Taiwan Mobile Co., Ltd. and Subsidiaries

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

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Stockholders
Taiwan Mobile Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Taiwan Mobile Co., Ltd. and its subsidiaries (collectively, the "Group") as of June 30, 2026 and 2025, the related consolidated statements of comprehensive income for the three months and the six months ended June 30, 2026 and 2025, the consolidated statements of changes in equity and cash flows for the six months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

The engagement partners on the reviews resulting in this independent auditors' review report are Te-Chen Cheng and Wen-Ling Liu.

Deloitte & Touche
Taipei, Taiwan
Republic of China

August 5, 2026

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

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

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In Thousands of New Taiwan Dollars)

ASSETS	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Notes 6 and 29)	$ 12,123,124	5	$ 8,565,239	4	$ 12,217,755	5
Financial assets at fair value through profit or loss	6,919	-	27,876	-	25,352	-
Financial assets at fair value through other comprehensive income (Note 7)	307,673	-	283,758	-	293,562	-
Financial assets at amortized cost	94,854	-	92,666	-	144,645	-
Contract assets (Note 22)	8,026,392	3	8,134,704	3	7,168,447	3
Notes and accounts receivable, net (Note 8)	10,229,833	4	9,454,914	4	9,142,179	4
Notes and accounts receivable due from related parties (Note 29)	425,247	-	412,959	-	445,116	-
Other receivables (Note 29)	3,760,019	2	3,891,942	2	3,546,444	2
Inventories (Note 9)	6,771,906	3	8,633,656	4	7,040,732	3
Prepayments (Note 29)	1,729,034	1	1,023,515	-	1,246,382	-
Non-current assets held for sale (Note 10)	17,653	-	-	-	-	-
Other financial assets (Notes 29 and 30)	1,791,965	1	1,993,784	1	2,061,493	1
Other current assets	179,912	-	203,172	-	157,397	-
Total current assets	45,464,531	19	42,718,185	18	43,489,504	18
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss	1,805,143	1	1,690,594	1	1,910,662	1
Financial assets at fair value through other comprehensive income (Note 7)	4,145,273	2	3,905,763	2	4,008,632	2
Financial assets at amortized cost	-	-	-	-	85,441	-
Contract assets (Note 22)	7,597,602	3	7,808,914	3	7,771,007	3
Investments accounted for using equity method (Notes 10 and 29)	10,051,499	4	6,876,788	3	6,395,070	3
Property, plant and equipment (Notes 12 and 29)	48,766,069	21	50,606,383	22	50,943,178	22
Right-of-use assets (Notes 13 and 29)	14,727,163	6	13,101,119	6	11,282,721	5
Investment properties (Note 14)	2,164,520	1	2,141,929	1	2,111,146	1
Concessions (Notes 15 and 30)	57,702,472	24	60,599,971	26	63,497,470	27
Goodwill (Note 15)	33,228,022	14	33,228,022	14	33,228,022	14
Other intangible assets (Notes 15 and 29)	5,547,614	3	5,694,255	2	5,779,993	2
Deferred tax assets	1,017,938	-	1,035,517	-	1,006,353	-
Incremental costs of obtaining a contract (Note 22)	2,320,793	1	2,434,927	1	2,548,355	1
Net defined benefit assets	226,235	-	215,826	-	191,017	-
Other financial assets (Notes 29 and 30)	379,357	-	377,999	-	377,374	-
Other non-current assets (Notes 16 and 29)	2,249,419	1	2,223,375	1	2,049,166	1
Total non-current assets	191,929,119	81	191,941,382	82	193,185,607	82
TOTAL	$ 237,393,650	100	$ 234,659,567	100	$ 236,675,111	100

LIABILITIES AND EQUITY	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
CURRENT LIABILITIES						
Short-term borrowings (Note 17)	$ 8,600,000	4	$ 11,200,000	5	$ 12,585,000	5
Short-term notes and bills payable (Note 17)	10,491,613	4	6,891,162	3	4,695,920	2
Contract liabilities (Note 22)	2,596,291	1	2,163,953	1	2,385,274	1
Notes and accounts payable	14,328,173	6	14,645,624	6	12,739,787	5
Notes and accounts payable due to related parties (Note 29)	317,243	-	263,157	-	290,855	-
Dividends payable (Note 21)	15,975,696	7	-	-	15,386,881	7
Other payables (Note 29)	9,894,719	4	11,625,298	5	10,441,399	5
Current tax liabilities	2,693,648	1	2,252,874	1	2,160,001	1
Provisions (Note 19)	78,639	-	96,105	-	103,069	-
Lease liabilities (Notes 13, 26 and 29)	4,373,067	2	4,184,922	2	3,990,589	2
Advance receipts	255,897	-	156,291	-	194,330	-
Long-term liabilities, current portion (Notes 17 and 18)	11,911,548	5	3,611,222	2	1,312,620	-
Other current liabilities (Note 29)	5,004,026	2	5,075,375	2	4,679,642	2
Total current liabilities	86,520,560	36	62,165,983	27	70,965,367	30
NON-CURRENT LIABILITIES						
Financial liabilities at fair value through profit or loss (Note 18)	36,182	-	59,658	-	62,158	-
Contract liabilities (Note 22)	337,579	-	356,807	-	358,539	-
Bonds payable (Note 18)	28,997,295	12	38,924,358	17	38,833,215	16
Long-term borrowings (Note 17)	12,021,236	5	22,491,269	9	25,501,022	11
Provisions (Note 19)	1,975,866	1	1,926,221	1	1,651,896	1
Deferred tax liabilities	1,584,542	1	1,491,182	1	1,427,365	1
Lease liabilities (Notes 13, 26 and 29)	10,664,030	4	9,101,807	4	7,377,656	3
Net defined benefit liabilities	58,667	-	62,899	-	69,699	-
Guarantee deposits	1,422,070	1	1,375,678	-	1,329,786	1
Other non-current liabilities	1,716,969	1	2,154,457	1	2,529,105	1
Total non-current liabilities	58,814,436	25	77,944,336	33	79,140,441	34
Total liabilities	145,334,996	61	140,110,319	60	150,105,808	64
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT (Note 21)						
Common stock	37,232,618	16	37,232,618	16	37,232,618	16
Advance receipts for share capital	1,692	-	-	-	-	-
Capital surplus	29,149,201	12	29,032,105	12	29,027,763	12
Retained earnings						
Legal reserve	37,544,559	16	36,113,578	15	36,113,578	15
Special reserve	966,556	-	135,582	-	135,582	-
Unappropriated earnings	8,697,232	4	14,309,874	6	6,944,095	3
Other equity interests	(901,899)	-	(966,556)	-	(678,280)	-
Treasury stock	(28,214,022)	(12)	(29,717,344)	(12)	(29,717,344)	(13)
Total equity attributable to owners of the Corporation	84,475,937	36	86,139,857	37	79,058,012	33
NON-CONTROLLING INTERESTS	7,582,717	3	8,409,391	3	7,511,291	3
Total equity	92,058,654	39	94,549,248	40	86,569,303	36
TOTAL	$ 237,393,650	100	$ 234,659,567	100	$ 236,675,111	100

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended June 30				For the Six Months Ended June 30			
	2026		2025		2026		2025	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUES (Notes 22, 29 and 35)	$ 49,432,376	100	$ 47,471,015	100	$ 99,210,679	100	$ 95,638,368	100
OPERATING COSTS (Notes 9, 29, 32 and 35)	38,476,085	78	37,465,716	79	77,521,993	78	75,747,951	79
GROSS PROFIT FROM OPERATIONS	10,956,291	22	10,005,299	21	21,688,686	22	19,890,417	21
OPERATING EXPENSES (Notes 29, 32 and 35)								
Marketing	3,149,948	7	3,217,764	7	6,324,049	6	6,375,251	7
Administrative	1,659,105	3	1,639,567	3	3,316,747	3	3,273,408	4
Research and development	229,112	-	197,193	1	450,724	1	386,212	-
Expected credit loss	80,017	-	96,182	-	139,832	-	185,557	-
Total operating expenses	5,118,182	10	5,150,706	11	10,231,352	10	10,220,428	11
OTHER INCOME AND EXPENSES, NET	281,092	-	313,891	1	594,613	1	648,053	1
OPERATING INCOME (Note 35)	6,119,201	12	5,168,484	11	12,051,947	13	10,318,042	11
NON-OPERATING INCOME AND EXPENSES								
Interest income (Note 29)	75,073	-	81,948	-	113,565	-	128,492	-
Other income	29,850	-	16,609	-	41,861	-	24,951	-
Other gains and losses, net (Note 23)	97,245	-	(349,971)	(1)	92,721	-	(255,548)	-
Finance costs (Notes 23 and 35)	(366,600)	-	(384,623)	(1)	(755,956)	(1)	(768,764)	(1)
Share of gain (loss) of associates accounted for using equity method	94,171	-	21,252	-	173,712	-	17,335	-
Total non-operating income and expenses	(70,261)	-	(614,785)	(2)	(334,097)	(1)	(853,534)	(1)
PROFIT BEFORE TAX	6,048,940	12	4,553,699	9	11,717,850	12	9,464,508	10
INCOME TAX EXPENSE (Note 24)	1,138,226	2	882,555	2	2,280,895	2	1,647,404	2
NET PROFIT	4,910,714	10	3,671,144	7	9,436,955	10	7,817,104	8
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 21 and 24)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	(7,809)	-	(152,059)	-	28,482	-	(319,505)	-
Share of other comprehensive income (loss) of associates accounted for using equity method	(14,844)	-	(62,442)	-	(7,252)	-	(165,088)	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation	(14,671)	-	(63,384)	-	38,017	-	(53,735)	-
Share of other comprehensive income (loss) of associates accounted for using equity method	(2,074)	-	(53,504)	-	3,743	-	(45,290)	-
Other comprehensive income (loss) (after tax)	(39,398)	-	(331,389)	-	62,990	-	(583,618)	-
TOTAL COMPREHENSIVE INCOME	$ 4,871,316	10	$ 3,339,755	7	$ 9,499,945	10	$ 7,233,486	8
NET PROFIT ATTRIBUTABLE TO:								
Owners of the parent	$ 4,538,819	9	$ 3,289,190	6	$ 8,685,140	9	$ 6,944,389	7
Non-controlling interests	371,895	1	381,954	1	751,815	1	872,715	1
	$ 4,910,714	10	$ 3,671,144	7	$ 9,436,955	10	$ 7,817,104	8
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of the parent	$ 4,512,373	9	$ 3,003,755	6	$ 8,761,804	9	$ 6,402,653	7
Non-controlling interests	358,943	1	336,000	1	738,141	1	830,833	1
	$ 4,871,316	10	$ 3,339,755	7	$ 9,499,945	10	$ 7,233,486	8
EARNINGS PER SHARE (Note 25)								
Basic earnings per share	$ 1.49		$ 1.09		$ 2.86		$ 2.30	
Diluted earnings per share	$ 1.46		$ 1.07		$ 2.80		$ 2.27	

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Parent											
				Retained Earnings			Other Equity Interests					
	Common Stock	Advance Receipts for Share Capital	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translation	Unrealized Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Treasury Stock	Total	Non-controlling Interests	Total Equity
BALANCE, JANUARY 1, 2025	$ 37,232,618	$ -	$ 29,337,376	$ 34,716,971	$ -	$ 13,966,321	$ (18,142)	$ (117,440)	$ (29,717,344)	$ 85,400,360	$ 8,528,034	$ 93,928,394
Distribution of 2024 earnings												
Legal reserve	-	-	-	1,396,607	-	(1,396,607)	-	-	-	-	-	-
Special reserve	-	-	-	-	135,582	(135,582)	-	-	-	-	-	-
Cash dividends	-	-	-	-	-	(12,434,064)	-	-	-	(12,434,064)	-	(12,434,064)
Total distribution of earnings	-	-	-	1,396,607	135,582	(13,966,253)	-	-	-	(12,434,064)	-	(12,434,064)
Cash dividends from capital surplus	-	-	(1,176,232)	-	-	-	-	-	-	(1,176,232)	-	(1,176,232)
Profit for the six months ended June 30, 2025	-	-	-	-	-	6,944,389	-	-	-	6,944,389	872,715	7,817,104
Other comprehensive income (loss) for the six months ended June 30, 2025	-	-	-	-	-	-	(69,450)	(472,286)	-	(541,736)	(41,882)	(583,618)
Total comprehensive income (loss) for the six months ended June 30, 2025	-	-	-	-	-	6,944,389	(69,450)	(472,286)	-	6,402,653	830,833	7,233,486
Equity component of convertible bonds issued by the Company	-	-	851,347	-	-	-	-	-	-	851,347	-	851,347
Disposal of investments in equity instruments designated at fair value through other comprehensive income by associates	-	-	-	-	-	962	-	(962)	-	-	-	-
Changes in equity of associates accounted for using equity method	-	-	28,721	-	-	(1,324)	-	-	-	27,397	-	27,397
Disposal of investments accounted for using equity method	-	-	(13,449)	-	-	-	-	-	-	(13,449)	-	(13,449)
Cash dividends for non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	-	-	(1,847,576)	(1,847,576)
BALANCE, JUNE 30, 2025	$ 37,232,618	$ -	$ 29,027,763	$ 36,113,578	$ 135,582	$ 6,944,095	$ (87,592)	$ (590,688)	$ (29,717,344)	$ 79,058,012	$ 7,511,291	$ 86,569,303
BALANCE, JANUARY 1, 2026	$ 37,232,618	$ -	$ 29,032,105	$ 36,113,578	$ 135,582	$ 14,309,874	$ (49,992)	$ (916,564)	$ (29,717,344)	$ 86,139,857	$ 8,409,391	$ 94,549,248
Distribution of 2025 earnings												
Legal reserve	-	-	-	1,430,981	-	(1,430,981)	-	-	-	-	-	-
Special reserve	-	-	-	-	830,974	(830,974)	-	-	-	-	-	-
Cash dividends	-	-	-	-	-	(12,047,834)	-	-	-	(12,047,834)	-	(12,047,834)
Total distribution of earnings	-	-	-	1,430,981	830,974	(14,309,789)	-	-	-	(12,047,834)	-	(12,047,834)
Cash dividends from capital surplus	-	-	(2,469,815)	-	-	-	-	-	-	(2,469,815)	-	(2,469,815)
Profit for the six months ended June 30, 2026	-	-	-	-	-	8,685,140	-	-	-	8,685,140	751,815	9,436,955
Other comprehensive income (loss) for the six months ended June 30, 2026	-	-	-	-	-	-	38,964	37,700	-	76,664	(13,674)	62,990
Total comprehensive income (loss) for the six months ended June 30, 2026	-	-	-	-	-	8,685,140	38,964	37,700	-	8,761,804	738,141	9,499,945
Conversion of convertible bonds to common stock	-	1,692	17,034	-	-	-	-	-	-	18,726	-	18,726
Disposal of TWM's shares by subsidiary recognized as treasury stock transactions	-	-	2,492,685	-	-	-	-	-	1,503,322	3,996,007	-	3,996,007
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	-	11,776	-	(11,776)	-	-	-	-
Changes in equity of associates accounted for using equity method	-	-	77,192	-	-	231	-	(231)	-	77,192	-	77,192
Cash dividends for non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	-	-	(1,561,957)	(1,561,957)
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(2,858)	(2,858)
BALANCE, JUNE 30, 2026	$ 37,232,618	$ 1,692	$ 29,149,201	$ 37,544,559	$ 966,556	$ 8,697,232	$ (11,028)	$ (890,871)	$ (28,214,022)	$ 84,475,937	$ 7,582,717	$ 92,058,654

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Six Months Ended June 30 2026	For the Six Months Ended June 30 2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	$ 11,717,850	$ 9,464,508
Adjustments for:		
Depreciation expense	7,472,422	7,533,799
Amortization expense	3,326,286	3,291,434
Amortization of incremental costs of obtaining a contract	844,868	922,496
Loss (gain) on disposal and retirement of property, plant and equipment, net	(12,309)	128,995
Gain on disposal of property, plant and equipment held for sale	-	(1,689)
Expected credit loss	139,832	185,557
Other income and expenses	(490,113)	(553,608)
Finance costs	755,956	768,764
Interest income	(113,565)	(128,492)
Dividend income	(38,463)	(23,385)
Valuation loss (gain) on financial assets at fair value through profit or loss	(70,716)	108,350
Valuation gain on financial liabilities at fair value through profit or loss	(23,362)	(9,700)
Share of gain of associates accounted for using equity method	(173,712)	(17,335)
Loss (gain) on disposal of investments accounted for using equity method	57	(17,015)
Others	(5,960)	26,252
Changes in operating assets and liabilities		
Contract assets	320,242	(928,712)
Notes and accounts receivable	(909,931)	(318,103)
Notes and accounts receivable due from related parties	(12,288)	40,690
Other receivables	334,458	464,577
Inventories	1,873,564	1,792,875
Prepayments	(716,798)	(251,695)
Other current assets	15,439	36,022
Other financial assets	81,202	(143,414)
Incremental costs of obtaining a contract	(730,734)	(853,946)
Contract liabilities	413,110	(59,640)
Notes and accounts payable	(317,451)	(518,985)
Notes and accounts payable due to related parties	54,086	52,113
Other payables	(831,353)	(1,261,139)
Provisions	(3,707)	(47,673)
Advance receipts	99,548	52,736
Other current liabilities	(71,349)	118,105
Net defined benefit plans	(14,641)	(15,157)
Cash inflows generated from operating activities	22,912,468	19,837,585
Interest received	7,412	16,970
Interest paid	(1,025)	(1,062)
Income taxes paid	(1,728,409)	(2,015,795)
Net cash generated from operating activities	21,190,446	17,837,698

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Six Months Ended June 30	
	2026	2025
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	$(4,096,251)	$(5,397,073)
Acquisition of right-of-use assets	(14,873)	(22,593)
Acquisition of intangible assets	(253,937)	(264,028)
Increase in prepayments for equipment	(114,850)	(220,688)
Proceeds from disposal of property, plant and equipment	65,135	66,303
Proceeds from disposal of property, plant and equipment held for sale	-	10,730
Increase (decrease) in advance receipts from asset disposals	58	(103)
Acquisition of financial assets at fair value through profit or loss	(36,245)	(51,085)
Proceeds from financial assets at fair value through profit or loss	4,297	-
Acquisition of financial assets at fair value through other comprehensive income	(289,525)	(250,000)
Disposal of financial assets at fair value through other comprehensive income	61,628	-
Proceeds from capital reduction of financial assets at fair value through profit or loss	6,000	3,169
Acquisition of investments accounted for using equity method	(3,099,813)	(75,150)
Increase in prepayments for investment	-	(59,999)
Disposal of investments accounted for using equity method	-	25,573
Other investing activities	169,758	34,339
Increase in refundable deposits	(155,177)	(284,046)
Decrease in refundable deposits	177,663	262,886
Increase in other financial assets	(34,499)	(296,593)
Decrease in other financial assets	153,346	524,667
Interest received	102,742	119,327
Other dividends received	9,484	7,539
Net cash used in investing activities	(7,345,059)	(5,866,825)
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in short-term borrowings	(2,600,000)	(6,705,000)
Decrease in short-term notes and bills payable	(7,869,314)	(391,037)
Proceeds from issuance of bonds	-	13,708,805
Repayment of bonds	-	(14,000,000)
Proceeds from long-term borrowings	-	1,510,584
Repayment of long-term borrowings	(678,155)	(2,690,925)
Repayment of the principal portion of lease liabilities	(2,303,294)	(2,191,627)
Increase in guarantee deposits received	103,187	46,798
Decrease in guarantee deposits received	(58,075)	(69,796)

(Continued)

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Six Months Ended June 30	
	2026	2025
Proceeds from disposal of treasury stock	$ 3,996,007	$ -
Cash dividends paid to non-controlling interests of subsidiaries	(103,911)	(70,835)
Interest paid	(772,792)	(845,487)
Changes in non-controlling interests	(2,858)	-
Net cash used in financing activities	(10,289,205)	(11,698,520)
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	1,703	(282)
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,557,885	272,071
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	8,565,239	11,945,684
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	$ 12,123,124	$ 12,217,755

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

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2026 AND 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. ORGANIZATION AND OPERATIONS

Taiwan Mobile Co., Ltd. (TWM) was incorporated in Taiwan, the Republic of China (ROC) on February 25, 1997. TWM's stock was listed on the ROC Over-the-Counter Securities Exchange (currently known as The Taipei Exchange, TPEx) on September 19, 2000. On August 26, 2002, TWM's stock was shifted to be listed on the Taiwan Stock Exchange. TWM is mainly engaged in the rendering of mobile telecommunications, the sale of mobile phones and accessories, games and value-added services.

