Stock Code: 1309

# Taita Chemical Company, Ltd. and Subsidiaries

# Consolidated Financial Statements and Independent Auditors' Review Report

For the Third Quarter of 2025 and 2024

Address: 12th Floor, No.37, Ji-Hu Rd., Nei-Hu Dist., Taipei 114, Taiwan, R.O.C.

Tel: (02)8751-6888

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## Independent Auditors' Review Report

To: Taita Chemical Co., Ltd.:

**Foreword**

The consolidated balance sheets of Taita Chemical Co., Ltd. and its subsidiaries as of September 30, 2025, and 2024, the consolidated statements of comprehensive income for the periods from July 1 to September 30, 2025, and 2024, and from January 1 to September 30, 2025, and 2024, the consolidated statements of changes in equity and the consolidated statements of cash flows for the periods from January 1 to September 30, 2025, and 2024, and the notes to the consolidated financial statements (including a summary of significant accounting policies) have been reviewed. It is the responsibility of the management to prepare and ensure fair presentation of consolidated financial statements in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the version of IAS 34 - "Interim Financial Reporting" approved and published by the Financial Supervisory Commission. Our responsibility as auditor is to form a conclusion based on our review.

**Scope**

Except for the issues discussed in the "Basis of reservation" paragraph, we, the auditors, have performed the review in accordance with Standards on Review Engagements No. 2410 - "Financial Statement Review". The procedures executed in our review of financial statements include inquiry (mainly with employees responsible for financial and accounting affairs), analysis and other review-related processes. The scope of financial statement review is significantly smaller than a financial statement audit, therefore we may not be able to detect all material issues through the steps we have taken, and are therefore unable to provide an audit opinion.

**Basis of Reservation**

As mentioned in Note 13 of the consolidated financial report, among the investee companies included in the consolidated financial report above, the financial reports for the same period of some long-term equity investments evaluated using the equity method were not reviewed by CPAs. The balances of long-term equity investments accounted for using the equity method as of September 30, 2025, and 2024, were NT$287,169 thousand and NT$319,414 thousand, respectively, both accounting for 3% of total consolidated assets. The related total comprehensive income for the periods from July 1 to September 30, 2025, and 2024, and from January 1 to September 30, 2025, and 2024, amounted to NT$(9,240) thousand, NT$600 thousand, NT$(15,662) thousand, and NT$(10,558) thousand, respectively, accounting for (16)%, (1)%, 3%, and 5% of the total consolidated comprehensive income. The information regarding the investee companies as disclosed in the notes to the consolidated financial statements is based on the unreviewed financial statements of these investee companies for the same periods.

**Reservations**

Based on our review, except for the possible adjustments to the consolidated financial statements that might arise if the financial reports of the long-term equity investments accounted for using the equity method had been reviewed by CPAs as described in the Basis of Reservation section, we did not find any evidence that the aforementioned consolidated financial statements are not in conformity 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 Financial Supervisory Commission. Therefore, the consolidated financial position of Taita Chemical Co., Ltd. and its subsidiaries as of September 30, 2025, and 2024, as well as their consolidated financial performance for the periods from July 1 to September 30, 2025, and 2024, and their consolidated financial performance and cash flows from January 1 to September 30, 2025, and 2024, have been properly presented.

Deloitte & Touche

CPA Chen Chun-Hung

CPA Liu Yi-Ching

Financial Supervisory Commission Approval Number
Jin-Guan-Zheng-Shen-Zi No. 0990031652

Financial Supervisory Commission Approval Number
Jin-Guan-Zheng-Shen-Zi No. 1100356048

November 7, 2025

Notice to Readers:

The consolidated financial statement (Chinese version) of our company is reviewed by the CPA Chen Chun-Hung and CPA Liu Yi-Ching of Deloitte Taiwan. For the convenience of reading, the statement has been translated from Chinese to English. If there is any difference regarding the context or interpretation in the English version, the Chinese version shall prevail.

## Taita Chemical Company, Ltd. and subsidiaries

**Consolidated Balance Sheets**
**September 30, 2025, and December 31, 2024, and September 30, 2024**
**(In Thousands of New Taiwan Dollars)**

