Stock Symbol: 1325

Universal Incorporation and Subsidiaries

Consolidated Parent and Subsidiary Financial Statements for Q2 2026

Address:
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Universal Incorporation and Subsidiaries
Consolidated Balance Sheets

(In Thousands of New Taiwan Dollars)

Code	Assets	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
	Current Assets						
1100	Cash and cash equivalents	$ 353,052	13	$ 368,024	13	$ 424,037	15
1110	Financial assets at fair value through profit or loss - current	41,781	2	169,845	6	168,631	6
1136	Financial assets at amortized cost - current	1,100,918	40	987,891	36	898,349	33
1150	Notes receivable	1,568	-	913	-	815	-
1170	Trade receivable	43,665	2	44,512	2	54,948	2
1220	Current tax assets	3,729	-	5,965	-	4,502	-
130X	Inventories	88,071	3	77,328	3	83,913	3
1470	Other current assets	13,371	-	9,661	-	13,561	1
11XX	Total current assets	1,646,155	60	1,664,139	60	1,648,756	60
	Non-current Assets						
1517	Financial assets at fair value through other comprehensive Income - non-current	75,561	3	78,753	3	76,845	3
1600	Property, plant and equipment	987,410	36	994,771	36	1,015,948	37
1755	Right-of-use assets	6,218	-	6,124	-	5,775	-
1840	Deferred tax assets	21,429	1	16,069	1	14,976	-
1920	Refundable deposits	963	-	963	-	168	-
15XX	Total non-current assets	1,091,581	40	1,096,680	40	1,113,712	40
1XXX	TOTAL	$ 2,737,736	100	$ 2,760,819	100	$ 2,762,468	100
Code	Liabilities and Equity						
	Current Liabilities						
2170	Trade payable	$ 764	-	$ 7,159	-	$ 6,984	-
2219	Other payables	21,363	1	21,763	1	47,607	2
2280	Lease liabilities - current	50	-	49	-	47	-
2399	Other current liabilities	12,174	-	14,681	-	13,840	-
21XX	Total current liabilities	34,351	1	43,652	1	68,478	2
	Non-current Liabilities						
2570	Deferred tax liabilities	49,202	2	48,563	2	48,265	2
2580	Lease liabilities - non-current	30	-	55	-	79	-
2640	Net defined benefit liabilities - non-current	2,436	-	2,764	-	3,666	-
2645	Guarantee deposit received	210	-	210	-	210	-
25XX	Total non-current liabilities	51,878	2	51,592	2	52,220	2
2XXX	Total liabilities	86,229	3	95,244	3	120,698	4
	Equity Attributable to owners of the company						
	Share capital						
3110	Ordinary shares	852,812	31	852,812	31	852,812	31
3200	Capital surplus	3,694	-	3,626	-	3,620	-
	Retained earnings						
3310	Legal reserve	443,459	16	443,459	16	443,459	16
3320	Special reserve	147,307	6	147,307	5	147,307	5
3350	Unappropriated earnings	1,098,834	40	1,124,685	41	1,132,716	41
3300	Total retained earnings	1,689,600	62	1,715,451	62	1,723,482	62
3400	Other equity	27,185	1	17,353	1	(9,674)	-
31XX	Total equity attributable to owners of the Company	2,573,291	94	2,589,242	94	2,570,240	93
36XX	Non-controlling interests	78,216	3	76,333	3	71,530	3
3XXX	Total equity	2,651,507	97	2,665,575	97	2,641,770	96
	TOTAL	$ 2,737,736	100	$ 2,760,819	100	$ 2,762,468	100

Chairman
Mei-hui Huang

General Manager
Mei-hui Huang

Supervisor
Shu-chi Liao

Universal Incorporation and Subsidiaries
Consolidated Statements of Comprehensive Income

(In Thousands of New Taiwan Dollars, Except Losses per share in New Taiwan Dollars)