TWM received a second-generation mobile telecommunications concession operation license issued by the Directorate General of Telecommunications (DGT) of the ROC. The license allows TWM to provide services for 15 years from 1997 onwards. The 2G concession license had been renewed by the National Communications Commission (NCC) and expired on June 30, 2017. TWM received a third-generation concession license issued by the DGT in March 2005, and the 3G concession license expired on December 31, 2018. TWM participated in the mobile spectrum auctions held by NCC for the need of long-term business development and from April 2014 to June 2018 acquired the concession licenses for the fourth-generation mobile broadband spectrum in the 700MHz, 1800MHz and 2100MHz frequency bands separately, and the aforementioned licenses are valid until December 2030 and December 2033, respectively. In June 2020, TWM acquired the concession licenses for the fifth-generation mobile broadband spectrum in the 3500MHz and 28000MHz frequency bands, and the aforementioned licenses are valid until December 2040.

To expand the business scale and boost the operating performance and competitiveness, TWM merged with Taiwan Star Telecom Corporation Limited (TST). The merger was completed on December 1, 2023, and TST was the dissolved company. Since that date, TWM has acquired the licensed spectrum in the 900MHz, 2100MHz, 2600MHz, and 3500MHz frequency bands.

The accompanying consolidated financial statements comprise of TWM and its subsidiaries (collectively, the "Group").

2. APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

The Board of Directors approved the consolidated financial statements on August 5, 2026.

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

a. Initial application of new accounting policies

Liability classification of funds raised through the revolving commercial paper issuances

The Group has entered into a multi-year revolving commercial paper issuance agreement with a financial institution. Under this agreement, commercial papers are issued with maturities and are reissued on a revolving basis upon maturity, with interest payments made each cycle but no principal repayment required at maturity. As the Group does not have the right at the end of the reporting period (reporting date) to defer settlement of these liabilities for at least twelve months after the reporting date, and as given that the substance of the transaction is the repayment of maturing commercial papers through the issuance of new ones, such liabilities shall be classified as current liabilities in accordance with the Q&A issued by the Accounting Research and Development Foundation (ARDF). In accordance with the Q&A issued by the Financial Supervisory Commission (FSC), the Group applies these requirements to commercial papers issued on a revolving basis on or after January 1, 2026. See Note 17c. for the details.

b. Application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRS Accounting Standards") endorsed and issued into effect by the FSC

Application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have any material impact on the Group's accounting policies.

c. The IFRS Accounting Standards issued by International Accounting Standards Board (IASB) and endorsed by the FSC for application starting from 2027

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027 (Note 1)
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027
Amendments to IAS 28 "Amendments to the Fair Value Option for Investments in Associates and Joint Ventures"	January 1, 2027 (Note 2)

Note 1: IFRS 18 will take effect starting from January 1, 2028 for domestic entities. Earlier application is permitted.

Note 2: An entity shall apply the amendments when it applies IFRS 18.

<u>IFRS 18 "Presentation and Disclosure in Financial Statements"and consequential amendments</u>

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

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

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

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

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

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

- The Group shall use operating profit or loss as the starting point when presenting cash flows from operating activities under the indirect method.

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

The Group has decided not to apply IFRS 18 and consequential amendments earlier.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing impacts of the above amended standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between An Investor and Its Associate or Joint Venture"	To be determined by IASB

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the impacts of the above amended standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

Except for the following description, the material accounting policies adopted for the consolidated financial statements are the same as those adopted for the consolidated financial statements for the year ended December 31, 2025.

a. Statement of Compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 Interim Financial Reporting endorsed and issued into effect by the FSC. The consolidated financial statements do not include all the information which should be disclosed in the annual consolidated financial statements in accordance with the IFRSs Accounting Standards endorsed and issued into effect by the FSC.

b. Basis of Consolidation

1) The basis of preparation of the consolidated financial statements is the same as that of the consolidated financial statements for the year ended December 31, 2025.

2) The subsidiaries included in the consolidated financial statements were as follows:

Investor	Subsidiary	Main Business and Products	Percentage of Ownership June 30, 2026	December 31, 2025	June 30, 2025	Note
TWM	Taiwan Cellular Co., Ltd. (TCC)	Investment	100.00%	100.00%	100.00%	Note 1
	Wealth Media Technology Co., Ltd. (WMT)	Investment	100.00%	100.00%	100.00%	-
TWM	Taipei New Horizon Co., Ltd. (TNH)	Building and operating Songshan Cultural and Creative Park BOT project	49.90%	49.90%	49.90%	-
	Fu Sheng Digital Co., Ltd. (FSD)	Virtual asset platform and transaction service provider	100.00%	100.00%	100.00%	-
	TWM Power Co., Ltd. (TPC)	Information software services	100.00%	100.00%	100.00%	-
	FullSynergy New Retail Co., Ltd. (FSNR)	Branding agency and retail sales	100.00%	100.00%	100.00%	-
	Taiwan Mobile Film Co., Ltd. (TWMFM)	Film production	100.00%	100.00%	100.00%	-
TCC	Taiwan Fixed Network Co., Ltd. (TFN)	Fixed-line service provider	100.00%	100.00%	100.00%	Note 1
	Taiwan Teleservices & Technologies Co., Ltd. (TT&T)	Call center service and telephone marketing	100.00%	100.00%	100.00%	-
	Taiwan Digital Service Co., Ltd. (TDS)	Commissioned maintenance services	100.00%	100.00%	100.00%	-
	Taihsin Property Insurance Agent Co., Ltd. (TPIA)	Property insurance agent	100.00%	100.00%	100.00%	-
	Tai-Fu Cloud Technology Co., Ltd. (TFC)	Cloud and information services	100.00%	100.00%	100.00%	-
	TCCI Investment and Development Co., Ltd. (TID)	Investment	100.00%	100.00%	100.00%	Note 1
WMT	TFN Media Co., Ltd. (TFNM)	Broadcasting and TV program distribution and investment in cable TV service providers, etc	100.00%	100.00%	100.00%	-
	Global Forest Media Technology Co., Ltd. (GFMT)	Investment	100.00%	100.00%	100.00%	-
	Global Wealth Media Technology Co., Ltd. (GWMT)	Investment	100.00%	100.00%	100.00%	-
	Win TV Broadcasting Co., Ltd. (WTVB)	TV program provider	100.00%	100.00%	100.00%	-
	momo.com Inc. (momo)	Wholesale, retail, and retail sale no storefront	45.01%	45.01%	45.01%	-
FSNR	Preparatory office of Full81 Co., Ltd. (Preparatory office of F81)	Branding agency and retail sales	100.00%	-	-	Note 2
TWMFM	Taiwan Stampede Franchise Film Co., Ltd. (SFF)	Film production	100.00%	100.00%	100.00%	-

Investor	Subsidiary	Main Business and Products	Percentage of Ownership June 30, 2026	Percentage of Ownership December 31, 2025	Percentage of Ownership June 30, 2025	Note
TFNM	Yeong Jia Leh Cable TV Co., Ltd. (YJCTV)	Cable TV service provider	100.00%	100.00%	100.00%	-
	Mangrove Cable TV Co., Ltd. (MCTV)	Cable TV service provider	29.53%	29.53%	29.53%	Note 3
	Phoenix Cable TV Co., Ltd. (PCTV)	Cable TV service provider	100.00%	100.00%	100.00%	-
	Union Cable TV Co., Ltd. (UCTV)	Cable TV service provider	99.22%	99.22%	99.22%	-
	Globalview Cable TV Co., Ltd. (GCTV)	Cable TV service provider	92.38%	92.38%	92.38%	-
GFMT	UCTV	Cable TV service provider	0.76%	0.76%	0.76%	-
GWMT	GCTV	Cable TV service provider	6.83%	6.83%	6.83%	-
momo	Asian Crown International Co., Ltd. (Asian Crown)	Investment	81.99%	81.99%	81.99%	Note 4
	Honest Development Co., Ltd. (Honest Development)	Investment	100.00%	100.00%	100.00%	-
	Fuli Insurance Agent Co., Ltd. (FI)	Comprehensive insurance agent	100.00%	100.00%	100.00%	-
	Fu Sheng Travel Service Co., Ltd. (FST)	Travel agent	100.00%	100.00%	100.00%	-
	Fu Sheng Logistics Co., Ltd. (FSL)	Logistics and transport	100.00%	100.00%	100.00%	-
	MFS Co., Ltd. (MFS)	Wholesaling	100.00%	100.00%	100.00%	-
	Prosperous Living Co., Ltd. (Prosperous Living)	Wholesale and retail sales	73.62%	73.62%	73.62%	-
	Bebe Poshe International Co., Ltd. (Bebe Poshe)	Wholesale of cosmetics	-	-	100.00%	Note 5
Asian Crown	Fortune Kingdom Corporation (Fortune Kingdom)	Investment	100.00%	100.00%	100.00%	Note 4
Fortune Kingdom	Hong Kong Fubon Multimedia Technology Co., Ltd. (HK Fubon Multimedia)	Investment	100.00%	100.00%	100.00%	Note 4
Honest Development	Hongkong Yue Numerous Investment Co., Ltd. (HK Yue Numerous)	E-commerce portals and investment	100.00%	100.00%	100.00%	-
HK Yue Numerous	Shenzhen Hbo Information Advisory Co., Ltd. (Shenzhen Hbo)	Information services and investment	100.00%	100.00%	100.00%	-
HK Fubon Multimedia	Fubon Gehua (Beijing) Enterprise Ltd. (FGE)	Wholesaling	-	-	93.55%	Note 5

Note 1: TCC, TFN, and TID collectively owned 663,404 thousand shares of TWM, representing 17.82% of the total shares outstanding as of June 30, 2026.

Note 2: The incorporation registration was completed on July 2, 2026.

Note 3: The other 70.47% of shares were held under trustee accounts.

Note 4: The subsidiaries were resolved to be dissolved by their Board of Directors and are currently in the process of liquidation.

Note 5: The liquidation process was completed in 2025.

3) Subsidiaries excluded from the consolidated financial statements: None.

c. Employee Benefits

Defined benefit pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year.

d. Income Tax

Income tax expense represents the sum of the tax currently payable and deferred tax. The interim period income tax expense is accrued using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the profit before tax of the interim period.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same material accounting judgments and key sources of estimation uncertainty have been followed when preparing these interim consolidated financial statements as those that were applied in the preparation of the consolidated financial statements for the year ended December 31, 2025.

6. CASH AND CASH EQUIVALENTS

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand and revolving funds	$ 59,905	$ 79,697	$ 122,907
Cash in banks	8,498,352	6,856,205	8,082,491
Time deposits	2,966,873	1,034,233	1,984,350
Government bonds with repurchase rights and short-term notes and bills	597,994	595,104	2,028,007
	$ 12,123,124	$ 8,565,239	$ 12,217,755

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	June 30, 2026	December 31, 2025	June 30, 2025
Investments in equity instruments-current			
Domestic investments			
Listed stocks	$ 307,552	$ 283,643	$ 293,424
Foreign investments			
Listed stocks	121	115	138
	$ 307,673	$ 283,758	$ 293,562

	June 30, 2026	December 31, 2025	June 30, 2025
Investments in equity instruments - non-current			
Domestic investments			
Listed stocks	$ 526,424	$ 290,728	$ 313,998
Unlisted stocks	1,325,975	1,352,256	1,360,900
Foreign investments			
Unlisted stocks	2,292,874	2,262,779	2,333,734
	$ 4,145,273	$ 3,905,763	$ 4,008,632

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

8. NOTES AND ACCOUNTS RECEIVABLE, NET

	June 30, 2026	December 31, 2025	June 30, 2025
Notes receivable	$ 6,553	$ 19,347	$ 9,462
Accounts receivable	10,676,333	9,909,373	9,629,529
Less: Allowance for impairment loss	(453,053)	(473,806)	(496,812)
	$ 10,229,833	$ 9,454,914	$ 9,142,179

The main credit terms range from 30 to 90 days.

The Group serves a large consumer base for its telecommunications business; therefore, the concentration of credit risk is limited. When entering into transactions with customers, the Group considers the record of arrears in the past. In addition, the Group may also collect some telecommunication charges in advance to reduce the risk of payment arrears in subsequent periods.

The Group adopted a policy of only trading with corporate counterparties with a considerable scale of operations, certain credit ratings and financial conditions for telecommunications service and products. In addition to examining publicly available financial information and its own historical transaction experience, the Group obtains collateral where necessary to mitigate the risk of loss arising from default. The Group continues to monitor the credit exposure and financial and credit conditions of its counterparties, and spreads the total amount of the transactions among qualified counterparties.

In order to mitigate credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure the recoverability of receivables. In addition, the Group reviews the recoverable amount of trade receivables at balance sheet dates to ensure that adequate allowance is provided for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk could be reasonably reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime expected credit losses (ECLs). The ECLs on trade receivables are estimated using a provision matrix approach considering the past default records of the customers and an analysis of the customers' current financial positions, as well as industry-specific factors and relevant macroeconomic indicators. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision matrix does not distinguish customer segments. As a result, the expected credit loss rate is based on the number of past due days of trade receivables.

The Group writes off a trade receivable when there is evidence indicating that the counterparty is in severe financial difficulty and the trade receivable is considered uncollectible. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

Movements of the loss allowance for notes and accounts receivable by individual and collective assessment were as follows:

June 30, 2026

	Not Past Due	Overdue 1 to 120 Days	Overdue 121 to 365 Days	Overdue Over 365 Days	Total
Gross carrying amount	$ 9,543,410	$ 905,137	$ 232,023	$ 2,316	$ 10,682,886
Loss allowance (Lifetime ECLs)	(74,299)	(160,033)	(216,405)	(2,316)	(453,053)
Amortized cost	$ 9,469,111	$ 745,104	$ 15,618	$ -	$ 10,229,833

December 31, 2025

	Not Past Due	Overdue 1 to 120 Days	Overdue 121 to 365 Days	Overdue Over 365 Days	Total
Gross carrying amount	$ 8,836,052	$ 834,564	$ 255,629	$ 2,475	$ 9,928,720
Loss allowance (Lifetime ECLs)	(71,228)	(159,098)	(241,005)	(2,475)	(473,806)
Amortized cost	$ 8,764,824	$ 675,466	$ 14,624	$ -	$ 9,454,914

June 30, 2025

	Not Past Due	Overdue 1 to 120 Days	Overdue 121 to 365 Days	Overdue Over 365 Days	Total
Gross carrying amount	$ 8,574,983	$ 777,998	$ 284,305	$ 1,705	$ 9,638,991
Loss allowance (Lifetime ECLs)	(71,217)	(160,487)	(263,403)	(1,705)	(496,812)
Amortized cost	$ 8,503,766	$ 617,511	$ 20,902	$ -	$ 9,142,179

For the aforementioned periods, the expected credit loss rates ranged from 0.02%~83.33% for trade receivables not past due and past due within 120 days, and from 65.5%~100% for trade receivables past due over 120 days.

Movements of the loss allowance of notes and accounts receivable were as follows:

	For the Six Months Ended June 30 2026	For the Six Months Ended June 30 2025
Beginning balance	$ 473,806	$ 487,947
Add: Provision	141,593	177,236
Recovery	37,331	35,537
Less: Write-off	(199,677)	(203,908)
Ending balance	$ 453,053	$ 496,812

9. INVENTORIES

	June 30, 2026	December 31, 2025	June 30, 2025
Merchandise	$ 6,759,883	$ 8,622,026	$ 7,028,868
Materials for maintenance	12,023	11,630	11,864
	$ 6,771,906	$ 8,633,656	$ 7,040,732

For the three months and the six months ended June 30, 2026, the cost of goods sold related to inventories amounted to $28,595,004 thousand and $57,757,259 thousand, respectively, which included the reversal of inventory write-down totaling $18,465 thousand and $226 thousand, respectively.

For the three months and the six months ended June 30, 2025, the cost of goods sold related to inventories amounted to $27,749,491 thousand and $56,409,339 thousand, respectively, which included the inventory write-down totaling $2,195 thousand and $3,272 thousand, respectively.

10. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

Associates, which were not individually material and were accounted for using equity method, were as follows:

	June 30, 2026		December 31, 2025		June 30, 2025	
Investee Company	Amount	% of Ownership	Amount	% of Ownership	Amount	% of Ownership
Systex Corporation (SYSTEX)	$ 4,095,961	11.86	$ 4,082,641	11.86	$ 3,927,100	11.86
PACM CPT Media Limited (PACM)	3,078,594	30.00	-	-	-	-
AppWorks Ventures Co., Ltd. (AppWorks)	270,965	51.00	257,837	51.00	258,023	51.00
AppWorks Fund III Co., Ltd. (AppWorks Fund III)	475,096	20.14	474,019	20.14	501,727	20.14
AppWorks Fund IV L.P. (AppWorks Fund IV)	312,728	16.64	297,547	16.64	282,708	17.52
Uspace Tech Co., Ltd. (Uspace)	258,179	28.80	235,170	31.76	253,755	31.76
NADA Holdings Corp. (NADA)	124,544	17.88	103,929	17.65	99,660	18.64
Tropics Entertainment Co., Ltd. (Tropics)	52,247	40.00	56,040	40.00	56,218	40.00
Fubon Green Power Co., Ltd. (Fubon Green Power)	591,320	15.00	594,320	15.00	598,404	15.00
WeMo (Cayman) Corp. (WeMo)	379,642	17.28	387,209	17.28	-	-
Bronci Technology Inc. (Bronci)	73,877	23.79	73,376	23.85	-	-
Global Home Shopping Co., Ltd. (GHS)	251,606	20.00	225,228	20.00	261,090	20.00
kbro Media Co., Ltd. (kbro Media)	46,937	33.58	50,122	33.58	55,435	33.58
Mistake Entertainment Co., Ltd. (M.E.)	35,636	11.33	34,689	11.33	33,627	11.33
SK Biomedical INC. (SK Biomedical)	4,167	20.00	4,661	20.00	5,273	20.00
Wei Xiang Corp. (WeMo TW)	-	-	-	-	62,050	28.13
	$ 10,051,499		$ 6,876,788		$ 6,395,070	

a. SYSTEX

In September 2024, the Group acquired 11.86% equity interest of SYSTEX, and has significant influence on SYSTEX due to having representation on its Board of Directors.

b. AppWorks

In September 2019, the Group acquired 51% equity interest of AppWorks. The Group has no control over AppWorks due to its holding less than half number of seats on AppWorks' Board of Directors. Therefore, the Group only has significant influence on AppWorks and accounts for its investment in AppWorks as an associate of the Group, under the equity-method of accounting.

c. AppWorks Fund III

In April 2020, the Group acquired 19.46% equity interest of AppWorks Fund III. The Group has significant influence on AppWorks Fund III since the president of TWM serves as the chairman of AppWorks Fund III. The Group's percentage of ownership interest in AppWorks Fund III increased to 20.14% due to non-proportionate subscription to AppWorks Fund III's issuance of new capital stock.

d. AppWorks Fund IV

As of December 2022, the Group subscribed 32.86% equity of AppWorks Fund IV and became the single largest limited partner. Since the management, control, operation and decision-making of the limited partnerships investments were executed by general partner, the Group had no control over AppWorks Fund IV but retained significant influence. Due to the non-proportionate subscription to AppWorks Fund IV's capital increase, the percentage of ownership interest in AppWorks Fund IV decreased, and was no longer the single largest limited partner.

e. Uspace

From October to November 2022, the Group acquired 32.9% equity interest of Uspace. Although the Group was the single largest stockholder of Uspace, it only obtained one out of five seats of the Board of Directors. In addition, the management considered the size of ownership interest and the dispersion of shares owned by other stockholders, the other holdings were not extremely dispersed. Therefore, the Group has no control over Uspace but retains significant influence. The Group's percentage of ownership interest in Uspace decreased due to non-proportionate subscription to Uspace's issuance of new capital stock.

In June 2026, the Group resolved to dispose of a portion of its equity interest of Uspace. Accordingly, the portion expected to be disposed of was reclassified as non-current assets held for sale.

f. NADA

In December 2021, the Group acquired 37.93% equity interest of NADA. Due to the disposal of a portion of its equity interest of NADA in March 2025 and non-proportionate subscription to NADA's issuance of new capital stock, the percentage of ownership interest in NADA decreased. The Group has significant influence on NADA due to having representation on its Board of Directors.

g. Fubon Green Power

In June 2024, TWM and momo acquired 10% and 5% equity interest of Fubon Green Power, respectively, resulting in the Group's ownership percentage of 15%. The Group has significant influence on Fubon Green Power due to having representation on its Board of Directors.

h. WeMo

In October 2025, the Group acquired 17.28% equity interest of WeMo, and has significant influence on WeMo due to having representation on its Board of Directors.

i. GHS

In June 2015, the Group acquired 20% equity interest of GHS through its subsidiary. As the Group did not participate in GHS's capital increase in October 2015, its percentage of ownership interest in GHS decreased to 18%. In January 2016, its percentage of ownership interest in GHS increased to 20% due to the acquisition of an additional 2% equity interest of GHS.

j. WeMo TW

In October 2025, the Group disposed of all of its equity interest of WeMo TW.

11. SUBSIDIARIES WITH MATERIAL NON-CONTROLLING INTERESTS

	Proportion of Non-controlling Interests' Ownership and Voting Rights		
Subsidiary	**June 30, 2026**	**December 31, 2025**	**June 30, 2025**
momo	54.99 %	54.99 %	54.99 %

For information on the principal place of business and the company's country of registration, see Table 6.

The summarized financial information of momo and its subsidiaries had taken into account the adjustments to acquisition-date fair value, and reflected the amounts before eliminations of intercompany transactions as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Current assets	$ 12,678,504	$ 11,030,302	$ 13,539,826
Non-current assets	23,522,463	23,492,236	22,734,922
Current liabilities	(18,463,668)	(15,118,436)	(18,023,776)
Non-current liabilities	(1,877,066)	(2,140,872)	(2,485,986)
Equity	$ 15,860,233	$ 17,263,230	$ 15,764,986
Equity attributable to:			
Owners of the parent	$ 10,288,776	$ 10,919,555	$ 10,245,489
Non-controlling interests of momo	5,489,609	6,260,097	5,436,735
Non-controlling interests of momo's subsidiaries	81,848	83,578	82,762
	$ 15,860,233	$ 17,263,230	$ 15,764,986

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	**2025**	**2026**	**2025**
Operating revenue	$ 27,092,750	$ 26,030,870	$ 53,686,216	$ 52,436,026
Profit	$ 630,651	$ 652,017	$ 1,275,559	$ 1,511,605
Other comprehensive income (loss)	(23,554)	(83,510)	(24,868)	(76,115)
Comprehensive income	$ 607,097	$ 568,507	$ 1,250,691	$ 1,435,490

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Profit attributable to:				
Owners of the parent	$ 283,403	$ 293,509	$ 573,199	$ 680,424
Non-controlling interests of momo	346,174	358,517	700,155	831,128
Non-controlling interests of momo's subsidiaries	1,074	(9)	2,205	53
	$ 630,651	$ 652,017	$ 1,275,559	$ 1,511,605
Comprehensive income attributable to:				
Owners of the parent	$ 272,801	$ 255,951	$ 562,005	$ 646,190
Non-controlling interests of momo	333,222	312,643	686,481	789,313
Non-controlling interests of momo's subsidiaries	1,074	(87)	2,205	(13)
	$ 607,097	$ 568,507	$ 1,250,691	$ 1,435,490

	For the Six Months Ended June 30	
	2026	2025
Net cash generated from operating activities	$ 3,425,896	$ 1,756,395
Net cash used in investing activities	(519,055)	(1,094,060)
Net cash used in financing activities	(381,169)	(428,294)
Effect of exchange rate changes	1,703	(282)
Net increase in cash	$ 2,527,375	$ 233,759

12. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings	Telecommunications Equipment and Machinery	Others	Construction in Progress and Equipment to be Inspected	Total
Cost						
Balance, January 1, 2026	$ 11,297,535	$ 8,674,189	$ 116,478,049	$ 10,322,873	$ 4,423,095	$ 151,195,741
Additions	-	-	92,163	112,301	3,057,246	3,261,710
Disposals and retirements	(6,957)	(9,891)	(3,719,239)	(216,037)	(4)	(3,952,128)
Reclassification	(22,371)	(17,504)	2,857,671	111,583	(2,957,713)	(28,334)
Balance, June 30, 2026	$ 11,268,207	$ 8,646,794	$ 115,708,644	$ 10,330,720	$ 4,522,624	$ 150,476,989
Accumulated depreciation and impairment						
Balance, January 1, 2026	$ -	$ 2,880,201	$ 88,786,941	$ 8,922,216	$ -	$ 100,589,358
Depreciation	-	122,942	4,538,082	363,260	-	5,024,284
Disposals and retirements	-	(5,477)	(3,673,149)	(214,615)	-	(3,893,241)
Reclassification	-	(9,481)	-	-	-	(9,481)
Balance, June 30, 2026	$ -	$ 2,988,185	$ 89,651,874	$ 9,070,861	$ -	$ 101,710,920
Carrying amount, January 1, 2026	$ 11,297,535	$ 5,793,988	$ 27,691,108	$ 1,400,657	$ 4,423,095	$ 50,606,383
Carrying amount, June 30, 2026	$ 11,268,207	$ 5,658,609	$ 26,056,770	$ 1,259,859	$ 4,522,624	$ 48,766,069

	Land	Buildings	Telecommunications Equipment and Machinery	Others	Construction in Progress and Equipment to be Inspected	Total
Cost						
Balance, January 1, 2025	$ 11,337,067	$ 8,656,679	$ 124,950,727	$ 10,078,230	$ 3,064,860	$ 158,087,563
Additions	-	19,048	88,065	145,999	4,305,069	4,558,181
Disposals and retirements	-	(140)	(13,074,230)	(159,493)	-	(13,233,863)
Reclassification	(2,636)	(1,817)	3,367,850	205,729	(3,510,034)	59,092
Balance, June 30, 2025	$ 11,334,431	$ 8,673,770	$ 115,332,412	$ 10,270,465	$ 3,859,895	$ 149,470,973
Accumulated depreciation and impairment						
Balance, January 1, 2025	$ -	$ 2,636,095	$ 94,966,958	$ 8,684,070	$ -	$ 106,287,123
Depreciation	-	122,711	4,827,921	364,818	-	5,315,450
Disposals and retirements	-	(140)	(12,916,432)	(158,773)	-	(13,075,345)
Reclassification	-	567	-	-	-	567
Balance, June 30, 2025	$ -	$ 2,759,233	$ 86,878,447	$ 8,890,115	$ -	$ 98,527,795
Carrying amount, June 30, 2025	$ 11,334,431	$ 5,914,537	$ 28,453,965	$ 1,380,350	$ 3,859,895	$ 50,943,178

Property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	
Primary buildings	20-55 years
Mechanical and electrical equipment	5-15 years
Telecommunications equipment and machinery	1-20 years
Others	1-15 years

13. LEASE ARRANGEMENTS

a. Right-of-use assets

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amount			
Land	$ 603,443	$ 605,138	$ 613,464
Buildings	13,595,525	11,992,468	10,212,059
Telecommunications equipment and machinery	403,717	377,714	384,342
Others	124,478	125,799	72,856
	$ 14,727,163	$ 13,101,119	$ 11,282,721

	For the Six Months Ended June 30	
	2026	2025
Additions to right-of-use assets	$ 4,208,806	$ 2,539,247

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Depreciation charge for right-of-use assets				
Land	$ 65,872	$ 66,262	$ 131,899	$ 132,830
Buildings	1,106,795	1,000,317	2,217,231	1,995,002
Telecommunications equipment and machinery	28,054	26,434	56,171	52,834
Others	17,645	14,948	35,034	29,982
	$ 1,218,366	$ 1,107,961	$ 2,440,335	$ 2,210,648

Except for the aforementioned additions and recognized depreciation, the Group did not have significant sublease or impairment of right-of-use assets during the six months ended June 30, 2026 and 2025.

b. Lease liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amount			
Current	$ 4,373,067	$ 4,184,922	$ 3,990,589
Non-current	$ 10,664,030	$ 9,101,807	$ 7,377,656

Range of discount rates for lease liabilities was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Land	0.62%~1.83%	0.61%~1.83%	0.61%~1.71%
Buildings	0.62%~4.06%	0.61%~4.06%	0.61%~1.71%
Telecommunications equipment and machinery	0.63%~1.83%	0.63%~1.83%	0.79%~1.44%
Others	0.62%~1.83%	0.62%~1.83%	0.62%~1.71%

c. Material lease-in activities and terms

The Group leases base transceiver stations and machine rooms, stores, offices, warehouses, maintenance centers, equipment, etc., with most of the lease terms ranging from 1 to 6 years. The Group does not have bargain purchase options to acquire the leasehold assets at the end of the lease terms. In addition, the Group is prohibited from subleasing all or any portion of the underlying assets without the lessors' consents in some lease agreements. The Group can early terminate the arrangements if there are any controversial or other incidental matters that will cause the leasehold assets not being able to meet the purposes of use.

d. Other lease information

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Expenses related to short-term leases	$ 9,951	$ 9,919	$ 19,651	$ 19,717
Expenses related to low-value asset leases	$ 10,010	$ 14,310	$ 20,889	$ 29,350
Expenses related to variable lease payments and not included in the measurement of lease liabilities	$ 7,710	$ 6,972	$ 14,743	$ 15,828

	For the Six Months Ended June 30	
	2026	2025
Total cash outflow for leases	$ 2,454,024	$ 2,352,332

14. INVESTMENT PROPERTIES

The fair values of investment properties were measured using Level 3 inputs, arising from income approach, comparative approach, and cost approach adopted by a third party real estate appraiser, HomeBan Appraisers Joint Firm. As of June 30, 2026, December 31, 2025 and June 30, 2025, the fair values of investment properties were $5,940,820 thousand, $5,798,899 thousand and $5,666,640 thousand, respectively, and the capitalization rates for the aforementioned financial reporting periods were all ranged from 0.96%~4.07%, respectively.

The amounts of depreciation recognized for the three months and the six months ended June 30, 2026 and 2025 were $3,935 thousand, $3,851 thousand, $7,803 thousand and $7,701 thousand, respectively.

The maturity analysis of lease payments receivable under operating leases of investment properties was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Year 1	$ 99,605	$ 109,431	$ 111,920
Year 2	86,649	88,588	96,463
Year 3	53,842	75,957	85,229
Year 4	12,437	29,336	52,873
Year 5	7,239	7,836	11,603
Year 6 and thereafter	9,417	12,949	16,480
	$ 269,189	$ 324,097	$ 374,568

15. INTANGIBLE ASSETS

	Concessions			Other Intangible Assets				
	Concession Licenses	Service Concessions	Goodwill	Customer Relationships	Operating Rights	Trademarks	Computer Software and Others	Total
Cost								
Balance, January 1, 2026	$ 92,149,830	$ 8,180,078	$ 33,228,022	$ 3,599,602	$ 1,382,000	$ 2,495,133	$ 5,124,799	$ 146,159,464
Additions	-	-	-	-	-	40	252,462	252,502
Disposals and retirements	-	-	-	-	-	-	(281,955)	(281,955)
Reclassification	-	-	-	-	-	-	29,644	29,644
Balance, June 30, 2026	$ 92,149,830	$ 8,180,078	$ 33,228,022	$ 3,599,602	$ 1,382,000	$ 2,495,173	$ 5,124,950	$ 146,159,655
Accumulated amortization and impairment								
Balance, January 1, 2026	$ 37,447,597	$ 2,282,340	$ -	$ 2,571,758	$ -	$ 853	$ 4,334,668	$ 46,637,216
Amortization	2,808,139	89,360	-	96,174	-	35	332,578	3,326,286
Disposals and retirements	-	-	-	-	-	-	(281,955)	(281,955)
Balance, June 30, 2026	$ 40,255,736	$ 2,371,700	$ -	$ 2,667,932	$ -	$ 888	$ 4,385,291	$ 49,681,547
Carrying amount, January 1, 2026	$ 54,702,233	$ 5,897,738	$ 33,228,022	$ 1,027,844	$ 1,382,000	$ 2,494,280	$ 790,131	$ 99,522,248
Carrying amount, June 30, 2026	$ 51,894,094	$ 5,808,378	$ 33,228,022	$ 931,670	$ 1,382,000	$ 2,494,285	$ 739,659	$ 96,478,108
Cost								
Balance, January 1, 2025	$ 92,149,830	$ 8,180,078	$ 33,254,687	$ 3,599,602	$ 1,382,000	$ 2,495,133	$ 4,938,680	$ 146,000,010
Additions	-	-	-	-	-	-	276,633	276,633
Disposals and retirements	-	-	-	-	-	-	(265,360)	(265,360)
Reclassification	-	-	-	-	-	-	75,363	75,363
Balance, June 30, 2025	$ 92,149,830	$ 8,180,078	$ 33,254,687	$ 3,599,602	$ 1,382,000	$ 2,495,133	$ 5,025,316	$ 146,086,646
Accumulated amortization and impairment								
Balance, January 1, 2025	$ 31,831,319	$ 2,103,621	$ 26,665	$ 2,379,410	$ -	$ 787	$ 4,213,285	$ 40,555,087
Amortization	2,808,139	89,359	-	96,174	-	33	297,729	3,291,434
Disposals and retirements	-	-	-	-	-	-	(265,360)	(265,360)
Balance, June 30, 2025	$ 34,639,458	$ 2,192,980	$ 26,665	$ 2,475,584	$ -	$ 820	$ 4,245,654	$ 43,581,161
Carrying amount, June 30, 2025	$ 57,510,372	$ 5,987,098	$ 33,228,022	$ 1,124,018	$ 1,382,000	$ 2,494,313	$ 779,662	$ 102,505,485

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

Concession licenses	14-21 years
Service concessions	44-50 years
Customer relationships	17-20 years
Trademarks	10 years
Computer software	1-10 years
Other intangible assets	
Copyrights	Amortized over the broadcast period

a. Service concessions

On January 15, 2009, TNH signed a BOT contract with the Taipei City Government. Under the BOT contract, TNH obtained the right to build and operate a development project located at the old Songshan Tobacco Plant. The development concession premium of superficies is amortized on a straight-line basis during the contract period, and the construction costs are amortized on a straight-line basis from the completion date of the construction to the BOT contract expiry date.

b. Customer relationships, operating rights, and trademarks

The Group measures the fair value of acquired assets when acquisitions occur, and identifies the fair value and amortization periods of the intangible assets which conform to materiality and related standards. Although some of the intangible assets such as operating rights and trademarks have legal useful lives, which can be extended, the Group regards these assets as intangible assets with indefinite useful lives.

1) On April 17, 2007, TFN, one of TWM's wholly-owned subsidiaries, acquired more than 50% of the former Taiwan Fixed Network Co., Ltd. (former TFN) through a public tender offer. TWM split the former TFN and its subsidiaries into two cash-generating units, i.e., fixed network services and cable television and broadband business. Accordingly, customer relationships and operating rights were identified and separately disclosed.

2) On July 13, 2011, WMT, one of TWM's wholly-owned subsidiaries, acquired control over momo. In the assessment of momo's retail business, based on the analysis results, trademarks were identified and separately disclosed.

3) On December 1, 2023, TWM completed the absorption merger with TST. In the assessment of TST's mobile communication services, based on the analysis results, customer relationships were identified and separately disclosed.

c. Goodwill

The carrying amounts of goodwill allocated to the cash-generating units were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Mobile communication services	$ 24,620,850	$ 24,620,850	$ 24,620,850
Fixed network services	357,970	357,970	357,970
Retail business	4,979,566	4,979,566	4,979,566
Cable television and broadband business	3,269,636	3,269,636	3,269,636
	$ 33,228,022	$ 33,228,022	$ 33,228,022

d. Impairment of assets

See Note 15.d. to the consolidated financial statements for the year ended December 31, 2025 for the related information on impairment of assets. There was no significant evidence indicating impairment of intangible assets as of June 30, 2026.

