

ITH Corporation

2025 ANNUAL SHAREHOLDER' MEETING MINUTES

(ENGLISH TRANSLATION FOR REFERENCE ONLY)

Date and Time of Meeting : 10 June 2025, 09 : 00 AM

Place of meeting: : Banquet Hall, No. 3, Taiyuan 1st St., Zhubei City, Hsinchu County 302, Taiwan
(R.O.C.)

The Number of Shares of Attendance:

Total shares represented by shareholders presented in person or by proxy 302,189,527 shares (including 61,957,300 shares casted electronically), accounting for 61.37% of the company's total outstanding shares of 492,396,565 shares.

Directors present :

4 directors attended, more than half of the 7 directors

Milehigh Investments Holding Limited (Represented by Wayne Liang)

Nelpus Investments Limited (Represented by Justin Wang)

ACIT Limited (Represented by Bruce Chen)

Ted Lee (Independent Director, Audit Committee Convener)

Others present :

Sandra Chen (Chief Financial Officer)

Weita Liao (Lawyer of LCS & Partners)

Chien-Yu Liu (CPA of PwC Taiwan)

Chairman : Wayne Liang

Recorder : Louise Cheng

Meeting Procedure :

I. Chairman announced commencement :

The aggregate shareholding of the shareholders present in person or by proxy constituted a quorum.

II. Chairman's Address : omitted.

III. Report Items

Proposal 1:

Agenda: 2024 Business Report.

Description: Please refer to [Attachment 1].

Proposal 2:

Agenda: 2024 Audit Committee's Review Report.

Description: Please refer to [Attachment 2].

Proposal 3:**Agenda:** Report on 2024 distribution of remuneration of employees and directors.**Description:**

- I. According to Article 34 of the Company's Articles of Incorporation, if the Company makes a profit in a year, the Company shall distribute no less than 1% of the net profit before tax before deducting the remunerations of employees and directors for the year, and no more than 1% of the net profit before tax before deducting the remunerations of employees and directors for the year, as remunerations of employees and directors, respectively.
- II. It is proposed that 1% of the earnings is appropriated as the remuneration of employees at an amount of NT\$25,764,695 and 1% of the earnings as the remuneration of directors at an amount of NT\$25,764,695.
- III. Remunerations of employees and directors are to be distributed in cash.
- IV. This proposal been approved by the Board of Directors through resolution on March 14, 2025.

IV. Ratification Items**Proposal 1:****Agenda:** The Company's 2024 business report and financial statements, submitted for ratification.(Proposed by the Board of Directors)**Description:**

- I. The Company's 2024 consolidated financial statements have been audited by CPAs Chien-Yu Liu and Ya-Hui Cheng of PwC Taiwan, and an audit report relating thereto has been issued.
- II. Please refer to [Attachment 1 and Attachment 3] for the 2024 business report and financial statements.
- III. Proposed for ratification.

Resolution :

302,189,527 shares were represented at the time of voting (including 61,957,300 shares casted electronically).

Voting Results	Voting Rights	% of the Represented Share Present
Votes in favor	292,394,830	96.75%
Votes against	337,335	0.11%
Invalid votes	0	0%
Votes abstained / Not voted	9,457,362	3.12%

Proposal 2:

Agenda: 2024 earnings distribution proposal, submitted for ratification.(Proposed by the Board of Directors)

Description:

- I. The Company's net profit after tax in 2024 is NT\$2,249,289,511, plus the remeasurements of the defined benefit plan of NT\$2,518,259 directly included in the retained earnings, and then less the legal reserve of NT\$225,180,777 appropriated in accordance with the law, and further plus the undistributed earnings at the beginning of the period of NT\$6,955,443,872, the distributable earnings for the current year is NT\$8,982,070,865.
- II. The cash dividends to shareholders is NT\$984,793,130, and the cash dividend of NT\$2 per share is distributed. Please refer to the 2024 earnings distribution table of the Company [Attachment 4].
- III. If there is a subsequent change in the total number of issued shares that affects the dividend yield, the Chairman is authorized to handle such change with full authority.
- IV. The Chairman is authorized to further determine the ex-dividend base date, payment date and other matters not yet fully addressed after the approval of the general shareholders' meeting. The cash dividends are calculated based on the actual number of outstanding shares. The amount of cash dividends shall be calculated and truncated to the nearest NT\$1. Fractions that do not amount to a full NT\$1 shall be summed and recognized by the Company as other income.
- V. Proposal submitted for ratification.

Resolution :

302,189,527 shares were represented at the time of voting (including 61,957,300 shares casted electronically).