| Code | Assets | September 30, 2025 Amount | % | December 31, 2024 Amount | % | September 30, 2024 Amount | % |
|---|---|---|---|---|---|---|---|
| | CURRENT ASSETS | | | | | | |
| 1100 | Cash and cash equivalents (Note 6) | $ 745,297 | 8 | $ 886,216 | 9 | $ 1,893,148 | 19 |
| 1110 | Financial assets at fair value through profit or loss - current (Note 7) | 172,435 | 2 | 421,006 | 4 | 172,687 | 2 |
| 1136 | Financial assets at amortized cost - current (Notes 9 and 30) | 1,588,111 | 18 | 1,384,923 | 14 | 274,002 | 3 |
| 1150 | Notes receivable (Note 10) | 108,836 | 1 | 293,745 | 3 | 229,776 | 2 |
| 1170 | Accounts receivable (Note 10) | 1,629,735 | 19 | 2,142,437 | 22 | 2,275,816 | 23 |
| 1180 | Accounts receivable from related parties (Notes 10 and 29) | - | - | 7,665 | - | - | - |
| 1200 | Other receivables (Note 10) | 80,459 | 1 | 103,305 | 1 | 152,434 | 2 |
| 1210 | Other receivables from related parties (Notes 10 and 29) | 2,233 | - | 1,569 | - | 158 | - |
| 1220 | Current tax assets (Note 4) | 6,726 | - | 7,852 | - | 2,303 | - |
| 130X | Inventories (Note 11) | 962,282 | 11 | 1,137,638 | 12 | 1,264,450 | 13 |
| 1410 | Prepayments and other current assets | 171,811 | 2 | 118,807 | 1 | 234,097 | 2 |
| 11XX | Total current assets | 5,467,925 | 62 | 6,505,163 | 66 | 6,498,871 | 66 |
| | Non-current assets | | | | | | |
| 1517 | Financial assets at fair value through other comprehensive income - non-current (Note 8) | 152,616 | 2 | 162,437 | 2 | 244,031 | 3 |
| 1535 | Financial assets at amortized cost - non-current (Note 9) | 42,847 | 1 | 45,608 | - | - | - |
| 1550 | Investments accounted for using the equity method (Note 13) | 561,850 | 6 | 603,786 | 6 | 622,606 | 6 |
| 1600 | Property, plant, and equipment (Notes 14 and 29) | 1,889,352 | 22 | 1,929,504 | 20 | 1,918,694 | 19 |
| 1755 | Right-of-use assets (Notes 15 and 29) | 237,488 | 3 | 258,924 | 3 | 259,183 | 3 |
| 1760 | Investment properties, net (Note 16) | 108,178 | 1 | 108,178 | 1 | 108,178 | 1 |
| 1840 | Deferred tax assets (Note 4) | 265,786 | 3 | 182,157 | 2 | 173,666 | 2 |
| 1990 | Other non-current assets (Note 30) | 26,746 | - | 43,820 | - | 28,264 | - |
| 15XX | Total non-current assets | 3,284,863 | 38 | 3,334,414 | 34 | 3,354,622 | 34 |
| 1XXX | Total assets | $ 8,752,788 | 100 | $ 9,839,577 | 100 | $ 9,853,493 | 100 |
| **Code** | **Liabilities and equity** | | | | | | |
| | CURRENT LIABILITIES | | | | | | |
| 2100 | Short-term borrowings (Note 17) | $ 1,560,000 | 18 | $ 1,840,000 | 19 | $ 1,770,000 | 18 |
| 2110 | Short-term notes and bills payable (Note 17) | 99,962 | 1 | - | - | - | - |
| 2170 | Accounts payable (Note 18) | 764,767 | 9 | 912,740 | 9 | 928,005 | 9 |
| 2180 | Accounts payable to related parties (Notes 18 and 29) | 68 | - | 79 | - | 53 | - |
| 2200 | Other payables (Note 19) | 302,110 | 3 | 345,244 | 3 | 361,266 | 4 |
| 2220 | Other payables from related parties (Note 29) | 6,281 | - | 15,823 | - | 9,028 | - |
| 2230 | Current tax liabilities (Note 4) | - | - | 18,095 | - | 1,587 | - |
| 2280 | Lease liabilities - current (Notes 15 and 29) | 4,756 | - | 4,717 | - | 4,704 | - |
| 2365 | Refund liabilities - current (Note 20) | 1,498 | - | 1,215 | - | 1,448 | - |
| 2399 | Other current liabilities | 47,881 | 1 | 57,893 | 1 | 90,808 | 1 |
| 21XX | Total current liabilities | 2,787,323 | 32 | 3,195,806 | 32 | 3,166,899 | 32 |
| | Non-current liabilities | | | | | | |
| 2570 | Deferred tax liabilities (Note 4) | 225,240 | 3 | 260,756 | 3 | 235,844 | 3 |
| 2580 | Lease liabilities - non-current (Notes 15 and 29) | 20,805 | - | 24,377 | - | 25,562 | - |
| 2640 | Net defined benefit liabilities - non-current (Notes 4 and 21) | 43,481 | - | 56,105 | 1 | 87,844 | 1 |
| 2670 | Other non-current liabilities | 5,574 | - | 4,646 | - | 4,115 | - |
| 25XX | Total non-current liabilities | 295,100 | 3 | 345,884 | 4 | 353,365 | 4 |
| 2XXX | Total liabilities | 3,082,423 | 35 | 3,541,690 | 36 | 3,520,264 | 36 |
| | Equity attributable to owners of the Company (Notes 13 and 22) | | | | | | |
| | Share capital | | | | | | |
| 3110 | Ordinary shares | 3,975,868 | 45 | 3,975,868 | 40 | 3,975,868 | 40 |
| 3200 | Capital surplus | 3,248 | - | 3,242 | - | 3,196 | - |
| | Retained earnings | | | | | | |
| 3310 | Legal reserve | 502,038 | 6 | 502,038 | 5 | 502,038 | 5 |
| 3320 | Special reserve | 308,061 | 4 | 308,061 | 3 | 308,061 | 3 |
| 3350 | Unappropriated earnings | 980,560 | 11 | 1,430,917 | 15 | 1,386,532 | 14 |
| 3300 | Total retained earnings | 1,790,659 | 21 | 2,241,016 | 23 | 2,196,631 | 22 |
| 3400 | Other equity | ( 99,410 ) | ( 1 ) | 77,761 | 1 | 157,534 | 2 |
| 3XXX | Total equity | 5,670,365 | 65 | 6,297,887 | 64 | 6,333,229 | 64 |
| | Total liabilities and equity | $ 8,752,788 | 100 | $ 9,839,577 | 100 | $ 9,853,493 | 100 |