16. OTHER NON-CURRENT ASSETS

	June 30, 2026	December 31, 2025	June 30, 2025
Long-term accounts receivable	$ 163,342	$ 167,847	$ 145,693
Refundable deposits	1,207,907	1,231,462	872,998
Other prepayments	414,383	345,503	507,083
Prepayments for investment	-	14,119	59,999
Others	463,787	464,444	463,393
	$ 2,249,419	$ 2,223,375	$ 2,049,166

17. BORROWINGS

a. Short-term borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
Unsecured loans	$ 8,600,000	$ 11,200,000	$ 12,585,000
Annual interest rates	1.7%~1.83%	1.72%~1.8%	1.77%~1.934461%

For the information on endorsements and guarantees, see Note 31.b.

b. Short-term notes and bills payable

	June 30, 2026	December 31, 2025	June 30, 2025
Short-term notes and bills payable	$ -	$ 6,900,000	$ 4,700,000
Less: Discounts on short-term notes and bills payable	-	(8,838)	(4,080)
	$ -	$ 6,891,162	$ 4,695,920
Annual interest rates	-	1.608%~1.618%	1.608%~1.648%

c. Commercial papers payable - revolving credit facilities

	June 30, 2026	December 31, 2025	June 30, 2025
Commercial papers payable - current	$ 10,500,000	$ -	$ -
Commercial papers payable -non-current	-	11,500,000	11,500,000
Less: Discounts on commercial papers payable	(8,387)	(8,274)	(2,109)
Less: Current portion	-	(1,998,602)	-
	$ 10,491,613	$ 9,493,124	$ 11,497,891
Annual interest rates	1.8872%~1.9972%	1.8197%~1.9297%	1.8137%~1.9237%

TWM's commercial papers payable are treated as revolving credit facilities under the contracts. The last repayment date of the commercial papers payable is in February 2028. In accordance with the Q&A "Transition Requirements of the ARDF Q&A - Liability Classification of Funds Raised Through The Revolving Issuance of Commercial Papers" issued by the FSC on August 15, 2025, these commercial papers were classified as current liabilities from the date of the revolving issuance in January 2026.

d. Long-term borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
Unsecured loans	$ 12,600,000	$ 13,200,000	$ 13,800,000
Secured loans	1,338,915	1,417,070	1,523,380
Less: Unamortized expenses on unsecured loans	(5,059)	(6,305)	(7,629)
Less: Current portion	(1,912,620)	(1,612,620)	(1,312,620)
	$ 12,021,236	$ 12,998,145	$ 14,003,131
Annual interest rates:			
Unsecured loans	1.9147%	1.9137%	1.9137%
Secured loans	2.3526%	2.3526%	2.105%~2.3526%

1) Unsecured loans

To repay existing loans from financial institutions and enhance mid-term working capital, TWM entered into a syndicated loan with a joint credit agreement with six banks, including Bank of Taiwan and Mega International Commercial Bank on November 16, 2023. The credit limit was set at $15,000,000 thousand, with a credit period of 5 years. From December 13, 2023, the first installment would be due after 12 months, followed by subsequent installments every 6 months, totaling 9 repayment periods. The agreement stipulates the specific financial covenants, such as maintaining a certain net debt ratio, interest coverage ratio, operating EBITDA etc. throughout the loan term.

2) Secured loans

TNH entered into a syndicated loan agreement, with respect to the investment under the aforementioned BOT contract. The credit agreement originally signed in 2017 had been terminated in advance. In 2023, TNH signed another credit agreement with Bank of Taiwan for a credit amount and a guarantee amount totaling $2,558,000 thousand with interest payments made on a regular basis. The maturity date of the main agreement is in November 2030. Certain loan agreements allow for revolving utilization within the financing limit, and the maturity date is disclosed based on the expiration date of the revolving utilization agreement. In accordance with the loan agreement, the regular financial covenants, e.g., current ratio, equity ratio, and interest protection multiples, must be complied with during the loan term. For property under the BOT contract and its superficies that have been pledged as collateral, see Note 30.

18. BONDS PAYABLE

	June 30, 2026	December 31, 2025	June 30, 2025
6th domestic unsecured straight corporate bonds	$ 14,997,008	$ 14,996,024	$ 14,995,023
7th domestic unsecured straight corporate bond	2,498,972	2,498,722	2,498,467
1st domestic unsecured straight corporate bond in 2023	6,497,217	6,496,487	6,495,746
1st domestic unsecured straight corporate bond in 2024	1,998,324	1,998,067	1,997,807
1st domestic unsecured straight corporate bond in 2025	3,696,737	3,696,314	3,695,884
4th domestic unsecured convertible bond	6,501,118	6,457,128	6,394,089
5th domestic unsecured convertible bond	2,806,847	2,781,616	2,756,199
Less: Current portion	(9,998,928)	-	-
	$ 28,997,295	$ 38,924,358	$ 38,833,215

a. 5th domestic unsecured straight corporate bonds

On April 20, 2018, TWM issued the 5th domestic unsecured straight corporate bonds. The bonds included seven-year bonds, with the principal amount of $9,000,000 thousand, and coupon rate of 1% per annum, with simple interest due annually. The repayment had been made in April 2025.

b. 6th domestic unsecured straight corporate bonds

On March 24, 2020, TWM issued the 6th domestic unsecured straight corporate bonds. The bonds included five-year, seven-year, and ten-year bonds, with the principal amount of $5,000,000 thousand, $10,000,000 thousand and $5,000,000 thousand, each having a face value of $10,000 thousand, and coupon rates of 0.64%, 0.66% and 0.72% per annum, respectively, with simple interest due annually. Repayment will be made in full at maturity. As of June 30, 2026, the amount of unamortized bond issue cost was $2,992 thousand. The trustee of bond holders is Bank of Taiwan.

The above-mentioned five-year bond was due and the repayment had been made in March 2025.

Future repayments of the above-mentioned corporate bonds are as follows:

Year	**Amount**
2027	$ 10,000,000
2030	5,000,000
	$ 15,000,000

c. 7th domestic unsecured straight corporate bond

On July 13, 2021, TWM issued the 7th domestic unsecured straight corporate bond. The bond was seven-year bond, with the principal amount of $2,500,000 thousand, having a face value of $10,000 thousand, and coupon rate of 0.53% per annum, with simple interest due annually. Repayment will be made in full at maturity. As of June 30, 2026, the amount of unamortized bond issue cost was $1,028 thousand. The trustee of bond holders is Bank of Taiwan.

Future repayments of the above-mentioned corporate bond is as follows:

Year	**Amount**
2028	$ 2,500,000

d. 1st domestic unsecured straight corporate bond in 2023

On May 22, 2023, TWM issued the 1st domestic unsecured straight corporate bond in 2023 and obtained Social Bond accreditation. The bond was five-year bond, with the principal amount of $6,500,000 thousand, having a face value of $10,000 thousand, and coupon rate of 1.537% per annum, with simple interest due annually. Repayment will be made in full at maturity. As of June 30, 2026, the amount of unamortized bond issue cost was $2,783 thousand. The trustee of bond holders is Bank of Taiwan.

Future repayments of the above-mentioned corporate bond is as follows:

Year	**Amount**
2028	$ 6,500,000

e. 1st domestic unsecured straight corporate bond in 2024

On September 27, 2024, TWM issued the 1st domestic unsecured straight corporate bond in 2024 and obtained Social Bond accreditation. The bond was five-year bond, with the principal amount of $2,000,000 thousand, having a face value of $10,000 thousand, and coupon rate of 1.89% per annum, with simple interest due annually. Repayment will be made in full at maturity. As of June 30, 2026, the amount of unamortized bond issue cost was $1,676 thousand. The trustee of bond holders is Bank of Taiwan.

Future repayments of the above-mentioned corporate bond is as follows:

Year	Amount
2029	$ 2,000,000

f. 1st domestic unsecured straight corporate bond in 2025

On April 28, 2025, TWM issued the 1st domestic unsecured straight corporate bond in 2025 and obtained Social Bond accreditation. The bond was five-year bond, with the principal amount of $3,700,000 thousand, having a face value of $10,000 thousand, and coupon rate of 1.9% per annum, with simple interest due annually. Repayment will be made in full at maturity. As of June 30, 2026, the amount of unamortized bond issue cost was $3,263 thousand. The trustee of bond holders is Bank of Taiwan.

Future repayments of the above-mentioned corporate bond is as follows:

Year	Amount
2030	$ 3,700,000

g. 4th domestic unsecured convertible bond

On February 24, 2025, TWM issued its 4th domestic five-year unsecured zero-coupon convertible bond with an aggregate principal amount of $7,000,000 thousand and a par value of $100 thousand per bond certificate at 100%. The conversion price is set initially at $123 per share. The conversion price should be adjusted according to the prescribed formula and has been adjusted from $118.2 to $113.5 per share since July 15, 2026. Except for the book closure period, bondholders are entitled to convert bonds into TWM's common stock from May 25, 2025 to February 24, 2030. The trustee of bond holders is Mega International Commercial Bank Co., Ltd.

If the closing price of TWM's common stock continues being at least 130% of the conversion price then in effect for 30 consecutive trading days or the aggregate outstanding balance of bonds payable is less than 10% of the original issuance amount, TWM has the right to redeem the outstanding bonds payable at par value in cash during the period from three month after the issuance date to the date 40 days prior to the maturity date.

At the end of the third year from the bond issuance date, bondholders have the right to request TWM to redeem the convertible bonds at par value in cash.

The convertible bond contains both liability and equity components. The equity component was presented in equity under the heading of capital surplus - option. The effective interest rate of the liability component was 1.9462% per annum on initial recognition. As of June 30, 2026, the amount of unamortized bond discount was $478,882 thousand.

Proceeds from the issuance (minus transaction costs $4,035 thousand)	$ 6,995,965
Equity component	(591,159)
Financial liabilities	(53,869)
Liability component at the date of issuance	6,350,937
Interest charged at the effective interest rate	43,152
Liability component on June 30, 2025	$ 6,394,089
Liability component on January 1,2026	$ 6,457,128
Interest charged at the effective interest rate	62,602
Convertible bonds converted into common stock	(18,612)
Liability component on June 30, 2026	$ 6,501,118

As of June 30, 2026, the bondholders had requested to convert the bonds at face value of $20,000 thousand.

h. 5th domestic unsecured convertible bond

On February 25, 2025, TWM issued its 5th domestic five-year unsecured zero-coupon convertible bond with an aggregate principal amount of $3,000,000 thousand and a par value of $100 thousand per bond certificate at 100.63%. The conversion price is set initially at $115.8 per share. The conversion price should be adjusted according to the prescribed formula and has been adjusted from $111.3 to $106.9 per share since July 15, 2026. Except for the book closure period, bondholders are entitled to convert bonds into TWM's common stock from May 26, 2025 to February 25, 2030. The trustee of bond holders is Mega International Commercial Bank Co., Ltd.

If the closing price of TWM's common stock continues being at least 130% of the conversion price then in effect for 30 consecutive trading days or the aggregate outstanding balance of bonds payable is less than 10% of the original issuance amount, TWM has the right to redeem the outstanding bonds payable at par value in cash during the period from three month after the issuance date to the date 40 days prior to the maturity date.

At the end of the third year from the bond issuance date, bondholders have the right to request TWM to redeem the convertible bonds at par value in cash.

The convertible bond contains both liability and equity components. The equity component was presented in equity under the heading of capital surplus - option. The effective interest rate of the liability component was 1.821% per annum on initial recognition. As of June 30, 2026, the amount of unamortized bond discount was $193,153 thousand.

Proceeds from the issuance (minus transaction costs $1,815 thousand)	$ 3,017,105
Equity component	(260,188)
Financial liabilities	(17,989)
Liability component at the date of issuance	2,738,928
Interest charged at the effective interest rate	17,271
Liability component on June 30, 2025	$ 2,756,199
Liability component on January 1,2026	$ 2,781,616
Interest charged at the effective interest rate	25,231
Liability component on June 30, 2026	$ 2,806,847

19. PROVISIONS

	June 30, 2026	December 31, 2025	June 30, 2025
Restoration	$ 1,150,536	$ 1,142,156	$ 1,130,771
Replacement	657,950	630,164	611,669
Warranties	10,914	12,278	12,525
Onerous contracts	235,105	237,728	-
	$ 2,054,505	$ 2,022,326	$ 1,754,965
Current	$ 78,639	$ 96,105	$ 103,069
Non-current	1,975,866	1,926,221	1,651,896
	$ 2,054,505	$ 2,022,326	$ 1,754,965

	Restoration	Replacement	Warranties	Onerous Contracts	Total
Balance, January 1, 2026	$ 1,142,156	$ 630,164	$ 12,278	$ 237,728	$ 2,022,326
Provision	24,528	30,060	6,166	-	60,754
Payment/Reversal	(17,648)	(12,177)	(7,530)	(2,623)	(39,978)
Unwinding of discount	1,500	9,903	-	-	11,403
Balance, June 30, 2026	$ 1,150,536	$ 657,950	$ 10,914	$ 235,105	$ 2,054,505
Balance, January 1, 2025	$ 1,172,174	$ 584,823	$ 14,085	$ -	$ 1,771,082
Provision	21,349	29,299	9,884	-	60,532
Payment/Reversal	(64,080)	(11,363)	(11,444)	-	(86,887)
Unwinding of discount	1,328	8,910	-	-	10,238
Balance, June 30, 2025	$ 1,130,771	$ 611,669	$ 12,525	$ -	$ 1,754,965

20. RETIREMENT BENEFIT PLANS

a. Defined contribution plans

Domestic firms of the Group adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed and defined contribution plan. Under the LPA, an entity makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages. The employees of the Group's subsidiary in other country are participants of state-managed retirement benefit plans operated by local governments. In accordance with the above provisions, the Group's contributions to the pension plan amounted to $114,958 thousand and $111,993 thousand for the three months ended June 30, 2026 and 2025, respectively, and $231,357 thousand and $225,200 thousand for the six months ended June 30, 2026 and 2025, respectively.

b. Defined benefit plans

The Group recognized pension amounts of $262 thousand, $182 thousand, $478 thousand and $358 thousand as a reduction in expense for the three months and the six months ended June 30, 2026 and 2025, respectively, by using the actuarially determined pension cost rate.

21. EQUITY

a. Common stock

As of June 30, 2026, December 31, 2025 and June 30, 2025, TWM's authorized capital was $60,000,000 thousand and capital issued and outstanding were both $37,232,618 thousand, divided into 3,723,262 thousand shares, at a par value of $10 each.

As of June 30, 2026, the bondholders of the domestic unsecured convertible bonds had requested to convert the bonds into 169 thousand common stocks, and the amounts recognized as advance receipts for share capital $1,692 thousand. TWM will complete the related corporate registration procedures with respect to the issuance of new stock on the record date in accordance with the relevant regulations.

b. Capital surplus

	June 30, 2026	December 31, 2025	June 30, 2025
From business combinations	$ 18,190,446	$ 18,190,446	$ 18,190,446
Additional paid-in capital	1,641,404	4,092,496	4,092,496
Treasury stock transactions	7,652,389	5,159,704	5,159,704
Difference between consideration and carrying amount arising from the disposal of subsidiaries' stock	85,965	85,965	85,965
Changes in equity of subsidiaries	501,215	501,215	501,215
Changes in equity of associates accounted for using equity method	183,675	106,482	103,167
Convertible bonds payable options	849,658	851,347	851,347
Expired share options	13,269	13,269	13,269
Others	31,180	31,181	30,154
	$ 29,149,201	$ 29,032,105	$ 29,027,763

Under the ROC Company Act, capital surplus generated from the excess of the issue price over the par value of capital stock, including the stock issued for business combinations or new capital, the conversion premium from convertible corporate bonds, treasury stock transactions, and the difference between consideration and carrying amount of subsidiaries' stock disposed of, may be applied to make-up accumulated deficit, if any, or be transferred to capital as stock dividends, or be distributed as cash dividends when there is no accumulated deficit, and this transfer is restricted to a certain percentage of the paid-in capital. The capital surplus arising from changes in equity of subsidiaries, changes in equity of associates accounted for using equity method and the overdue unclaimed dividends could also be applied to make-up accumulated deficit, if any. The other capital surplus cannot be used by any means.

c. Appropriation of earnings and dividend policy

In accordance with the Company's Articles of Incorporation, TWM's profits earned in a fiscal year shall first be set aside to pay the applicable taxes, offset losses, and set aside for legal reserve pursuant to laws and regulations, unless the legal reserve has reached TWM's total paid-up capital. The remaining profits shall be set aside for special reserve in accordance with laws, regulations, or business requirements. Any further remaining profits plus unappropriated earnings shall be distributed in accordance with the proposal submitted by the Board of Directors for approval at a stockholders' meeting.

TWM adopts a dividend distribution policy whereby only surplus profits of TWM shall be distributed to stockholders. That is, after setting aside amounts for retained earnings based on TWM's capital budget plan, the residual profits shall be distributed as cash dividends. Stock dividends in a particular year shall be capped at no more than 80% of total dividends to be distributed for that year. The amount of the distributable dividends, the forms in which dividends shall be distributed, and the ratio thereof shall depend on the actual profit and cash positions of TWM and shall be approved by resolutions of the Board of Directors, who shall, upon such approval, recommend the same to the stockholders for approval by resolution at the stockholders' meetings.

The above appropriation of earnings should be resolved in the annual general stockholders' meeting (AGM) held in the following year.

According to the ROC Company Act, the appropriation for legal reserve shall be made until the accumulated reserve equals the aggregate par value of the outstanding capital stock of TWM. The legal reserve may be used to offset losses. After offsetting any deficit, the legal reserve may be transferred to capital and distributed as stock dividends or cash dividends for the amount in excess of 25% of the paid-in capital pursuant to a resolution adopted in the stockholders' meeting.

Pursuant to existing regulations, TWM is required to set aside and reverse additional special reserve equivalent to the net debit balance of the other equity interests, such as the exchange differences on translation and unrealized gain or loss on financial assets at FVTOCI.

The appropriations of earnings for 2025 and 2024, which have been resolved in the AGM on May 29, 2026 and May 29, 2025, respectively, were as follows:

	For Fiscal Year 2025	For Fiscal Year 2024
Legal reserve	$ 1,430,981	$ 1,396,607
Special reserve	830,974	135,582
Cash dividends	12,047,834	12,434,064
Cash dividends per share (NT$)	3.93716	4.1111

In addition, cash distributions arising from capital surplus with respect to the excess of stock issuance price over the par value of capital stock, totaling $2,469,815 thousand and $1,176,232 thousand and representing $0.80712 and $0.3889 per share, were also resolved in the AGM; thus, total distributions were $4.74428 and $4.5 per share for 2025 and 2024, respectively.