Voting Results	Voting Rights	% of the Represented Share Present
Votes in favor	292,346,628	96.74%
Votes against	385,537	0.12%
Invalid votes	0	0%
Votes abstained / Not voted	9,457,362	3.12%

V. Discussion Items

Proposal 1:

Agenda: Proposal for amendments to parts of the provisions of the "Articles of Incorporation" of the Clause, submitted for discussion.(Proposed by the Board of Directors)

Description:

- I. In accordance with the amendments to the "Checklist for Shareholder Rights Protection Measures for Foreign Issuer Registration Place" announced by Taiwan Stock Exchange on May 2, 2024, the Company's Articles of Incorporation is proposed to be amended.
- II. Please refer to [Attachment 5] for the Comparison Table for Amendments of Articles of Incorporation of the Company.
- III. Proposed for discussion.

Resolution :

RESOLVED as a Special Resolution, that the above proposal was hereby approved as proposed, shares present at the time of voting: 302,189,527. The voting result is as follows :

Voting Results	Voting Rights	% of the Represented Share Present
Votes in favor	292,341,376	96.74%
Votes against	392,589	0.12%
Invalid votes	0	0%
Votes abstained / Not voted	9,455,562	3.12%

Proposal 2:

Agenda: Proposal for removal of the non-competition restrictions for directors, submitted for discussion.
(Proposed by the Board of Directors)

Description:

- I. If a director of the Company does anything for himself/herself or on behalf of another person that is within the scope of the Company's business, without damaging the interests of the Company, the proposal for removal of the non-compete restriction of directors is submitted to the shareholders' meeting for approval.
- II. Please refer to the [Attachment 6] for the "Main Content of Competing Business of Directors".
- III. Proposed for discussion.

Resolution :

302,189,527 shares were represented at the time of voting (including 61,957,300 shares casted electronically).

Voting Results	Voting Rights	% of the Represented Share Present
Votes in favor	291,885,459	96.59%
Votes against	858,654	0.28%
Invalid votes	0	0%
Votes abstained / Not voted	9,445,414	3.12%

Note: Because the percentage of approval votes, disapproval votes, invalid votes, abstention votes and no votes held by total votes is calculated unconditionally rounded down to the second decimal place, the total percentage will not be exactly equal to 100.00 %.

VI. Extraordinary Motions : None.**VII. Adjournment**

The meeting was adjourned at 9:20 a.m.

(There were no shareholders' questions this shareholders' meeting.)

The minutes of this Annual Shareholders' Meeting only summarize the key points of the meeting. The actual proceedings and procedures shall be based on the audio and video recordings of the meeting.

ITH Corporation

2024 Annual Report

2024 Operating Results

(1) Operating Performance

In 2024, the ITH Corporation (hereafter referred to as “ITH”) reported a consolidated operating revenue of NT\$22.462 billion for the whole year, an increase of 0.3% over the NT\$22.398 billion from the previous year. Gross profit in 2024 also amounted to NT\$6.024 billion, an increase of 32% over the NT\$4.548 billion from the previous year. Profit after tax was NT\$2.249 billion, an increase of 104% over the NT\$1.102 billion from the previous year. Earnings per share was NT\$5.61, an increase of 60% over the NT\$3.50 from the previous year.

(2) Financial Position and Profitability

The overall financial structure of ITH was robust at the end of 2024 with the ratio of long-term capital to property, plant & equipment being 249%, the current ratio being 238%, the quick ratio being 183%, the return on asset being 8.5%, the return on equity being 12.8%, the profit margin being 10%, and the debt-to-asset ratio being 28%.

(3) Research and Development Status

The core technologies of ITH are displays and touch control. Product lines that correspond to these two core technologies have been developed including mobile phones, tablet, IT and wearables, consumer-type industrial control, and ultra-large touch control panel solutions.

AMOLED penetration of mobile phone displays is continuing to increase. ITH worked closely with panel customers and mobile phone brands to develop intermediate and high-end products with enhanced power consumption and display performance. Design and development focused on improving user experiences through extended endurance and eye comfort. As OLED panels are gradually taking over the lower-end market for LCD FHD, ITH is now developing OLED RAMLess DDI to strengthen our market share. For LCD mobile phone display applications, product development generally focuses on cost reduction and integration of multiple functions. ITH is collaborating with panel customers to develop TDDI with integrated sensors targeted at niche markets that will open up new business opportunities for applications outside of mobile phones. In addition to increased demand in the tablet market due to legacy tablet customers and mobile phone brand customers adopting a strategy of expanded ecosystems, ITH leveraged our accumulated technical expertise in high refresh rate, high resolution, high reporting rate and active stylus to launch a high-end tablet TDDI with definitions above 2.8K. Large tablet products for both entertainment and productivity applications are expected to produce a strong performance.

On top of our longstanding investment in e-gaming notebooks, we began developing OLED DDI for notebooks in response to the demand for high-end AI notebooks and new production capacity

from next-generation production lines for IT panels. Customer verification is now complete and mass production is expected to commence in 2025. The new product will complement the existing high-end LCD products with high refresh rates to offer customers a more comprehensive line-up. In terms of touch control products for notebooks, ITH is now an approved supplier for the top five global notebook brands and commenced mass production in 2024. TCON has been validated by panel customers and is now being mass produced for the medical applications sector. For 2025, the consolidation of the TCON team along with Mediatek licensing and products should allow ITH to provide customers more complete notebook solutions. Synergies from notebook driver IC, TCON and touch products should translate into greater market share.

