

**Gloria Material Technology Corp. and
Subsidiaries**

**Consolidated Financial Statements for the
Nine Months Ended September 30, 2025 and 2024 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Gloria Material Technology Corp.

Introduction

We have reviewed the accompanying consolidated balance sheets of Gloria Material Technology Corp. and its subsidiaries (collectively, the “Group”) as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the nine 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

Except as explained in the following paragraph, 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.

Basis for Qualified Conclusion

As disclosed in Note 11 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2025 and 2024, the combined total assets of these non-significant subsidiaries were NT\$3,559,256 thousand and NT\$3,820,901 thousand, respectively, both representing 11% of the consolidated total assets, and the combined total liabilities of these subsidiaries were NT\$575,659 thousand and NT\$824,362 thousand, respectively, representing 4% and 5%, respectively, of the consolidated total liabilities; for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the amounts of combined comprehensive income of these non-significant subsidiaries were NT\$40,678 thousand, NT\$71,895 thousand, NT\$23,907 thousand and NT\$206,378 thousand, respectively, representing 14%, 7%, 5% and 9%, respectively, of the consolidated total comprehensive income. In addition, as disclosed in Note 12, the investments accounted for using the equity method, as of September 30, 2025 and 2024, included NT\$840,965 thousand and NT\$536,719 thousand, respectively, and the share of comprehensive income of those investments

for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 amounted to NT\$3,877 thousand, NT\$6,721 thousand, NT\$(1,931) thousand and NT\$29,442 thousand, respectively, and the related investment amounts as well as additional disclosures were based on these investees' unreviewed financial statements for the same reporting periods as those of the Group.

Qualified Conclusion

Based on our reviews, except for adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and other investees accounted for using the equity method as described in the preceding paragraph been reviewed, 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 September 30, 2025 and 2024 and of its consolidated financial performance for the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024 and its consolidated cash flows for the nine months ended September 30, 2025 and 2024 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 Min-Hsien Liu and Chien-Wei Chen.

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 5, 2025

Notice to Readers

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 and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally applied in the Republic of China.

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 Republic of China. 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 independent auditors' review report and consolidated financial statements shall prevail.

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2025		December 31, 2024		September 30, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 2,667,218	8	\$ 6,506,988	18	\$ 7,808,088	22
Financial assets at fair value through profit or loss - current (Note 7)	105,317	-	51,746	-	46,941	-
Notes receivable (Note 9)	158,097	1	179,025	-	174,988	1
Trade receivables (Notes 9 and 31)	2,268,180	7	2,304,969	6	2,394,090	7
Other receivables (Note 31)	192,899	1	189,905	1	167,358	-
Inventories (Note 10)	8,184,622	24	8,220,654	23	6,923,617	20
Other current assets (Notes 16, 31 and 32)	<u>321,146</u>	<u>1</u>	<u>212,316</u>	<u>1</u>	<u>391,027</u>	<u>1</u>
Total current assets	<u>13,897,479</u>	<u>42</u>	<u>17,665,603</u>	<u>49</u>	<u>17,906,109</u>	<u>51</u>
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	231,100	1	225,900	1	238,500	1
Financial assets at fair value through other comprehensive income - non-current (Note 8)	458,309	1	234,167	1	195,575	-
Investments accounted for using the equity method (Note 12)	3,545,135	11	3,770,224	10	3,493,715	10
Property, plant and equipment (Notes 13, 31 and 32)	8,937,070	27	8,469,603	24	8,370,623	24
Right-of-use assets (Notes 14 and 31)	107,765	-	121,144	-	88,217	-
Investment properties (Notes 15, 31 and 32)	140,766	-	143,396	-	144,273	-
Deferred tax assets	160,184	-	178,587	-	178,998	-
Prepayments for equipment (Note 31)	5,760,732	17	4,873,302	14	4,518,388	13
Other non-current assets (Notes 16, 26 and 32)	<u>226,483</u>	<u>1</u>	<u>214,387</u>	<u>1</u>	<u>210,128</u>	<u>1</u>
Total non-current assets	<u>19,567,544</u>	<u>58</u>	<u>18,230,710</u>	<u>51</u>	<u>17,438,417</u>	<u>49</u>
TOTAL	<u>\$ 33,465,023</u>	<u>100</u>	<u>\$ 35,896,313</u>	<u>100</u>	<u>\$ 35,344,526</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 17 and 32)	\$ 1,838,263	6	\$ 1,975,359	6	\$ 1,559,611	5
Financial liabilities at fair value through profit or loss - current (Note 7)	1,157	-	-	-	6,812	-
Notes payable	186	-	108	-	133	-
Trade payables (Note 31)	384,453	1	736,846	2	611,624	2
Other payables (Notes 19 and 31)	760,149	2	793,192	2	966,663	3
Current tax liabilities	10,181	-	448,342	1	415,202	1
Lease liabilities - current (Notes 14 and 31)	21,310	-	23,666	-	22,089	-
Current portion of long-term borrowings and bonds payable (Notes 17, 18 and 32)	5,746,887	17	376,550	1	376,550	1
Other current liabilities	<u>137,353</u>	<u>-</u>	<u>60,716</u>	<u>-</u>	<u>136,994</u>	<u>-</u>
Total current liabilities	<u>8,899,939</u>	<u>26</u>	<u>4,414,779</u>	<u>12</u>	<u>4,095,678</u>	<u>12</u>
NON-CURRENT LIABILITIES						
Bonds payable (Notes 18 and 32)	1,458,025	5	6,363,353	18	6,335,163	18
Long-term borrowings (Notes 17 and 32)	4,754,463	14	5,512,125	15	5,511,263	15
Deferred tax liabilities	262,423	1	244,081	1	218,363	1
Lease liabilities - non-current (Notes 14 and 31)	85,131	-	94,699	-	65,224	-
Net defined benefit liabilities - non-current	11,455	-	-	-	21,769	-
Other non-current liabilities (Note 20)	<u>37,850</u>	<u>-</u>	<u>64,292</u>	<u>-</u>	<u>59,711</u>	<u>-</u>
Total non-current liabilities	<u>6,609,347</u>	<u>20</u>	<u>12,278,550</u>	<u>34</u>	<u>12,211,493</u>	<u>34</u>
Total liabilities	<u>15,509,286</u>	<u>46</u>	<u>16,693,329</u>	<u>46</u>	<u>16,307,171</u>	<u>46</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 22)						
Share capital						
Ordinary shares	<u>6,024,712</u>	<u>18</u>	<u>6,024,712</u>	<u>17</u>	<u>6,024,712</u>	<u>17</u>
Capital surplus	<u>6,888,235</u>	<u>21</u>	<u>6,854,018</u>	<u>19</u>	<u>6,838,747</u>	<u>19</u>
Retained earnings						
Legal reserve	1,611,417	5	1,350,333	4	1,350,333	4
Special reserve	8,681	-	67,793	-	67,793	-
Unappropriated earnings	<u>3,833,977</u>	<u>11</u>	<u>4,832,849</u>	<u>14</u>	<u>4,512,517</u>	<u>13</u>
Total retained earnings	<u>5,454,075</u>	<u>16</u>	<u>6,250,975</u>	<u>18</u>	<u>5,930,643</u>	<u>17</u>
Other equity	<u>(293,753)</u>	<u>(1)</u>	<u>(8,680)</u>	<u>-</u>	<u>(22,058)</u>	<u>-</u>
Treasury shares	<u>(522,414)</u>	<u>(1)</u>	<u>(352,168)</u>	<u>(1)</u>	<u>(359,533)</u>	<u>(1)</u>
Total equity attributable to owners of the Company	17,550,855	53	18,768,857	53	18,412,511	52
NON-CONTROLLING INTERESTS	<u>404,882</u>	<u>1</u>	<u>434,127</u>	<u>1</u>	<u>624,844</u>	<u>2</u>
Total equity	<u>17,955,737</u>	<u>54</u>	<u>19,202,984</u>	<u>54</u>	<u>19,037,355</u>	<u>54</u>
TOTAL	<u>\$ 33,465,023</u>	<u>100</u>	<u>\$ 35,896,313</u>	<u>100</u>	<u>\$ 35,344,526</u>	<u>100</u>

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

(With Deloitte & Touche review report dated November 5, 2025)

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Note 31)	\$ 2,658,490	100	\$ 3,039,122	100	\$ 8,754,145	100	\$ 9,816,096	100
OPERATING COSTS (Notes 10, 23 and 31)	<u>(2,151,109)</u>	<u>(81)</u>	<u>(2,224,066)</u>	<u>(73)</u>	<u>(6,889,218)</u>	<u>(79)</u>	<u>(7,226,955)</u>	<u>(74)</u>
GROSS PROFIT	<u>507,381</u>	<u>19</u>	<u>815,056</u>	<u>27</u>	<u>1,864,927</u>	<u>21</u>	<u>2,589,141</u>	<u>26</u>
OPERATING EXPENSES (Notes 23 and 31)								
Selling and marketing expenses	(304,797)	(11)	(205,410)	(7)	(691,298)	(8)	(590,113)	(6)
General and administrative expenses	(123,884)	(5)	(151,365)	(5)	(388,256)	(5)	(427,930)	(4)
Research and development expenses	(8,946)	-	(25,875)	(1)	(37,488)	-	(51,735)	(1)
Expected credit (loss) gain	<u>1,726</u>	<u>-</u>	<u>(1,752)</u>	<u>-</u>	<u>(2,509)</u>	<u>-</u>	<u>(729)</u>	<u>-</u>
Total operating expenses	<u>(435,901)</u>	<u>(16)</u>	<u>(384,402)</u>	<u>(13)</u>	<u>(1,119,551)</u>	<u>(13)</u>	<u>(1,070,507)</u>	<u>(11)</u>
PROFIT FROM OPERATIONS	<u>71,480</u>	<u>3</u>	<u>430,654</u>	<u>14</u>	<u>745,376</u>	<u>8</u>	<u>1,518,634</u>	<u>15</u>
NON-OPERATING INCOME AND EXPENSES (Notes 23 and 31)								
Interest income	10,007	-	17,903	1	45,638	1	57,617	1
Other income	30,453	1	23,286	1	77,648	1	72,437	1
Other gains and losses	128,310	5	777,127	25	83,336	1	1,205,594	12
Finance costs	(61,291)	(2)	(61,968)	(2)	(187,611)	(2)	(176,932)	(2)
Share of profit of associates and joint ventures	<u>35,946</u>	<u>1</u>	<u>57,924</u>	<u>2</u>	<u>119,125</u>	<u>1</u>	<u>188,961</u>	<u>2</u>
Total non-operating income and expenses	<u>143,425</u>	<u>5</u>	<u>814,272</u>	<u>27</u>	<u>138,136</u>	<u>2</u>	<u>1,347,677</u>	<u>14</u>
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	214,905	8	1,244,926	41	883,512	10	2,866,311	29
INCOME TAX EXPENSE (Note 24)	<u>(31,114)</u>	<u>(1)</u>	<u>(246,504)</u>	<u>(8)</u>	<u>(115,045)</u>	<u>(1)</u>	<u>(563,822)</u>	<u>(6)</u>
NET PROFIT FOR THE PERIOD	<u>183,791</u>	<u>7</u>	<u>998,422</u>	<u>33</u>	<u>768,467</u>	<u>9</u>	<u>2,302,489</u>	<u>23</u>
OTHER COMPREHENSIVE INCOME (LOSS)								
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	26,593	1	33,563	1	(34,242)	-	10,825	-
Share of the other comprehensive income (loss) of associates accounted for using the equity method	3,190	-	(7,142)	-	(136,123)	(2)	3,654	-

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GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation of the financial statements of foreign operations	\$ 82,217	3	\$ (20,418)	(1)	\$ (106,838)	(1)	\$ 51,341	1
Unrealized loss (gain) on investments in debt instruments at fair value through other comprehensive income	(484)	-	1,377	-	(186)	-	1,377	-
Other comprehensive income (loss) for the period, net of income tax	111,516	4	7,380	-	(277,389)	(3)	67,197	1
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 295,307</u>	<u>11</u>	<u>\$ 1,005,802</u>	<u>33</u>	<u>\$ 491,078</u>	<u>6</u>	<u>\$ 2,369,686</u>	<u>24</u>
NET PROFIT (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 177,635	7	\$ 990,968	33	\$ 769,625	9	\$ 2,278,370	23
Non-controlling interests	6,156	-	7,454	-	(1,158)	-	24,119	-
	<u>\$ 183,791</u>	<u>7</u>	<u>\$ 998,422</u>	<u>33</u>	<u>\$ 768,467</u>	<u>9</u>	<u>\$ 2,302,489</u>	<u>23</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Owners of the Company	\$ 283,215	11	\$ 980,652	32	\$ 484,452	6	\$ 2,336,737	24
Non-controlling interests	12,092	-	25,150	1	6,626	-	32,949	-
	<u>\$ 295,307</u>	<u>11</u>	<u>\$ 1,005,802</u>	<u>33</u>	<u>\$ 491,078</u>	<u>6</u>	<u>\$ 2,369,686</u>	<u>24</u>
EARNINGS PER SHARE								
(Note 25)								
Basic	<u>\$ 0.30</u>		<u>\$ 1.67</u>		<u>\$ 1.30</u>		<u>\$ 3.88</u>	
Diluted	<u>\$ 0.29</u>		<u>\$ 1.47</u>		<u>\$ 1.22</u>		<u>\$ 3.47</u>	

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

(With Deloitte & Touche review report dated November 5, 2025)

(Concluded)

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

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

	Equity Attributable to Owners of the Company								Other Equity			Total Equity Attributable to Owners of the Company	Non-controlling Interests	Total Equity
	Capital Surplus					Retained Earnings			Exchange Differences on Translation of the Financial Statements of Foreign Operations	Unrealized Valuation Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Treasury Shares			
	Ordinary Shares	Treasury Share Transactions	Employee Share Options	Changes in Ownership Interests in Subsidiaries	Others (Note 22)	Legal Reserve	Special Reserve	Unappropriated Earnings						
BALANCE ON JANUARY 1, 2024	\$ 5,395,512	\$ 341,564	\$ 249,211	\$ 28,499	\$ 3,819,583	\$ 1,116,835	\$ 43,415	\$ 3,986,056	\$ (43,667)	\$ (24,121)	\$ (270,930)	\$ 14,641,957	\$ 619,312	\$ 15,261,269
Appropriation of 2023 earnings														
Legal reserve	-	-	-	-	-	233,498	-	(233,498)	-	-	-	-	-	-
Special reserve	-	-	-	-	-	-	24,378	(24,378)	-	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	-	-	-	(1,506,178)	-	-	-	(1,506,178)	-	(1,506,178)
Net profit for the nine months ended September 30, 2024	-	-	-	-	-	-	-	2,278,370	-	-	-	2,278,370	24,119	2,302,489
Other comprehensive income for the nine months ended September 30, 2024, net of income tax	-	-	-	-	-	-	-	-	49,457	8,910	-	58,367	8,830	67,197
Purchase of the Company's shares by subsidiaries	-	-	-	-	-	-	-	-	-	-	(91,222)	(91,222)	(53,942)	(145,164)
Disposal of the Company's shares held by subsidiaries	-	(180)	-	-	-	-	-	-	-	-	2,619	2,439	3,737	6,176
Generated in a business combination	-	-	-	-	-	-	-	-	-	-	-	-	281,768	281,768
Changes in capital surplus from investments in associates accounted for using the equity method	-	-	-	-	10,547	-	-	-	-	-	-	10,547	-	10,547
Issuance of new shares in exchange for the shares of another company	629,200	-	-	-	2,365,792	-	-	-	-	-	-	2,994,992	-	2,994,992
Adjustment to capital surplus arising from dividends paid to subsidiaries	-	23,731	-	-	-	-	-	-	-	-	-	23,731	-	23,731
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	-	-	-	-	-	-	(492)	-	-	-	(492)	492	-
Increase in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(259,472)	(259,472)
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	-	-	12,637	-	(12,637)	-	-	-	-
BALANCE ON SEPTEMBER 30, 2024	<u>\$ 6,024,712</u>	<u>\$ 365,115</u>	<u>\$ 249,211</u>	<u>\$ 28,499</u>	<u>\$ 6,195,922</u>	<u>\$ 1,350,333</u>	<u>\$ 67,793</u>	<u>\$ 4,512,517</u>	<u>\$ 5,790</u>	<u>\$ (27,848)</u>	<u>\$ (359,533)</u>	<u>\$ 18,412,511</u>	<u>\$ 624,844</u>	<u>\$ 19,037,355</u>
BALANCE ON JANUARY 1, 2025	\$ 6,024,712	\$ 364,788	\$ 249,211	\$ 32,084	\$ 6,207,935	\$ 1,350,333	\$ 67,793	\$ 4,832,849	\$ 40,081	\$ (48,761)	\$ (352,168)	\$ 18,768,857	\$ 434,127	\$ 19,202,984
Appropriation of the 2024 earnings														
Legal reserve	-	-	-	-	-	261,084	-	(261,084)	-	-	-	-	-	-
Special reserve	-	-	-	-	-	-	(59,112)	59,112	-	-	-	-	-	-
Cash dividends distributed by the Company	-	-	-	-	-	-	-	(1,566,425)	-	-	-	(1,566,425)	-	(1,566,425)
Net profit for the nine months ended September 30, 2025	-	-	-	-	-	-	-	769,625	-	-	-	769,625	(1,158)	768,467
Other comprehensive income (loss) for the nine months ended September 30, 2025, net of income tax	-	-	-	-	-	-	-	-	(113,004)	(172,169)	-	(285,173)	7,784	(277,389)
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	-	(182,654)	(182,654)	-	(182,654)
Changes in capital surplus from investments in associates accounted for using the equity method	-	-	-	-	8,770	-	-	-	-	-	-	8,770	-	8,770
Adjustment to capital surplus arising from dividends paid to subsidiaries	-	25,455	-	-	-	-	-	-	-	-	-	25,455	-	25,455
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	-	-	-	-	-	-	-	-	-	-	-	8,753	8,753
Change in percentage of ownership interest in subsidiaries	-	-	-	(8)	-	-	-	-	-	-	12,408	12,400	(21,186)	(8,786)
Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	-	-	(100)	-	100	-	-	-	-
Decrease in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	(23,438)	(23,438)
BALANCE ON SEPTEMBER 30, 2025	<u>\$ 6,024,712</u>	<u>\$ 390,243</u>	<u>\$ 249,211</u>	<u>\$ 32,076</u>	<u>\$ 6,216,705</u>	<u>\$ 1,611,417</u>	<u>\$ 8,681</u>	<u>\$ 3,833,977</u>	<u>\$ (72,923)</u>	<u>\$ (220,830)</u>	<u>\$ (522,414)</u>	<u>\$ 17,550,855</u>	<u>\$ 404,882</u>	<u>\$ 17,955,737</u>