As of June 30, 2026, the cash dividends to stockholders of TWM and subsidiaries amounted to $15,975,696 thousand and were recognized under dividends payable account.

d. Other equity interests

	Exchange Differences on Translation	Unrealized Gain (Loss) on Financial Assets at FVTOCI	Total
Balance, January 1, 2026	$(49,992)	$(916,564)	$(966,556)
Exchange differences on translation	33,932	-	33,932
Changes in fair value of financial assets at FVTOCI	-	51,998	51,998
Valuation loss (gain) of equity instruments transferred to retained earnings due to disposal	-	(31,627)	(31,627)
Changes in other comprehensive income (loss) of associates accounted for using equity method	5,032	(7,253)	(2,221)
Valuation loss (gain) of equity instruments transferred to retained earnings due to disposal by associates	-	19,851	19,851
Other comprehensive loss transferred to retained earnings due to the decrease of percentage of ownership interest in the investments accounted for using equity method	-	(231)	(231)
Income tax effect	-	(7,045)	(7,045)
Balance, June 30, 2026	$(11,028)	$(890,871)	$(901,899)
Balance, January 1, 2025	$(18,142)	$(117,440)	$(135,582)
Exchange differences on translation	(24,159)	-	(24,159)
Changes in fair value of financial assets at FVTOCI	-	(376,191)	(376,191)
Changes in other comprehensive income (loss) of associates accounted for using equity method	(45,291)	(165,088)	(210,379)
Valuation loss (gain) of equity instruments transferred to retained earnings due to disposal by associates	-	(962)	(962)
Income tax effect	-	68,993	68,993
Balance, June 30, 2025	$(87,592)	$(590,688)	$(678,280)

e. Treasury stock

As of June 30, 2026, December 31, 2025 and June 30, 2025, TWM's stocks held by its subsidiaries, TCC, TFN and TID, for investment purposes were 663,404 thousand shares, 698,752 thousand shares and 698,752 thousand shares, respectively. The corresponding market values were $77,286,520 thousand, $75,814,549 thousand and $80,356,434 thousand, respectively. Since TWM's stocks held by its subsidiaries are regarded as treasury stock, TWM recognized $28,214,022 thousand, $29,717,344 thousand and $29,717,344 thousand as treasury stock, respectively. For those treasury stockholders, they have the same rights as the other stockholders, except that they are not allowed to subscribe new shares issued by TWM for cash and exercise the voting rights over such treasury stock.

TCC disposed of 35,348 thousand shares of TWM for $3,996,007 thousand in the first half year of 2026. TWM recognized "capital surplus - treasury stock transactions" at the amount of $2,492,685 thousand.

22. OPERATING REVENUE

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Revenue from contracts with customers				
Telecommunications and value-added services	$ 15,705,057	$ 15,215,336	$ 31,433,691	$ 30,386,115
Sales revenue	31,600,063	30,429,551	63,529,091	61,631,435
Cable TV and broadband services	1,596,949	1,403,215	3,201,784	2,782,549
Others	499,686	391,971	984,560	775,292
Other operating revenue	30,621	30,942	61,553	62,977
	$ 49,432,376	$ 47,471,015	$ 99,210,679	$ 95,638,368

a. Contract information

Refer to Note 35 and to Note 4.u. to the consolidated financial statements for the year ended December 31, 2025.

b. Contract balances

	June 30, 2026	December 31, 2025	June 30, 2025	January 1, 2025
Contract assets				
Bundle sales	$ 15,313,096	$ 15,391,127	$ 15,052,289	$ 14,123,577
Others	425,797	668,008	-	-
Less: Allowance for impairment loss	(114,899)	(115,517)	(112,835)	(105,849)
	$ 15,623,994	$ 15,943,618	$ 14,939,454	$ 14,017,728
Current	$ 8,026,392	$ 8,134,704	$ 7,168,447	$ 6,780,457
Non-current	7,597,602	7,808,914	7,771,007	7,237,271
	$ 15,623,994	$ 15,943,618	$ 14,939,454	$ 14,017,728

For notes and accounts receivable, please refer to Note 8.

The Group measures the loss allowance for contract assets at an amount equal to lifetime ECLs. The contract assets will be transferred to accounts receivable when the corresponding invoice is billed to the client, and the contract assets have substantially the same risk as the trade receivables. Therefore, the Group concluded that the expected loss rates for trade receivables can be applied to the contract assets.

	June 30, 2026	December 31, 2025	June 30, 2025	January 1, 2025
Contract liabilities				
Telecommunications and value-added services	$ 1,496,707	$ 1,610,003	$ 1,618,385	$ 1,692,729
Sales of goods	964,562	449,114	570,176	549,942
Cable TV and broadband services	464,224	455,027	548,189	556,569
Others	8,377	6,616	7,063	4,213
	$ 2,933,870	$ 2,520,760	$ 2,743,813	$ 2,803,453
Current	$ 2,596,291	$ 2,163,953	$ 2,385,274	$ 2,677,430
Non-current	337,579	356,807	358,539	126,023
	$ 2,933,870	$ 2,520,760	$ 2,743,813	$ 2,803,453

The changes in balances of contract assets and contract liabilities primarily result from the timing difference between the satisfaction of performance obligations and the payments collected from customers.

c. Assets related to contract costs

	June 30, 2026	December 31, 2025	June 30, 2025
Incremental costs of obtaining a contract - non-current	$ 2,320,793	$ 2,434,927	$ 2,548,355

The Group considered the past experience and the default clauses in the sale contracts and believed the commission and the subsidy paid for obtaining a contract are wholly recoverable, therefore, such costs are capitalized. The amounts of amortization recognized for the three months ended June 30, 2026 and 2025 were $418,518 thousand and $455,759 thousand, respectively, and for the six months ended June 30, 2026 and 2025 were $844,868 thousand and $922,496 thousand, respectively.

23. NON-OPERATING INCOME AND EXPENSES

a. Other gains and losses, net

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Gain (loss) on disposal and retirement of property, plant and equipment, net	$ 31,436	$(111,712)	$ 12,309	$(128,995)
Gain on disposal of property, plant and equipment held for sale	-	-	-	1,689
Gain (loss) on financial assets at FVTPL, net	49,839	(199,893)	70,716	(108,350)
Gain on financial liabilities at FVTPL	20,362	400	23,362	9,700
Gain (loss) on disposal of investments accounted for using equity method	(57)	1	(57)	17,015
Gain (loss) on foreign exchange, net	3,367	(37,519)	(5,782)	(45,094)
Others	(7,702)	(1,248)	(7,827)	(1,513)
	$ 97,245	$(349,971)	$ 92,721	$(255,548)

b. Finance costs

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Interest expense				
Corporate bonds	$ 126,177	$ 125,092	$ 250,776	$ 235,496
Bank loans	122,832	133,733	254,390	287,563
Commercial papers payable	56,671	75,014	129,100	143,530
Interest on lease liabilities	44,714	34,771	89,500	70,273
Other financial costs	16,206	16,013	32,190	31,902
	$ 366,600	$ 384,623	$ 755,956	$ 768,764

24. INCOME TAX

a. Income tax recognized in profit or loss

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Current income tax				
Current period	$ 1,169,344	$ 1,020,817	$ 2,259,847	$ 1,893,131
Prior years' adjustments	(85,841)	(256,358)	(82,845)	(256,371)
	1,083,503	764,459	2,177,002	1,636,760
Deferred income tax				
Temporary differences	54,723	118,096	103,893	10,644
Income tax expense	$ 1,138,226	$ 882,555	$ 2,280,895	$ 1,647,404

b. Income tax recognized in other comprehensive income (loss)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Deferred income tax expense (income)				
Unrealized gain/loss on financial assets at FVTOCI	$(5,084)	$(29,427)	$ 7,046	$(68,996)

c. Income tax examinations

The latest years for which the income tax returns of the entities in the Group have been examined by the tax authorities were as follows:

Company	Year
TWM	2022
TCC	2024
WMT	2024
TNH	2024
FSD	2024
TPC	2024
FSNR	2024
TWMFM	2024
TFN	2024
TT&T	2023
TDS	2024
TPIA	2024
TFC	2024 (Exclude 2023)
TID	2024
SFF	2024
TFNM	2023
GFMT	2024
GWMT	2024

Company	Year
WTVB	2023
YJCTV	2023
MCTV	2024
PCTV	2023
UCTV	2023
GCTV	2023
momo	2022
FI	2024
FST	2024
FSL	2024
MFS	2024
Prosperous Living	2024
TST (Dissolved)	2022
Bebe Poshe (Dissolved)	2024

25. EARNINGS PER SHARE

	For the Three Months Ended June 30, 2026		
	Amount After Income Tax	Weighted-average Number of Shares (In Thousands)	EPS (NT$)
Basic EPS			
Profit attributable to owners of the parent	$ 4,538,819	3,043,652	$ 1.49
Effect of dilutive potential common stock:			
Employees' compensation	-	2,616	
Convertible bonds	23,893	86,146	
Diluted EPS			
Profit attributable to owners of the parent (adjusted for potential effect of common stock)	$ 4,562,712	3,132,414	$ 1.46

	For the Three Months Ended June 30, 2025		
	Amount After Income Tax	Weighted-average Number of Shares (In Thousands)	EPS (NT$)
Basic EPS			
Profit attributable to owners of the parent	$ 3,289,190	3,024,510	$ 1.09
Effect of dilutive potential common stock:			
Employees' compensation	-	2,095	
Convertible bonds	43,035	82,817	
Diluted EPS			
Profit attributable to owners of the parent (adjusted for potential effect of common stock)	$ 3,332,225	3,109,422	$ 1.07

	For the Six Months Ended June 30, 2026		
	Amount After Income Tax	Weighted-average Number of Shares (In Thousands)	EPS (NT$)
Basic EPS			
Profit attributable to owners of the parent	$ 8,685,140	3,034,396	$ 2.86
Effect of dilutive potential common stock:			
Employees' compensation	-	4,467	
Convertible bonds	64,471	86,161	
Diluted EPS			
Profit attributable to owners of the parent (adjusted for potential effect of common stock)	$ 8,749,611	3,125,024	$ 2.80

	For the Six Months Ended June 30, 2025		
	Amount After Income Tax	Weighted-average Number of Shares (In Thousands)	EPS (NT$)
Basic EPS			
Profit attributable to owners of the parent	$ 6,944,389	3,024,510	$ 2.30
Effect of dilutive potential common stock:			
Employees' compensation	-	3,410	
Convertible bonds	50,723	57,966	
Diluted EPS			
Profit attributable to owners of the parent (adjusted for potential effect of common stock)	$ 6,995,112	3,085,886	$ 2.27

Since TWM has the discretion to settle the employees' compensation by cash or stock, TWM should presume that the entire amount of the compensation will be settled in stock, and the potential stock dilution should be included in the weighted-average number of stock outstanding used in the calculation of diluted EPS, provided there is a dilutive effect. Such dilutive effect of the potential stock needs to be included in the calculation of diluted EPS until employees' compensation is approved in the following year.

26. CASH FLOW INFORMATION

Changes in liabilities arising from financing activities:

For the Six Months Ended June 30, 2026

			Non-cash Changes		
	Opening Balance	Cash Flows	New Leases	Others	Ending Balance
Lease liabilities (including current and non-current portions)	$ 13,286,729	$(2,387,900)	$ 4,205,955	$(67,687)	$ 15,037,097

For the Six Months Ended June 30, 2025

	Opening Balance	Cash Flows	Non-cash Changes		Ending Balance
			New Leases	Others	
Lease liabilities (including current and non-current portions)	$ 11,277,196	$(2,261,845)	$ 2,536,457	$(183,563)	$ 11,368,245

27. CAPITAL MANAGEMENT

The Group maintains and manages its capital to meet the minimum paid-in capital required by the competent authority, and to optimize the balance of liabilities and equity in order to maximize stockholders' return. By periodically reviewing and measuring relative cost, risk, and rate of return to ensure profit and to maintain adequate financial ratios, the Group may adopt various financing approaches to balance its capital structure in order to meet the demands for working capital, capital expenditures, settlements of liabilities, and dividend payments in its normal course of business for the future.

28. FINANCIAL INSTRUMENTS

a. Categories of financial instruments

	June 30, 2026	December 31, 2025	June 30, 2025
Financial assets			
Financial assets at FVTPL (including current and non-current portions) (Note 1)	$ 1,812,062	$ 1,718,470	$ 1,936,014
Financial assets at FVTOCI (including current and non-current portions)	4,452,946	4,189,521	4,302,194
Financial assets measured at amortized cost (including current and non-current portions) (Note 2)	30,175,648	26,188,812	29,039,138
	$ 36,440,656	$ 32,096,803	$ 35,277,346
Financial liabilities			
Financial liabilities measured at amortized cost (including current and non-current portions) (Note 3)	$ 115,385,252	$ 112,451,796	$ 124,450,185
Financial liabilities at FVTPL - non-current	36,182	59,658	62,158
	$ 115,421,434	$ 112,511,454	$ 124,512,343

Note 1: Financial assets mandatorily measured at FVTPL.

Note 2: The balances comprised cash and cash equivalents, financial assets at amortized cost, notes and accounts receivable, other receivables, other financial assets and refundable deposits, which were financial assets measured at amortized cost.

Note 3: The balances comprised long-term and short-term borrowings, commercial papers payable, notes and accounts payable, dividends payable, other payables, other financial liabilities (classified as other current liabilities), bonds payable and guarantee deposits, which were financial liabilities measured at amortized cost.

b. Fair value of financial instruments

1) Financial instruments not measured at fair value

Except for the table below, the Group considers that the carrying amount of financial assets and liabilities that are not at fair value is close to the fair value, or the fair value cannot be reliably measured.

	June 30, 2026		December 31, 2025		June 30, 2025	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial liabilities						
Bonds payable (including current portion)	$ 38,996,223	$ 40,068,856	$ 38,924,358	$ 39,581,963	$ 38,833,215	$ 39,643,965

The fair value of bonds payable is measured by Level 2 inputs, using a volume-weighted average price on the TPEx at reporting date.

2) Fair value of financial instruments that are measured at fair value on a recurring basis

The table below provides the related analysis of financial instruments at fair value after initial recognition. Based on the extent that fair value can be observed, the fair value measurements are grouped into Levels 1 to 3:

a) Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities on the reporting date.

b) Level 2: Inputs other than quoted prices included within Level 1 are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

c) Level 3: Inputs for the assets or liabilities are not based on observable market data (unobservable inputs).

June 30, 2026

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic unlisted stocks	$ -	$ -	$ 305,770	$ 305,770
Domestic limited partnerships	-	-	30,759	30,759
Foreign listed stocks	6,919	-	-	6,919
Foreign unlisted stocks	-	-	64,017	64,017
Foreign limited partnerships	-	-	1,140,451	1,140,451
Foreign convertible notes	-	-	221,239	221,239
Other investment agreement	-	-	42,907	42,907
	$ 6,919	$ -	$ 1,805,143	$ 1,812,062

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Equity instruments				
Domestic listed stocks	$ 833,976	$ -	$ -	$ 833,976
Domestic unlisted stocks	-	-	1,325,975	1,325,975
Foreign listed stocks	121	-	-	121
Foreign unlisted stocks	-	-	2,292,874	2,292,874
	$ 834,097	$ -	$ 3,618,849	$ 4,452,946
Financial liabilities at FVTPL	$ -	$ 36,182	$ -	$ 36,182

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic unlisted stocks	$ -	$ -	$ 303,583	$ 303,583
Domestic limited partnerships	-	-	36,882	36,882
Foreign listed stocks	7,931	-	-	7,931
Foreign unlisted stocks	-	-	67,833	67,833
Foreign limited partnerships	-	-	1,034,454	1,034,454
Foreign convertible notes	-	-	209,334	209,334
Embedded rights	-	-	19,945	19,945
Other investment agreement	-	-	38,508	38,508
	$ 7,931	$ -	$ 1,710,539	$ 1,718,470
Financial assets at FVTOCI				
Equity instruments				
Domestic listed stocks	$ 574,371	$ -	$ -	$ 574,371
Domestic unlisted stocks	-	-	1,352,256	1,352,256
Foreign listed stocks	115	-	-	115
Foreign unlisted stocks	-	-	2,262,779	2,262,779
	$ 574,486	$ -	$ 3,615,035	$ 4,189,521
Financial liabilities at FVTPL	$ -	$ 59,658	$ -	$ 59,658

June 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic unlisted stocks	$ -	$ -	$ 287,500	$ 287,500
Domestic limited partnerships	-	-	37,006	37,006
Foreign listed stocks	7,278	-	-	7,278
Foreign unlisted stocks	-	-	75,162	75,162
Foreign limited partnerships	-	-	792,900	792,900
Foreign convertible notes	-	-	683,306	683,306
Embedded rights	-	-	18,074	18,074
Other investment agreement	-	-	34,788	34,788
	$ 7,278	$ -	$ 1,928,736	$ 1,936,014
Financial assets at FVTOCI				
Equity instruments				
Domestic listed stocks	$ 607,422	$ -	$ -	$ 607,422
Domestic unlisted stocks	-	-	1,360,900	1,360,900
Foreign listed stocks	138	-	-	138
Foreign unlisted stocks	-	-	2,333,734	2,333,734
	$ 607,560	$ -	$ 3,694,634	$ 4,302,194
Financial liabilities at FVTPL	$ -	$ 62,158	$ -	$ 62,158

There were no transfers between the fair value measurements of Levels 1 and 2 for the six months ended June 30, 2026 and 2025.

Valuation techniques and assumptions used in fair value determination

a) The fair value of financial instruments traded in active markets is based on quoted market prices (including stocks of publicly traded companies).

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

   Call and put options of convertible bonds that adopted binomial tree valuation model were evaluated by the observable closing price of the stocks, volatility, risk-free interest rate, risk discount rate, and liquidity risk at the balance sheet date.

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

   The evaluations of fair value of unlisted stocks and convertible notes were mainly referenced to the valuation of the same type of companies or the transaction prices of recent financing activities and estimated free cash flows through the market approach, income approach and asset approach. The unobservable inputs were the liquidity discount rate and the stock price volatility. The liquidity discount rates were ranged from 8.3%~38.4%, 11.8%~30.6% and 11.8%~31.1% as of June 30, 2026, December 31, 2025 and June 30, 2025, respectively. The stock price volatilities were ranged from 41.5%~70.4%, 37.9%~74.6% and 37%~87.6% as of June 30, 2026, December 31, 2025 and June 30, 2025, respectively.

The fair value of limited partnerships investments was evaluated through the income approach and asset approach. The evaluation and assumptions were mainly referenced to estimated future cash flows and related financial information of the companies.

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

For the Six Months Ended June 30, 2026

	Financial Assets at FVTPL - Financial Instruments	Financial Assets at FVTOCI - Equity Instruments
Balance, January 1, 2026	$ 1,710,539	$ 3,615,035
Additions	36,245	-
Reclassification	(3,090)	-
Decrease	(10,297)	(61,628)
Recognized in profit or loss (gain on financial assets at FVTPL)	71,746	-
Recognized in other comprehensive income (unrealized gain on financial assets at FVTOCI)	-	65,442
Balance, June 30, 2026	$ 1,805,143	$ 3,618,849

For the Six Months Ended June 30, 2025

	Financial Assets at FVTPL - Financial Instruments	Financial Assets at FVTOCI - Equity Instruments
Balance, January 1, 2025	$ 1,989,597	$ 3,791,726
Additions	51,085	250,000
Reclassification	-	48,632
Decrease	(3,169)	-
Recognized in profit or loss (loss on financial assets at FVTPL)	(108,777)	-
Recognized in other comprehensive income (unrealized loss on financial assets at FVTOCI)	-	(395,724)
Balance, June 30, 2025	$ 1,928,736	$ 3,694,634

c. Financial risk management

The Group' s major financial instruments include equity investments, hybrid investments, trade receivables, trade payables, commercial papers payable, bonds payable, borrowings, lease liabilities, etc., and the Group is exposed to the credit risk, liquidity risk, market risk due to usage of financial instruments. The Group managed its exposure to the relevant risks with the objective to reduce the potentially adverse effects the market uncertainties may have on its financial performance.