The automotive smart cockpit and electric vehicle markets are continuing to grow. ITH became the first in the industry to introduce a high-value-added automotive TDDI with integrated Ambient Light Sensor (ALS) and Temperature Sensor (TS) that will provide a better experience for different locations within the cabin environment. ITH will continue to introduce Bridge/TCON, LCD DDI, and OLED DDI products. Greater product coverage will be used to increase our share of the onboard display market, boosting our long-term revenue and driving profit growth.

In terms of Capacitive touch IC products, touch control applications for industrial and niche products have always been an important area for ITH. We offer a complete line-up of industrial touch control IC and integrated TDDI products for industrial computers/IPC, HMI, ATM, PDS, healthcare, maritime navigation, intelligent homes, and IWBs for digital conferencing and education. In 2025, highly integrated single-chip solutions that are now in mass production should open up even more business opportunities for touch control products used in high-end video conferencing systems, intelligent whiteboards, and learning machines with integrated active styluses.

(4) Environmental, Sustainability, and Corporate Governance

ITH is committed to sound corporate governance and balanced development in ESG. Technological innovation is employed by the R&D team to realize the goal of green corporate sustainability through chip designs with better performance and energy-efficiency. For the environmental aspect, we commissioned an EMS system in 2024 that uses data analysis to track our energy usage in order to improve our energy efficiency and reduce carbon emissions. The Task Force on Climate-related Financial Disclosures (TCFD) framework will be introduced in 2025 as well to help stakeholders understand how ITH is preventing and mitigating all the risks and opportunities associated with climate change. At the same time, ITH will expand our influence in the community through improvements to quality of education and community health, as well as support for institutions helping disabled children and the disadvantaged so that the UN Sustainable Development Goals (SDGs) can be gradually realized. ITH will continue to embrace the spirit of innovation and sustainability to promote low-carbon transition at the organizational level and rigorous management of operating risks. We will continue to strengthen our communication and partnership with all stakeholders, and amplify the impact of our ESG initiatives in order to create more positive interactions and developments for businesses, society, and the environment.

(5) Future Prospects

Many challenges await the semiconductor industry including growing geopolitical risks, greater competition, tariff issues, and general economic disturbances. Developments in AI technology have also brought with them new opportunities in high-performance computing, smart applications, and innovative products. A robust business strategy is followed by ITH. Internally, we focus on the refinement of core technologies, cultivation of R&D talent, and the building of more competitive products and services; externally, we actively invest in key technologies to expand the scope and depth of product applications. We also built comprehensive and resilient supply chain networks so that we can respond to changes in the global market and customer requirements in an agile manner, and work with our upstream/downstream partners to maintain growth in a very competitive market. ITH is also a greater supporter of sustainable development. We practice green design and low-carbon operations, fulfill our social responsibility, and strengthen corporate governance to enhance our business resilience. We aim to achieve stability through change, and progress through stability. We seek to co-create and share our operating results with all stakeholders, while also creating persistent, long-term returns and value for our shareholders. We thank all shareholders for your longstanding support and encouragement, and wish everyone the best of health and success in all endeavors.

Chairman: Wayne Liang

President: Bruce Chen

Audit Officer: Sandra Chen

ITH Corporation

Audit Committee's Review Report

The Board of Directors has prepared the Company's 2024 Business Report, Financial Statements, and Earnings Distribution Proposal, among which the Financial Statements have been audited by PwC Taiwan retained by the Company, and an audit report relating thereto has been issued. We have reviewed the above Business Report, Financial Statements, and the Earnings Distribution Proposal, to which we have found no misstatement, and we hereby issue a review report as presented above in accordance with Article 14-4 of the Securities and Exchange Act and Article 219 of the Company Act. Please proceed with the review.

Submitted to
2025 General Shareholders' Meeting of ITH Corporation

Audit Committee Convener: Ted Lee

March 14, 2025

INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

PWCR 24000604

To the Board of Directors and Shareholders of ITH Corporation

Opinion

We have audited the accompanying consolidated balance sheets of ITH Corporation and 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 material accounting policies.

In our opinion, 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 Auditing and Attestation Engagements by 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. 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 stated as follows:

Key audit matter - Evaluation of inventories

Description

Refer to Note 4(14) of the consolidated financial statements for inventory evaluation policies, Note 5(2) for uncertainty of accounting estimates and assumption of inventory evaluation and Note 6(6) for details of allowance for inventory valuation losses.

As of December 31, 2024, the Group recognised net amount of inventories amounting to NT\$3,259,712 thousand, which is significant to the consolidated financial statements. Since the Group operates in an environment characterised by rapidly changing technology, the evaluation of inventories is easily affected by market demand and price fluctuations. The Group's policies of inventory evaluation is to assess potential losses of each kind of inventory based on sales performance and obsolescence of inventories. As the assessment involved management's subjective judgement, we considered the evaluation of inventories as a key audit matter.