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

(With Deloitte & Touche review report dated November 5, 2025)

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 883,512	\$ 2,866,311
Adjustments for:		
Depreciation expense	398,667	371,856
Amortization expense	2,720	2,248
Expected credit loss recognized	2,509	729
Net gain on fair value changes of financial assets and liabilities at fair value through profit or loss	(97,016)	(109,181)
Finance costs	187,611	176,932
Interest income	(45,638)	(57,617)
Dividend income	(10,784)	(23,747)
Share of profit of associates	(119,125)	(188,961)
Gain on disposal of property, plant and equipment	(1,308)	(207,579)
Reclassification of property, plant and equipment to expenses	102,894	93,875
Loss on disposal of subsidiaries	39,436	-
Gain on disposal of right-of-use assets	-	(152,934)
Gain on disposal of non-current assets held for sale	-	(868,349)
Gain on disposal of investments accounted for using equity method	(452)	-
Write-down of inventories	49,142	58,462
Impairment loss recognized on non-financial assets	-	134,408
Net gain on foreign currency exchange	(108,126)	(12,262)
Loss on sale-leasebacks	-	938
(Gain) loss on lease modification	(474)	2,568
Changes in operating assets and liabilities		
Notes receivable	21,192	(8,514)
Trade receivables	41,301	53,976
Other receivables	(17,978)	(59,246)
Inventories	(27,560)	(453,594)
Other current assets	(115,726)	(157,814)
Notes payable	78	(150)
Trade payables	(327,327)	100,998
Other payables	(42,493)	33,283
Other current liabilities	74,217	(48,908)
Net defined benefit liabilities	11,455	(12,252)
Cash generated from operations	900,727	1,535,476
Interest received	46,496	57,617
Dividends received	248,571	308,079
Interest paid	(94,045)	(73,144)
Income tax paid	(482,140)	(609,836)
Net cash generated from operating activities	619,609	1,218,192

(Continued)

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	2024
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	\$ (265,328)	\$ (187,939)
Proceeds from sale of financial assets at fair value through other comprehensive income	6,944	287,743
Proceeds from sale of financial assets at amortized cost	1,955	298,332
Purchase of financial assets at fair value through profit or loss	(379,623)	(106,627)
Proceeds from sale of financial assets at fair value through profit or loss	419,025	102,107
Acquisition of associates	(32,847)	(42,476)
Proceeds from disposal of associates	1,850	-
Net cash outflow on disposal of subsidiaries (Note 27)	(309)	-
Proceeds from disposal of non-current assets held for sale	-	1,454,104
Payments for property, plant and equipment	(1,851,324)	(1,724,775)
Proceeds from disposal of property, plant and equipment	2,041	105,925
Proceeds from disposal of right-of-use assets	-	14,645
Cash received through a merger (Note 26)	-	123,996
Payments for intangible assets	(5,065)	-
Increase in other non-current assets	(10,759)	-
Decrease in other non-current assets	-	21,328
Net cash (used in) generated from investing activities	<u>(2,113,440)</u>	<u>346,363</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayments of short-term borrowings	(38,729)	-
Proceeds from short-term borrowings	-	371,513
Repayments of short-term bills payable	-	(5,000)
Proceeds from long-term borrowings	-	1,349,470
Repayments of long-term borrowings	(380,000)	(300,000)
Repayments of the principal portion of lease liabilities	(16,719)	(14,647)
Increase in other non-current liabilities	-	769
Decrease in other non-current liabilities	(8,505)	-
Cash dividends paid to owners of the Company	(1,524,568)	(1,466,988)
Purchase of treasury shares	(182,654)	-
Acquisition of additional interests in subsidiaries	-	(37,045)
Proceeds from disposal of the Company's shares by subsidiaries	-	6,176
Payments for buy-back of the Company's shares as treasury shares by subsidiaries	-	(145,164)
Cash dividends paid by subsidiaries	<u>(39,840)</u>	<u>(52,865)</u>
Net cash used in financing activities	<u>(2,191,015)</u>	<u>(293,781)</u>

(Continued)

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

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

	For the Nine Months Ended September 30	
	2025	2024
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	\$ (154,924)	\$ 58,393
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(3,839,770)	1,329,167
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>6,506,988</u>	<u>6,478,921</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 2,667,218</u>	<u>\$ 7,808,088</u>

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

(With Deloitte & Touche review report dated November 5, 2025)

(Concluded)

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. ORGANIZATION AND OPERATIONS

Gloria Material Technology Corp. (original name: Gloria Heavy Industrial Corp.) (the “Company”) was incorporated in the Republic of China (ROC) in March 1993 in accordance with the Company Act, and changed its name in July 1999. The Company mainly engaged in the production and sale of special steel, carbon steel, alloy steel, super alloy and smelting of the raw materials of these products.

The Company’s shares were listed on the Taipei Exchange (TPEX) since October 1998.

The functional currency of the Company is New Taiwan Dollar. For greater comparability and consistency of financial reporting, the consolidated financial statements are presented in the New Taiwan Dollars since the Company’s shares are listed on the TPEX.

2. ADMIT OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors on October 30, 2025.

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

- a. Initial application of the amendments to 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

The initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have a material impact on the Group’s accounting policies.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
IFRS 17 “Insurance Contracts” (including the 2020 and 2021 amendments to IFRS 17)	January 1, 2023

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the amendments on the Group’s financial position and financial performance and will disclose the relevant impact when the assessment is completed.

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

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note1)
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
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note 2)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures” (including the 2025 amendments to IFRS 19)	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: On September 25, 2025, the FSC announced that IFRS 18 will take effect starting from January 1, 2028. Domestic entities could elect to apply IFRS 18 for an earlier period after the endorsement of IFRS 18 by the FSC.

IFRS 18 “Presentation and Disclosure in Financial Statements”

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- 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.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the other impact 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 POLICIES INFORMATION

a. Statement of compliance

These interim 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” as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

- 1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- 3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group’s ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 11, Tables 7 and 8 for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other material accounting policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2024.

1) Carbon fee provision

In accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC, the carbon fee provision is recognized and measured on the basis of the best estimate of the expenditure required to settle the obligation for the current year and the proportion of actual emissions to the total annual emissions.

2) Retirement benefits

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 financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

3) Income tax expense

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Refer to the consolidated financial statements for the year ended December 31, 2024 for the material accounting judgments and key sources of estimation uncertainty.

6. CASH AND CASH EQUIVALENTS

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 600	\$ 859	\$ 1,175
Checking accounts and demand deposits	1,399,670	1,839,282	2,012,791
Cash equivalents (investments with original maturities of 3 months or less)			
Commercial paper	374,257	-	-
Time deposits	892,691	1,550,000	2,185,501
Repurchase agreements collateralized by bills	<u>-</u>	<u>3,116,847</u>	<u>3,608,621</u>
	<u>\$ 2,667,218</u>	<u>\$ 6,506,988</u>	<u>\$ 7,808,088</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets at FVTPL - current</u>			
Mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic listed shares	\$ 85,387	\$ 8,619	\$ 6,789
Mutual funds	19,930	41,095	39,146
Derivative financial assets (not under hedge accounting)			
Foreign exchange swap contracts	-	27	1,006
Foreign exchange forward contracts	-	2,005	-
	<u>\$ 105,317</u>	<u>\$ 51,746</u>	<u>\$ 46,941</u>
<u>Financial assets at FVTPL - non-current</u>			
Mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic listed shares	\$ 231,100	\$ 220,900	\$ 233,500
Film investment agreements	-	5,000	5,000
	<u>\$ 231,100</u>	<u>\$ 225,900</u>	<u>\$ 238,500</u>
<u>Financial liabilities at FVTPL - current</u>			
Mandatorily classified as at FVTPL			
Derivative financial liabilities (not under hedge accounting)			
Foreign exchange swap contracts	\$ 1,047	\$ -	\$ -
Foreign exchange forward contracts	110	-	6,812
	<u>\$ 1,157</u>	<u>\$ -</u>	<u>\$ 6,812</u>

At the end of the reporting period, outstanding foreign exchange swap contracts and foreign exchange forward contracts not under hedge accounting were as follows:

September 30, 2025

	Currency	Maturity Date	Notional Amount (In Thousands)
Foreign exchange swap contracts	EUR/USD	2025/11/25-2025/12/10	EUR1,100/USD1,294
	USD/NTD	2025/10/15-2025/10/30	USD4,000/NTD120,702
	CNY/NTD	2025/10/30	CNY5,000/NTD21,220
	GBP/USD	2025/11/25	GBP200/USD271
	USD/CNY	2025/11/28	USD800/CNY5,675
Foreign exchange forward contracts			
Sell	EUR/USD	2025/10/15-2025/11/14	EUR1,200/USD1,410
Sell	GBP/USD	2025/10/31-2025/11/10	GBP1,200/USD1,613

December 31, 2024

	Currency	Maturity Date	Notional Amount (In Thousands)
Foreign exchange swap contracts	USD/CNY	2025/01/10	USD300/CNY2,188
Foreign exchange forward contracts			
Sell	EUR/USD	2025/01/21-2025/02/25	EUR2,000/USD2,115
Sell	GBP/USD	2025/01/21-2025/03/06	GBP3,500/USD4,426

September 30, 2024

	Currency	Maturity Date	Notional Amount (In Thousands)
Foreign exchange swap contracts	EUR/USD	2024/11/14	EUR250/USD277
	USD/NTD	2024/10/4-2024/10/15	USD4,500/NTD143,453
Foreign exchange forward contracts			
Sell	EUR/USD	2024/10/15-2024/12/10	EUR3,600/USD3,974
Sell	GBP/USD	2024/10/11-2024/12/23	GBP4,950/USD6,465

The Group entered into foreign exchange swap contracts and foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Non-current</u>			
Investments in equity instruments at FVTOCI			
Listed shares	\$ 456,854	\$ 232,712	\$ 194,120
Unlisted shares	<u>1,455</u>	<u>1,455</u>	<u>1,455</u>
	<u>\$ 458,309</u>	<u>\$ 234,167</u>	<u>\$ 195,575</u>

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 FVTOCI as they believe that recognizing short-term fluctuations in 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.

9. NOTES RECEIVABLE, TRADE RECEIVABLES AND OTHER RECEIVABLES

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Notes receivable</u>			
At amortized cost			
Gross carrying amount	\$ 159,554	\$ 180,746	\$ 176,516
Less: Allowance for impairment loss	<u>(1,457)</u>	<u>(1,721)</u>	<u>(1,528)</u>
	<u>\$ 158,097</u>	<u>\$ 179,025</u>	<u>\$ 174,988</u>
<u>Trade receivables</u>			
At amortized cost			
Gross carrying amount	\$ 1,692,507	\$ 1,615,609	\$ 1,644,786
Less: Allowance for impairment loss	<u>(42,488)</u>	<u>(41,401)</u>	<u>(42,186)</u>
	1,650,019	1,574,208	1,602,600
At FVTOCI	<u>618,161</u>	<u>730,761</u>	<u>791,490</u>
	<u>\$ 2,268,180</u>	<u>\$ 2,304,969</u>	<u>\$ 2,394,090</u>

Trade Receivable

a. At amortized cost

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated by reference to the past default experience of the customer, the customer's current financial position, economic condition of the industry in which the customer operates, the GDP forecasts and industry outlook, as well as recent development of the COVID-19. The overdue trade receivables were all provided with an allowance of 0.01% to 100% and not past due trade receivables were provided with an allowance of 0% to 2.00%, 0% to 1.14% and 0% to 1.01%, as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.

The Group writes off a trade receivable when there is evidence indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation. 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.

The following table details the loss allowance of trade receivables based on the Group's aging analysis:

	September 30, 2025	December 31, 2024	September 30, 2024
Not past due	\$ 1,365,744	\$ 1,262,190	\$ 1,275,418
Past due			
1-60 days	221,075	268,133	297,201
61-120 days	56,183	40,822	21,415
More than 120 days	<u>49,505</u>	<u>44,464</u>	<u>50,752</u>
	<u>\$ 1,692,507</u>	<u>\$ 1,615,609</u>	<u>\$ 1,644,786</u>

The above aging schedule was based on the past due date.

The movements of the loss allowance of trade receivables at amortized cost were as follows:

	For the Nine Months Ended September 30	
	2025	2024
Balance on January 1	\$ 41,401	\$ 26,041
Add: Recognition	2,911	-
Add: Acquisitions through business combinations	-	15,834
Less: Amounts written off	-	(114)
Less: Reversal	-	(263)
Foreign exchange gains and losses	<u>(1,824)</u>	<u>688</u>
Balance on September 30	<u>\$ 42,488</u>	<u>\$ 42,186</u>

b. At FVTOCI

The Group signed a contract with a bank to sell certain accounts receivable without recourse and transaction costs. These trade receivables are classified as at FVTOCI because they are held within a business model whose objective is achieved by both the collecting of contractual cash flows and the selling of financial assets.

The following table details the loss allowance of trade receivables based on the Group's aging analysis:

	September 30, 2025	December 31, 2024	September 30, 2024
Not past due	\$ 496,197	\$ 585,732	\$ 643,206
Past due			
1-60 days	108,066	131,403	141,780
61-120 days	7,098	13,620	-
More than 120 days	<u>6,800</u>	<u>6</u>	<u>6,504</u>
	<u>\$ 618,161</u>	<u>\$ 730,761</u>	<u>\$ 791,490</u>

The above aging schedule was based on the number of days past due from the invoice date.

The movements of the loss allowance of trade receivables at FVTOCI were as follows:

	For the Nine Months Ended September 30	
	2025	2024
Balance on January 1	\$ 830	\$ -
Add: Recognition	-	1,377
Less: Reversal	<u>(186)</u>	<u>-</u>
Balance on September 30	<u>\$ 644</u>	<u>\$ 1,377</u>

Notes Receivable

The following table details the loss allowance of notes receivable based on the Group's aging analysis:

	September 30, 2025	December 31, 2024	September 30, 2024
Not past due	\$ 159,554	\$ 165,010	\$ 169,242
Past due	<u>-</u>	<u>15,736</u>	<u>7,274</u>
	<u>\$ 159,554</u>	<u>\$ 180,746</u>	<u>\$ 176,516</u>

The above aging schedule was based on the number of days past due from the expiration date.