The plans for material treasury activities are reviewed by the Board of Directors, Audit and Risk Management Committee and the management executives in accordance with procedures by risk management policies, relevant regulations or internal controls. Should any major issue arise, the Group must comply with procedures that provide guiding principles for overall financial risk management and segregation of duties.

1) Credit risk

Credit risk refers to the risk that a counterparty would default on its contractual obligations, resulting in a financial loss to the Group. The maximum credit exposure of the aforementioned financial instruments is equal to their carrying amounts recognized in the consolidated balance sheets as of the balance sheet date. The Group has large trade receivables outstanding with its customers. A substantial majority of the Group's outstanding trade receivables are not covered by collateral or credit insurance. The Group has implemented ongoing measures including enhancing credit assessments and strengthening overall risk management to reduce its credit risk. While the Group has procedures to monitor and limit exposure to credit risk on trade receivables, there can be no assurance such procedures will effectively limit its credit risk and avoid losses. This risk is heightened during periods when economic conditions worsen.

As the Group serves a large number of unrelated consumers, the concentration of credit risk was limited.

2) Liquidity risk

Liquidity risk is the risk that the Group fails to meet the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to manage liquidity is to ensure, as far as possible, that it always has sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable loss or damage to the Group's reputation.

The Group manages and maintains a sufficient level of capital to ensure the requirements of paying estimated operating expenditures, including financial obligations on each contract. The Group also monitors its bank credit facilities to ensure that the Group fully complies with the provisions and financial covenants of loan contracts. As of June 30, 2026, December 31, 2025 and June 30, 2025, the Group had unused bank facilities of $63,019,792 thousand, $69,154,041 thousand and $65,767,264 thousand, respectively.

The table below summarizes the maturity profile of the Group's financial liabilities based on contractual undiscounted payments, but not including the financial liabilities whose carrying amounts approximate contractual cash flows:

	Contractual Cash Flows	Within 1 Year	1-5 Years	5-10 Years
June 30, 2026				
Unsecured loans	$ 21,729,596	$ 10,654,682	$ 11,074,914	$ -
Secured loans	1,452,701	142,905	1,309,796	-
Commercial papers payable	10,705,689	4,160,830	6,544,859	-
Bonds payable	40,561,960	10,323,255	30,238,705	-
Lease liabilities	15,440,159	4,520,942	8,306,240	2,612,977
Other non-current liabilities	146,250	73,125	73,125	-
	$ 90,036,355	$ 29,875,739	$ 57,547,639	$ 2,612,977

	Contractual Cash Flows	Within 1 Year	1-5 Years	5-10 Years
December 31, 2025				
Unsecured loans	$ 25,063,276	$ 12,978,323	$ 12,084,953	$ -
Secured loans	1,549,519	144,744	1,404,775	-
Commercial papers payable	18,734,559	9,107,033	9,627,526	-
Bonds payable	40,854,165	323,255	40,530,910	-
Lease liabilities	13,635,461	4,322,227	7,597,575	1,715,659
Other non-current liabilities	219,375	73,125	146,250	-
	$ 100,056,355	$ 26,948,707	$ 71,391,989	$ 1,715,659
June 30, 2025				
Unsecured loans	$ 27,183,118	$ 14,077,508	$ 13,105,610	$ -
Secured loans	1,674,375	147,121	608,217	919,037
Commercial papers payable	16,650,385	4,913,103	11,737,282	-
Bonds payable	40,905,215	323,255	40,581,960	-
Lease liabilities	11,620,747	4,103,326	6,891,431	625,990
Other non-current liabilities	219,375	73,125	146,250	-
	$ 98,253,215	$ 23,637,438	$ 73,070,750	$ 1,545,027

3) Market risk

Market risk is the risk that arises from the changes in foreign exchange rates, interest rates, and prices, and will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within an acceptable range and to optimize the return.

The Group carefully evaluates each financial instrument transaction involving any risk such as exchange rate risk, interest rate risk, and market price risk in order to decrease potential influences caused by market uncertainty.

a) Exchange rate risk

The Group mainly operates in Taiwan, except for international roaming services. Most of the operating revenue and expenses are measured in NTD. A small portion of the expenses is paid in USD, EUR, etc.; thus, the Group purchases currency at the spot rate based on the conservative principle in order to hedge exchange rate risk.

Refer to Note 33 for the information of the Group's foreign currency assets and liabilities exposed to significant exchange rate risk.

Sensitivity analysis

The Group's exchange rate risk comes mainly from conversion gains and losses of accounts denominated in monetary items of foreign currencies. If there had been an unfavorable 5% movement in the levels of foreign exchanges against NTD at the end of the reporting period (with other factors remaining constant at the end of the reporting period and with analyses of the two periods on the same basis), profit would have decreased by $1,220 thousand and $6,854 thousand for the six months ended June 30, 2026 and 2025, respectively.

b) Interest rate risk

The entities within the Group were funded using both fixed and floating interest rates, resulting in exposure to interest rate risk. To mitigate the impact of interest rate fluctuations, the Group maintains a balanced mix of fixed and floating interest rates borrowings.

The carrying amounts of the Group's financial assets and financial liabilities exposed to interest rate risk were as follows:

	June 30, 2026	**December 31, 2025**	**June 30, 2025**
Fair value interest rate risk			
Financial assets	$ 5,793,892	$ 4,020,767	$ 6,571,662
Financial liabilities	47,635,564	56,075,342	51,068,682
Cash flow interest rate risk			
Financial assets	9,494,617	8,107,194	9,213,509
Financial liabilities	30,755,469	31,902,491	34,753,642

Sensitivity analysis

The following sensitivity analysis is based on the exposure to interest rate risk of derivative and non-derivative instruments at the end of the reporting period. For floating-rate assets and liabilities, the analysis assumes that the balances of outstanding assets and liabilities at the end of the reporting period have been outstanding for the whole period and that the changes in interest rates are reasonable. If the interest rate had increased by 50 basis points (with other factors remaining constant at the end of the reporting period and with analyses of the two periods on the same basis), profit would have decreased by $53,152 thousand and $63,850 thousand for the six months ended June 30, 2026 and 2025, respectively.

c) Other market price risk

The exposure to financial instrument price risk is mainly due to holding of stocks. The Group manages the risk by maintaining portfolios of investments with different risks and by continuously monitoring the future developments and market trends of investment targets.

Sensitivity analysis

If the prices of financial instruments had decreased by 5% (with other factors remaining constant and with the analyses of the two periods on the same basis), net income would have decreased by $90,603 thousand and $96,801 thousand since the fair value of financial assets at FVTPL decreased for the six months ended June 30, 2026 and 2025, respectively. Other comprehensive income would have decreased by $222,647 thousand and $215,110 thousand since the fair value of financial assets at FVTOCI decreased for the six months ended June 30, 2026 and 2025, respectively.

29. RELATED-PARTY TRANSACTIONS

a. Parent company and ultimate controlling party

TWM is the ultimate controlling party of the Group.

b. Related party name and nature of relationship

Related Party	Nature of Relationship
SYSTEX	Associate
PACM	Associate
AppWorks	Associate
AppWorks Fund III	Associate
AppWorks Fund IV	Associate
Uspace	Associate
NADA	Associate
Tropics	Associate
Fubon Green Power	Associate
Bronci	Associate
GHS	Associate
kbro Media	Associate
M.E.	Associate
SK Biomedical	Associate
Concord System Management Corporation (Concord)	Associate (subsidiary of SYSTEX)
Systex Software & Service Corporation	Associate (subsidiary of SYSTEX)
Taifon Computer Co., Ltd.	Associate (subsidiary of SYSTEX)
Syspower Corporation	Associate (subsidiary of SYSTEX)
Systex Fintech Corporation	Associate (subsidiary of SYSTEX)
Systex Solutions Corporation	Associate (subsidiary of SYSTEX)
E-Service Information Corporation	Associate (subsidiary of SYSTEX)
Taiwan Information Service Technology Corporation	Associate (subsidiary of SYSTEX)
UniXecure Technology Corporation	Associate (subsidiary of SYSTEX)
Docutek Solutions, Inc.	Associate (subsidiary of SYSTEX)
SoftMobile Technology Corporation	Associate (subsidiary of SYSTEX)
Top Information Technologies Corporation	Associate (subsidiary of SYSTEX)
Dawning Technology Inc.	Associate (subsidiary of SYSTEX)
Palsys Digital Technology Corporation	Associate (subsidiary of SYSTEX)
Caresys Information, Inc.	Associate (subsidiary of SYSTEX)
AppWorks School Co., Ltd.	Associate (subsidiary of AppWorks)
Shoei Contents Corporation	Associate (subsidiary of NADA)
WeMo Corp.	Associate (subsidiary of WeMo)
WeMo TW	Associate (subsidiary of WeMo)
Mepay Co., Ltd.	Associate (subsidiary of M.E.)
EnVision Concept Co., Ltd.	Associate (subsidiary of M.E.)

Related Party	Nature of Relationship
Fubon Life Insurance Co., Ltd. (Fubon Life)	Other related party
Fubon Insurance Co., Ltd. (Fubon Insurance)	Other related party
Fubon Asset Management Co., Ltd.	Other related party
Fubon Sports & Entertainment Co., Ltd.	Other related party
Taipei Fubon Commercial Bank Co., Ltd. (TFCB)	Other related party
Fubon Financial Holding Co., Ltd.	Other related party
Fubon Life Insurance (HK) Ltd.	Other related party
Fubon Securities Co., Ltd.	Other related party
Fubon Futures Co., Ltd.	Other related party
Fubon Securities Investment Services Co., Ltd.	Other related party
Fubon Securities Venture Capital Co., Ltd.	Other related party
Fubon Insurance Agency Co., Ltd.	Other related party
Fubon Financial Holding Venture Capital Co., Ltd.	Other related party
Fubon Stadium Co., Ltd.	Other related party
Fubon AMC, Ltd.	Other related party
Fubon Bank (Hong Kong) Limited	Other related party
Fubon Bank (China) Co., Ltd.	Other related party
Fubon Land Development Co., Ltd.	Other related party
Fubon Property Management Co., Ltd.	Other related party
Fubon Security Service Co., Ltd.	Other related party
Fubon Real Estate Management Co., Ltd.	Other related party
Fubon Hospitality Management Co., Ltd.	Other related party
Fubon Private Equity Co., Ltd.	Other related party
TFB Capital Co., Ltd.	Other related party
Chung Hsing Constructions Co., Ltd.	Other related party
Ming Dong Co., Ltd.	Other related party
Precision Health Inc.	Other related party
Harvard Health Inc.	Other related party (not a related party since the fourth quarter of 2025)
Fubon Xinji Investment Co., Ltd.	Other related party
Hung Fu Investment Co., Ltd	Other related party
Cho Pharma Inc.	Other related party
Everbright Biofund	Other related party
Dawin Creative Co., Ltd.	Other related party
AppWorks Ventures III Limited	Other related party
Chen Yun Co., Ltd.	Other related party
NTU Alumni Ventures Co., Ltd.	Other related party
Chen Feng Investment Limited	Other related party
Dai-Ka Ltd.	Other related party
kbro Co., Ltd. (kbro)	Other related party

Related Party	Nature of Relationship
Daanwenshan CATV Co., Ltd.	Other related party
North Taoyuan CATV Co., Ltd.	Other related party
Yangmingshan CATV Co., Ltd.	Other related party
Hsin Taipei CATV Co., Ltd.	Other related party
Chinpingtao CATV Co., Ltd.	Other related party
Hsintangcheng CATV Co., Ltd.	Other related party
Chuanlien CATV Co., Ltd.	Other related party
Chen Tao Cable TV Co., Ltd.	Other related party
Fengmeng Cable TV Co., Ltd.	Other related party
Hsinpingtao CATV Co., Ltd.	Other related party
Kuansheng CATV Co., Ltd.	Other related party
Nantien CATV Co., Ltd.	Other related party
Taiwan Mobile Foundation (TMF)	Other related party
Taipei New Horizon Foundation (TNHF)	Other related party
Fubon Cultural & Educational Foundation	Other related party
Fubon Charity Foundation	Other related party
Fubon Art Foundation	Other related party
Fubon Life Art Museum Foundation	Other related party
Taipei Fubon Bank Charity Foundation	Other related party
Taipei New Horizon Management Agency	Other related party
Key management	Chairman, director, president, vice president, etc.

c. Significant transactions with related parties

1) Operating revenue

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Associates	$ 18,387	$ 13,713	$ 36,702	$ 35,392
Other related parties	445,664	437,530	859,820	834,568
	$ 464,051	$ 451,243	$ 896,522	$ 869,960

The Group renders telecommunications, sales, maintenance, lease services, etc., to the related parties. The transaction terms with related parties were not significantly different from those with third parties.

2) Purchases

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Associates	$ 151,141	$ 145,641	$ 262,539	$ 228,514
Other related parties	346,322	313,388	593,540	555,055
	$ 497,463	$ 459,029	$ 856,079	$ 783,569

The entities mentioned above provide broadband, purchases, copyright, broadcast, and other services. The transaction terms with related parties were not significantly different from those with third parties.

3) Receivables due from related parties

Account	Related Party Categories	June 30, 2026	December 31, 2025	June 30, 2025
Notes and accounts receivable	Associates	$ 7,956	$ 5,664	$ 4,167
Notes and accounts receivable	Other related parties	417,291	407,295	440,949
		$ 425,247	$ 412,959	$ 445,116
Other receivables	Other related parties	$ 248,000	$ 249,638	$ 209,237

Receivables from related parties mentioned above were not secured with collateral, and no provisions for impairment loss were accrued.

4) Payables due to related parties

Account	Related Party Categories	June 30, 2026	December 31, 2025	June 30, 2025
Notes and accounts payable	Associates	$ 72,694	$ 33,388	$ 70,219
Notes and accounts payable	Other related parties	244,549	229,769	220,636
		$ 317,243	$ 263,157	$ 290,855
Other payables	Associates	$ 39,006	$ 31,681	$ 47,253
Other payables	Other related parties	130,646	93,274	83,107
		$ 169,652	$ 124,955	$ 130,360

5) Prepayments

	June 30, 2026	December 31, 2025	June 30, 2025
Associates	$ 67,669	$ 17,212	$ 68,317
Other related parties	90,298	28,436	112,033
	$ 157,967	$ 45,648	$ 180,350

6) Bank deposits, time deposits and other financial assets (including current and non-current portions)

	June 30, 2026	December 31, 2025	June 30, 2025
Other related parties			
TFCB	$ 3,381,206	$ 3,426,936	$ 3,525,832

7) Acquisition of investments accounted for using equity method

Related Party Transaction	Transaction Period	Shares (In Thousands)	Purchase Price
Participation in AppWorks Fund IV's capital increase	The first half of 2026	-	$ 21,805
Contributions to NADA's capital increase	The first half of 2026	600	30,000
			$ 51,805
Participation in AppWorks Fund IV's capital increase	The first half of 2025	-	$ 31,150
Contributions to Tropics's capital increase	The first half of 2025	4,400	44,000
			$ 75,150

8) Acquisition of property, plant and equipment

Purchase Price

	For the Six Months Ended June 30	
	2026	2025
Other related parties	$ 10,571	$ 106

9) Acquisition of intangible assets

Purchase Price

	For the Six Months Ended June 30	
	2026	2025
Associates		
SYSTEX	$ 30,302	$ 30,790

10) Prepayments for copyright

Purchase Price

	For the Six Months Ended June 30	
	2026	2025
Associates		
NADA	$ 24,613	$ -

11) Others

a) Refundable deposits

	June 30, 2026	December 31, 2025	June 30, 2025
Other related parties			
Fubon Life	$ 370,312	$ 369,891	$ 65,261

b) Other current liabilities - receipts under custody

	June 30, 2026	December 31, 2025	June 30, 2025
Other related parties	$ 190,333	$ 192,730	$ 183,580

c) Operating expenses

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Associates	$ 33,868	$ 32,451	$ 55,644	$ 38,275
Other related parties				
TMF	-	3,840	-	8,840
TNHF	2,000	2,000	5,000	5,000
TFCB	221,927	210,261	430,035	420,850
Others	93,593	90,144	129,575	120,474
	$ 351,388	$ 338,696	$ 620,254	$ 593,439

d) Interest income

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Other related parties				
TFCB	$ 14,716	$ 14,713	$ 14,716	$ 14,713

e) mo-coin transactions

Subsidiary momo sold mo-coins to related parties amounting to $405,538 thousand and $496,284 thousand for the six months ended June 30, 2026 and 2025, respectively, mainly to provide rewards to users (consumers).

12) Lease arrangements

Acquisition of right-of-use assets

	For the Six Months Ended June 30	
	2026	2025
Other related parties	$ 46,408	$ 113,141

Lease liabilities (including current and non-current portions)

	June 30, 2026	December 31, 2025	June 30, 2025
Other related parties	$ 502,355	$ 580,748	$ 691,845

The leases are conducted by referring to general market prices, and all the terms and conditions conform to normal business practices.

d. Key management compensation

The amounts of remuneration of directors and key executives were as follows:

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2026	2025	2026	2025
Short-term employee benefits	$ 96,039	$ 92,212	$ 197,681	$ 187,093
Termination and post-employment benefits	977	1,037	1,955	1,970
	$ 97,016	$ 93,249	$ 199,636	$ 189,063

30. ASSETS PLEDGED

The assets pledged as collateral for bank loans, purchases, performance bonds and lawsuits were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Other current financial assets	$ 124,550	$ 134,794	$ 128,036
Service concessions	5,808,378	5,897,738	5,987,098
Other non-current financial assets	379,357	377,999	377,374
	$ 6,312,285	$ 6,410,531	$ 6,492,508

31. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

a. Unrecognized commitments

	June 30, 2026	December 31, 2025	June 30, 2025
Purchases of property, plant and equipment	$ 6,839,887	$ 8,318,514	$ 6,759,284
Purchases of inventories and sales commitments, etc.	$ 9,675,978	$ 9,213,397	$ 5,245,978

As of June 30, 2026, December 31, 2025 and June 30, 2025, the amounts of lease commitments (the Group as a lessee) commencing after the balance sheet dates were $16,494,801 thousand, $18,799,494 thousand and $21,062,679 thousand, respectively.

As of June 30, 2026, December 31, 2025 and June 30, 2025, the amount of lease commitments (the Group as a lessor) commencing after the balance sheet dates were $101,656 thousand, $104,606 thousand and $101,656 thousand, respectively.

b. As of June 30, 2026, December 31, 2025 and June 30, 2025, the amounts of endorsements and guarantees provided to entities in the Group were all $21,700,000 thousand.

c. The Group entered into a long-term power purchase agreement with a wind power company. The relative fulfillment period, quantity and price are specified in the agreements.

d. The Group provided collection and payment services to contracted parties, guaranteed through an escrow arrangement. As of June 30, 2026, December 31, 2025 and June 30, 2025, the balances of the trust account held with financial institution were $736,989 thousand, $801,397 thousand and $549,107 thousand, respectively.

e. On January 15, 2009, subsidiary TNH signed the BOT contract with the Department of Cultural Affairs of Taipei City Government. The primary terms of the contract are summarized as follows:

   1) Construction and operating period:

      The construction and operating period are 50 years from the day following the signing of the contract.