Code		For the Three Months Ended June 30				For the Six Months Ended June 30			
		2026		2025		2026		2025	
		Amount	%	Amount	%	Amount	%	Amount	%
	Operating Revenue								
4100	Sales	$ 66,139	100	$ 83,890	100	$ 123,378	100	$ 166,126	100
	Operating Costs								
5110	Cost of goods sold	83,913	127	94,483	112	152,606	124	182,643	110
5900	Gross Loss	(17,774)	(27)	(10,593)	(12)	(29,228)	(24)	(16,517)	(10)
	Operating Expenses								
6100	Selling and marketing expenses	2,477	4	2,778	3	4,607	4	5,078	3
6200	General and administrative expenses	8,149	12	7,640	9	14,572	12	14,073	9
6300	Research and development expenses	2,563	4	1,996	3	4,349	3	3,903	2
6000	Total operating expenses	13,189	20	12,414	15	23,528	19	23,054	14
6900	Loss from Operations	(30,963)	(47)	(23,007)	(27)	(52,756)	(43)	(39,571)	(24)
	Non-Operating Income and Expenses								
7100	Interest income	6,957	10	7,566	9	13,907	11	15,933	9
7010	Other income	2,407	4	613	1	2,863	3	995	1
7020	Other gains and losses	(2,080)	(3)	(47,359)	(57)	3,843	3	(42,174)	(25)
7050	Finance costs	(2)	-	(2)	-	(6)	-	(10)	-
7000	Total non-operating income and expenses	7,282	11	(39,182)	(47)	20,607	17	(25,256)	(15)
7900	Loss Before Income Tax	(23,681)	(36)	(62,189)	(74)	(32,149)	(26)	(64,827)	(39)
7950	Income Tax Benefit	(3,871)	(6)	(11,788)	(14)	(4,721)	(4)	(11,572)	(7)
8200	Net Loss	(19,810)	(30)	(50,401)	(60)	(27,428)	(22)	(53,255)	(32)
	Other Comprehensive Income (Loss)								
8310	Items that will not be reclassified subsequently to profit or loss								
8316	Unrealized gain (loss) on investments in equity instruments designated as fair value through other comprehensive income	(1,193)	(2)	4,509	5	(3,192)	(2)	1,002	1
8360	Items that may be reclassified subsequently to profit or loss								
8361	Exchange differences on translation of the financial statements of foreign operations	4,177	7	(44,664)	(53)	16,484	13	(39,203)	(24)
8300	Other comprehensive income (loss) income for the period, net of income tax	2,984	5	(40,155)	(48)	13,292	11	(38,201)	(23)
8500	Total Comprehensive (Loss) Income for the Period	($ 16,826)	(25)	($ 90,556)	(108)	($ 14,136)	(11)	($ 91,456)	(55)
	Net Loss Attributable To:								
8610	Owners of the Company	($ 19,029)	(29)	($ 49,597)	(59)	($ 25,851)	(21)	($ 51,538)	(31)
8620	Non-controlling interests	(781)	(1)	(804)	(1)	(1,577)	(1)	(1,717)	(1)
8600		($ 19,810)	(30)	($ 50,401)	(60)	($ 27,428)	(22)	($ 53,255)	(32)
	Total Comprehensive (Loss) Income Attributable To:								
8710	Owners of the Company	($ 16,922)	(25)	($ 80,377)	(96)	($ 16,019)	(13)	($ 81,510)	(49)
8720	Non-controlling interests	96	-	(10,179)	(12)	1,883	2	(9,946)	(6)
8700		($ 16,826)	(25)	($ 90,556)	(108)	($ 14,136)	(11)	($ 91,456)	(55)
	Losses Per Share								
9750	Basic	($ 0.22)		($ 0.58)		($ 0.30)		($ 0.60)	
9850	Diluted	($ 0.22)		($ 0.58)		($ 0.30)		($ 0.60)	

Chairman
Mei-hui Huang

General Manager
Mei-hui Huang

Supervisor
Shu-chi Liao

Universal Incorporation and Subsidiaries
Consolidated Statements of Changes in Equity

(In Thousands of New Taiwan Dollars)