The movements of the loss allowance of notes receivable were as follows:

	For the Nine Months Ended September 30	
	2025	2024
Balance on January 1	\$ 1,721	\$ 1,882
Less: Reversal	(216)	(385)
Foreign exchange gains and losses	<u>(48)</u>	<u>31</u>
Balance on September 30	<u>\$ 1,457</u>	<u>\$ 1,528</u>

10. INVENTORIES

	September 30, 2025	December 31, 2024	September 30, 2024
Raw materials	\$ 3,565,951	\$ 3,277,473	\$ 2,848,076
Supplies	778,250	548,351	548,552
Work in progress	2,696,275	2,385,377	2,187,845
Finished goods	393,766	902,168	709,178
Merchandise	333,006	206,013	139,591
Inventory in transit	<u>474,804</u>	<u>963,766</u>	<u>540,350</u>
	8,242,052	8,283,148	6,973,592
Less: Adjustments and eliminations	<u>(57,430)</u>	<u>(62,494)</u>	<u>(49,975)</u>
	<u>\$ 8,184,622</u>	<u>\$ 8,220,654</u>	<u>\$ 6,923,617</u>

The nature of the cost of goods sold is as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Cost of inventories sold	\$ 2,108,274	\$ 2,191,286	\$ 6,741,040	\$ 7,146,589
Unamortized manufacturing expense	38,447	3,861	99,036	21,904
Inventory write-downs	<u>4,388</u>	<u>28,919</u>	<u>49,142</u>	<u>58,462</u>
	<u>\$ 2,151,109</u>	<u>\$ 2,224,066</u>	<u>\$ 6,889,218</u>	<u>\$ 7,226,955</u>

11. SUBSIDIARIES

a. Subsidiaries included in consolidated financial statements

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
The Company	Faith Easy Enterprises Ltd.	General investment and trading	96	96	96	2
The Company	Golden Win Steel Industrial Corp.	Processing and trading of special steel, carbon steel, super alloy material rollers	0.25	17	49	1, 2, 4, 6
The Company	Alloy Tool Steel, Inc.	Trading of alloy steel	100	100	100	2
The Company	Ho Yang Investment Corp.	General investment	49	49	49	1, 2
The Company	All Win Enterprises Ltd.	General investment and trading	100	100	100	2
The Company	Rong Yang Investment Corp.	General investment	100	100	100	2
The Company	Gloria Material Technology Japan Co., Ltd.	Production and selling of alloy steel	100	100	100	2
The Company	Golden Win International Corp. (Original: Mutto Optronics Corporation)	Production and selling of stainless steel	54	54	54	2, 3
Faith Easy Enterprises Ltd.	Guangzhou Goldway Special Material Co., Ltd.	Production and selling of alloy steel	100	100	100	2
Faith Easy Enterprises Ltd.	Zhejiang Jiaxing Goldway Special Material Co., Ltd.	Production and selling of alloy steel	-	100	100	2, 7
Faith Easy Enterprises Ltd.	Tianjin Goldway Special Material Co., Ltd.	Production and selling of alloy steel	100	100	100	2
Faith Easy Enterprises Ltd.	Xian Goldway Special Material Co., Ltd.	Production and selling of alloy steel	100	100	100	2
Golden Win Steel Industrial Corp.	Rainbow Shines Limited	General investment and trading	97	97	97	2
Rainbow Shines Limited	Vietnam Goldway Special Material Co., Ltd.	Production and selling of alloy steel	100	100	100	2
All Win Enterprises Ltd.	G-Yao Enterprises Ltd.	General investment and trading	100	100	100	2
G-Yao Enterprises Ltd.	Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	Production and trading of alloy steel	100	100	100	2
Golden Win International Corp.	Golden Win Steel Industrial Corp.	Processing and trading of special steel, carbon steel, super alloy material rollers	71	54	-	2, 4, 6
Golden Win International Corp.	Honest Mount Investments Limited	Investment	-	100	-	5
Golden Win International Corp.	Sheaffer Innovation Co., Ltd.	Selling of stainless steel	-	100	-	5
Sheaffer Innovation Co., Ltd.	Henan Sihe Industrial Co., Ltd.	Production of stainless steel	-	100	-	5
Honest Mount Investments Limited	The King Cut International Co., Ltd.	Selling of stainless steel	-	100	-	5
Honest Mount Investments Limited	Nantong Sihe Stainless-steel Products Co., Ltd.	Selling of stainless steel	-	100	-	5

- 1) Although the Group's percentage of ownership in those entities is less than 50%, the Group still has substantive control over the entities. Thus, those entities are considered a subsidiaries of the Group.
- 2) This is an immaterial subsidiary; its financial statements have not been accountant reviewed.

- 3) On September 12, 2024, the Group subscribed to 79,000 thousand privately placed shares of Golden Win International Corp. (formerly Mutto Optronics Corporation, officially renamed on February 4, 2025). Following the private placement, the Group's shareholding increased to 53.83%. For details on the acquisition of Golden Win International Corp., please refer to Note 26.
- 4) In the fourth quarter of year 2024, the Company disposed of a portion of its equity in Golden Win Steel Industrial Corp. to Golden Win International Corp., resulting in a decrease in its ownership percentage from 49% to 17%. The aforementioned transaction was a restructuring of the organization under joint control; therefore, the ownership interest of the consolidated group to Golden Win Steel Industrial Corp. remained unchanged.
- 5) On February 5, 2025, the Group's board of directors resolved to disposal subsidiaries of Honest Mount Investments Limited and Sheaffer Innovation Co., Ltd. As of that date, the entities have been excluded from the Group, please refer to Note 27.
- 6) On July 31, 2025, the Group's board of directors resolved to dispose of a portion of its equity in Golden Win Steel Industrial Corp. to Golden Win International Corp., resulting in a decrease in its ownership percentage from 17% to 0.25%. The aforementioned transaction was a restructuring of the organization under joint control; the ownership interest of the consolidated group to Golden Win Steel Industrial Corp. remained unchanged.
- 7) On September 24, 2025, the Group finished to liquidate its subsidiary Zhejiang Jiaxing Goldway Special Material Co., Ltd., and completed its deregistration.

b. Subsidiaries excluded from consolidated financial statements: None.

12. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investment in Associates

	September 30, 2025	December 31, 2024	September 30, 2024
Material associate corporation			
Soft-World International Corporation	\$ 2,704,170	\$ 2,935,356	\$ 2,956,996
Associate that is not individually material	<u>840,965</u>	<u>834,868</u>	<u>536,719</u>
	<u>\$ 3,545,135</u>	<u>\$ 3,770,224</u>	<u>\$ 3,493,715</u>

Material associate

	<u>Proportion of Ownership and Voting Rights (%)</u>		
	September 30, 2025	December 31, 2024	September 30, 2024
Soft-World International Corporation	19	19	18

Refer to Table 7 "Information on Investees" for the nature of activities, principal place of business and country of incorporation of the associate.

In order to deepen the strategic cooperative relationship between the two parties, the board of directors of the Company resolved to conduct a share exchange with Soft-World International Corporation on December 21, 2023. The Company issued 62,920 thousand new shares for a total amount of \$2,994,992 thousand as consideration for the transfer of 28,600 thousand shares of Soft-World International Corporation. The base date for the share exchange was January 31, 2024, and it has been declared effective by the regulator. After the share exchange, the Company holds 18.39% of the voting rights in Soft-World International Corporation and is the single shareholder holding the largest portion of equity. Considering the relative size of and dispersion of the shareholdings owned by the other shareholders, the Company had a significant influence on Soft-World International Corporation, which has been recognized as an associate accounted for using the equity method.

The Group obtained two seats on the board of directors of Kuei Tien Cultural & Creative Entertainment Co., Ltd. on January 9, 2024. The Company had significant influence but no control over Kuei Tien Cultural & Creative Entertainment Co., Ltd., which has been recognized as an associate accounted for using the equity method.

Investments accounted for using the equity method and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements, which have not been reviewed, except for Soft-World International Corporation. Management believes there is no material impact on the equity method of accounting or the calculation of the share of profit or loss and other comprehensive income from the financial statements of the Soft-World International Corporation, which have not been reviewed.

Fair values (Level 1) of investments in the material associate with available published price quotations are summarized as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Soft-World International Corporation	<u>\$ 3,159,474</u>	<u>\$ 3,619,875</u>	<u>\$ 3,775,200</u>

13. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Carrying amount</u>			
Land	\$ 2,691,754	\$ 2,691,754	\$ 2,691,754
Buildings	1,435,294	1,460,926	1,471,047
Equipment	2,233,388	2,259,618	2,218,327
Transportation equipment	49,498	53,570	54,368
Machinery	11,895	7,242	4,820
Other equipment	172,178	184,486	182,400
Construction in progress	<u>2,343,063</u>	<u>1,812,007</u>	<u>1,747,907</u>
	<u>\$ 8,937,070</u>	<u>\$ 8,469,603</u>	<u>\$ 8,370,623</u>

	Land	Buildings	Equipment	Transportation Equipment	Machinery	Other Equipment	Construction in Progress	Total
Cost								
Balance on January 1, 2025	\$ 2,691,754	\$ 3,193,698	\$ 9,846,539	\$ 328,709	\$ 100,429	\$ 374,641	\$ 1,812,007	\$ 18,347,777
Additions	-	27,023	402,501	10,498	5,860	22,139	536,895	1,004,916
Disposals	-	-	(162,715)	(9,178)	-	(21,851)	-	(193,744)
Reclassified	-	-	(88,235)	21	-	424	(5,524)	(93,314)
Effects of foreign currency exchange differences	-	(6,034)	(7,910)	(430)	(214)	(1,221)	(315)	(16,124)
Balance on September 30, 2025	<u>\$ 2,691,754</u>	<u>\$ 3,214,687</u>	<u>\$ 9,990,180</u>	<u>\$ 329,620</u>	<u>\$ 106,075</u>	<u>\$ 374,132</u>	<u>\$ 2,343,063</u>	<u>\$ 19,049,511</u>
Accumulated depreciation								
Balance on January 1, 2025	\$ -	\$ 1,732,772	\$ 7,586,921	\$ 275,139	\$ 93,187	\$ 190,155	\$ -	\$ 9,878,174
Disposals	-	-	(114,041)	(6,876)	-	(10,894)	-	(131,811)
Reclassified	-	-	(361)	21	-	340	-	-
Depreciation expense	-	50,614	290,581	12,120	1,189	23,503	-	378,007
Effects of foreign currency exchange differences	-	(3,993)	(6,308)	(282)	(196)	(1,150)	-	(11,929)
Balance on September 30, 2025	<u>\$ -</u>	<u>\$ 1,779,393</u>	<u>\$ 7,756,792</u>	<u>\$ 280,122</u>	<u>\$ 94,180</u>	<u>\$ 201,954</u>	<u>\$ -</u>	<u>\$ 10,112,441</u>
Carrying amount on September 30, 2025	<u>\$ 2,691,754</u>	<u>\$ 1,435,294</u>	<u>\$ 2,233,388</u>	<u>\$ 49,498</u>	<u>\$ 11,895</u>	<u>\$ 172,178</u>	<u>\$ 2,343,063</u>	<u>\$ 8,937,070</u>
Carrying amount on December 31, 2024 and January 1, 2025	<u>\$ 2,691,754</u>	<u>\$ 1,460,926</u>	<u>\$ 2,259,618</u>	<u>\$ 53,570</u>	<u>\$ 7,242</u>	<u>\$ 184,486</u>	<u>\$ 1,812,007</u>	<u>\$ 8,469,603</u>
Cost								
Balance on January 1, 2024	\$ 2,732,369	\$ 3,419,188	\$ 9,854,944	\$ 349,973	\$ 140,246	\$ 320,299	\$ 1,428,943	\$ 18,245,962
Acquisitions through business combinations	-	11	58,214	3,183	-	21,725	-	83,133
Additions	-	9,195	491,431	11,871	199	29,297	320,597	862,590
Disposals	-	(215,754)	(115,773)	(6,010)	(20,800)	(3,219)	-	(361,556)
Reclassified as held for sale	(40,615)	(39,955)	(472,005)	(33,624)	(20,856)	(4,208)	-	(611,263)
Reclassified	-	1,316	(97,234)	-	-	-	(1,840)	(97,758)
Effects of foreign currency exchange differences	-	12,938	5,947	100	1,406	799	207	21,397
Balance on September 30, 2024	<u>\$ 2,691,754</u>	<u>\$ 3,186,939</u>	<u>\$ 9,725,524</u>	<u>\$ 325,493</u>	<u>\$ 100,195</u>	<u>\$ 364,693</u>	<u>\$ 1,747,907</u>	<u>\$ 18,142,505</u>
Accumulated depreciation								
Balance on January 1, 2024	\$ -	\$ 1,735,336	\$ 7,496,654	\$ 297,432	\$ 132,042	\$ 164,027	\$ -	\$ 9,825,491
Acquisitions through business combinations	-	3	4,257	636	-	6,626	-	11,522
Disposals	-	(65,942)	(92,761)	(6,010)	(18,185)	(2,840)	-	(185,738)
Depreciation expense	-	52,590	268,214	11,385	1,421	18,044	-	351,654
Impairment losses recognized	-	-	134,408	-	-	-	-	134,408
Reclassified as held for sale	-	(11,033)	(307,353)	(32,371)	(20,856)	(4,208)	-	(375,821)
Effects of foreign currency exchange differences	-	4,938	3,778	53	953	644	-	10,366
Balance on September 30, 2024	<u>\$ -</u>	<u>\$ 1,715,892</u>	<u>\$ 7,507,197</u>	<u>\$ 271,125</u>	<u>\$ 95,375</u>	<u>\$ 182,293</u>	<u>\$ -</u>	<u>\$ 9,771,882</u>
Carrying amount on September 30, 2024	<u>\$ 2,691,754</u>	<u>\$ 1,471,047</u>	<u>\$ 2,218,327</u>	<u>\$ 54,368</u>	<u>\$ 4,820</u>	<u>\$ 182,400</u>	<u>\$ 1,747,907</u>	<u>\$ 8,370,623</u>

The above items of property, plant and equipment are depreciated on a straight-line basis over the estimated useful life as follows:

Buildings

Houses and buildings (structure)	20-55 years
Mechanical and electrical facilities	2-10 years
Engineering system	1-15 years

Equipment

Production line for forging	10-20 years
Process equipment	2-20 years
Mechanical system	5 years
Molds	1-3 years

(Continued)

Transportation equipment	
Stackers	3-10 years
Cranes	5-8 years
Machinery	
Analyzers and radiation detectors	3-10 years
Other tools and instruments	2-5 years
Other equipment	2-13 years
	(Concluded)

Property, plant and equipment pledged as collateral for bank borrowings are set out in Note 32.

14. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Carrying amount</u>			
Land	\$ 52,906	\$ 58,894	\$ 47,798
Buildings	39,722	54,893	31,902
Transportation equipment	<u>15,137</u>	<u>7,357</u>	<u>8,517</u>
	<u>\$ 107,765</u>	<u>\$ 121,144</u>	<u>\$ 88,217</u>
	For the Three Months Ended September 30		For the Nine Months Ended September 30
	2025	2024	2025
			2024
Additions to right-of-use assets		<u>\$ 12,114</u>	<u>\$ 10,549</u>
Depreciation charge for right-of-use assets			
Land	\$ 1,112	\$ 545	\$ 3,359
Buildings	3,328	3,888	10,336
Transportation equipment	<u>1,852</u>	<u>1,096</u>	<u>4,335</u>
	<u>\$ 6,292</u>	<u>\$ 5,529</u>	<u>\$ 18,030</u>
		<u>\$ 18,030</u>	<u>\$ 15,491</u>

Except for the aforementioned addition and recognized depreciation, the Group did not have significant sublease or impairment of right-of-use assets during the nine months ended September 30, 2025 and 2024.

b. Lease liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Carrying amount</u>			
Current	<u>\$ 21,310</u>	<u>\$ 23,666</u>	<u>\$ 22,089</u>
Non-current	<u>\$ 85,131</u>	<u>\$ 94,699</u>	<u>\$ 65,224</u>

Range of discount rates for lease liabilities was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Land	1.85%-2.14%	1.85%-2.14%	1.85%-2.14%
Buildings	0.44%-4.38%	0.44%-4.75%	0.44%-4.75%
Transportation equipment	0.38%-2.14%	0.38%-2.02%	0.38%-2.02%

c. Material leasing activities and terms

In line with the Group's strategy of specialized production division of labor, the Group disposed of the land, plant and related equipment of the vacuum induction melting (VIM) plant to S-Tech Corp. in August 2024. However, some of the refineries in the plant, which are not part of the VIM process, are still owned and used by the Group and have not been sold. They are temporarily occupied due to its location in the VIM plant. Therefore, the Company pays rent to S-Tech Corp. for the land area occupied by the plant. The annual lease payments amounted to \$1,460 thousand with a lease term of five years.

d. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Expenses relating to short-term leases and low-value asset leases	\$ 588	\$ 1,997	\$ 7,076	\$ 2,213
Total cash outflow for leases			\$ 26,253	\$ 15,704

The Group's leases of certain assets qualify as short-term leases and low-value asset leases. The Group has elected to apply the recognition exemption and thus did not recognize right-of-use assets and lease liabilities for these leases.

15. INVESTMENT PROPERTIES

	September 30, 2025	December 31, 2024	September 30, 2024
Land	\$ 76,843	\$ 76,843	\$ 76,843
Buildings	<u>63,923</u>	<u>66,553</u>	<u>67,430</u>
	<u>\$ 140,766</u>	<u>\$ 143,396</u>	<u>\$ 144,273</u>

The depreciation of investment properties is recognized using the straight-line method over their useful lives as follows:

Houses and buildings (structure)	25-50 years
Mechanical and electrical facilities	2-10 years
Engineering system	2-20 years

As of December 31, 2024 and 2023, the determination of fair value was performed by independent qualified professional valuers in the balance sheet date.

The fair value as appraised was as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value	<u>\$ 598,374</u>	<u>\$ 598,374</u>	<u>\$ 518,587</u>

Being consideration of the Group's management, except for the portion reclassified as non-current assets held for sale, there were no significant difference between in the fair value of investment properties as of September 30, 2025 and 2024 and as of December 31, 2024 and 2023.

The Group leases property, plant and equipment to Taiwan Steel Group Aerospace Technology Corporation. The lease terms were 3 years. Rents are paid at the end of each month.

Investment properties pledged as collateral for bank borrowings were set out in Note 32.

