairman or vice-chairman who is absent from work or unable to exercise his functions and powers for some reason, the chairman of the Board of Directors shall appoint one director to act as his delegate; if the chairman of the board does not appoint a delegate, the directors shall nominate among themselves for one to act as their delegate.

If the shareholders' meeting is convened by other conveners other than from the Board of Directors, the Board chairman shall be the convener. If there are more than two conveners, one of them shall be elected as the chairman.

6. The company may appoint its appointed lawyers, accountants or related personnel to attend the shareholders' meeting as nonvoting delegates. Meeting staff handling the shareholders' meeting shall wear identification cards or armbands.
7. The company shall record or video the whole meeting of the shareholders' meeting and keep it for at least one year. However, if a shareholder files a lawsuit in accordance with Article 189 of the Company Act, it shall be kept until the finality of the lawsuit.
8. The chairman shall announce the meeting immediately after the last meeting. However, if no quorum of shareholders representing more than half of the total number of issued shares are present, the chairman may announce the postponement of the meeting. The number of postponements shall be limited to two instances, and the total postponement time shall not exceed one hour. If after the second delay no quorum is present or represented, and shareholders representing more than one-third of the total issued shares are present, a temporary motion may be made in accordance with Article 175, paragraph 1, of the Company Act. Before the end of the meeting, if the number of shares represented by the shareholders present reaches a quorum of more than half of the total issued shares, the chairman may make a temporary motion and re-submit it to the general meeting for voting in accordance with Article 174 of the Company Act.
9. If the shareholders' meeting is convened by the Board of Directors, its agenda shall be determined by the Board of Directors, and the meeting shall be held in accordance with the scheduled agenda, which shall not be changed except upon a resolution of the shareholders' meeting.

If the shareholders' meeting is convened by a person other than the a director of the Board of Directors who has the right to convene, the provisions of the preceding paragraph shall apply, mutatis mutandis.

Before the agenda mentioned in the preceding two paragraphs is concluded (including temporary motions), the chairman shall not announce the meeting concluded without a resolution thereas.

After the meeting, shareholders may not elect another chairman to continue the same meeting at the same place or another place.

10. Before attending a shareholder's speech, a speech should be filled in, stating the gist of the speech, the shareholder's account number (or attendance card number) and the name of the account, and the order of his speech should be determined by the chairman.

If the shareholders present at the meeting only give written remarks but do not speak, they will be deemed as not speaking. If the content of the speech is inconsistent with the record of the speech, the content of the speech shall prevail.

When attending a shareholder's speech, other shareholders shall not interfere with the speech except with the consent of the chairman and the speaking shareholder. The chairman shall stop any violator and such shall be deemed as not speaking.

11. Each shareholder of the same proposal shall not speak more than twice without the consent of the chairman, and each time shall not exceed five minutes.

If a shareholder's speech violates the preceding paragraph or exceeds the scope of the topic, the chairman may stop his speech.

12. When a legal person is entrusted to attend the shareholders' meeting, the legal person may only appoint one representative to attend.

The number of representatives appointed by corporate shareholders is limited by the number of seats of the current directors. When corporate shareholders' appoint two or more representatives to attend the shareholders' meeting, only one person can speak on the same proposal.

13. After attending to the shareholders' speeches, the chairman may personally or designate relevant personnel to reply.

14. When the discussion of the chairman's motion is considered to have reached the point for voting, it may be announced that the discussion will be stopped and put to a vote.

15. The scrutineers and counting personnel for voting on the bill shall be appointed by the chairman, but the scrutineers shall be drawn from among shareholders. The voting results shall be reported on the spot and recorded.

16. During the meeting, the chairman may announce a break at his discretion.

17. Unless otherwise stipulated in the Company Act and the Articles of Incorporation, the voting of the motion shall be approved by a majority of the voting rights of the shareholders present.

When voting, if there is no objection from the shareholders present after the consultation of the chairman, it will be deemed that all the votes are passed, and its effect is the same as that of voting.

When a shareholder entrusts a proxy to attend the shareholders' meeting, except a trust enterprise or a stock agency approved by the competent securities authority, if one person is entrusted by two or more shareholders at the same time, the voting rights of the agent shall not exceed 3% of the total voting rights of the issued shares, and the excess voting rights shall not be counted. When the matters of the shareholders'

meeting are in danger of harming the interests of the company due to their own interests, they shall not participate in the voting, and shall not exercise their voting rights on behalf of other shareholders.

18. If there are amendments or alternatives to the same motion, the chairman shall decide the voting order with the original motion. If one of the resolutions has been adopted, the other motions will be considered as vetoed, and there is no need to vote again.
19. The chairman may command the parlementaires (or security guards) to help maintain the order of the venue. When parlementaires (or security guards) are present to help maintain order, they should wear armbands with the word " parlementaires ".
20. These Rules shall come into force after being approved by the shareholders' meeting, and the same applies to amendments.
21. These Rules were adopted by the shareholders' general meeting on June 12, 2002.

These Rules were amended for the first time on June 13, 2012.

These Rules were amended for the second time on June 12, 2020.

These Rules were amended for the third time on June 10, 2022.

CREATIVE SENSOR INC.

Shareholdings of All Directors

I. Paid-in capital of the company: NTD 1,341,495,000.

Total number of shares issued at present: 134,149,500 shares

II. The legal minimum number of shares to be held by all directors: 8,048,970 shares

III. All directors and their share holdings are as follows:

Date of information: March 22, 2025

Title	Name	Shareholding position as at the book closure date	
		Number of shares held	Ratio
Chairman	TECO Image Systems Co., Ltd. Representative: Yu-Jen Huang	26,015,634	19.39%
Director	Universal Cement Corporation Representative: Chih-Sheng Hou	11,842,200	8.83%
Director	Koryo Electronics Co., Ltd. Representative: En-Hsin Hsiao	5,130,900	3.82%
Independent Director	Hsiu-Ming Wang	0	0%
Independent Director	Shih-Ying Huang	0	0%
Independent Director	Yun-Hsiang Hsiao	0	0%
Independent Director	Chi-Tung Ku	0	0%
Total directors' shareholding		42,988,734	32.05%

Note 1: The Company has four independent directors; therefore, the required shareholding percentage was reduced to 80% according to the provisions of Article 2 of the "Rules and Review Procedures for Director and Supervisor Share Ownership Ratios in Public Companies."

Note 2: The Company has an Audit Committee and, thus, the shareholdings of the supervisors required by law is not applicable.