How our audit addressed the matter

We performed the following audit procedures in respect of the above key audit matter:

1. Obtained an understanding of accounting policies on the provision of allowance for inventory valuation losses and assessed the reasonableness.
2. Validated the accuracy of inventory aging report, as well as sampled and confirmed the consistency of quantities and amounts with detailed inventory listing, verified dates of movements with supporting documents and ensured the proper categorisation of inventory aging report.
3. Evaluation and confirmed the reasonableness of net realisable value for inventories through validating respective supporting documents.

Key audit matter - Capacity guarantee contracts provision liabilities

Description

Refer to Note 4(23) for guarantee contracts provision policies, Note 5(2) for uncertainty of accounting estimates and assumption of capacity guarantee contracts provision liabilities and Note 6(20) for details of provisions. As of December 31, 2024, provisions was NT\$960,732 thousand, which is significant to the consolidated financial statements.

In order to strengthen the long-term cooperative relationships with wafer suppliers, the Group entered into long-term capacity guarantee contracts with suppliers and paid guarantee deposits. However, due to the rapid changes in market economic conditions and inventory demand, the Group shall assess whether there are any future contracts losses that shall be recognised as provisions in accordance with IAS 37 due to failure to meet the minimum order quantity as agreed in the capacity guarantee contracts. As the assessment process involved subjective judgement, we identified valuation of provisions a key audit matter.

How our audit addressed the matter

We performed the following audit procedures in respect of the above key audit matter:

1. Discussed with management and obtained an understanding of the Group's assessment process for provisions of the estimated capacity guarantee contracts and the reasonableness of provision.
2. Discussed the operational plans with management to understand its product strategy and execution status.
3. Assess management's estimate of the unavoidable costs of fulfilling its obligations, including obtaining relevant contracts to confirm its obligations to perform, and assess the various assumptions used in evaluating the economic benefits expected to be obtained from the contracts, including expected wafer production and estimated gross margin.

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 judgment 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.

Liu, Chien-Yu

Cheng, Ya-Huei

For and on behalf of PricewaterhouseCoopers, Taiwan

March 14, 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.

ITH CORPORATION 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)	\$ 7,072,138	26	\$ 4,174,922	16
1136	Current financial assets at amortised cost - current	6(4)	716,480	3	-	-
1170	Accounts receivable, net	6(5)	3,374,628	12	3,699,659	14
1197	Finance lease receivable, net	6(11)	-	-	134,283	1
1200	Other receivables		81,971	-	76,380	-
1220	Current income tax assets	6(32)	229,182	1	229,182	1
130X	Inventories, net	6(6)	3,259,712	12	4,385,743	17
1410	Prepayments	6(7)	518,371	2	372,962	2
1470	Other current assets	6(8)	974,132	4	1,228,376	5
11XX	Total current Assets		<u>16,226,614</u>	<u>60</u>	<u>14,301,507</u>	<u>56</u>
Non-current assets						
1510	Financial assets at fair value through profit or loss - non-current	6(2)	38,427	-	59,498	-
1517	Financial assets at fair value through other comprehensive income - non-current	6(3)	100,435	-	93,352	1
1600	Property, plant and equipment	6(9)	816,979	3	754,654	3
1755	Right-of-use assets	6(10)	83,345	-	56,881	-
1780	Intangible assets	6(12)	155,857	1	159,912	1
1840	Deferred income tax assets	6(32)	335,148	1	604,059	2
1920	Guarantee deposits paid	6(7)	9,327,735	34	9,297,572	36
1990	Other non-current assets	6(13)	144,300	1	296,489	1
15XX	Total non-current assets		<u>11,002,226</u>	<u>40</u>	<u>11,322,417</u>	<u>44</u>
1XXX	Total assets		<u>\$ 27,228,840</u>	<u>100</u>	<u>\$ 25,623,924</u>	<u>100</u>

(Continued)