16. OTHER ASSETS

	September 30, 2025	December 31, 2024	September 30, 2024
Prepayments	\$ 245,787	\$ 148,205	\$ 315,412
Refundable deposits (Note 32)	74,382	95,702	93,555
Restricted deposits (Note 32)	61,037	63,235	64,907
Goodwill (Note 26)	105,992	105,992	105,992
Others	<u>60,431</u>	<u>13,569</u>	<u>21,289</u>
	<u>\$ 547,629</u>	<u>\$ 426,703</u>	<u>\$ 601,155</u>
Current	\$ 321,146	\$ 212,316	\$ 391,027
Non-current	<u>226,483</u>	<u>214,387</u>	<u>210,128</u>
	<u>\$ 547,629</u>	<u>\$ 426,703</u>	<u>\$ 601,155</u>

17. BORROWINGS

a. Short-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Secured borrowings (Note 32)</u>			
Bank loans	\$ 116,847	\$ 51,484	\$ 69,024
<u>Unsecured borrowings</u>			
Letters of credit	10,719	143,043	54,040
Line of credit borrowings	<u>1,710,697</u>	<u>1,780,832</u>	<u>1,436,547</u>
	<u>\$ 1,838,263</u>	<u>\$ 1,975,359</u>	<u>\$ 1,559,611</u>
Range of interest rates	2.04%-6.55%	0.5%-6.55%	0.50%-7.10%

b. Current portion of long-term liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Current portion of long-term borrowings	\$ <u>756,550</u>	\$ <u>376,550</u>	\$ <u>376,550</u>

c. Long-term borrowings

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Secured borrowings (Note 32)</u>			
Bank loans	\$ 5,511,013	\$ 5,888,675	\$ 5,887,813
Less: Current portions	<u>(756,550)</u>	<u>(376,550)</u>	<u>(376,550)</u>
Long-term borrowings	\$ <u>4,754,463</u>	\$ <u>5,512,125</u>	\$ <u>5,511,263</u>
Range of interest rates	2.1421%	2.1421%	2.14%

1) Due to bank loan repayment and operating fund needs, the Company obtained a syndicated loan with a credit line of NT\$8,000,000 thousand from First Commercial Bank and multiple financial institutions in June 2023. The initial drawdown was in August 2023, the maturity period was 5 years from August 2023,

a) Term Loan A: Loan limit NT\$3,800,000 thousand; non-revolving credit line.

b) Term Loan B: Loan limit NT\$4,200,000 thousand; revolving credit line.

c) Term Loan C: Loan limit NT\$2,100,000 thousand; revolving credit line.

d) The shared credit line of Term Loan B and Term Loan C cannot exceed the credit line of Term Loan B.

In addition to the general requirements, the maintenance of certain financial ratios is also required. If the Company is unable to comply with the financial ratio restrictions, the decision on whether the Company is in violation of the financial ratios will be made by a majority vote of the syndicate of banks.

According to the joint credit agreement aforementioned, during the loan period, the Company is required to maintain certain financial ratios as follows:

a) Current ratio: No less than 1.0.

b) Debt to net worth ratio: No higher than 1.8.

c) Debt service coverage ratio: No less than 3.0.

The above financial ratios are reviewed every six months based on either the audited annual financial statements or the reviewed financial statements of Q1 and Q2.

If the Company is unable to comply with any of the aforementioned financial ratio restrictions, the Company should propose a financial improvement plan immediately to the managing bank, and if the financial ratios in the next period's consolidated financial statements are in compliance with the restrictions, the Company will be deemed as not in violation of the financial ratio restrictions. However, the interest of the outstanding borrowings will be increased by 0.1% of the original agreed loan interest rate from the interest payment date of the month following the month the current consolidated financial statements are submitted to the interest payment date of the following month when the financial ratio restrictions are met.

18. BONDS PAYABLE

	September 30, 2025	December 31, 2024	September 30, 2024
Secured domestic bonds (Note 32)	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000
Less: Discount on bonds payable	<u>(41,975)</u>	<u>(51,626)</u>	<u>(54,812)</u>
	<u>1,458,025</u>	<u>1,448,374</u>	<u>1,445,188</u>
Unsecured domestic convertible bonds	5,075,398	5,075,398	5,075,398
Less: Discount on bonds payable	<u>(85,061)</u>	<u>(160,419)</u>	<u>(185,423)</u>
	<u>4,990,337</u>	<u>4,914,979</u>	<u>4,889,975</u>
Less: Current portion	<u>(4,990,337)</u>	<u>-</u>	<u>-</u>
	<u>\$ 1,458,025</u>	<u>\$ 6,363,353</u>	<u>\$ 6,335,163</u>

a. Secured domestic bonds

On November 29, 2021, the Group issued \$1,500,000 thousand, which was 0.65% of its NTD denominated secured bonds in Taiwan, with maturity date on November 29, 2028. The interest will be paid annually and the bonds will be repaid on the maturity date. The bonds are guaranteed by Hua Nan Commercial Bank and as trustee for the bondholders by Taishin International Commercial Bank, Ltd.

b. The 7th unsecured domestic convertible bonds

On July 31, 2023, the Group issued 50,000 unsecured convertible bonds with a face value of \$100 thousand each at an interest rate of 0% at 100.5% of par value, with a total principal amount of \$5,000,000 thousand. The maturity period is three years from July 31, 2023 to July 31, 2026.

Unless the holders of the convertible bonds apply for conversion into the Company's ordinary shares, redeemed, or the Group repurchases and cancels the bonds from securities dealers, the Group repays the bonds in cash within five business days from the maturity date of the convertible bonds at the face value plus interest compensation (101.51% of the face value and 0.5% real rate of return).

From the day following the expiration of three months after the date of issuance of the convertible bonds (November 1, 2023) to the maturity date (July 31, 2026), the bondholders may, except for (a) The period during which the transfer of the ordinary shares is legally suspended (excluding the book closure periods for the annual and extraordinary shareholders' meetings); (b) The period from the fifteen business days prior to the date of cessation of transfer of the Company's allotment, the date of cessation of transfer of cash dividends or the date of cessation of transfer of stock options from cash capital increase to the base date; (c) The period from the base date of the capital reduction to the day before the commencement of trading of the capital reduction for the conversion of shares; (d) Except for the period from the start date of the suspension of conversion (subscription) for the change of face value of the stock to the day before the day of the issue of new shares in exchange for the old shares, the Company may request the Company's share agent to convert the bonds into shares of the Company's common shares anytime, by forwarding a request to Taiwan Central Depository & Clearing Corporation (TDCC) through a trading broker.

The conversion price is determined on a base date of July 21, 2023. The base price was calculated by the arithmetic mean of the closing price of one day, three days or five days of the business days before the base date (not included). The conversion price is determined by multiplying the base price by 110% of the conversion rate (calculated to the nearest dollar, rounded up to the nearest dollar). The calculation is based on the following: If there is an ex-rights or ex-dividend date, the closing price used to calculate the conversion price shall be set as the ex-rights or ex-dividend price; if there is an ex-rights or ex-dividend date after the conversion price is determined and before the actual issuance date, the conversion price shall be adjusted according to the conversion price adjustment formula. In accordance with the above, the conversion price is set at NT\$59.2 per share upon issuance of the conversion bonds.

This convertible bond consists of a liability and an equity component, which is expressed as capital surplus - share options under equity. The effective interest rate originally recognized for the liability component was 2.0524%.

	September 30, 2025
Issue price (net of transaction costs and adjusted for related income tax effects)	\$ 5,019,682
Components of equity (net of transaction costs allocated to equity and adjusted for related income tax effects)	<u>(244,291)</u>
Components of liabilities at issue date (net of transaction costs allocated to liabilities)	4,775,391
Interest calculated at an effective rate of 2.0524%	139,684
Convertible bonds converted into ordinary shares	<u>(96)</u>
Liability components as of December 31, 2024	4,914,979
Interest calculated at an effective rate of 2.0524%	<u>75,358</u>
Liability components as of September 30, 2025	<u>\$ 4,990,337</u>
	September 30, 2024
Issue price (net of transaction costs and adjusted for related income tax effects)	\$ 5,019,682
Components of equity (net of transaction costs allocated to equity and adjusted for related income tax effects)	<u>(244,291)</u>
Components of liabilities at issue date (net of transaction costs allocated to liabilities)	4,775,391
Interest calculated at an effective rate of 2.0524%	40,838
Convertible bonds converted into ordinary shares	<u>(96)</u>
Liability components as of December 31, 2023	4,816,133
Interest calculated at an effective rate of 2.0524%	<u>73,842</u>
Liability components as of September 30, 2024	<u>\$ 4,889,975</u>

19. OTHER PAYABLES

	September 30, 2025	December 31, 2024	September 30, 2024
Payable for salaries and bonuses	\$ 139,670	\$ 257,403	\$ 251,311
Payable for annual leave	60,612	60,663	57,563
Payable for purchase of equipment	113,484	61,708	61,876
Payable for fuel	52,963	49,706	50,461
Payable for utility bill	74,648	70,180	76,819
Payable for export fees	132,376	77,957	82,600
Payable for reduction of capital	-	-	185,020
Others	<u>186,396</u>	<u>215,575</u>	<u>201,013</u>
	<u>\$ 760,149</u>	<u>\$ 793,192</u>	<u>\$ 966,663</u>

20. OTHER NON-CURRENT LIABILITIES

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Non-current</u>			
Long-term deferred revenue (a)	\$ -	\$ 5,035	\$ 4,987
Guarantee deposit received	527	417	346
Others	<u>37,323</u>	<u>58,840</u>	<u>54,378</u>
	<u>\$ 37,850</u>	<u>\$ 64,292</u>	<u>\$ 59,711</u>

- a. Long-term deferred revenue is the subsidy of the local government for the purchase of land and lease of land use rights for the investment and establishment of factories by the Group. After the construction of the factory is completed and the operation starts, it is recognized as other income based on the period of use of the factory.
- b. Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd. ("Shiang Yang Company"), a subsidiary of the Group, signed an agreement of expropriation and movement on June 30, 2022 with Zhejiang Xinghui Co., Ltd. ("Xinghui Company"). According to the agreement, Xinghui Company would expropriate the land use right of 46,494 square meter and its buildings of Shiang Yang Company, at transaction price of CNY132,500 thousand. The Group completed the relocation in accordance with the agreement during the second quarter of 2024 and recognized the gain from expropriation.

21. RETIREMENT BENEFIT PLANS

For the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the pension expense of defined benefit plans were \$250 thousand, \$461 thousand, \$750 thousand and \$1,395 thousand, respectively, and these were calculated based on the pension cost rate determined by the actuarial calculation on December 31, 2024 and 2023, respectively.

22. EQUITY

a. Share capital

Ordinary shares

	September 30, 2025	December 31, 2024	September 30, 2024
Number of shares authorized (in thousands)	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
Shares authorized	<u>\$ 10,000,000</u>	<u>\$ 10,000,000</u>	<u>\$ 10,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>602,471</u>	<u>602,471</u>	<u>602,471</u>
Shares issued	<u>\$ 6,024,712</u>	<u>\$ 6,024,712</u>	<u>\$ 6,024,712</u>

Fully paid ordinary shares, which have a par value of NT\$10, carry one vote per share and the right to dividends.

As of September 30, 2025, the holders of the Company's 7th unsecured domestic convertible bonds had applied for conversion into the cumulative amount of 2 thousand shares of the Company's ordinary shares.

On December 21, 2023, the board of directors of the Company resolved to increase capital and issue new shares in exchange for the new shares issued by Soft-World International Corporation. The Company issued 62,920 thousand new shares as consideration in exchange for 28,600 thousand ordinary shares of Soft-World International Corporation. The base date for the share exchange was January 31, 2024. And the change registration was completed on March 8, 2024.

b. Capital surplus

	September 30, 2025	December 31, 2024	September 30, 2024
Additional paid-in capital	\$ 2,579,710	\$ 2,579,710	\$ 2,579,710
Additional paid-in capital-bond conversion	3,592,624	3,592,624	3,592,624
Adjustment from changes in equity of associates	40,869	32,099	20,086
Donated assets	<u>3,502</u>	<u>3,502</u>	<u>3,502</u>
	<u>\$ 6,216,705</u>	<u>\$ 6,207,935</u>	<u>\$ 6,195,922</u>

The premium from shares issued in excess of par (share premium from issuance of ordinary shares, bond conversion and treasury shares transactions) and donations may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to capital (limited to a certain percentage of the Company's capital surplus and once a year).

The capital surplus from adjustment from changes in equity of associates may only be used to offset a deficit.

The capital surplus from employee share options and convertible bonds share options may not be used for any purpose.

c. Retained earnings and dividends policy

The Company explicitly stipulate that the proposal for profit distribution or offsetting of losses should be made at the end of each quarter of the fiscal year.

Under the dividends policy as set forth in the Articles, where the Company made a profit in a quarter, the profit shall be first utilized for paying taxes, offsetting losses of previous years, paying employee retention credits, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan. The distribution of cash dividends should be resolved by the Company's board of directors, while the distribution of share dividends should be resolved by the shareholders in their meeting.

When the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's board of directors as the basis for proposing a distribution plan. The distribution of share dividends should be resolved by the shareholders in their meeting. In accordance with Article 240, paragraph 5 of the Company Act, the distribution of cash dividends should be resolved by a majority of the directors present at a meeting of the board of directors attended by at least two-thirds of the total number of directors. The Company's Articles also stipulate a dividends policy whereby the payment of cash dividends takes precedence over the issuance of share dividends.

The Company's Articles stipulated that the Company's dividend policy is designed to meet present and future development projects and consideration of the investment environment, funding requirements, international, domestic competitive conditions and shareholders' interests simultaneously. The distribution of dividends could be either cash or shares, while cash dividends shall not be less than 50% of the total dividends.

Appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The appropriations of earnings for 2024 and 2023 were as follows:

	Appropriation of Earnings	
	For the Year Ended December 31	
	2024	2023
Legal reserve	\$ 261,084	\$ 233,498
Special reserve	(59,112)	24,378
Cash dividends	1,566,425	1,506,178
Cash dividends per share (NT\$)	2.6	2.5

Cash dividends were approved by the board of directors on February 25, 2025 and February 29, 2024, respectively. Other appropriations of earnings for 2024 and 2023 was approved by the shareholders in the shareholders' meeting on May 29, 2025 and May 29, 2024, respectively.

d. Treasury shares

Purpose of Buy-back	Shares Held by Subsidiaries (In Thousands of Shares)	Shares Transferred to Employees (In Thousands of Shares)	Total (In Thousands of Shares)
Number of shares on January 1, 2025	16,099	-	16,099
Increase during the period	-	5,238	5,238
Decrease during the period	<u>-</u>	<u>-</u>	<u>-</u>
Number of shares on September 30, 2025	<u>16,099</u>	<u>5,238</u>	<u>21,337</u>
Book value of shares on September 30, 2025	<u>\$ 339,760</u>	<u>\$ 182,654</u>	<u>\$ 522,414</u>
Number of shares on January 1, 2024	13,378	-	13,378
Increase during the period	2,966	-	2,966
Decrease during the period	<u>(130)</u>	<u>-</u>	<u>(130)</u>
Number of shares on September 30, 2024	<u>16,214</u>	<u>-</u>	<u>16,214</u>
Book value of shares on September 30, 2024	<u>\$ 359,533</u>	<u>\$ -</u>	<u>\$ 359,533</u>

For the nine months ended September 30, 2024, subsidiaries sold 130 thousand shares of the Company for \$6,176 thousand.

The Company's board of directors resolved to repurchase treasury shares for transfer to employees on July 1, 2025. The repurchase period was from July 2, 2025, to September 1, 2025. The Company repurchased a total of 5,238 thousand treasury shares for \$182,654 thousand.

For information on the shares of the Company held by its subsidiaries, please refer to Table 3.

Under the Securities and Exchange Act, the Company shall neither pledge treasury shares nor exercise shareholders' rights on these shares, such as the rights to dividends and to vote. The shares held by subsidiaries were accounted for as treasury shares.

23. NET PROFIT FROM CONTINUING OPERATIONS

Net profit from continuing operations included the following items:

a. Other income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Dividends income	\$ 9,004	\$ 12,105	\$ 10,784	\$ 23,747
Rental income	2,358	4,448	6,759	23,277
Sale of electricity	383	1,189	1,288	4,431
Others	<u>18,708</u>	<u>5,544</u>	<u>58,817</u>	<u>20,982</u>
	<u>\$ 30,453</u>	<u>\$ 23,286</u>	<u>\$ 77,648</u>	<u>\$ 72,437</u>

b. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest on bank loans and bills payable	\$ 51,877	\$ 51,817	\$ 160,347	\$ 146,522
Interest on lease liabilities	766	524	2,458	1,156
Amortization of long-term borrowing costs	863	863	2,588	2,588
Interest on bonds payable	31,353	30,781	93,375	91,672
Less: Amount included in the cost of qualifying assets	<u>(23,568)</u>	<u>(22,017)</u>	<u>(71,157)</u>	<u>(65,006)</u>
	<u>\$ 61,291</u>	<u>\$ 61,968</u>	<u>\$ 187,611</u>	<u>\$ 176,932</u>

Information on capitalized interest was as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Capitalized interest	<u>\$ 23,568</u>	<u>\$ 22,017</u>	<u>\$ 71,157</u>	<u>\$ 65,006</u>
Capitalization rate	1.72%-1.75%	1.69%-1.81%	1.61%-1.88%	1.44%-2.37%

c. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Gain (loss) on fair air value changes of financial assets designated as at FVTPL	\$ 108,178	\$ (4,823)	\$ 97,016	\$ 109,181
Gain on disposal of right-of-use assets	-	-	-	152,934
Gain on disposal of non-current assets held for sale	-	868,349	-	868,349
Gain (loss) on disposal of property, plant and equipment	48	(1,312)	1,308	207,579
Net foreign currency exchange gains	261,825	122,419	652,158	379,138
Net foreign currency exchange losses	(237,019)	(99,793)	(647,715)	(278,419)
Impairment loss	-	(77,049)	-	(134,408)
Loss on sale-leasebacks	-	(938)	-	(938)
Others	<u>(4,722)</u>	<u>(29,726)</u>	<u>(19,431)</u>	<u>(97,822)</u>
	<u>\$ 128,310</u>	<u>\$ 777,127</u>	<u>\$ 83,336</u>	<u>\$ 1,205,594</u>

d. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
An analysis of depreciation by function				
Operating costs	\$ 115,507	\$ 112,682	\$ 343,357	\$ 319,073
Operating expenses	14,183	5,417	41,356	29,512
Other losses	<u>4,566</u>	<u>4,816</u>	<u>13,954</u>	<u>23,271</u>
	<u>\$ 134,256</u>	<u>\$ 122,915</u>	<u>\$ 398,667</u>	<u>\$ 371,856</u>
An analysis of amortization by function				
Operating costs	\$ 535	\$ 485	\$ 1,557	\$ 1,157
Operating expenses	<u>374</u>	<u>797</u>	<u>1,163</u>	<u>1,091</u>
	<u>\$ 909</u>	<u>\$ 1,282</u>	<u>\$ 2,720</u>	<u>\$ 2,248</u>

e. Employee benefits expense

	For the Three Months Ended September 30		For the Six Months Ended September 30	
	2025	2024	2025	2024
Defined contribution plan	\$ 9,731	\$ 10,520	\$ 28,730	\$ 30,929
Defined benefit plan (Note 21)	250	461	750	1,395
Other employee benefits	<u>264,408</u>	<u>348,523</u>	<u>912,046</u>	<u>1,029,738</u>
	<u>\$ 274,389</u>	<u>\$ 359,504</u>	<u>\$ 941,526</u>	<u>\$ 1,062,062</u>
An analysis by function				
Operating costs	\$ 197,630	\$ 241,321	\$ 646,899	\$ 711,171
Operating expenses	<u>76,759</u>	<u>118,183</u>	<u>294,627</u>	<u>350,891</u>
	<u>\$ 274,389</u>	<u>\$ 359,504</u>	<u>\$ 941,526</u>	<u>\$ 1,062,062</u>

f. Compensation of employees and remuneration of directors and supervisors

According to the Company's Articles, the Company accrues compensation of employees and remuneration of directors and supervisors at the rates no less than 1% and no higher than 5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors and supervisors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Company's Articles at their 2025 regular meeting. The amendments explicitly stipulate the allocation of not less than 30% of the compensation of employees as compensation distributions for non-executive employees. For the three months ended September 30, 2025 and 2024 and for the nine months ended September 30, 2025 and 2024, the compensation of employees and remuneration of directors and supervisors are as follows:

Amount

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Compensation of employees	\$ (33)	\$ 15,425	\$ 24,367	\$ 37,500
Remuneration of directors and supervisors	\$ 2,061	\$ 8,012	\$ 11,640	\$ 18,750

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

The appropriations of compensation of employees and remuneration of directors and supervisors for 2024 and 2023 that were resolved by the board of directors on February 25, 2025 and February 29, 2024, respectively, are as shown below:

	For the Year Ended December 31			
	2024		2023	
	Cash	Shares	Cash	Shares
Employees' compensation	\$ 50,000	\$ -	\$ 50,000	\$ -
Remuneration of directors and supervisors	25,000	-	25,000	-

There is no difference between the actual amounts of compensation of employees and remuneration of directors and supervisors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2024 and 2023.