   2) Development concession:

      The total initial amount of concession was $1,238,095 thousand (tax excluded). According to the supplemental agreement signed in November 2014, the concession would be paid with additional business tax from the signing date of the supplemental agreement; thus, the concession was increased by $48,750 thousand. The rest of the concession will be paid over 14 years from fiscal year 2015. As of June 30, 2026, $1,197,625 thousand (tax included) of the concession had been paid.

f. In August 2015, Far EasTone Telecommunications Co., Ltd. (FET) filed a statement of civil complaint with the Taipei District Court, in which FET claimed that (i) TWM shall apply for the return of the C4 spectrum block; (ii) TWM shall not use the C4 spectrum block; (iii) TWM shall not use the C1 spectrum block until TWM's application for the return of the C4 spectrum block is approved by the NCC; and (iv) TWM shall provide $1,005,800 thousand to FET as compensation. In May 2016, the Court decided in favor of FET regarding claims (i), (ii), and (iii) of the lawsuit, and against FET regarding claim (iv) of the lawsuit. TWM and FET appealed with the High Court the reversal of the aforementioned sentences. The High Court dismissed the appeal of TWM regarding claims (i), (ii), and (iii), and regarding claim (iv) of FET, TWM shall pay FET $765,779 thousand, of which $152,584 thousand of the above amount, TWM shall make 5% annual interest payment for the period starting from September 5, 2015 to the payment date. TWM and FET appealed the reversal of the aforementioned sentences. In May 2019, the Supreme Court dismissed the portion of the High Court' s original judgment on other appeal of FET regarding, and dismissed TWM's payment obligation, and the Supreme Court remanded the case to the High Court. Under the first retrial of the High Court, TWM filed a counterclaim requesting that FET pay $14,482 thousand, as well as a 5% annual interest payment for the period starting from the date following the service of the counterclaim until the settlement date. In August 2020, the High Court first retrial results were as follows: for the dismissed claim (iv) stated above, TWM shall pay FET $242,154 thousand of which $142,685 thousand shall have 5% annual interest for the period starting from September 30, 2016 to the payment date, and $99,469 thousand shall have 5% annual interest for the period starting from July 21, 2017 to the payment date. TWM' s counterclaim was denied. TWM and FET appealed the aforementioned sentences which were not favorable to them. In June 2023, the Supreme Court dismissed the first retrial of the High Court and remanded the case to the High Court. In December 2024, the High Court second retrial results were as follows: for the dismissed claim (iv) stated above, TWM shall pay FET $720,916 thousand with 5% annual interest for the period starting from September 5, 2015 to the payment date. TWM' s counterclaim was denied. TWM and FET have respectively appealed the aforementioned sentences which were not favorable to them. In December 2025, the Supreme Court dismissed the second retrial of the High Court and remanded the case to the High Court.

32. OTHERS

Employee benefits, depreciation, and amortization are summarized as follows:

	For the Three Months Ended June 30					
	2026			2025		
	Classified as Operating Costs	Classified as Operating Expenses	Total	Classified as Operating Costs	Classified as Operating Expenses	Total
Employee benefits						
Salary	$ 738,844	$ 1,805,711	$ 2,544,555	$ 745,387	$ 1,745,599	$ 2,490,986
Insurance expenses	74,059	167,988	242,047	74,895	160,821	235,716
Pension	35,186	79,510	114,696	35,930	75,881	111,811
Others	41,154	95,887	137,041	43,607	105,136	148,743
Depreciation	3,481,678	231,564	3,713,242	3,551,973	225,048	3,777,021
Amortization	1,590,009	492,832	2,082,841	1,580,021	519,152	2,099,173

	For the Six Months Ended June 30					
	2026			2025		
	Classified as Operating Costs	Classified as Operating Expenses	Total	Classified as Operating Costs	Classified as Operating Expenses	Total
Employee benefits						
Salary	$ 1,486,757	$ 3,687,323	$ 5,174,080	$ 1,516,213	$ 3,526,092	$ 5,042,305
Insurance expenses	149,911	338,341	488,252	153,615	326,223	479,838
Pension	70,629	160,250	230,879	72,359	152,483	224,842
Others	82,851	191,763	274,614	86,763	198,278	285,041
Depreciation	7,006,692	465,730	7,472,422	7,084,592	449,207	7,533,799
Amortization	3,183,961	987,193	4,171,154	3,168,124	1,045,806	4,213,930

Information of employees’ compensation and remuneration of directors

According to the Company’ s Articles of Incorporation, the estimated employees’ compensation and remuneration of directors are set at the rates of 1% to 3% and no higher than 0.3%, respectively, of profit before income tax, employees’ compensation, remuneration of directors, and amounts reserved in advance, with at least 50% of employees’ compensation to be allocated to non-executive employees. Estimations for employees’ compensation were $158,801 thousand, $113,505 thousand, $304,752 thousand and $240,915 thousand, and remuneration to directors were $15,880 thousand, $11,351 thousand, $30,475 thousand and $24,092 thousand, which were calculated by applying the aforementioned rates, for the three months and the six months ended June 30, 2026 and 2025, respectively.

The employees’ compensation and remuneration of directors of 2025 and 2024 shown below were approved by the Board of Directors on March 13, 2026 and February 27, 2025, respectively. There was no difference between the approved amounts and the amounts recognized.

	For the Year Ended December 31			
	2025		2024	
	Employees’ Compensation Paid in Cash	Remuneration of Directors	Employees’ Compensation Paid in Cash	Remuneration of Directors
Amounts approved by the Board of Directors	$ 500,071	$ 50,007	$ 473,986	$ 47,399
Amounts recognized in the consolidated financial statements	$ 500,071	$ 50,007	$ 473,986	$ 47,399

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

Information on the employees' compensation and remuneration of directors approved by the Board of Directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

33. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant assets and liabilities denominated in foreign currencies were as follows:

	June 30, 2026		
	Foreign Currencies	**Exchange Rate**	**New Taiwan Dollars**
Foreign currency assets			
Monetary items			
USD	$ 60,583	31.865	$ 1,930,473
EUR	324	36.35	11,768
Non-monetary items			
USD	210,648	31.865	6,712,288
SGD	281	24.64	6,919
JPY	430,899	0.197	84,887
Foreign currency liabilities			
Monetary items			
USD	59,957	31.865	1,910,525
EUR	151	36.35	5,498
JPY	9,262	0.197	1,825

	December 31, 2025		
	Foreign Currencies	**Exchange Rate**	**New Taiwan Dollars**
Foreign currency assets			
Monetary items			
USD	$ 55,795	31.375	$ 1,750,582
EUR	163	36.94	6,008
RMB	9,820	4.491	44,103
Non-monetary items			
USD	112,446	31.375	3,528,002
SGD	324	24.44	7,931
JPY	300,629	0.201	60,517
Foreign currency liabilities			
Monetary items			
USD	60,140	31.375	1,886,891
EUR	171	36.94	6,330
JPY	8,022	0.201	1,615

	June 30, 2025		
	Foreign Currencies	Exchange Rate	New Taiwan Dollars
Foreign currency assets			
Monetary items			
USD	$ 59,140	29.155	$ 1,724,235
EUR	736	34.16	25,149
RMB	15,528	4.068	63,166
JPY	101,206	0.202	20,433
Non-monetary items			
USD	131,309	29.155	3,828,324
RMB	64,181	4.068	261,090
SGD	318	22.87	7,278
JPY	300,000	0.202	60,570
Foreign currency liabilities			
Monetary items			
USD	57,639	29.155	1,680,461
EUR	100	34.16	3,402
JPY	59,664	0.202	12,046

Refer to Note 23.a for the information related to the Group's realized and unrealized foreign exchange gains (losses) for the three months and the six months ended June 30, 2026 and 2025. Due to the variety of foreign currency transactions and functional currencies, the Group could not disclose the foreign exchange gains (losses) for each foreign currency with significant influence.

34. ADDITIONAL DISCLOSURES

a. Information on significant transactions and b. Information on investees:

1) Financing extended to other parties: Table 1 (attached)

2) Endorsements/guarantees provided to other parties: Table 2 (attached)

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

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

5) Receivables from related parties of at least NT$100 million or 20% of the paid-in capital: Table 5 (attached)

6) Names, locations and related information of investees on which TWM exercised significant influence (excluding information on investments in mainland China): Table 6 (attached)

7) Business relationships between the parent and the subsidiaries and significant intercompany transactions: Table 7 (attached)

c. Information on investments in mainland China:

1) The names of investees in mainland China, the main businesses and products, issued capital, method of investment, information on inflow or outflow of capital, ownership, net income or loss and recognized investment gain or loss, ending balance, amount received as earnings distributions from the investment, and limitation on investment: Table 8 (attached)

2) Significant direct or indirect transactions with the investee companies, the prices and terms of payment, unrealized gain or loss, and other related information, which is helpful to understand the impact of investment in mainland China on financial reports: None

35. SEGMENT INFORMATION

a. Segment revenue and operating results

The Group divides its business into four reportable segments with different market attributes and operation modes. The four segments are described as follows:

Telecommunications: providing mobile communication services, mobile phone sales, fixed-line services, etc.

Retail: providing E-commerce shopping, multimedia shopping, etc.

Cable television and broadband: providing pay TV, cable broadband services, etc.

Others: business other than telecommunications, retail, cable television, broadband, etc.

For the Three Months Ended June 30, 2026	Telecommunications	Retail	Cable Television and Broadband	Others	Adjustments and Eliminations	Total
Revenue						
Revenue from external customers	$ 20,778,246	$ 26,924,064	$ 1,599,072	$ 130,994	$ -	$ 49,432,376
Inter-segment revenue	1,074,271	168,686	107,781	36,691	(1,387,429)	-
Operating revenue	$ 21,852,517	$ 27,092,750	$ 1,706,853	$ 167,685	$(1,387,429)	$ 49,432,376
Operating income	$ 4,706,358	$ 792,561	$ 583,590	$ 73,230	$(36,538)	$ 6,119,201
Other segment information related to profit or loss						
Depreciation and amortization	$ 4,815,230	$ 333,336	$ 209,291	$ 45,028	$(25,320)	$ 5,377,565
Finance costs						366,600
EBITDA	$ 9,521,588	$ 1,125,897	$ 792,881	$ 118,258	$(61,858)	$ 11,496,766

For the Three Months Ended June 30, 2025	Telecommunications	Retail	Cable Television and Broadband	Others	Adjustments and Eliminations	Total
Revenue						
Revenue from external customers	$ 20,227,069	$ 25,711,644	$ 1,404,825	$ 127,477	$ -	$ 47,471,015
Inter-segment revenue	886,324	319,226	94,164	36,896	(1,336,610)	-
Operating revenue	$ 21,113,393	$ 26,030,870	$ 1,498,989	$ 164,373	$(1,336,610)	$ 47,471,015
Operating income	$ 3,769,834	$ 773,059	$ 604,653	$ 71,706	$(50,768)	$ 5,168,484
Other segment information related to profit or loss						
Depreciation and amortization	$ 4,839,154	$ 348,281	$ 211,967	$ 45,066	$(24,033)	$ 5,420,435
Finance costs						384,623
EBITDA	$ 8,608,988	$ 1,121,340	$ 816,620	$ 116,772	$(74,801)	$ 10,588,919

For the Six Months Ended June 30, 2026	Telecommunications	Retail	Cable Television and Broadband	Others	Adjustments and Eliminations	Total
Revenue						
Revenue from external customers	$ 42,412,693	$ 53,324,910	$ 3,205,714	$ 267,362	$ -	$ 99,210,679
Inter-segment revenue	2,198,434	361,306	207,183	73,031	(2,839,954)	-
Operating revenue	$ 44,611,127	$ 53,686,216	$ 3,412,897	$ 340,393	$(2,839,954)	$ 99,210,679
Operating income	$ 9,233,600	$ 1,581,058	$ 1,163,714	$ 149,322	$(75,747)	$ 12,051,947
Other segment information related to profit or loss						
Depreciation and amortization	$ 9,668,435	$ 670,530	$ 420,455	$ 90,076	$(50,788)	$ 10,798,708
Finance costs						755,956
EBITDA	$ 18,902,035	$ 2,251,588	$ 1,584,169	$ 239,398	$(126,535)	$ 22,850,655

For the Six Months Ended June 30, 2025	Telecommunications	Retail	Cable Television and Broadband	Others	Adjustments and Eliminations	Total
Revenue						
Revenue from external customers	$ 40,750,046	$ 51,853,397	$ 2,786,464	$ 248,461	$ -	$ 95,638,368
Inter-segment revenue	1,876,846	582,629	185,300	72,692	(2,717,467)	-
Operating revenue	$ 42,626,892	$ 52,436,026	$ 2,971,764	$ 321,153	$(2,717,467)	$ 95,638,368
Operating income	$ 7,542,122	$ 1,559,049	$ 1,179,064	$ 131,952	$(94,145)	$ 10,318,042
Other segment information related to profit or loss						
Depreciation and amortization	$ 9,658,758	$ 699,113	$ 424,293	$ 90,241	$(47,172)	$ 10,825,233
Finance costs						768,764
EBITDA	$ 17,200,880	$ 2,258,162	$ 1,603,357	$ 222,193	$(141,317)	$ 21,143,275

b. Geographical information

The Group’ s revenue is generated mostly from domestic business. Overseas revenue is primarily generated from international calls and data services.

Consolidated geographic information for revenue was as follows:

	For the Six Months Ended June 30	
	2026	2025
Taiwan, ROC	$ 97,632,933	$ 94,034,824
Overseas	1,577,746	1,603,544
	$ 99,210,679	$ 95,638,368

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

FINANCING EXTENDED TO OTHER PARTIES
FOR THE SIX MONTHS ENDED JUNE 30, 2026

(In Thousands of New Taiwan Dollars)

No.	Lending Company	Borrowing Company	Financial Statement Account	Related Parties	Maximum Balance for the Period (Note 1)	Ending Balance (Note 1)	Drawdown Amounts	Interest Rate	Nature of Financing	Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Lending Limit for Each Borrowing Company	Lending Company's Lending Amount Limits	Note
													Item	Value			
1	TCC	TWM	Other receivables	Yes	$ 6,500,000	$ 6,500,000	$ 4,476,000	2.01000%~2.01078%	Short-term financing	$ -	Operation requirements	$ -	-	$ -	$ 39,707,120	$ 39,707,120	Note 2
		FSD	Other receivables	Yes	100,000	100,000	80,000	2.01000%~2.01022%	Short-term financing	-	Operation requirements	-	-	-	39,707,120	39,707,120	Note 2
		FSNR	Other receivables	Yes	100,000	100,000	90,000	2.01000%	Short-term financing	-	Operation requirements	-	-	-	39,707,120	39,707,120	Note 2
		TFC	Other receivables	Yes	300,000	300,000	-	-	Short-term financing	-	Operation requirements	-	-	-	39,707,120	39,707,120	Note 2
2	WMT	TWM	Other receivables	Yes	5,300,000	5,300,000	5,300,000	2.01000%~2.01056%	Short-term financing	-	Operation requirements	-	-	-	8,632,726	8,632,726	Note 2
		TFNM	Other receivables	Yes	1,500,000	1,500,000	-	-	Short-term financing	-	Operation requirements	-	-	-	8,632,726	8,632,726	Note 2
		WTVB	Other receivables	Yes	600,000	600,000	-	-	Short-term financing	-	Operation requirements	-	-	-	8,632,726	8,632,726	Note 2
3	TFN	TWM	Other receivables	Yes	12,000,000	12,000,000	11,700,000	2.00944%~2.01078%	Short-term financing	-	Operation requirements	-	-	-	26,180,682	26,180,682	Note 2
4	YJCTV	TFNM	Other receivables	Yes	120,000	120,000	120,000	2.01000%	Short-term financing	-	Repayment of financing	-	-	-	138,634	138,634	Note 3
5	PCTV	TFNM	Other receivables	Yes	350,000	350,000	350,000	2.01000%	Short-term financing	-	Repayment of financing	-	-	-	359,501	359,501	Note 3
6	UCTV	TFNM	Other receivables	Yes	460,000	460,000	420,000	2.01000%	Short-term financing	-	Repayment of financing	-	-	-	724,940	724,940	Note 3
7	GCTV	TFNM	Other receivables	Yes	270,000	270,000	270,000	2.01000%	Short-term financing	-	Repayment of financing	-	-	-	272,220	272,220	Note 3

Note 1: The maximum balance for the period and the ending balance represent quotas, not actual drawdown.

Note 2: Where funds are loaned for reasons of business dealings and short-term financing needs, the amount of loaned funds shall be limited to 40% of the lending company's net worth. For short-term financing needs, the aggregate amount of loaned funds shall not exceed 40% of the lending company's net worth. The individual loan funds shall be limited to the lowest amount of the following items: (1) 40% of the lending company's net worth; (2) The amount that the lending company invests in the borrowing entities; or (3) An amount equal to (the share portion of the borrowing entities that the lending company invests in) * (the total loaning amounts of the borrowing company). In the event where any of the following conditions are met, the individual lending amount of loaned funds shall not exceed 40% of the lending company's net worth and not subject to the restrictions in points (2) and (3) mentioned above: (i) A lending company directly and indirectly owns 100% of the borrowing company, or the borrowing company directly and indirectly owns 100% of the lending company; or (ii) The ultimate parent company of the lending company directly or indirectly owns 100% of the borrowing company.

Note 3: Where funds are loaned for reasons of business dealings and short-term financing needs, the amount of loaned funds shall be limited to the total amount of business dealings and 40% of the lending company's net worth. (1) For reasons of business dealings: The individual lending amount and the aggregate amount of loaned funds shall not exceed the amount of business dealings and the total amount of business dealings, respectively. (2) For short-term financing needs: The individual lending amount and the aggregate amount of loaned funds shall not exceed 40% of the lending company's net worth.

TABLE 2

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

ENDORSEMENT/GUARANTEE PROVIDED TO OTHER PARTIES
FOR THE SIX MONTHS ENDED JUNE 30, 2026

(In Thousands of New Taiwan Dollars)

No.	Company Providing Endorsements/ Guarantees	Receiving Party		Limits on Endorsements/ Guarantees Amount Provided to Each Entity	Maximum Balance for the Period (Note 1)	Ending Balance (Note 1)	Drawdown Amounts (Note 1)	Amount of Endorsements/ Guarantees Collateralized by Property	Ratio of Accumulated Endorsements/ Guarantees to Net Worth of the Guarantor (Note 1)	Maximum Endorsements/ Guarantees Amount Allowable	Guarantee Provided by Parent Company	Guarantee Provided by a Subsidiary	Guarantee Provided to Subsidiaries in Mainland China	Note
		Name	Nature of Relationship											
0	TWM	TFN	Note 2	$ 42,000,000	$ 21,500,000	$ 21,500,000	$ 7,000,000	$ -	25.45	$ 84,475,937	Y	N	N	Note 3
		FSNR	Note 2	200,000	200,000	200,000	200,000	-	0.24	84,475,937	Y	N	N	Note 3

Note 1: The maximum endorsement/guarantee balance for the period, the ending balance, and the drawdown amounts represent quotas, not actual drawdown.

Note 2: Direct/indirect subsidiary.

Note 3: For 100% directly/indirectly owned subsidiaries, the aggregate endorsement/guarantee amount provided shall not exceed the net worth of TWM, and the upper limit for each subsidiary shall be double the investment amount.