ITH CORPORATION AND SUBSIDIARIES
CONSOLIDATED 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(14)	\$ -	-	\$ 900,000	4
2120	Financial liabilities at fair value through profit or loss - current	6(15)	5,573	-	-	-
2130	Contract liabilities - current	6(25)	229,341	1	355,869	1
2170	Accounts payable		1,194,862	4	1,102,795	4
2200	Other payables	6(16)	3,431,339	13	3,798,225	15
2230	Current income tax liabilities	6(32)	192,261	1	2,869	-
2250	Provisions liabilities - current	6(20)	970,084	3	1,977,467	8
2280	Lease liabilities - current		57,426	-	42,436	-
2399	Other current liabilities	6(17)	735,316	3	855,321	3
21XX	Total current Liabilities		<u>6,816,202</u>	<u>25</u>	<u>9,034,982</u>	<u>35</u>
Non-current liabilities						
2550	Provisions liabilities - non-current	6(20)	-	-	37,727	-
2570	Deferred income tax liabilities	6(32)	447,314	2	223,745	1
2580	Lease liabilities - non-current		25,218	-	14,466	-
2645	Guarantee deposits received	6(17)	318,513	1	738,167	3
2670	Other non-current liabilities	6(18)	21,697	-	24,037	-
25XX	Total non-current liabilities		<u>812,742</u>	<u>3</u>	<u>1,038,142</u>	<u>4</u>
2XXX	Total Liabilities		<u>7,628,944</u>	<u>28</u>	<u>10,073,124</u>	<u>39</u>
Equity						
Share capital						
3110	Common share	6(21)	4,923,966	18	4,523,966	18
Capital surplus						
3200	Capital surplus	6(22)	5,469,650	20	3,718,417	15
Retained earnings						
3350	Undistributed earnings	6(23)	9,207,251	34	7,444,032	29
Other equity interest						
3400	Other equity interest	6(24)	(971)	-	(135,615)	(1)
3XXX	Total equity		<u>19,599,896</u>	<u>72</u>	<u>15,550,800</u>	<u>61</u>
Significant contingent liabilities and unrecognised contract commitments						
Significant events after the reporting period						
3X2X	Total liabilities and equity		<u>\$ 27,228,840</u>	<u>100</u>	<u>\$ 25,623,924</u>	<u>100</u>

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

ITH CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2024 AND 2023
(Expressed in thousands of New Taiwan dollars, except for earnings per share amounts)

Items	Notes	Year ended December 31				
		2024		2023		
		AMOUNT	%	AMOUNT	%	
4000	Operating revenue	6(25)	\$ 22,461,565	100	\$ 22,397,637	100
5000	Operating costs	6(6)	(16,437,777)	(73)	(17,850,064)	(80)
5900	Gross profit		<u>6,023,788</u>	<u>27</u>	<u>4,547,573</u>	<u>20</u>
	Operating expenses	6(30)(31)				
6100	Selling expenses		(919,220)	(4)	(861,608)	(4)
6200	General and administrative expenses		(386,670)	(2)	(270,670)	(1)
6300	Research and development expenses		(2,526,041)	(11)	(2,180,452)	(10)
6450	Expected credit gain	12(2)	<u>5,559</u>	<u>-</u>	<u>-</u>	<u>-</u>
6000	Total operating expenses		<u>(3,826,372)</u>	<u>(17)</u>	<u>(3,312,730)</u>	<u>(15)</u>
6900	Net operating income		<u>2,197,416</u>	<u>10</u>	<u>1,234,843</u>	<u>5</u>
	Non-operating income and expenses					
7100	Interest income	6(26)	223,618	1	310,250	1
7010	Other income	6(27)	66,686	-	32,778	-
7020	Other gains and losses	6(28)	891,592	4	143,778	1
7050	Finance costs	6(29)	(10,547)	-	(106,002)	-
7000	Total non-operating income and expenses		<u>1,171,349</u>	<u>5</u>	<u>380,804</u>	<u>2</u>
7900	Profit before tax, net		<u>3,368,765</u>	<u>15</u>	<u>1,615,647</u>	<u>7</u>
7950	Income tax expense	6(32)	(1,119,476)	(5)	(514,056)	(2)
8200	Net income for the year		<u>\$ 2,249,289</u>	<u>10</u>	<u>\$ 1,101,591</u>	<u>5</u>
	Other comprehensive income (losses), net					
	Components of other comprehensive income (losses) that will not be reclassified to profit or loss					
8311	Gains (losses) on remeasurements of defined benefit plans	6(18)	\$ 3,148	-	(\$ 271)	-
8316	Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income		7,083	-	(7,958)	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(32)	(630)	-	54	-
	Components of other comprehensive income (losses) that will be reclassified to profit or loss					
8361	Financial statements translation differences of foreign operations	6(24)	<u>53,566</u>	<u>-</u>	<u>(29,095)</u>	<u>-</u>
8300	Other comprehensive income (losses), net		<u>\$ 63,167</u>	<u>-</u>	<u>(\$ 37,270)</u>	<u>-</u>
8500	Total comprehensive income for the year		<u>\$ 2,312,456</u>	<u>10</u>	<u>\$ 1,064,321</u>	<u>5</u>
	Net income, attributable to:					
8610	Equity holder of parent company		<u>\$ 2,249,289</u>	<u>10</u>	<u>\$ 1,101,591</u>	<u>5</u>
	Comprehensive income attributable to:					
8710	Equity holder of parent company		<u>\$ 2,312,456</u>	<u>10</u>	<u>\$ 1,064,321</u>	<u>5</u>
	Earnings per share (in dollars)	6(33)				
9750	Basic earnings per share		<u>\$ 5.61</u>		<u>\$ 3.50</u>	
9850	Diluted earnings per share		<u>\$ 5.51</u>		<u>\$ 3.30</u>	