Information on the compensation of employees and remuneration of directors and supervisors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

24. INCOME TAXES RELATING TO CONTINUING OPERATIONS

a. Income tax expense recognized in profit or loss

Major components of income tax expense are as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Current tax				
In respect of the current year	\$ 25,009	\$ 298,646	\$ 146,035	\$ 566,181
Income tax on				
unappropriated earnings	-	-	-	1,048
Adjustments for prior year	-	-	(59,809)	(38,668)
Deferred tax				
In respect of the current year	<u>6,105</u>	<u>(52,142)</u>	<u>28,819</u>	<u>35,261</u>
Income tax expense recognized in profit or loss	<u>\$ 31,114</u>	<u>\$ 246,504</u>	<u>\$ 115,045</u>	<u>\$ 563,822</u>

b. Income tax assessments

The Company's tax returns through 2023 have been assessed by the tax authorities, and the Group agrees with the assessment.

25. EARNINGS PER SHARE

The earnings and weighted average number of ordinary shares outstanding in the computation of earnings per share from continuing operations were as follows:

Net Profit for the Period

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Profit for the period attributable to owners of the Group	\$ 177,635	\$ 990,968	\$ 769,625	\$ 2,278,370
Effect of dilutive potential ordinary shares:				
Employees' compensation	-	-	-	-
Interest on convertible bonds (after tax)	<u>20,278</u>	<u>19,870</u>	<u>60,286</u>	<u>59,074</u>
Earnings used in the computation of diluted earnings per share	<u>\$ 197,913</u>	<u>\$ 1,010,838</u>	<u>\$ 829,911</u>	<u>\$ 2,337,444</u>

Shares (In Thousands)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares used in the computation of basic earnings per share	589,549	594,713	592,929	587,949
Effect of potentially dilutive ordinary shares:				
Employees' compensation	-	776	886	1,012
Convertible bonds	<u>84,458</u>	<u>93,108</u>	<u>84,458</u>	<u>84,458</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>674,007</u>	<u>688,597</u>	<u>678,273</u>	<u>673,419</u>

The Group may settle the compensation paid to employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares and the resulting potential shares will be included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

26. BUSINESS COMBINATIONS

a. Subsidiaries acquired

Subsidiary	Principal Activity	Date of Acquisition	Proportion of Voting Equity Interests Acquired (%)	Consideration Transferred
Golden Win International Corp.	Production and sale of stainless steel	September 12, 2024	53.83	<u>\$ 434,500</u>

Golden Win International Corp. ("Golden Win ") has conducted a private placement of ordinary shares in order to enrich its working capital and expand its business scale by introducing strategic partners. On September 12, 2024, the Group subscribed for 79,000 thousand shares of Golden Win's private placement for a total amount of \$434,500 thousand, with a shareholding ratio of 53.83% after the private placement.

b. Consideration transferred

	Golden Win
Cash	<u>\$ 434,500</u>

c. Assets acquired and liabilities assumed at the date of acquisition

	Golden Win
Current assets	
Cash and cash equivalents	\$ 558,496
Trade and other receivables	13,491
Inventories	14,254
Other current assets	23,843
Non-current assets	
Property, plant and equipment	71,611
Right-of-use assets	13,140
Deferred tax assets	10,494
Other non-current assets	8,022
Current liabilities	
Trade and other payables	(67,833)
Lease liabilities - current	(5,506)
Other current liabilities	(3,227)
Non-current liabilities	
Lease liabilities - non-current	(7,520)
Deferred tax liabilities	(277)
Other non-current liabilities	<u>(18,712)</u>
	<u>\$ 610,276</u>

The Group has completed the necessary market valuations and other calculations for the acquisition. Management evaluated that there were no significant impacts to the initial accounting treatment for the acquisition and the provisional amounts based on the fair value information from the acquisition date.

d. Goodwill recognized on acquisitions

	Golden Win
Consideration transferred	\$ 434,500
Plus: Non-controlling interests (ownership interest of 46.17% in Golden Win)	281,768
Less: Fair value of identifiable net assets acquired	<u>(610,276)</u>
Goodwill recognized on acquisitions	<u>\$ 105,992</u>

The goodwill recognized in the acquisitions of Golden Win mainly represents the control premium included in the cost of the combinations. In addition, the consideration paid for the combinations effectively included amounts attributed to the benefits of expected synergies, revenue growth, future market development and the assembled workforces of Golden Win. These benefits are not recognized separately from goodwill because they do not meet the recognition criteria for identifiable intangible assets.

e. Net cash outflow on the acquisition of subsidiaries

	Golden Win
Consideration paid in cash	\$ 434,500
Less: Cash and cash equivalent balances acquired	<u>(558,496)</u>
	<u>\$ (123,996)</u>

f. Impact of acquisitions on the results of the Group

The financial results of the acquirees from the acquisition dates to September 30, 2024, which are included in the consolidated statements of comprehensive income, were as follows:

	Golden Win
Operating revenue	<u>\$ 1,105</u>
Net loss	<u>\$ 9,962</u>

Had Golden Win concluded the acquisition at the beginning of January 1, 2024, the Group's revenue would have been \$3,040,041 thousand and \$9,825,299 thousand, and the profit would have been \$985,224 thousand and \$2,263,630 thousand for the three months and nine months ended September 30, 2024, respectively. This pro forma information is for illustrative purposes only and is not necessarily an indication of the revenue and results of operations of the Group that actually would have been achieved had the acquisition been completed at the beginning of the acquisition year, 2024, nor is it intended to be a projection of future results.

27. DISPOSAL OF SUBSIDIARIES

On February 5, 2025, the Group's board of directors resolved to disposal of the subsidiaries, Honest Mount Investments Limited (HMIL) and Sheaffer Innovation Co., Ltd. (Sihhe Co., Ltd.). As of that date, the Group lost control over the aforementioned subsidiaries.

a. Consideration received from disposals

	HMIL, Sihhe Co., Ltd. and Its Subsidiaries
Total consideration received	<u>\$ 6,284</u>

b. Analysis of assets and liabilities on the date control was lost

	HMIL, Sihhe Co., Ltd. and Its Subsidiaries
Current assets	
Cash and cash equivalents	\$ 6,593
Other receivables	18,984
Inventories	14,968
Other current assets	6,216
Non-current assets	
Property, plant and equipment	61,200
Other non-current assets	9,359
Current liabilities	
Trade payables	23,288
Other payables	42,910
Other current liabilities	115
Non-current liabilities	
Provision	18,994
Other non-current liabilities	<u>316</u>
Net assets disposed of	<u>\$ 31,697</u>

c. Loss on disposal of subsidiaries

**HMIL, Sihe
Co., Ltd. and
Its Subsidiaries**

Consideration received	\$ 6,284
Net assets of disposed	(31,697)
Reclassification of other comprehensive income in respect of subsidiaries	<u>(7,752)</u>
Loss on disposals	<u>\$ (33,165)</u>

d. Net cash outflow on disposals of subsidiaries

**HMIL, Sihe
Co., Ltd. and
Its Subsidiaries**

Consideration received in cash and cash equivalents	\$ 6,284
Less: Cash and cash equivalent balances disposed of	<u>(6,593)</u>
	<u>\$ (309)</u>

28. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

For the nine months ended September 30, 2024, the Group acquired additional shares of Golden Win Steel Industrial Corp. in the amount of \$37,045 thousand, increasing its continuing interest from 46% to 49%.

The above transactions were accounted for as equity transactions, since the Group did not cease to have control over these subsidiaries.

29. CAPITAL MANAGEMENT

The Group manages its capital to ensure that Group will be able to continue as a going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance. The Group's overall strategy remains unchanged in the predictable future.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity of the Group (comprising issued capital, reserves, retained earnings, other equity and non-controlling interests).

The Group is not subject to any externally imposed capital requirements. However, the financial ratio restrictions stipulated in the loan contract are also included in the consideration of the Group's optimal capital structure.

The management of the Group re-examines the capital structure quarterly, and the inspection includes consideration of the cost of various types of capital and related risks. The Group will balance its overall capital structure by paying dividends, issuing new shares, buying back shares, and issuing new debts or repaying old debts based on the recommendations of key management personnel.

30. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments that are not measured at fair value

The carrying amounts of the financial assets and financial liabilities that are not measured at fair value are approaching their fair value or their fair value cannot be reliably measured.

September 30, 2025

	Fair Value				
	Carrying Amount	Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Convertible bonds	\$ 4,990,337	\$ 5,049,899	\$ -	\$ -	\$ 5,049,899

December 31, 2024

	Fair Value				
	Carrying Amount	Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Convertible bonds	\$ 4,914,979	\$ 5,177,396	\$ -	\$ -	\$ 5,177,396

September 30, 2024

	Fair Value				
	Carrying Amount	Level 1	Level 2	Level 3	Total
<u>Financial liabilities</u>					
Financial liabilities at amortized cost					
Convertible bonds	\$ 4,889,975	\$ 5,474,891	\$ -	\$ -	\$ 5,474,891

b. Fair value of financial instruments that are measured at fair value on a recurring basis

1) Fair value hierarchy

September 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Listed shares and emerging market shares	<u>\$ 381,114</u>	<u>\$ -</u>	<u>\$ 75,740</u>	<u>\$ 456,854</u>
Unlisted shares	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,455</u>	<u>\$ 1,455</u>
Investments in debt instruments				
Trade receivables	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 618,161</u>	<u>\$ 618,161</u>

(Continued)

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed shares and emerging market shares	\$ 85,387	\$ -	\$ 231,100	\$ 316,487
Mutual funds	\$ 19,930	\$ -	\$ -	\$ 19,930
Film investment agreements	\$ -	\$ -	\$ -	\$ -
Financial liabilities at FVTPL				
Derivative financial liabilities	\$ -	\$ 1,157	\$ -	\$ 1,157
				(Concluded)

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Listed shares and emerging market shares	\$ 126,872	\$ -	\$ 105,840	\$ 232,712
Unlisted shares	\$ -	\$ -	\$ 1,455	\$ 1,455
Investments in debt instruments				
Trade receivables	\$ -	\$ -	\$ 730,761	\$ 730,761
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 2,032	\$ -	\$ 2,032
Listed shares and emerging market shares	\$ 8,619	\$ -	\$ 220,900	\$ 229,519
Mutual funds	\$ 41,095	\$ -	\$ -	\$ 41,095
Film investment agreements	\$ -	\$ -	\$ 5,000	\$ 5,000

September 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments				
Listed shares and emerging market shares	\$ 194,120	\$ -	\$ -	\$ 194,120
Unlisted shares	\$ -	\$ -	\$ 1,455	\$ 1,455
Investments in debt instruments				
Trade receivables	\$ -	\$ -	\$ 791,490	\$ 791,490
Financial assets at FVTPL				
Listed shares and emerging market shares	\$ 6,789	\$ -	\$ 233,500	\$ 240,289
Mutual funds	\$ 39,146	\$ -	\$ -	\$ 39,146
Film investment agreements	\$ -	\$ -	\$ 5,000	\$ 5,000
Derivative financial assets	\$ -	\$ 1,006	\$ -	\$ 1,006
Financial liabilities at FVTPL				
Derivative financial liabilities	\$ -	\$ 6,812	\$ -	\$ 6,812

There were no transfers between Levels 1 and 2 in the current and prior periods.

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

For the nine months ended September 30, 2025

Financial Assets	Financial Assets at FVTPL	Financial Assets at FVTOCI
Balance on January 1, 2025	\$ 225,900	\$ 838,056
Recognized in profit or loss (included in other losses)	5,200	186
Recognized in other comprehensive income (included in unrealized valuation loss on financial assets at FVTOCI)	-	(30,286)
Net changes in trade receivables	-	(112,600)
Sales	-	-
	<hr/>	<hr/>
Balance on September 30, 2025	<u>\$ 231,100</u>	<u>\$ 695,356</u>

For the nine months ended September 30, 2024

Financial Assets	Financial Assets at FVTPL	Financial Assets at FVTOCI
Balance on January 1, 2024	\$ 399,587	\$ 956,212
Recognized in profit or loss (included in other losses)	112,618	-
Recognized in other comprehensive income (included in unrealized valuation loss on financial assets at FVTOCI)	-	-
Net changes in trade receivables	-	(163,267)
Sales	(273,705)	-
	<hr/>	<hr/>
Balance on September 30, 2024	<u>\$ 238,500</u>	<u>\$ 792,945</u>

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

Financial Instruments	Valuation Techniques and Inputs
Derivatives - foreign exchange forward contracts and foreign exchange swap contracts	Discounted cash flow: Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

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

The future cash flows of trade receivables at FVTOCI are estimated using the discounted cash flow method based on trade receivables at the end of the period, discounted at a rate that reflects the credit risk of the transaction. The valuation of unlisted shares is determined by using the market approach and adjusted for the impact of a lack of market liquidity. Valuation of domestic listed private shares is based on observable share prices at the end of the period and discounted for lack of liquidity. The film investment agreement adopts the income method and calculates the present value of the income that can be obtained and distributed by holding this contract based on the discounted cash flow method.

c. Categories of financial instruments

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
Financial assets at amortized cost (1)	\$ 4,690,148	\$ 8,476,375	\$ 9,797,940
FVTPL			
Mandatorily classified as at FVTPL	336,417	277,646	285,441
Financial assets at FVTOCI			
Equity instruments	458,309	234,167	195,575
Debt instruments	618,161	730,761	791,490

Financial liabilities

Financial liabilities at amortized cost (2)	14,736,643	15,431,723	15,044,035
FVTPL			
Held for trading	1,157	-	6,812

- 1) The balances included financial assets at amortized cost, which comprise cash and cash equivalents, notes receivable, trade receivables, other receivables, refundable deposits and restricted deposits.
- 2) The balances included financial liabilities measured at amortized cost, which comprise short-term and long-term borrowings (including the current portion), short-term bills payable, trade and other payables, bonds payable and deposits received.

d. Financial risk management objectives and policies

The Group's major financial instruments include equity and debt investments, trade receivables, trade payables, bonds payable, lease liabilities and borrowings. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, and monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Group's policies approved by the board of directors, which provided written principles on foreign currency risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). The Group entered into forward foreign exchange contracts to manage its exposure to foreign currency risk.

There were no changes to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group had foreign currency denominated sales and purchases, which exposed the Group to foreign currency exchange risk. Approximately over 50% of the Group's sales is denominated in currencies other than the functional currency of the Group, whilst the cost of raw materials imported from abroad is denominated in currencies other than the functional currency of the Group. Exchange rate exposures are managed within approved policy parameters utilizing foreign exchange forward contracts.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities and of the derivatives exposed to foreign currency risk at the end of the year are set out in Note 36. The carrying amount of the Group's derivative financial instruments exposed to foreign currency risk is immaterial.

Sensitivity analysis

The Group was mainly exposed to the CNY, USD, EUR and GBP.