		Equity Attributable to Owners of the Company										
				Retained Earnings			Others Equity					
Code		Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Un-appropriated Earnings	Re-measurement of Defined Benefit Plans	Exchange Differences on Translating Foreign Operations	Unrealized gain (loss) on Financial Assets at Fair Value through Other Comprehensive Income	Total	Non-controlling Interests	Total Equity
A1	Balance, January 1, 2025	$ 852,812	$ 3,571	$ 443,459	$ 147,307	$ 1,209,838	$ 1,669	($ 5,076)	$ 23,705	$ 2,677,285	$ 81,476	$ 2,758,761
	Appropriation of 2024 earnings											
B5	Cash dividend distributed by the company — NTD 0.3／per share	-	-	-	-	(25,584)	-	-	-	(25,584)	-	(25,584)
C3	Due to donated assets received	-	49	-	-	-	-	-	-	49	-	49
D1	Net loss for the six months ended June 30, 2025	-	-	-	-	(51,538)	-	-	-	(51,538)	(1,717)	(53,255)
D3	Other comprehensive income (loss) for the six months ended June 30, 2025, net of income tax	-	-	-	-	-	-	(30,974)	1,002	(29,972)	(8,229)	(38,201)
D5	Total comprehensive income (loss) for the six months ended June 30, 2025	-	-	-	-	(51,538)	-	(30,974)	1,002	(81,510)	(9,946)	(91,456)
Z1	Balance, June 30, 2025	$ 852,812	$ 3,620	$ 443,459	$ 147,307	$ 1,132,716	$ 1,669	($ 36,050)	$ 24,707	$ 2,570,240	$ 71,530	$ 2,641,770
A1	Balance, January 1, 2026	$ 852,812	$ 3,626	$ 443,459	$ 147,307	$ 1,124,685	$ 2,130	($ 11,392)	$ 26,615	$ 2,589,242	$ 76,333	$ 2,665,575
C3	Due to donated assets received	-	68	-	-	-	-	-	-	68	-	68
D1	Net loss for the six months ended June 30, 2026	-	-	-	-	(25,851)	-	-	-	(25,851)	(1,577)	(27,428)
D3	Other comprehensive income (loss) for the six months ended June 30, 2026, net of income tax	-	-	-	-	-	-	13,024	(3,192)	9,832	3,460	13,292
D5	Total comprehensive income (loss) for the six months ended June 30, 206	-	-	-	-	(25,851)	-	13,024	(3,192)	(16,019)	1,883	(14,136)
Z1	Balance, June 30, 2026	$ 852,812	$ 3,694	$ 443,459	$ 147,307	$ 1,098,834	$ 2,130	$ 1,632	$ 23,423	$ 2,573,291	$ 78,216	$ 2,651,507

Chairman
Mei-hui Huang

General Manager
Mei-hui Huang

Supervisor
Shu-chi Liao

Universal Incorporation and Subsidiaries
Consolidated Statements of Cash Flows

(In Thousands of New Taiwan Dollars)

Code		For the Six Months Ended June 30 2026	2025
	Cash Flows from Operating Activities		
A10000	Loss before income tax	($ 32,149)	($ 64,827)
A20010	Adjustments for:		
A20100	Depreciation expense	28,954	29,842
A20300	Reversal of impairment loss on expected credit losses	(365)	-
A20400	Net gain on fair value changes of financial assets at fair value through profit or loss	(321)	(1,247)
A20900	Finance costs	6	10
A21200	Interest income	(13,907)	(15,933)
A22500	Net loss (gain) on disposal of property, plant and equipment	159	(140)
A23100	Net gain on disposal of financial assets	(101)	-
A23800	Write-downs of inventories	311	816
A24100	Net loss (gain) on foreign currency exchange	245	(5)
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	(655)	(214)
A31150	Trade receivable	1,242	(1,924)
A31200	Inventories	(10,979)	(7,751)
A31240	Other current assets	(1,209)	(2,544)
A32150	Trade payable	(6,395)	(1,422)
A32180	Other payables	(166)	177
A32230	Other current liabilities	(2,514)	4,045
A32240	Net defined benefit liabilities - non-current	(328)	(329)
A33000	Cash generated from operations	(38,172)	(61,446)
A33100	Interest received	11,408	15,280
A33300	Interest paid	(6)	(10)
A33500	Income tax refund (paid)	2,236	(1,290)
AAAA	Net cash used in operating activities	(24,534)	(47,466)
	Cash Flows from Investing Activities		
B00040	Purchase of financial assets at amortized cost	(526,603)	(346,878)

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Code		For the Six Months Ended June 30 2026	2025
B00050	Proceeds from sale of financial assets at amortized cost	$ 419,861	$ 350,865
B00200	Proceeds from sale of financial assets at fair value through profit or loss	128,486	-
B02700	Payments of property, plant and equipment	(19,156)	(13,658)
B02800	Proceeds from disposal of property, plant and equipment	24	400
BBBB	Net cash generated from (used in) investing activities	2,612	(9,271)
	Cash Flows from Financing Activities		
C04020	Repayment of the principal portion of lease liabilities	(23)	(22)
C09900	Other financing activities	68	49
CCCC	Net cash generated from financing activities	45	27
DDDD	Effect of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	6,905	(16,281)
EEEE	Net decrease in cash and cash equivalents	(14,972)	(72,991)
E00100	Cash and cash equivalents, beginning of period	368,024	497,028
E00200	Cash and cash equivalents, end of period	$ 353,052	$ 424,037

Chairman	General Manager	Supervisor
Mei-hui Huang	*Mei-hui Huang*	*Shu-chi Liao*