TABLE 3

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD (EXCLUDING INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES)
JUNE 30 , 2026

(In Thousands of New Taiwan Dollars)

Investing Company	Marketable Securities Type and Name	Relationship with the Securities Issuer	Financial Statement Account	At the End of the Period				Note
				Units/Shares (In Thousands)	Carrying Amount	Percentage of Ownership (%)	Fair Value	
TWM	Listed Stocks							
	Chunghwa Telecom Co., Ltd.	-	Current financial assets at FVTOCI	2,174	$ 307,552	0.028	$ 307,552	
	91APP, Inc.	-	Non-current financial assets at FVTOCI	7,470	453,429	6.74	453,429	
	Unlisted Stocks							
	KKCompany Technologies Inc.	-	Non-current financial assets at FVTOCI	8,587	728,211	4.97	728,211	
	Cloud Mile Inc.	-	Non-current financial assets at FVTOCI	5,396	825,782	14.84	825,782	
	LINE Bank Taiwan Limited	-	Non-current financial assets at FVTOCI	87,500	702,666	4.375	702,666	
TCC/TFN/TID	Listed Stocks							
	TWM	TWM	Non-current financial assets at FVTOCI	663,404	77,286,520	17.82	77,286,520	
momo	Unlisted Stocks							
	Gaius Automotive Inc.	-	Non-current financial assets at FVTPL	6,334	305,770	7.07	305,770	
	LINE Bank Taiwan Limited	-	Non-current financial assets at FVTOCI	50,000	401,523	2.5	401,523	

Note 1: For information on investment subsidiaries and associates, please refer to Table 6 and Table 8.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES OF AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL FOR THE SIX MONTHS ENDED JUNE 30, 2026

(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Transaction Details				Transactions with Terms Different from Others		Notes/Accounts Payable or Receivable		Note
			Purchase/Sale	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
TWM	TFN	Subsidiary	Purchase	$ 2,745,516	10	Based on contract terms	-	-	$(522,766)	Note 2	Note 3
	TPIA	Subsidiary	Sale	132,601	-	Based on contract terms	-	-	104,410	1	
	TFNM	Subsidiary	Purchase	147,883	1	Based on contract terms	-	-	(70,652)	Note 2	
	momo	Subsidiary	Sale	1,694,222	4	Based on contract terms	-	-	307,883	3	
			Purchase	122,190	-	Based on contract terms	-	-	(20,870)	1	
TWM&TDS	Fubon Insurance	Other related party	Sale	130,704	-	Based on contract terms	-	-	40,399	-	
FSNR	momo	Fellow subsidiary	Sale	350,550	59	Based on contract terms	-	-	72,336	68	
TFN	kbro	Other related party	Sale	222,443	4	Based on contract terms	-	-	73,002	6	
TT&T	TWM	Ultimate parent	Sale	622,554	93	Based on contract terms	-	-	103,694	93	
TPIA	Fubon Insurance	Other related party	Sale	230,588	99	Based on contract terms	-	-	142,465	99	
TFNM	YJCTV	Subsidiary	Channel leasing fee	155,386	6	Based on contract terms	Note 1	Note 1	-	-	
	PCTV	Subsidiary	Channel leasing fee	208,726	9	Based on contract terms	Note 1	Note 1	-	-	
	UCTV	Subsidiary	Channel leasing fee	103,788	4	Based on contract terms	Note 1	Note 1	-	-	
momo	FSL	Subsidiary	Purchase	725,291	1	Based on contract terms	-	-	(267,818)	2	
	MFS	Subsidiary	Purchase	113,961	-	Based on contract terms	-	-	(23,363)	-	
	Concord	Subsidiaries of associates	Purchase	233,140	-	Based on contract terms	-	-	(67,949)	1	

Note 1: The companies authorized a related party to deal with the copyrights transactions for cable television. As the said account item was the only one, there was no comparable transaction.

Note 2: Including accounts payable and other payables.

Note 3: Accounts receivable (payable) was the net amount after being offset.

TABLE 5

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES OF AT LEAST NT$100 MILLION OR 20% OF THE PAID-IN CAPITAL
JUNE 30 , 2026

(In Thousands of New Taiwan Dollars)

Company Name	Related Party	Nature of Relationship	Ending Balance		Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
						Amount	Action Taken		
TWM	momo	Subsidiary	Notes and accounts receivable	$ 307,883	10.19	$ -	-	$ 307,755	$ -
			Other receivables	66,182		-	-	29,962	-
	TPIA	Subsidiary	Notes and accounts receivable	104,410	2.54	-	-	22,530	-
TCC	TWM	Parent	Other receivables	4,487,634		-	-	130,007	-
WMT	TWM	Parent	Other receivables	5,314,039		-	-	601,098	-
TFN	TWM	Ultimate parent	Notes and accounts receivable	531,034	10.53	-	-	479,369	-
			Other receivables	11,859,525		-	-	144,277	-
TT&T	TWM	Ultimate parent	Notes and accounts receivable	103,694	11.96	-	-	103,694	-
TPIA	Fubon Insurance	Other related party	Notes and accounts receivable	142,465	3.26	-	-	39,681	-
YJCTV	TFNM	Parent	Notes and accounts receivable	5,116	7.58	-	-	2,893	-
			Other receivables	120,001		-	-	-	-
PCTV	TFNM	Parent	Notes and accounts receivable	5,923	7.7	-	-	3,357	-
			Other receivables	350,039		-	-	38	-
UCTV	TFNM	Parent	Notes and accounts receivable	4,044	7.4	-	-	2,250	-
			Other receivables	420,466		-	-	-	-
GCTV	TFNM	Parent	Notes and accounts receivable	2,299	7.64	-	-	1,252	-
			Other receivables	270,354		-	-	-	-
momo	TWM	Ultimate parent	Notes and accounts receivable	82,538	11.84	-	-	80,525	-
			Other receivables	49,166		-	-	44,018	-
	TFCB	Other related party	Notes and accounts receivable	55,195	Note 1	-	-	55,191	-
			Other receivables	216,079		-	-	216,079	-
FSL	momo	Parent	Notes and accounts receivable	268,368	5.45	-	-	129,760	-

Note 1: Not applicable due to the transaction partners and the nature of transactions.

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

NAMES, LOCATIONS AND RELATED INFORMATION OF INVESTEES ON WHICH TWM EXERCISED SIGNIFICANT INFLUENCE (EXCLUDING INFORMATION ON INVESTMENT IN MAINLAND CHINA) FOR THE SIX MONTHS ENDED JUNE 30, 2026

(In Thousands of New Taiwan Dollars)

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance at the End of the Period			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				June 30, 2026	December 31, 2025	Shares (In Thousands)	Percentage of Ownership (%)	Carrying Amount			
TWM	TCC	Taiwan	Investment	$ 40,397,288	$ 40,397,288	502,970	100	$ 23,631,264	$ 2,163,610	$ 2,164,891	Note 1
	WMT	Taiwan	Investment	16,871,894	16,871,894	42,065	100	21,578,957	1,495,997	1,495,718	Note 1
	TNH	Taiwan	Building and operating Songshan Cultural and Creative Park BOT project	1,918,655	1,918,655	191,866	49.9	2,003,510	98,706	49,635	Note 1
	FSD	Taiwan	Virtual asset platform and transaction service provider	100,000	100,000	10,000	100	2,206	(25,662)	(23,139)	Note 1
	TPC	Taiwan	Information software service	200,000	200,000	20,000	100	131,223	(11,782)	(11,219)	Note 1
	FSNR	Taiwan	Branding agency and retail sales	154,000	100,000	15,400	100	133,216	16,874	17,925	Note 1
	TWMFM	Taiwan	Film production	11,300	11,300	1,130	100	11,277	(45)	(45)	
	SYSTEX	Taiwan	Information services	3,974,262	3,974,262	32,298	11.86	4,095,961	1,673,093	197,051	Note 1
	PACM	British Virgin Islands	Investment	3,048,008	-	9	30	3,078,594	(6)	(1)	Note 2
	AppWorks	Taiwan	Venture capital, investment consulting, and management consulting	235,000	235,000	2,168	51	270,965	46,150	23,537	
	AppWorks Fund III	Taiwan	Venture capital	583,292	583,292	57,877	20.14	475,096	(26,687)	(5,374)	
	AppWorks Fund IV	Taiwan	Venture capital	376,915	355,110	-	16.64	312,728	(36,329)	(6,623)	Note 3
	Uspace	Taiwan	Information software service	310,030	310,030	7,212	28.8	258,179	(81,030)	(33,967)	Note 1
	NADA	Taiwan	Animation and game investment, production, and distribution	126,700	96,700	5,602	17.88	124,544	(31,720)	(6,982)	Note 1
	Tropics	Taiwan	Animation distribution	60,000	60,000	6,000	40	52,247	(9,494)	(3,856)	
	Fubon Green Power	Taiwan	Energy technical services	400,000	400,000	40,000	10	394,213	(19,999)	(2,000)	
	WeMo	Cayman Islands	Investment, rental and leasing	391,531	391,531	41,257	17.28	379,642	(27,136)	(7,567)	Note 1
	Bronci	Taiwan	Automatic speech recognition	69,659	69,659	660	23.79	73,877	13,084	2,308	
TCC	TFN	Taiwan	Fixed line service provider	21,000,000	21,000,000	2,100,000	100	65,452,668	1,963,501	-	Note 4
	TT&T	Taiwan	Call center service and telephone marketing	56,210	56,210	2,484	100	92,771	33,300	-	Note 4
	TDS	Taiwan	Commissioned maintenance services	25,000	25,000	2,500	100	99,879	5,486	-	Note 4
	TPIA	Taiwan	Property insurance agent	5,000	5,000	500	100	76,335	66,335	-	Note 4
	TFC	Taiwan	Cloud and information services	200,000	200,000	24,000	100	260,598	10,330	-	Note 4
	TID	Taiwan	Investment	3,605,149	3,605,149	104,912	100	9,095,864	1,774	-	Note 4
WMT	TFNM	Taiwan	Broadcasting and TV program distribution and investment in cable TV service providers, etc	5,210,443	5,210,443	230,921	100	5,666,448	956,813	-	Note 4
	GFMT	Taiwan	Investment	16,984	16,984	1,500	100	16,912	(120)	-	Note 4
	GWMT	Taiwan	Investment	92,189	92,189	8,945	100	95,945	(50)	-	Note 4
	WTVB	Taiwan	TV program provider	222,417	222,417	18,177	100	281,936	(7,641)	-	Note 4
	momo	Taiwan	Wholesale, retail, and retail sale no storefront	8,129,394	8,129,394	119,278	45.01	10,288,776	1,273,354	-	Note 4 and 5
FSNR	Preparatory office of F81	Taiwan	Branding agency and retail sales	54,000	-	5,400	100	54,000	-	-	Note 4 and 6
TWMFM	SFF	Taiwan	Film production	300	300	30	100	167	(47)	-	Note 4
TFNM	YJCTV	Taiwan	Cable TV service provider	2,355,998	2,355,998	33,940	100	1,750,953	6,037	-	Note 4

Investor	Investee	Location	Main Businesses and Products	Investment Amount		Balance at the End of the Period			Net Income (Loss) of the Investee	Investment Income (Loss)	Note
				June 30, 2026	December 31, 2025	Shares (In Thousands)	Percentage of Ownership (%)	Carrying Amount			
TFNM	MCTV	Taiwan	Cable TV service provider	$ 510,724	$ 510,724	6,248	29.53	$ 538,116	$ 5,343	$ -	Note 4 and 7
	PCTV	Taiwan	Cable TV service provider	3,261,073	3,261,073	68,090	100	3,223,542	39,050	-	Note 4
	UCTV	Taiwan	Cable TV service provider	1,986,250	1,986,250	169,141	99.22	2,001,477	(6,502)	-	Note 4
	GCTV	Taiwan	Cable TV service provider	1,221,002	1,221,002	51,733	92.38	1,251,217	517	-	Note 4
	kbro Media	Taiwan	Film distribution, arts and literature services, and entertainment	341,250	341,250	6,884	33.58	46,937	(2,281)	-	Note 4
	M.E.	Taiwan	Livestreaming artists management services and digital media production	30,628	30,628	967	11.33	35,636	8,352	-	Note 4
GFMT	UCTV	Taiwan	Cable TV service provider	16,218	16,218	1,300	0.76	15,387	(6,502)	-	Note 4
GWMT	GCTV	Taiwan	Cable TV service provider	91,910	91,910	3,825	6.83	94,496	517	-	Note 4
momo	Asian Crown	British Virgin Islands	Investment	-	885,285	-	81.99	-	(10)	-	Note 4 and 8
	Honest Development	Samoa	Investment	770,448	770,448	25,107	100	351,967	4,445	-	Note 4
	FI	Taiwan	Comprehensive insurance agent	8,000	8,000	1,000	100	15,846	697	-	Note 4
	FST	Taiwan	Travel agent	6,000	6,000	3,000	100	48,894	3,909	-	Note 4
	FSL	Taiwan	Logistics and transport	250,000	250,000	25,000	100	303,973	15,020	-	Note 4
	MFS	Taiwan	Wholesaling	100,000	100,000	10,000	100	110,312	6,088	-	Note 4
	Prosperous Living	Taiwan	Wholesale and retail sales	220,850	220,850	22,085	73.62	228,377	8,365	-	Note 4
	Fubon Green Power	Taiwan	Energy technical services	200,000	200,000	20,000	5	197,107	(19,999)	-	Note 4
	SK Biomedical	Taiwan	Wholesale and retail sales	6,000	6,000	600	20	4,167	(1,287)	-	Note 4
Asian Crown	Fortune Kingdom	Samoa	Investment	-	1,132,789	-	100	-	66	-	Note 4 and 8
Fortune Kingdom	HK Fubon Multimedia	Hong Kong	Investment	-	1,132,789	-	100	-	170	-	Note 4 and 8
Honest Development	HK Yue Numerous	Hong Kong	E-commerce portals and investment	770,448	770,448	5,441	100	351,965	4,445	-	Note 4

Note 1: Downstream transactions, upstream transactions, and consolidated unrealized gain or loss, etc., are included.

Note 2: Acquired in the current period.

Note 3: Percentage of ownership is the percentage of capital contribution.

Note 4: The income/loss of the investee was already included in the income/loss of the investor, and is not presented in this table.

Note 5: Material non-controlling interests.

Note 6: The incorporation registration was completed on July 2, 2026.

Note 7: 70.47% of stocks are held under trustee accounts.

Note 8: The subsidiaries were resolved to be dissolved by their Board of Directors and are currently in the process of liquidation.

Note 9: For information on investments in mainland China, see Table 8 for the details.

TABLE 7

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS FOR THE SIX MONTHS ENDED JUNE 30, 2026

(In Thousands of New Taiwan Dollars)

Number	Company Name	Counterparty	Nature of Relationship (Note 1)	Transaction Details			
				Account	Amount	Transaction Terms (Note 2)	Percentage of Consolidated Total Operating Revenue or Total Assets
0	TWM	TPIA	1	Notes and accounts receivable	$ 104,410	-	-
		momo	1	Notes and accounts receivable	307,883	-	-
		TCC	1	Short-term borrowings	4,476,000	-	2%
		WMT	1	Short-term borrowings	5,300,000	-	2%
		TFN	1	Short-term borrowings	11,700,000	-	5%
		TFN	1	Notes and accounts payable	103,355	-	-
		TFN	1	Other payables	563,283	-	-
		TT&T	1	Other payables	103,694	-	-
		TNH	1	Lease liabilities (current and non-current)	353,459	-	-
		TFN	1	Lease liabilities (current and non-current)	152,382	-	-
		TPIA	1	Operating revenue	132,601	-	-
		momo	1	Operating revenue	1,694,222	-	2%
		TFN	1	Operating costs	2,745,516	-	3%
		TFNM	1	Operating costs	147,883	-	-
		momo	1	Operating costs	122,190	-	-
		TT&T	1	Operating expenses	621,587	-	1%
		TFN	1	Finance costs	112,199	-	-
1	TFN	TWM	2	Lease liabilities (current and non-current)	101,475	-	-
2	FSNR	momo	3	Operating revenue	350,550	-	-
3	TFNM	YJCTV	1	Short-term borrowings	120,000	-	-
		PCTV	1	Short-term borrowings	350,000	-	-
		UCTV	1	Short-term borrowings	420,000	-	-
		GCTV	1	Short-term borrowings	270,000	-	-
		YJCTV	1	Operating revenue	172,340	-	-
		PCTV	1	Operating revenue	228,583	-	-
		UCTV	1	Operating revenue	103,788	-	-
4	momo	FSL	1	Notes and accounts payable	267,818	-	-
		FSL	1	Operating costs	725,291	-	1%
		MFS	1	Operating costs	113,961	-	-

Note 1: 1. Parent to subsidiary.

2. Subsidiary to parent.

3. Between subsidiaries.

Note 2: The terms of transaction are determined in accordance with mutual agreements or general business practices.

Note 3: All intra-group transactions, balances, income and expenses are adjusted and eliminated in full upon consolidation.

TABLE 8

TAIWAN MOBILE CO., LTD. AND SUBSIDIARIES

INVESTMENTS IN MAINLAND CHINA
FOR THE SIX MONTHS ENDED JUNE 30, 2026

(In Thousands of New Taiwan Dollars and Foreign Currencies)

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Investment Type (Note 1)	Accumulated Outflow of Investment from Taiwan at the Beginning of the Period	Investment Flows		Accumulated Outflow of Investment from Taiwan at the End of the Period	Net Income (Loss) of Investee	% Ownership through Direct or Indirect Investment	Investment Income (Loss)	Carrying Value at the End of the Period	Accumulated Inward Remittance of Earnings at the End of the Period	Note
					Outflow	Inflow							
FGE	Wholesaling	$ -	b	$ 864,596 (USD 14,000) (RMB 89,267)	$ -	$ 13,136 (USD 412)	$ -	$ -	-	$ -	$ -	$ -	Note 2
Shenzhen Hbo	Information services and investment	51,568 (RMB 11,000)	b	-	-	-	-	18,910	100	18,910	254,403	-	
GHS	Wholesaling	234,401 (RMB 50,000)	b	-	-	-	-	38,015	20	18,500	251,606	63,302 (RMB 13,503)	

Company	Accumulated Investment in Mainland China at the End of the Period	Investment Amounts Authorized by Investment Commission, MOEA (Note 2)	Upper Limit on Investment Authorized by Investment Commission, MOEA (Note 3)
TWM and subsidiaries	$ 684,606 (HKD168,539)	$ 1,549,202 (USD14,000, RMB89,267 and HKD168,539)	$ 55,235,192

Note 1: The investment types are as follows:

a. Direct investment in mainland China.

b. Indirect investments in mainland China through subsidiaries, invested by momo, in third regions.

c. Others.

Note 2: The liquidation process was completed in December 2025, and the remaining funds were remitted to momo in April 2026. The Group has yet to file an application with the Investment Commission, Ministry of Economic Affairs, for cancellation of the investment amount.

Note 3: The upper limit on investment in mainland China is calculated by 60% of the consolidated net worth.