The following table details the Group's sensitivity to a 5% increase and decrease in the New Taiwan dollar (the functional currency) against the relevant foreign currencies. 5% is the sensitivity rate used when reporting foreign currency exchange risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rate. The sensitivity analysis included only outstanding foreign currency denominated monetary items, and adjusts their translation at the end of the reporting period for a 5% change in foreign currency rates. The sensitivity analysis also included borrowings denominated in non-functional currencies. A positive number below indicates a decrease in pre-tax profit and other equity associated with the New Taiwan dollar strengthen 5% against the relevant currency. For a 5% weakening of New Taiwan dollar against the relevant currency, there would be an equal and opposite impact on pre-tax profit, and the balances below would be negative.

	For the Nine Months Ended September 30	
	2025	2024
CNY impact	\$ 4,627	\$ 6,800
USD impact	\$ 4,052	\$ 3,112
EUR impact	\$ 6,272	\$ 8,686
GBP impact	\$ 6,393	\$ 12,842

The result was mainly attributable to the exposure on outstanding receivables, payables and borrowing in foreign currency that were not hedged at the end of the reporting period.

The management believes that the sensitivity analysis could not represent the inherent risk of foreign currency risk, since the exposure of foreign currency risk at the end of the reporting period could not reflect foreign currency risk exposure during the reporting period.

b) Interest rate risk

The Group is exposed to interest rate risk because the Group borrow funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
Financial assets	\$ 1,119,020	\$ 4,690,228	\$ 5,808,455
Financial liabilities	6,554,803	6,481,718	6,422,476
Cash flow interest rate risk			
Financial assets	1,250,993	1,385,314	1,596,946
Financial liabilities	7,349,276	7,864,034	7,447,424

Sensitivity analysis

The sensitivity analyses below were determined based on the Group's exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole reporting period. A 10 basis point increase or decrease was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 10 basis points higher and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2025 and 2024 would have decreased by \$4,574 thousand and \$4,388 thousand, respectively, which was mainly attributable to the Group's exposure to interest rates on its variable-rate bank borrowings.

c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities. The Group does not actively trade these investments. The Group's equity price risk was mainly concentrated on equity instruments operating in Taiwan.

Sensitivity analysis

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 10% higher/lower, the pre-tax other comprehensive income for the nine months ended September 30, 2025 and 2024 would have increased/decreased by \$45,831 thousand and \$19,558 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI, and the Group's pre-tax profit for the nine months ended September 30, 2025 and 2024 would have increased/decreased by \$33,642 thousand and \$27,944 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL.

2) Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk which would cause a financial loss due to the failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group, could be equal to the total of the following:

- a) The carrying amount of the respective recognized financial assets as stated in the balance sheets; and

b) The amount of contingent liabilities in relation to financial guarantee issued by the Group.

The policy adopted by the Group is to conduct transactions with creditworthy counterparty, and to use publicly available financial information and mutual transaction records to conduct credit evaluations on the customers.

In addition, the credit risk is limited, since the counterparty of the liquidity transaction is a bank with good credit.

The accounts receivable cover many customers, scattered in different industries and geographic regions. The Group evaluates the financial status of customers' accounts receivable continuously.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

The Group relies on bank borrowings as a significant source of liquidity. As the end of September 30, 2025, December 31, 2024 and September 30, 2024, the Group had available unutilized bank loan facilities of \$7,413,802 thousand, \$6,833,947 thousand and \$5,966,189 thousand, respectively.

a) Liquidity and interest rate risk tables for non-derivative financial liabilities

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed upon repayment dates.

September 30, 2025

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing	\$ 442,704	\$ 193,677	\$ 508,407	\$ -	\$ -
Lease liabilities	2,298	4,483	16,105	80,353	22,764
Liabilities instruments	<u>311,533</u>	<u>716,922</u>	<u>6,715,701</u>	<u>6,429,318</u>	<u>-</u>
	<u>\$ 756,535</u>	<u>\$ 915,082</u>	<u>\$ 7,240,213</u>	<u>\$ 6,509,671</u>	<u>\$ 22,764</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10+ Years
Lease liabilities	<u>\$ 22,886</u>	<u>\$ 80,353</u>	<u>\$ 8,755</u>	<u>\$ 14,009</u>

December 31, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing	\$ 897,971	\$ 175,310	\$ 452,649	\$ 4,216	\$ -
Lease liabilities	2,224	4,447	19,776	79,480	25,282
Liabilities instruments	<u>249,636</u>	<u>680,547</u>	<u>1,593,246</u>	<u>12,755,420</u>	<u>-</u>
	<u>\$ 1,149,831</u>	<u>\$ 860,304</u>	<u>\$ 2,065,671</u>	<u>\$ 12,839,116</u>	<u>\$ 25,282</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10+ Years
Lease liabilities	<u>\$ 26,447</u>	<u>\$ 79,480</u>	<u>\$ 9,193</u>	<u>\$ 16,089</u>

September 30, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing	\$ 688,466	\$ 297,777	\$ 592,177	\$ -	\$ -
Lease liabilities	1,775	3,608	16,554	40,751	25,741
Liabilities instruments	<u>347,318</u>	<u>468,840</u>	<u>1,284,009</u>	<u>12,787,016</u>	<u>-</u>
	<u>\$ 1,037,559</u>	<u>\$ 770,225</u>	<u>\$ 1,892,740</u>	<u>\$ 12,827,767</u>	<u>\$ 25,741</u>

Additional information about the maturity analysis for lease liabilities:

	Less than 1 Year	1-5 Years	5-10 Years	10+ Years
Lease liabilities	<u>\$ 21,937</u>	<u>\$ 40,751</u>	<u>\$ 9,193</u>	<u>\$ 16,548</u>

b) Liquidity and interest rate risk tables for derivative financial liabilities

The following table detailed the Group's liquidity analysis for its derivative financial instruments. The table was based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settle on a net basis, and the undiscounted gross inflows and outflows on those derivatives that require gross settlement. When the amount payable or receivable is not fixed, the amount disclosed has been determined by reference to the projected interest rates as illustrated by the yield curves at the end of the period.

September 30, 2025

	Less than 1 Month	1-3 Months	3 Months to 1 Year
<u>Gross settled</u>			
Foreign exchange swap contracts			
- outflows	\$ 141,922	\$ 71,993	\$ -
Foreign exchange forward contracts			
- outflows	<u>61,401</u>	<u>30,628</u>	<u>-</u>
	<u>\$ 203,323</u>	<u>\$ 102,621</u>	<u>\$ -</u>

December 31, 2024

	Less than 1 Month	1-3 Months	3 Months to 1 Year
<u>Gross settled</u>			
Foreign exchange swap contracts			
- outflows	\$ 9,836	\$ -	\$ -
Foreign exchange forward contracts			
- outflows	<u>44,893</u>	<u>169,565</u>	<u>-</u>
	<u>\$ 54,729</u>	<u>\$ 169,565</u>	<u>\$ -</u>

September 30, 2024

	Less than 1 Month	1-3 Months	3 Months to 1 Year
<u>Gross settled</u>			
Foreign exchange swap contracts			
- outflows	\$ 143,453	\$ 8,762	\$ -
Foreign exchange forward contracts			
- outflows	<u>118,846</u>	<u>211,556</u>	<u>-</u>
	<u>\$ 262,299</u>	<u>\$ 220,318</u>	<u>\$ -</u>

e. Transfers of financial assets

Factored trade receivables that were not yet overdue at the end of the period were as follows:

September 30, 2025

Counterparty	Receivables Factoring Proceeds	Amount Reclassified to Other Receivables	Advances Received - Used	Annual Interest Rates on Advances Received (Used) (%)
Financial institution	<u>\$ 128,868</u>	<u>\$ 12,887</u>	<u>\$ 115,981</u>	3-5

December 31, 2024

Counterparty	Receivables Factoring Proceeds	Amount Reclassified to Other Receivables	Advances Received - Used	Annual Interest Rates on Advances Received (Used) (%)
Financial institution	<u>\$ 144,039</u>	<u>\$ 14,404</u>	<u>\$ 129,635</u>	4-6

September 30, 2024

Counterparty	Receivables Factoring Proceeds	Amount Reclassified to Other Receivables	Advances Received - Used	Annual Interest Rates on Advances Received (Used) (%)
Financial institution	<u>\$ 80,650</u>	<u>\$ 8,065</u>	<u>\$ 72,585</u>	5-7

The Group has factoring agreements with financial institutions. The credit limit is US\$10,000 thousand for both September 30, 2025 and 2024 and the credit can be recycled.

Pursuant to the Group's factoring agreements, losses from commercial disputes (such as sales returns and discounts) are borne by the Group, while losses from credit risk are borne by the banks.

31. TRANSACTIONS WITH RELATED PARTIES

Details of transactions between the Group and other related parties are disclosed as follows:

a. Related parties and relationships

Related Party	Relationship
S-Tech Corp.	Associate
Soft-World International Corporation	Associate
Kuei Tien Cultural & Creative Entertainment Co., Ltd.	Associate
Taiwan Steel Group Aerospace Technology Corporation	Related party in substance
Tsg Transport Corp.	Related party in substance
Tsg Environmental Technology Corp.	Related party in substance
Tsg Sports Marketing Co., Ltd.	Related party in substance
Tsg Power Corp.	Related party in substance
Tsg Hawks Baseball Co., Ltd.	Related party in substance
Dong-Ying Management Consulting Co., Ltd.	Related party in substance
Shanghai Sihe Stainless Steel Products Co., Ltd.	Related party in substance (became non-related party since February 5, 2025)
Yuetai E-commerce Co., Ltd.	Related party in substance (became non-related party since May 29, 2024)
Jia Jie Approachable Co., Ltd.	Related party in substance (became non-related party since November 13, 2024)
Daily Ocean Co., Ltd.	Related party in substance (became non-related party since November 13, 2024)
Daily Mariners Co., Ltd.	Related party in substance (became non-related party since November 13, 2024)
Tearoom Bowie Co., Ltd.	Related party in substance (became non-related party since November 13, 2024)
Lin, Yan-Jhao	Related party in substance
Zhou, Jie	Related party in substance (became non-related party since October 21, 2024)

b. Sales of goods

Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
S-Tech Corp.	\$ 13,482	\$ 26,942	\$ 59,981	\$ 107,620
Related party in substance	<u>488</u>	<u>7,548</u>	<u>1,769</u>	<u>20,702</u>
	<u>\$ 13,970</u>	<u>\$ 34,490</u>	<u>\$ 61,750</u>	<u>\$ 128,322</u>

The terms of the transactions with S-Tech Corp. are 30 to 60 days T/T (settled by mutual offset of receivables and payments). The term of the transactions with other domestic related parties is 30 T/T. There were no significant differences in transaction terms between related parties and third parties.

c. Purchases of goods

Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
S-Tech Corp.	\$ 98,669	\$ 58,476	\$ 300,922	\$ 181,965
Related party in substance	<u>9,674</u>	<u>15,899</u>	<u>41,860</u>	<u>40,950</u>
	<u>\$ 108,343</u>	<u>\$ 74,375</u>	<u>\$ 342,782</u>	<u>\$ 222,915</u>

The term of the transaction with domestic related parties is 30 days T/T. There were no significant differences in transaction terms between related parties and third parties.

d. Operating expenses and non-operating income and expenses

Account Item	Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2025	2024	2025	2024
Operating expenses	Associate	\$ 1,836	\$ -	\$ 3,477	\$ -
	Tsg Transport Corp.	84,863	133,740	271,202	283,408
	Related party in substance	<u>1,137</u>	<u>7,716</u>	<u>4,909</u>	<u>45,144</u>
		<u>\$ 87,836</u>	<u>\$ 141,456</u>	<u>\$ 279,588</u>	<u>\$ 328,552</u>
Manufacturing costs	Associate	\$ 397	\$ 251	\$ 1,396	\$ 505
	Related party in substance	<u>17,389</u>	<u>5,414</u>	<u>49,868</u>	<u>33,114</u>
		<u>\$ 17,786</u>	<u>\$ 5,665</u>	<u>\$ 51,264</u>	<u>\$ 33,619</u>
Non-operating income and expenses	S-Tech Corp.	\$ 2,252	\$ 3,525	\$ 9,456	\$ 23,149
	Related party in substance	<u>1,518</u>	<u>2,159</u>	<u>4,858</u>	<u>6,181</u>
		<u>\$ 3,770</u>	<u>\$ 5,684</u>	<u>\$ 14,314</u>	<u>\$ 29,330</u>

e. Receivables from related parties (not including loans to related parties)

Account Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Trade receivables	S-Tech Corp.	<u>\$ 6,756</u>	<u>\$ 28,955</u>	<u>\$ 9,469</u>
	Related party in substance	<u>\$ 259</u>	<u>\$ 1,242</u>	<u>\$ 7,609</u>
Other receivables	Associate	<u>\$ 3,359</u>	<u>\$ 5,595</u>	<u>\$ 6,810</u>
	Related party in substance	<u>\$ 759</u>	<u>\$ 2,220</u>	<u>\$ 2,845</u>

The outstanding trade receivables from related parties are unsecured.

f. Payables to related parties

Account Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Trade payables	S-Tech Corp.	<u>\$ 22,703</u>	<u>\$ 21,019</u>	<u>\$ 16,323</u>
	Related party in substance	<u>\$ 11,858</u>	<u>\$ 16,390</u>	<u>\$ 5,980</u>
Other payables	Associate	<u>\$ 675</u>	<u>\$ 428</u>	<u>\$ 78</u>
	Related party in substance	<u>\$ 6,825</u>	<u>\$ 11,334</u>	<u>\$ 15,882</u>

The outstanding trade payables to related parties are unsecured.

g. Other assets

Account Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Other current assets	Related party in substance	<u>\$ -</u>	<u>\$ 6,979</u>	<u>\$ -</u>
	Associate	<u>\$ 750</u>	<u>\$ 3,000</u>	<u>\$ -</u>
Prepayments for equipment	Related party in substance	<u>\$ 73,591</u>	<u>\$ 24,738</u>	<u>\$ 26,041</u>

h. Disposals of property, plant and equipment

Related Party Category/Name	Proceeds		Gain (Loss) on Disposal	
	For the Three Months Ended September 30		For the Three Months Ended September 30	
	2025	2024	2025	2024
Associate	<u>\$ -</u>	<u>\$ 88</u>	<u>\$ -</u>	<u>\$ 88</u>

Related Party Category/Name	Proceeds		Gain (Loss) on Disposal	
	For the Nine Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Associate	<u>\$ -</u>	<u>\$ 513</u>	<u>\$ -</u>	<u>\$ 194</u>

i. Lease arrangements

Account Item	Related Party Category/Name	September 30, 2025	December 31, 2024	September 30, 2024
Lease liabilities	S-Tech Corp.	<u>\$ 15,410</u>	<u>\$ 19,111</u>	<u>\$ 7,188</u>

Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024

Interest expense

S-Tech Corp.	\$ 86	\$ 25	\$ 272	\$ 25
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Lease expense

S-Tech Corp.	\$ 1,008	\$ 253	\$ 3,025	\$ 253
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In August 2024, the Group leased land and buildings located in Yishi Rd., Liuying Dist., Tainan City, from S-Tech Corp. Under operating lease with lease term of 5 years, and the rental is based on similar asset's market rental rates and fixed lease payments are received monthly.

j. Disposal of non-current assets held for sale

Related Party Category/Name	Proceeds		Gain (Loss) on Disposal	
	For the Three Months Ended September 30		For the Three Months Ended September 30	
	2025	2024	2025	2024
S-Tech Corp.	\$ -	\$ 1,454,104	\$ -	\$ 868,349

Related Party Category/Name	Proceeds		Gain (Loss) on Disposal	
	For the Nine Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
S-Tech Corp.	\$ -	\$ 1,454,104	\$ -	\$ 868,349

The board of directors of the Company resolved on April 15, 2024 to approve the sale of the land, plant and equipment of the vacuum induction melting (VIM) plant to S-Tech Corp. and signed the relevant sale and purchase agreement on June 5, 2024. The disposal procedures were completed in August 2024.

k. Remuneration of key management personnel

Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term benefits	\$ 26,440	\$ 19,863	\$ 93,325	\$ 90,991
Post-employment benefits	208	229	615	696
	\$ 26,648	\$ 20,092	\$ 93,940	\$ 91,687

The remuneration of directors and key executives, as determined by the remuneration committee, is based on the performance of individuals and market trends.

32. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for bank borrowings, issuance of bonds and letters of credit:

	September 30, 2025	December 31, 2024	September 30, 2024
Restricted deposits (classified as other current assets)	\$ 61,037	\$ 63,235	\$ 64,907
Land	1,679,681	1,679,681	1,679,681
Pledged deposits (classified as refundable deposits)	8,000	\$ 30,000	-
Pledged foreign currency time deposit (classified as refundable deposits)	12,787	13,770	13,293
Pledged time of deposit (classified as refundable deposits)	200	200	30,200
Buildings, net	645,344	671,474	677,777
Machinery and equipment, net	-	1,009	-
Inventories	<u>-</u>	<u>-</u>	<u>999</u>
	<u>\$ 2,407,049</u>	<u>\$ 2,459,369</u>	<u>\$ 2,466,857</u>

Except for assets pledged as collateral or for security listed above, the subsidiaries pledged the Company's shares for bank loans. The amounts were \$356,118 thousand, \$0 thousand and \$0 thousand, on September 30, 2025, December 31, 2024 and September 30, 2024, respectively.

33. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, significant commitments and contingencies of the Group were as follows:

- a. As of September 30, 2025, December 31, 2024 and September 30, 2024, unused letters of credit for purchases of raw materials and machinery and equipment were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
USD	\$ <u>-</u>	\$ <u>353</u>	\$ <u>292</u>
EUR	\$ <u>1,334</u>	\$ <u>1,454</u>	\$ <u>1,817</u>
CNY	\$ <u>-</u>	\$ <u>570</u>	\$ <u>29,153</u>
JPY	\$ <u>-</u>	\$ <u>28,203</u>	\$ <u>29,480</u>

- b. As of September 30, 2025, December 31, 2024 and September 30, 2024, unrecognized commitments for purchases of machinery and equipment and plant were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
NTD	\$ <u>2,587,736</u>	\$ <u>2,739,424</u>	\$ <u>2,867,450</u>
EUR	\$ <u>10,129</u>	\$ <u>14,981</u>	\$ <u>13,905</u>
USD	\$ <u>3,609</u>	\$ <u>4,301</u>	\$ <u>4,301</u>
CNY	\$ <u>301,808</u>	\$ <u>237,522</u>	\$ <u>260,989</u>
CHF	\$ <u>174</u>	\$ <u>133</u>	\$ <u>-</u>

Payment paid as commitment progress

	September 30, 2025	December 31, 2024	September 30, 2024
NTD	\$ 1,419,321	\$ 2,205,177	\$ 2,350,368
EUR	\$ 9,306	\$ 12,786	\$ 11,249
USD	\$ 2,549	\$ 3,034	\$ 3,034
CNY	\$ 198,300	\$ 158,379	\$ 126,687
CHF	\$ 121	\$ 93	\$ -

- c. As of September 30, 2025, December 31, 2024 and September 30, 2024, \$2,012,750 thousand, \$2,043,750 thousand and \$1,973,750 thousand, respectively, of issued bills were pledged as deposit guarantees to issue corporate bonds and obtain credit facilities. They can be cancelled when the guarantee obligations are terminated.

34. SIGNIFICANT LOSSES FROM DISASTERS: NONE

35. SIGNIFICANT EVENT AFTER THE REPORTING PERIOD

- a. The board of directors resolved not to distribute dividends for the third quarter of 2025 on October 30, 2025.
- b. In order to optimize the Group's resource for operation, the board of directors resolved to dispose of the land, property, plant and equipment of No. 28, Sec. 2, Huanyuan E. Rd., Liuying Dist., Tainan City to Taiwan Steel Group Aerospace Technology Corporation on October 30, 2025. The transaction price was approximately \$516,143 thousand.
- c. To promote the sports activities and the development of Taiwan's sports industry, the board of directors resolved to donate the amount of \$30,000 thousand to Tsg Hawks Baseball Co., Ltd. 's TSG Hawks through the sports administration dedicated account.
- d. The Company's board of directors resolved to repurchase treasury shares from the centralized market for transfer to employees on October 30, 2025. The repurchase period was from October 31, 2025, to December 30, 2025. The Company estimated to repurchase a total of 10,000 thousand shares for an amount not exceeding \$531,100 thousand.

36. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between foreign currencies and respective functional currencies were as follows:

September 30, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 47,036	30.445 (USD:NTD)	\$ 1,432,012
USD	5,265	7.1283 (USD:CNY)	160,278
USD	2	23,785 (USD:VND)	61
EUR	5,843	35.770 (EUR:NTD)	208,991
AUD	149	20.110 (AUD:NTD)	2,993
GBP	3,741	40.97 (GBP:NTD)	153,266
JPY	125,341	0.2058 (JPY:NTD)	25,795
CNY	49,771	4.2710 (CNY:NTD)	212,571
CAD	30	21.890 (CAD:NTD)	661

Financial liabilities

Monetary items			
USD	48,913	30.445 (USD:NTD)	1,489,168
USD	222	7.1283 (USD:CNY)	6,770
USD	505	23,785 (USD:VND)	15,372
EUR	2,336	35.770 (EUR:NTD)	83,542
GBP	620	40.97 (GBP:NTD)	25,401
JPY	600	0.2058 (JPY:NTD)	123
CNY	28,102	4.2710 (CNY:NTD)	120,023

December 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 50,057	32.785 (USD:NTD)	\$ 1,641,124
USD	5,387	7.3213 (USD:CNY)	176,606
USD	49	25,815 (USD:VND)	1,595
EUR	7,982	34.140 (EUR:NTD)	272,515
AUD	549	20.390 (AUD:NTD)	11,189
GBP	5,831	41.190 (GBP:NTD)	240,190
JPY	95,283	0.2099 (JPY:NTD)	20,000
CNY	21,290	4.4780 (CNY:NTD)	95,339

(Continued)

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial liabilities</u>			
Monetary items			
USD	\$ 51,571	32.785 (USD:NTD)	\$ 1,690,757
USD	3,290	7.3213 (USD:CNY)	107,852
USD	653	25,815 (USD:VND)	21,402
EUR	3,910	34.140 (EUR:NTD)	133,500
GBP	-	41.190 (GBP:NTD)	-
JPY	14,196	0.2099 (JPY:NTD)	2,980
CNY	16,345	4.4780 (CNY:NTD)	73,191
			(Concluded)

September 30, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 40,422	31.650 (USD:NTD)	\$ 1,279,354
USD	5,393	7.0074 (USD:CNY)	170,677
USD	49	26,157 (USD:VND)	1,542
EUR	7,787	35.380 (EUR:NTD)	275,510
AUD	886	21.930 (AUD:NTD)	19,419
GBP	7,513	42.430 (GBP:NTD)	318,791
JPY	100,443	0.2223 (JPY:NTD)	22,328
CNY	34,189	4.5167 (CNY:NTD)	154,418

Financial liabilities

Monetary items			
USD	39,529	31.650 (USD:NTD)	1,251,096
USD	3,651	7.0074 (USD:CNY)	115,561
USD	716	26,157 (USD:VND)	22,675
EUR	2,877	35.380 (EUR:NTD)	101,785
GBP	1,460	42.430 (GBP:NTD)	61,948
CNY	4,078	4.5167 (CNY:NTD)	18,419

The following information was aggregated by the functional currencies of entities in the Group, and the exchange rates between respective functional currencies and the presentation currency were disclosed. The significant realized and unrealized foreign exchange gains (losses) were as follows:

For the Three Months Ended September 30				
2025			2024	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
USD	29.950 (USD:NTD)	\$ 615	32.301 (USD:NTD)	\$ 1,133
NTD	1 (NTD:NTD)	24,924	1 (NTD:NTD)	21,346
CNY	4.168 (CNY:NTD)	(637)	4.5398 (CNY:NTD)	(736)
VND	0.00112 (VND:NTD)	(96)	0.00127 (VND:NTD)	883
		<u>\$ 24,806</u>		<u>\$ 22,626</u>

For the Nine Months Ended September 30				
2025			2024	
Foreign Currency	Exchange Rate	Net Foreign Exchange Gain (Loss)	Exchange Rate	Net Foreign Exchange Gain (Loss)
USD	31.222 (USD:NTD)	\$ 781	32.034 (USD:NTD)	\$ (913)
NTD	1 (NTD:NTD)	(7,659)	1 (NTD:NTD)	104,524
CNY	4.3573 (CNY:NTD)	11,847	4.5064 (CNY:NTD)	(1,954)
VND	0.00119 (VND:NTD)	(526)	0.00126 (VND:NTD)	(938)
		<u>\$ 4,443</u>		<u>\$ 100,719</u>

37. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions:

- 1) Financing provided to others (Table 1)
- 2) Endorsements/guarantees provided (Table 2)
- 3) Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures) (Table 3)
- 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 4)
- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital (Table 5)
- 6) Intercompany relationships and significant intercompany transactions (Table 6)

b. Information on investees (Table 7)

c. Information on investments in mainland China

- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 8)
- 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses (Table 9):
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
 - c) The amount of property transactions and the amount of the resultant gains or losses.
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
 - e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds.
 - f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receipt of services.

38. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. The Group's reportable segments were as follows:

- The Company
- Golden Win International Corp.
- Golden Win Steel Industrial Corp.
- All Win Enterprises Ltd.
- Others

Segment revenue and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segments:

	Operating Segment Revenue		Operating Segment Income	
	For the Nine Months Ended		For the Nine Months Ended	
	September 30		September 30	
	2025	2024	2025	2024
The Company	\$ 8,113,181	\$ 8,939,046	\$ 561,155	\$ 1,303,136
Golden Win International Corp.	768,635	-	22,918	-
Golden Win Steel Industrial Corp.	-	858,132	-	43,469
All Win Enterprises Ltd.	982,470	1,130,945	99,919	120,530
Others	<u>831,088</u>	<u>936,820</u>	<u>28,218</u>	<u>23,828</u>
Continuing operations amounts	10,695,374	11,864,943	712,210	1,490,963
Less: Eliminations	<u>(1,941,229)</u>	<u>(2,048,847)</u>	<u>33,166</u>	<u>27,671</u>
Revenue/income from external customers	<u>\$ 8,754,145</u>	<u>\$ 9,816,096</u>	745,376	1,518,634
Interest income			45,638	57,617
Other income			77,648	72,437
Other gains and losses			83,336	1,205,594
Finance costs			(187,611)	(176,932)
Share of profit of associates			<u>119,125</u>	<u>188,961</u>
Profit from operations			<u>\$ 883,512</u>	<u>\$ 2,866,311</u>

Segment profit represents the profit before tax earned by each segment without allocation of central administration costs and directors' salaries, share of profit of associates, gains recognized on disposal of interests in former associates, lease income, interest income, gains or losses on disposal of property, plant and equipment, gains or losses on disposal of financial instruments, exchange gains or losses, valuation gains or losses on financial instruments, finance costs and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

TABLE 1

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No. (Note 1)	Lender	Borrower	Financial Statement Account (Note 2)	Related Party	Highest Balance for the Period (Note 3)	Ending Balance	Actual Amount Borrowed	Interest Rate (%)	Nature of Financing (Note 4)	Business Transaction Amount (Note 5)	Reasons for Short-term Financing (Note 6)	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limit	Note
													Item	Value			
1	Guangzhou Goldway Special Material Co., Ltd.	Xian Goldway Special Material Co., Ltd.	Other receivables	Yes	\$ 41,013	\$ 38,562	\$ 29,993	3.5	2	\$ -	For working capital	\$ -	-	\$ -	\$ 44,157 (Note 7)	\$ 44,157 (Note 7)	
2	Golden Win International Corp.	Nantong Sihe Stainless-steel Products Co., Ltd.	Other receivables	Note 11	36,937 (US\$ 1,130)	-	-	-	1	-	Business	-	-	-	208,805 (Notes 7 and 8)	261,006 (Notes 7 and 8)	
3	All Win Enterprises Ltd.	Ho Yang Investment Corp.	Other receivables	Yes	280,000	280,000	113,571	2.5	2	-	For working capital	-	-	-	390,704	390,704	
4	Honest Mount Investments Limited	Nantong Sihe Stainless-steel Products Co., Ltd.	Other receivables	Yes	27,782 (US\$ 850)	-	-	-	2	-	Operational turnaround	-	-	-	- (Notes 9 and 11)	- (Notes 9 and 11)	
5	Sheaffer Innovation Co., Ltd.	Henan Sihe Industrial Co., Ltd.	Other receivables	Yes	14,643 (US\$ 448)	-	-	-	2	-	Operational turnaround	-	-	-	- (Notes 7, 8 and 11)	- (Notes 7, 8 and 11)	

Note 1: The numbers denote the following:

a. 0 represents the issuer.

b. Investees are numbered starting from 1.

Note 2: Receivables from related parties, current account with shareholders, prepayments, temporary payments, etc.

Note 3: The limit on financing provided to others for the current year.

Note 4: Nature of financing is numbered as follows:

a. For companies with business relationships: 1.

b. For companies with short-term financing needs: 2.

Note 5: If the loan is made due to business relationships, the amount of the business transactions should be disclosed. The amount of business transactions refers to the amount of business transactions between the lender and the borrower in the most recent year.

Note 6: If the loan is made for short-term financing needs, the reason and purpose for the loan should be clearly described. For example, repayment of loan, acquisition of equipment, working capital, etc.

Note 7: The calculation was based on 40% of the net worth of the lending company as of September 30, 2025, which had not been reviewed by an accountant.

Note 8: The calculation was based on 50% of the net worth of the lending company as of September 30, 2025, which had not been reviewed by an accountant.

Note 9: The calculation was based on 3000% of the net worth of the lending company as of September 30, 2025, which had not been reviewed by an accountant.

Note 10: Foreign currency amounts are expressed in New Taiwan dollars, converted at the USD exchange rate of 30.445 as of September 30, 2025.

Note 11: In February 2025, Golden Win International Corp. sold 100% equity of Honest Mount Investments Limited and Sheaffer Innovation Co., Ltd. As of February 2025, both entities ceased to be related parties of the Company.

TABLE 2

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

No. (Note 1)	Endorser/Guarantor	Guaranteed Party		Limit on Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Amount Borrowed	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship (Note 2)										
0	Gloria Material Technology Corp.	Alloy Tool Steel, Inc.	b	\$ 3,012,356 (Note 3)	\$ 26,564	\$ 24,356	\$ 24,356	\$ -			Y	N	N
		Tianjin Goldway Special Material Co., Ltd.	c	3,012,356 (Note 3)	45,060	21,355	-	-			Y	N	Y
		All Win Enterprises Ltd.	b	3,012,356 (Note 3)	47,985	15,223	-	-			Y	N	N
		Xian Goldway Special Material Co., Ltd.	c	3,012,356 (Note 3)	225,617	173,624	42,710	-			Y	N	Y
		Faith Easy Enterprises Ltd.	b	3,012,356 (Note 3)	33,205	-	-	-			Y	N	N
		Guangzhou Goldway Special Material Co., Ltd.	c	3,012,356 (Note 3)	49,028	-	-	-			Y	N	Y
						<u>\$ 234,558</u>	<u>\$ 67,066</u>		1.31	\$ 6,024,712 (Note 3)			
1	Golden Win Steel Industrial Corp.	Vietnam Goldway Special Material Co., Ltd.	c	40,598 (Note 4)	19,923	<u>\$ 18,267</u>	<u>\$ 9,809</u>	-	2.38	60,896 (Note 4)	N	N	N

Note 1: The numbers denote the following:

a. 0 represents the issuer.

b. Investees are numbered starting from 1.

Note 2: The relationship between the endorser/guarantor and endorsee/guarantee are categorized as follows:

a. Business partner.

b. Subsidiary whose ordinary shares are more than 50% owned by the endorser/guarantor.

c. An investee over which the Company and its subsidiary has a combined shareholding of more than fifty percent (50%).

d. Parent company that directly or indirectly through its subsidiary, owns more than fifty percent (50%) of the investee.

e. Guaranteed by the Company according to the construction contract.

f. An investee company of which the guarantees were provided based on the Company’s proportionate share in the investee company.

g. Joint and several guarantees for performance assurance in presale housing sales contracts are provided among industry peers in accordance with consumer protection regulations.

Note 3: The limit on endorsements/guarantees is calculated as follows:

a. The limit on endorsements or guarantees provided for each borrower is NT\$6,024,712 (paid-in capital) × 50% = NT\$3,012,356.

b. The aggregate endorsement/guarantee limit is NT\$6,024,712 (paid-in capital) × 100% = NT\$6,024,712.

c. Endorsements/guarantees provided for subsidiaries are not subject to the above restrictions.

Note 4: The limit on endorsements/guarantees is calculated as follows:

a. The limit on endorsements or guarantees provided for each borrower is NT\$40,598 (paid-in capital) × 100% = NT\$40,598.

b. The aggregate endorsement/guarantee limit is NT\$40,598 (paid-in capital) × 150% = NT\$60,896.

c. Endorsements/guarantees provided for subsidiaries are not subject to the above restrictions.

Note 5: All intercompany gains and losses from investment have been eliminated from consolidation.

TABLE 3

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD
SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities (Note 1)	Relationship with the Holding Company (Note 2)	Financial Statement Account	September 30, 2025				Note
				Number of Shares (In Thousands)	Carrying Amount (Note 3)	Percentage of Ownership	Fair Value	
Gloria Material Technology Corp.	Ordinary shares Huang Jia International Gourmet Co., Ltd. (Ensure Global Corp., Ltd.)	-	Financial assets at fair value through profit or loss - non-current	5,000	\$ 231,100	3	\$ 231,100	
Ho Yang Investment Corp.	Gloria Material Technology Corp.	The Company	Financial assets at fair value through other comprehensive income - non-current	16,099	576,346	3	576,346	
	IBF Financial Holdings Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	16,204	249,543	-	249,543	

Note 1: Marketable securities in the table above refer to shares, bonds, beneficiary certificates and other related derivative securities that fall within the scope in accordance with IFRS 9 “Financial Instruments”.

Note 2: If the securities issuer is not a related party, the column is left blank.

Note 3: For securities measured at fair value, the carrying amount after fair value adjustments and deduction of accumulated impairment is indicated. For securities not measured at fair value, the carrying amount indicated is the original acquisition cost or amortized cost less accumulated impairment loss.

Note 4: The table sets forth the securities that the Group has determined, pursuant to the principle of significant, should be disclosed.

Note 5: For information on investments in subsidiaries, please see Tables 7 and 8.

Note 6: All intercompany gains and losses from investment have been eliminated from consolidation.