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

IITH CORPORATION 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 company						Total equity	
	Notes	Common shares	Capital surplus	Undistributed earnings	Financial statements translation differences of foreign operations	Other equity interest		
						Unrealised income (losses) from financial assets measured at fair value through other comprehensive income		Other equity, others
Year ended December 31, 2023								
Balance at January 1, 2023		\$ 3,758,240	\$ 1,759,775	\$ 7,533,965	\$ 9,689	\$ -	\$ 12,793,144	
Net income for the year		-	-	1,101,591	-	-	1,101,591	
Other comprehensive loss for the year	6(24)	-	-	(217)	(29,095)	(7,958)	(37,270)	
Total comprehensive income		-	-	1,101,374	(29,095)	(7,958)	1,064,321	
Distribution of 2022 earnings:	6(23)	-	-	-	-	-	-	
Cash dividends		-	-	(1,148,186)	-	-	(1,148,186)	
Proceeds from issuance of share capital	6(21)(22)	867,910	1,864,806	-	-	-	2,732,716	
Compensation costs of employee restricted stocks	6(24)	-	-	-	-	-	160,274	
Compensation costs of employee stock options	6(22)	-	1,323	-	-	-	1,323	
Employee stock options converted to stock appreciation rights	6(22)	-	(9,671)	(43,121)	-	-	(52,792)	
New shares exchanged due to changes in face value	6(22)	(102,184)	102,184	-	-	-	-	
Balance at December 31, 2023		\$ 4,523,966	\$ 3,718,417	\$ 7,444,032	\$ 19,406	\$ 7,958	\$ 15,550,800	
Year ended December 31, 2024								
Balance at January 1, 2024		\$ 4,523,966	\$ 3,718,417	\$ 7,444,032	\$ 19,406	\$ 7,958	\$ 15,550,800	
Net income for the year		-	-	2,249,289	-	-	2,249,289	
Other comprehensive income for the year	6(24)	-	-	2,518	53,566	7,083	63,167	
Total comprehensive income		-	-	2,251,807	53,566	7,083	2,312,456	
Distribution of 2023 earnings:	6(23)	-	-	-	-	-	-	
Cash dividends		-	-	(488,588)	-	-	(488,588)	
Proceeds from issuance of share capital	6(21)(22)	400,000	1,713,940	-	-	-	2,113,940	
Adjustment of employee restricted stocks	6(24)	-	27,520	-	-	(27,520)	-	
Compensation costs of employee restricted stocks	6(22)(24)	-	-	-	-	-	101,515	
Compensation costs of employee stock options	6(19)(22)	-	9,773	-	-	-	9,773	
Balance at December 31, 2024		\$ 4,923,966	\$ 5,469,650	\$ 9,207,251	\$ 34,160	\$ 875	\$ 19,599,896	

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

ITH CORPORATION 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
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		\$ 3,368,765	\$ 1,615,647
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation	6(9)(10)(30)	205,068	176,755
Amortization	6(12)(30)	127,087	89,248
Gain on reversal of capacity guarantee	6(6)(20)	(1,045,110)	(9,806)
Losses on financial liabilities at amortised cost	6(15)(29)	-	86,572
Losses on financial assets and liabilities at fair value through profit or loss	6(2)(15)	5,357	-
Expected credit gains	12(2)	(5,559)	-
Interest expense	6(29)	10,547	19,430
Interest income	6(26)	(223,618)	(310,250)
Dividend income	6(27)	(2,000)	-
Compensation cost of share-based payment	6(19)	121,196	161,597
Unrealised exchange gain		(76,311)	(147,799)
Gains arising from lease modification	6(27)	(119)	(148)
Changes in operating assets and liabilities			
Changes in operating assets			
Accounts receivable		330,590	(1,451,145)
Other receivables		4,931	(7,461)
Inventories		1,126,031	1,950,772
Prepayments to suppliers		3,869	879,047
Prepayments		(4,978)	68,594
Other current assets		13,815	(3,856)
Changes in operating liabilities			
Contract liabilities - current		(126,528)	129,478
Accounts payable		92,067	342,500
Other payables		(516,382)	(582,041)
Other current liabilities		(4,672)	4,945
Net defined benefit liabilities		808	525
Cash inflow generated from operations		3,404,854	3,012,604
Interest received		213,096	323,802
Interest paid		(11,093)	(107,535)
Income taxes paid		(307,739)	(1,107,163)
Net cash flows from operating activities		3,299,118	2,121,708

(Continued)

ITH CORPORATION 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>			
Acquisition of financial assets at fair value through profit or loss	6(2)	(\$ 28,713)	(\$ 59,498)
Proceeds from disposal of financial assets at fair value through profit or loss	12(3)	50,000	-
Acquisition of financial assets at fair value through other comprehensive income	6(3)	-	(20,710)
Acquisition of financial assets at amortised cost	6(4)	(1,050,310)	-
Proceeds from disposal of financial assets at amortised cost		333,830	-
Dividends received		2,000	-
Decrease in lease receivables		136,514	134,327
Acquisition of property, plant and equipment	6(9)(34)	(176,442)	(127,838)
Acquisition of intangible assets	6(12)(34)	(123,372)	(111,964)
Increase in guarantee deposits paid		(453,014)	(1,847,775)
Decrease in guarantee deposits paid		759,063	1,215,886
Net cash flows used in investing activities		(550,444)	(817,572)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase in short-term borrowings	6(35)	1,266,020	2,740,000
Decrease in short-term borrowings	6(35)	(2,166,020)	(2,810,000)
Redemption of financial liabilities at amortised cost	6(15)(35)	-	(2,731,747)
Increase in guarantee deposits	6(35)	2,380	44,750
Decrease in guarantee deposits	6(35)	(554,929)	(2,616,564)
Rapayments of principal portion lease liabilities	6(35)	(69,416)	(71,201)
Proceeds from issuance of share captial	6(21)(22)	2,113,940	2,732,716
Cash dividends paid	6(23)	(488,588)	(1,148,186)
Net cash flows from (used in) financing activities		103,387	(3,860,232)
Effect of change rate		45,155	(25,022)
Net increase (decrease) in cash and cash equivalents		2,897,216	(2,581,118)
Cash and cash equivalents at beginning of year	6(1)	4,174,922	6,756,040
Cash and cash equivalents at end of year	6(1)	\$ 7,072,138	\$ 4,174,922

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

ITH Corporation
Earnings Distribution Table
2024

Unit: NT\$	
Unappropriated earnings at the beginning of the period	6,955,443,872
Plus (less):	
Net income after tax of 2024	2,249,289,511
Remeasurement of definite benefit plans - 2024	2,518,259
Appropriation of 10% for legal reserve	(225,180,777)
Distributable earnings of the current year	8,982,070,865
Distribution item:	
Cash dividends (NT\$2 per share)	(984,793,130)
Undistributed earnings at the end of the period	7,997,277,735

Note: Up to the date of December 31, 2024, the total number of outstanding shares issued is 492,396,565 shares, which is used as the calculation basis for the current distribution. Accordingly, NT\$2 can be distributed per share. However, the actual distribution amount will be handled in accordance with the following explanation.

Explanation:

1. After the present earnings distribution proposal is approved through the resolution of the shareholders' meeting, the Chairman is authorized to specify the ex-dividend date, issuance date and other relevant matters.
2. For the present earnings distribution, prior to the ex-dividend date, in case where the Company repurchases the Company's shares or transfers treasury shares, or performs conversion of convertible corporate bonds, exercise of employee share subscription warrants and issuance of new shares, etc., causing changes to the shareholders' dividend distribution ratio and such that adjustment is necessary, proposal is to be submitted to the shareholders' meeting for authorizing the Chairman to handle such matters with full discretion.
3. The cash dividends are calculated and truncated to the nearest NT\$1. Fractions that do not amount to a full NT\$1 are summed and recognized as other income of the Company.

Chairman: Wayne Liang

Managerial Officer: Bruce Chen

Audit Officer: Sandra Chen

ITH Corporation
2025 Comparison Chart for Amendment of Articles of Incorporation

Original Article	Article After Amendment	Explanation
Cover Page		
<p>THE COMPANIES ACT (As Revised) OF THE CAYMAN ISLANDS COMPANY LIMITED BY SHARES</p> <p>AMENDED AND RESTATED MEMORANDUM AND ARTICLES OF ASSOCIATION</p> <p>OF</p> <p>ITH Corporation</p> <p>Incorporated in the Cayman Islands on January 10, 2019</p> <p>(as adopted by a Special Resolution dated, <u>29 December 2023</u> and effective immediately upon passing of the Special Resolution)</p>	<p>THE COMPANIES ACT (As Revised) OF THE CAYMAN ISLANDS COMPANY LIMITED BY SHARES</p> <p>AMENDED AND RESTATED MEMORANDUM AND ARTICLES OF ASSOCIATION</p> <p>OF</p> <p>ITH Corporation</p> <p>Incorporated in the Cayman Islands on January 10, 2019</p> <p>(as adopted by a Special Resolution dated, <u>10 June 2025</u> and effective immediately upon passing of the Special Resolution)</p>	<p>Update the date of present amendment of articles of incorporation approved through special resolution of the shareholders' meeting.</p>
Articles of Incorporation and Memorandum		
<p>THE COMPANIES ACT (As Revised) OF THE CAYMAN ISLANDS COMPANY LIMITED BY SHARES</p> <p>THE COMPANIES ACT (As Revised) OF THE CAYMAN ISLANDS COMPANY LIMITED BY SHARES</p> <p>OF</p> <p>ITH Corporation</p> <p>(as adopted by a Special</p>	<p>THE COMPANIES ACT (As Revised) OF THE CAYMAN ISLANDS COMPANY LIMITED BY SHARES</p> <p>THE COMPANIES ACT (As Revised) OF THE CAYMAN ISLANDS COMPANY LIMITED BY SHARES</p> <p>OF</p> <p>ITH Corporation</p> <p>(as adopted by a Special</p>	<p>Update the date of present amendment of articles of incorporation approved through special resolution of the shareholders' meeting.</p>