TABLE 4

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST \$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

Buyer/Seller	Related Party	Relationship	Transaction Details				Abnormal Transaction (Note 1)		Note/Trade Receivables (Payables)			Note (Note 2)
			Purchase/ Sale	Amount	% of Total	Payment Terms	Unit Price	Payment Terms	Account	Ending Balance	% of Total	
Gloria Material Technology Corp.	Golden Win Steel Industrial Corp.	Subsidiary	Sale	\$ 373,536	5	Net 30 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade receivables	\$ 72,368	4	
Golden Win Steel Industrial Corp.	Gloria Material Technology Corp.	Parent company	Purchase	373,536	60	Net 30 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade payables	72,368	82	
Gloria Material Technology Corp.	Alloy Tool Steel, Inc.	Subsidiary	Sale	447,845	6	Net 60 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade receivables and other receivables	173,151	8	
Alloy Tool Steel, Inc.	Gloria Material Technology Corp.	Parent company	Purchase	447,845	100	Net 60 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade payables	173,151	93	
Gloria Material Technology Corp.	All Win Enterprises Ltd.	Subsidiary	Sale	429,815	5	Net 60 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade receivables and other receivables	43,761	2	
All Win Enterprises Ltd.	Gloria Material Technology Corp.	Parent company	Purchase	429,815	89	Net 60 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade payables	43,761	90	
	Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	Affiliated company	Sale	258,479	49	Net 90 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade receivables	47,175	48	
Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	All Win Enterprises Ltd.	Affiliated company	Purchase	258,479	72	Net 90 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade payables	47,175	65	
All Win Enterprises Ltd.	Xian Goldway Special Material Co., Ltd.	Affiliated company	Sale	235,115	45	Net 90 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade receivables	50,215	51	
Xian Goldway Special Material Co., Ltd.	All Win Enterprises Ltd.	Affiliated company	Purchase	235,115	100	Net 90 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade payables	50,215	100	
Gloria Material Technology Corp.	S-Tech Corp.	Associate	Purchase	241,548	100	Net 30 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade payables	18,029	5	
Gloria Material Technology Corp.	Tsg Transport Corp.	Related party in substance	Purchase	313,062	-	Net 30 days from the end of the month of when invoice is issued, T/T	No significant difference	No significant difference	Trade payables and other payables	18,180	-	

Note 1: If the related party transaction terms are different from the general transaction terms, the description of the terms of the transaction and the reasons for the difference should be stated in the columns of unit price and payment terms.

Note 2: If there are any prepayments, the reason, contractual terms, amount, and differences from general transactions should be stated in the Note column.

Note 3: All intercompany gains and losses from investment, except for associates and related party in substance, have been eliminated from consolidation.

TABLE 5

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Related Party	Relationship	Receivables from Related Parties		Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
			Account	Ending Balance		Amount	Actions Taken		
Gloria Material Technology Corp.	Alloy Tool Steel Inc.	Subsidiary	Trade receivables (Notes 1 and 2)	\$ 173,151	6.47	\$ -	-	\$ -	\$ -
All Win Enterprises Ltd.	Ho Yang Investment Corp.	Related party	Other receivables (Note 2)	113,571	-	-	-	-	-

Note 1: Includes trade receivables and other receivables.

Note 2: Have been eliminated from consolidation.

TABLE 6

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)**

No. (Note 1)	Company Name	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Account	Amount	Payment Terms	% to Total Sales or Assets (Note 3)
0	Gloria Material Technology Corp.	Alloy Tool Steel, Inc.	a	Trade receivables	\$ 172,947	No significant difference	1
		Alloy Tool Steel, Inc.	a	Sales revenue	447,845	No significant difference	5
		Golden Win Steel Industrial Corp.	a	Trade receivables	72,368	No significant difference	-
		Golden Win Steel Industrial Corp.	a	Sales revenue	373,536	No significant difference	4
		All Win Enterprises Ltd.	a	Sales revenue	429,815	No significant difference	5
		All Win Enterprises Ltd.	a	Trade receivables	43,723	No significant difference	-
1	Golden Win Steel Industrial Corp.	Vietnam Goldway Special Material Co., Ltd.	c	Trade receivables	12,488	No significant difference	-
		Vietnam Goldway Special Material Co., Ltd.	c	Sales revenue	37,813	No significant difference	-
		Gloria Material Technology Corp.	b	Sales revenue	30,996	No significant difference	-
		All Win Enterprises Ltd.	c	Sales revenue	15,056	No significant difference	-
2	Xian Goldway Special Material Co., Ltd.	Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	c	Sales revenue	17,289	No significant difference	-
		Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	c	Trade receivables	8,513	No significant difference	-
3	Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	Guangzhou Goldway Special Material Co., Ltd.	c	Trade receivables	14,347	No significant difference	-
		Guangzhou Goldway Special Material Co., Ltd.	c	Sales revenue	43,013	No significant difference	-
		Tianjin Goldway Special Material Co., Ltd.	c	Sales revenue	43,514	No significant difference	-
		Tianjin Goldway Special Material Co., Ltd.	c	Trade receivables	6,891	No significant difference	-
4	Tianjin Goldway Special Material Co., Ltd.	Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	c	Sales revenue	8,247	No significant difference	-
		Guangzhou Goldway Special Material Co., Ltd.	c	Sales revenue	5,990	No significant difference	-
5	All Win Enterprises Ltd.	Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	c	Sales revenue	258,479	No significant difference	3
		Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	c	Trade receivables	47,175	No significant difference	-
		Tianjin Goldway Special Material Co., Ltd.	c	Sales revenue	5,172	No significant difference	-
		Guangzhou Goldway Special Material Co., Ltd.	c	Sales revenue	8,675	No significant difference	-
		Xian Goldway Special Material Co., Ltd.	c	Trade receivables	50,215	No significant difference	-
		Xian Goldway Special Material Co., Ltd.	c	Sales revenue	235,115	No significant difference	3
		Ho Yang Investment Corp.	c	Other receivables	113,571	No significant difference	-

(Continued)

Note 1: The information on the business transactions between the parent company and its subsidiaries should be indicated in the serial number column respectively, and the serial number should be filled in as follows:

- a. The Company is numbered 0.
- b. Subsidiaries are numbered sequentially from 1 according to the company type.

Note 2: There are three types of relationship with the trader, just indicate the type:

- a. Company to Subsidiary.
- b. Subsidiary to Company.
- c. Subsidiary to Subsidiary.

Note 3: The calculation of the ratio of the transaction amount to the consolidated total revenue or total assets. If it is an asset-liability account, it is calculated as the ending balance of the consolidated total assets; if it is a profit and loss account, it is calculated as the cumulative amount at the end of the period accounts for the total consolidated revenue.

Note 4: All intercompany gains and losses from investment have been eliminated upon consolidation.

(Concluded)

TABLE 7

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

INFORMATION ON INVESTEEES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars and Foreign Currencies)

Investor Company	Investee Company (Notes 1 and 2)	Location	Main Businesses and Products	Original Investment Amount		As of September 30, 2025			Net Income (Loss) of the Investee (Note 2)	Share of Profit (Loss) (Note 2)	Note
				September 30, 2025	December 31, 2024	Number of Shares	%	Carrying Amount			
Gloria Material Technology Corp.	Faith Easy Enterprises Ltd.	Samoa	General investment and trading	\$ 192,558	\$ 192,558	6,000,000	96.00	\$ 581,366	\$ 38,040	\$ 41,305	Subsidiary
	Golden Win Steel Industrial Corp.	Republic of China	Processing and trading of special steel, carbon steel, super alloy material rollers	161	11,500	10,000	0.25	-	52,354	5,399	Subsidiary
	Alloy Tool Steel, Inc.	USA	Sale of alloy steel	100,487	100,487	4,300,000	100.00	272,056	11,583	11,583	Subsidiary
	Ho Yang Investment Corp.	Republic of China	General investment	360,379	360,379	24,385,660	49.00	41,818	41,383	(573)	Subsidiary
	All Win Enterprises Ltd.	Seychelles	General investment	286,604	286,604	10,000,000	100.00	952,663	117,078	116,542	Subsidiary
	Rong Yang Investment Corp.	Republic of China	General investment	50,000	50,000	5,000,000	100.00	44,158	1,904	1,452	Subsidiary
	Gloria Material Technology Japan	Japan	Sale of alloy steel	15,852	15,852	1,380	100.00	23,859	877	877	Subsidiary
Golden Win Steel Industrial Corp.	Rainbow Shines Limited	Samoa	General investment and trading	89,065	89,065	3,122,222	97.00	57,794	(5,852)	NA	Subsidiary
	Ho Yang Investment Corp.	Republic of China	General investment	180,208	180,208	12,947,170	26.00	199,777	41,383	NA	Subsidiary
All Win Enterprises Ltd.	G-Yao Enterprises Ltd.	Mauritius	General investment	US\$ 10,000	US\$ 10,000	10,000,000	100.00	715,834	86,371	NA	Subsidiary
Rainbow Shines Limited	Vietnam Goldway Special Material Co., Ltd.	Vietnam	Processing and trading of special steel, carbon steel, super alloy material rollers	US\$ 3,000	US\$ 3,000	-	100.00	69,803	(4,588)	NA	Subsidiary
Gloria Material Technology Corp.	S-Tech Corp.	Republic of China	Production and sales of titanium alloys	636,814	608,233	30,458,756	13.00	580,764	53,620	12,197	Associate
	Soft-World International Corporation	Republic of China	Publishing of game software, publishing and trading of game software magazines and books	2,994,992	2,994,992	28,600,000	18.00	2,654,612	875,711	109,727	Associate
	Kuei Tien Cultural & Creative Entertainment Co., Ltd.	Republic of China	TV series production, screenwriting and artist management	273,705	273,705	12,850,000	13.00	260,201	(24,172)	(4,949)	Associate
	Golden Win International Corp.	Republic of China	Production and selling of stainless steel	434,500	434,500	31,075,274	54.00	385,953	(24,919)	(16,129)	Subsidiary
Ho Yang Investment Corp.	Soft-World International Corporation	Republic of China	Publishing of game software, publishing and trading of game software magazines and books	49,175	47,702	371,000	-	48,161	875,711	NA	Associate
Rong Yang Investment Corp.	Soft-World International Corporation	Republic of China	Publishing of game software, publishing and trading of game software magazines and books	1,395	-	15,000	-	1,397	875,711	NA	Associate
Golden Win International Corp.	Sheaffer Innovation Co., Ltd.	Republic of China	Sales of stainless-steel products	-	444,997	-	-	-	53,931	NA	Subsidiary
	Honest Mount Investments Limited	B.V.I.	General investment	-	459,378	-	-	-	36,981	NA	Subsidiary
	Golden Win Steel Industrial Corp.	Republic of China	Processing and trading of special steel, carbon steel, super alloy material rollers	523,282	417,871	2,883,871	71.00	448,949	52,354	NA	Subsidiary
Honest Mount Investments Limited	The King Cut International Co., Ltd.	B.V.I.	Sales of stainless-steel products	-	US\$ 200	-	-	-	(19)	NA	Subsidiary

(Continued)

Note 1: If the public company has a foreign holding company and uses consolidated statements as its main financial statements in accordance with local laws and regulations, the Company may only disclose relevant information of the holding company.

Note 2: For companies that do not belong to the type as described in Note 1, the information is disclosed as follows:

- a. The columns of Investee Company, Location, Main Businesses and Products, Original Investment Amount and Number of Shares are filled out in order of the reinvestment situation of the public company and the reinvestment situation of each investee company that is directly or indirectly controlled. In the Note column, the relationship between each investee and the public company (subsidiary/second-tier subsidiary) is disclosed.
- b. The profit or loss of the investee company is disclosed in the column of Net Income (Loss) of the Investee.
- c. The Company is only required to list the amount of profit or loss of each of subsidiary that the Company has directly invested in and each investee that is accounted for using the equity method. The rest of the information is exempt from disclosure.

Note 3: For information on investments in mainland China, please see Table 8.

Note 4: All intercompany gains and losses from investment have been eliminated from consolidation.

(Concluded)

TABLE 8

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars and Foreign Currencies)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of December 31, 2024	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2025	Accumulated Repatriation of Investment Income as of September 30, 2025
					Outward	Inward						
Guangzhou Goldway Special Material Co., Ltd.	Production and sale of alloy steel	Registered capital US\$3,000 thousand (paid-in capital of CNY24,856 thousand)	b	US\$ 2,837 HK\$ 700	\$ -	\$ -	US\$ 2,837 HK\$ 700	\$ 10,530	96	b-3) \$ 10,145	\$ 110,994	\$ 109,064
Zhejiang Jiaxing Goldway Special Material Co., Ltd.	Production and sale of alloy steel	Registered capital US\$3,000 thousand (paid-in capital of CNY22,124 thousand)	b	- (Note 4)	-	-	- (Note 4)	4,430	96	b-3) 4,248	-	112,926
Tianjin Goldway Special Material Co., Ltd.	Production and sale of alloy steel	Registered capital US\$3,300 thousand (paid-in capital of CNY26,719 thousand)	b	US\$ 3,300	-	-	US\$ 3,300	7,634	96	b-3) 6,889	139,955	40,597
Xian Goldway Special Material Co., Ltd.	Production and sale of alloy steel	Registered capital US\$2,000 thousand (paid-in capital of CNY12,660 thousand)	b	- (Note 5)	-	-	- (Note 5)	43,348	96	b-3) 41,230	203,737	-
Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	Production and sale of alloy steel	Registered capital US\$10,000 thousand (paid-in capital of CNY63,926 thousand)	b	US\$ 10,000	-	-	US\$ 10,000	86,551	100	b-3) 86,551	716,326	87,296
Nantong Sihe Stainless-steel Products Co., Ltd.	Manufacture of stainless-steel products	Registered capital US\$7,500 thousand (paid-in capital of NT\$249,038 thousand)	b	US\$ 7,500	-	-	US\$ - (Note 6)	37,084	-	b-3) 37,084	-	-
Henan Sihe Industrial Co., Ltd.	Manufacture of stainless-steel products	Registered capital US\$1,000 thousand (paid-in capital of NT\$30,445 thousand)	e	US\$ 1,000	-	-	US\$ - (Note 7)	2,754	-	b-3) 2,754	-	-

Accumulated Outward Remittance for Investments in Mainland China as of September 30, 2025	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA
US\$ 16,137 HK\$ 700	\$ 928,572 (US\$ 30,500)	\$ 10,773,442 (Note 3)

(Continued)

Note 1: Methods of investment are classified as below:

- a. Investments through a holding company registered in a third region.
- b. Reinvestments through a holding company set up in a third region.
- c. Reinvestments through a holding company existing in a third region.
- d. Direct investment.
- e. Others.

Note 2: Investment gain or loss was recognized as a percentage of the shares held:

- a. Companies that are still in the preparatory stage and therefore have no investment gain or loss should be disclosed.
- b. Investment gain or loss recognized based on the following should be disclosed:
 - 1) Financial statements which were reviewed by an international accounting firm with a cooperative relationship with an accounting firm in the ROC.
 - 2) Financial statements which were reviewed by the parent company's accounting firm.
 - 3) Other financial statements which were not reviewed by the accounting firm.

Note 3: The upper limit on investments was 60% of the consolidated net asset value of the Group: $\$17,955,737 \times 60\% = \$10,773,442$.

Note 4: The amount represents the retained earnings received by Faith Easy Enterprises Ltd. from Guangzhou Goldway Special Material Co., Ltd., that was transferred to the share capital of Zhejiang Jiaxing Goldway Special Material Co., Ltd.

Note 5: The amount represents the retained earnings of Faith Easy Enterprises Ltd. transferred to the share capital of Xian Goldway Special Material Co., Ltd.

Note 6: On February 5, 2025, Golden Win International Corp. sold its 100% equity in its subsidiary, Honest Mount Investments Limited. As of September 30, 2025, the entity is no longer an indirect subsidiary of the Company.

Note 7: On February 5, 2025, Golden Win International Corp. sold its 100% equity in its subsidiary, Sheaffer Innovation Co., Ltd. As of September 30, 2025, the entity is no longer an indirect subsidiary of the Company.

(Concluded)

TABLE 9

GLORIA MATERIAL TECHNOLOGY CORP. AND SUBSIDIARIES

SIGNIFICANT TRANSACTIONS WITH INVESTEE COMPANIES IN MAINLAND CHINA, EITHER DIRECTLY OR INDIRECTLY THROUGH A THIRD PARTY, AND THEIR PRICES, PAYMENT TERMS, AND UNREALIZED GAINS OR LOSSES
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars)

Investee Company	Transaction Type	Purchase/Sale		Transaction Details			Notes/Accounts Receivable (Payable)		Unrealized (Gain) Loss	Note
		Amount	Percentage	Price	Payment Terms	Comparison with Normal Transactions	Ending Balance	Percentage		
Guangzhou Goldway Special Material Co., Ltd.	Sale	\$ 8,675	-	Normal	Net 90 days from the end of the month of issuance of the invoice, payment by telegraphic transfer	No significant difference	\$ -	-	\$ 17	Note 1
Tianjin Goldway Special Material Co., Ltd.	Sale	5,172	-	Normal	Net 90 days from the end of the month of issuance of the invoice, payment by telegraphic transfer	No significant difference	-	-	1,687	Note 1
Xian Goldway Special Material Co., Ltd.	Sale	200,085	2	Normal	Net 90 days from the end of the month of issuance of the invoice, payment by telegraphic transfer	No significant difference	6,934	-	13,103	Note 1
Zhejiang Jiaxing Shiang Yang Metal Material Technology Co., Ltd.	Sale	236,023	3	Normal	Net 90 days from the end of the month of issuance of the invoice, payment by telegraphic transfer	No significant difference	37,505	2	4,943	Note 1

Note 1: The Company transacted with the above companies through All Win Enterprises Ltd. directly or indirectly.

Note 2: For information of the Company’s endorsements and guarantees provided for the above companies, refer to Table 2.