Original Article	Article After Amendment	Explanation
Resolution dated, <u>29 December 2023</u> and effective immediately upon passing of the Special Resolution)	Resolution dated, <u>10 June 2025</u> and effective immediately upon passing of the Special Resolution)	
Articles of Association		
THE COMPANIES ACT (As Revised) OF THE CAYMAN ISLANDS COMPANY LIMITED BY SHARES AMENDED AND RESTATED ARTICLES OF ASSOCIATION OF ITH Corporation (as adopted by a Special Resolution dated, <u>29 December 2023</u> and effective immediately upon passing of the Special Resolution)	THE COMPANIES ACT (As Revised) OF THE CAYMAN ISLANDS COMPANY LIMITED BY SHARES AMENDED AND RESTATED ARTICLES OF ASSOCIATION OF ITH Corporation (as adopted by a Special Resolution dated, <u>10 June 2025</u> and effective immediately upon passing of the Special Resolution)	Update the date of present amendment of articles of incorporation approved through special resolution of the shareholders' meeting.
	<u>When the Company chooses to issue par value shares, it shall not convert its shares into no par value shares; when the Company chooses to issue no par value shares, it shall not convert its shares into par value shares.</u>	Amendment is made in accordance with the "Checklist for Shareholders' Equity Protection Measures of Foreign Issuers" (hereinafter referred to as the "Checklist for Shareholders' Equity Protection Measures") announced by Taiwan Stock Exchange (TWSE) in May 2024. This article is newly added in accordance with the Checklist for Shareholders' Equity Protection Measures.
After the Company has acquired public company status, the Company shall, at least thirty days prior to any annual general meeting, or at least fifteen days	After the Company has acquired public company status, the Company shall, at least thirty days prior to any annual general meeting, or at least fifteen days	This article is amended in accordance with the Checklist for Shareholders' Equity Protection Measures.

Original Article	Article After Amendment	Explanation
<p>prior to any extraordinary general meeting (as the case may be), make public announcement of the notice of such general meeting, instrument of proxy, the businesses and their explanatory materials of any sanction, discussion, election or removal of Directors and transform such information into electronic format and transmitted the same to the Market Observation Post System in accordance with the Applicable Public Company Rules. If the voting power in any general meeting will be exercised by way of a written ballot, the written ballot and the aforementioned information of such general meeting shall together be delivered to each Member. The Directors shall prepare a meeting handbook of relevant general meeting and supplemental materials in accordance with the Applicable Public Company Rules at least twenty-one days prior to any general meeting (or at least fifteen days prior to any extraordinary general meeting), send to or make it available for the Members and transmitted the same to the Market Observation Post System. If the Company has more than New Taiwan Dollars <u>10,000,000,000</u> paid-in capital at the end of the accounting period, or the aggregate shareholding percentages of the foreign</p>	<p>prior to any extraordinary general meeting (as the case may be), make public announcement of the notice of such general meeting, instrument of proxy, the businesses and their explanatory materials of any sanction, discussion, election or removal of Directors and transform such information into electronic format and transmitted the same to the Market Observation Post System in accordance with the Applicable Public Company Rules. If the voting power in any general meeting will be exercised by way of a written ballot, the written ballot and the aforementioned information of such general meeting shall together be delivered to each Member. The Directors shall prepare a meeting handbook of relevant general meeting and supplemental materials in accordance with the Applicable Public Company Rules at least twenty-one days prior to any general meeting (or at least fifteen days prior to any extraordinary general meeting), send to or make it available for the Members and transmitted the same to the Market Observation Post System. If the Company has more than New Taiwan Dollars <u>2,000,000,000</u> paid-in capital at the end of the accounting period, or the aggregate shareholding percentages of the foreign</p>	

Original Article	Article After Amendment	Explanation
investors and the PRC investors reaches 30% according to the Register of Members on the date of the annual general meeting held in the most recent accounting period, the Company shall complete the transmission of the aforementioned electronic files at least thirty days prior to any annual general meeting.	investors and the PRC investors reaches 30% according to the Register of Members on the date of the annual general meeting held in the most recent accounting period, the Company shall complete the transmission of the aforementioned electronic files at least thirty days prior to any annual general meeting.	

ITH Corporation

Director engaging in any transaction for himself or on behalf of another person that is within the scope of the Company's business

Name	Adjunct position at other company		
	Company name	Main business item	Job title
Wayne Liang	Attopsemi Technology Co., Ltd. (Stock Code: 7793)	F601010 Intellectual Property Rights I501010 Product Designing F401010 International Trade	Independent Director