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to the Review Report by Deloitte & Touche on November 7, 2025)

Notice to Readers:

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## Taita Chemical Company, Ltd. and subsidiaries

**Consolidated Statements of Comprehensive Income**
**For the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024**
**(In Thousands of New Taiwan Dollars, Except for Loss Per Share)**

| Code | | July 1 to September 30, 2025 | | July 1 to September 30, 2024 | | January 1 to September 30, 2025 | | January 1 to September 30, 2024 | |
|---|---|---|---|---|---|---|---|---|---|
| | | Amount | % | Amount | % | Amount | % | Amount | % |
| 4100 | Net revenue (Notes 20, 23 and 29) | $ 3,392,440 | 100 | $ 5,185,907 | 100 | $ 11,474,808 | 100 | $ 13,919,661 | 100 |
| 5110 | Cost of goods sold (Notes 11, 15, 21, 24 and 29) | 3,266,104 | 96 | 4,844,174 | 93 | 10,981,453 | 96 | 13,339,095 | 96 |
| 5900 | Gross profit | 126,336 | 4 | 341,733 | 7 | 493,355 | 4 | 580,566 | 4 |
| | Operating expenses (Notes 10, 15, 21, 24 and 29) | | | | | | | | |
| 6100 | Selling and marketing expenses | 210,474 | 6 | 361,641 | 7 | 652,774 | 6 | 793,395 | 6 |
| 6200 | Administrative expenses | 44,149 | 2 | 44,636 | 1 | 128,020 | 1 | 127,594 | 1 |
| 6300 | Research and development expenses | 4,927 | - | 3,749 | - | 13,431 | - | 12,209 | - |
| 6450 | Expected credit impairment loss (gain on reversal) | ( 393 ) | - | ( 214 ) | - | 1,298 | - | 1,823 | - |
| 6000 | Total operating expenses | 259,157 | 8 | 409,812 | 8 | 795,523 | 7 | 935,021 | 7 |
| 6900 | Net loss from operations | ( 132,821 ) | ( 4 ) | ( 68,079 ) | ( 1 ) | ( 302,168 ) | ( 3 ) | ( 354,455 ) | ( 3 ) |
| | Non-operating income and expenses (Notes 7, 13, 16, 24 and 29) | | | | | | | | |
| 7100 | Interest income | 8,720 | - | 10,829 | - | 29,581 | - | 33,648 | - |
| 7010 | Other income | 9,184 | - | 11,731 | - | 19,303 | - | 32,768 | - |
| 7020 | Other gains and losses | 52,251 | 1 | ( 33,257 ) | ( 1 ) | ( 128,773 ) | ( 1 ) | 44,845 | 1 |
| 7060 | Share of profit or loss of associates accounted for using the equity method | ( 15,207 ) | - | ( 15,651 ) | - | ( 29,132 ) | - | ( 5,654 ) | - |
| 7510 | Financial costs | ( 10,885 ) | - | ( 8,727 ) | - | ( 32,505 ) | - | ( 28,131 ) | - |
| 7000 | Total non-operating income and expenses | 44,063 | 1 | ( 35,075 ) | ( 1 ) | ( 141,526 ) | ( 1 ) | 77,476 | 1 |
| 7900 | Net loss before income tax | ( 88,758 ) | ( 3 ) | ( 103,154 ) | ( 2 ) | ( 443,694 ) | ( 4 ) | ( 276,979 ) | ( 2 ) |
| 7950 | Income tax gain (Notes 4 and 25) | ( 15,318 ) | ( 1 ) | ( 4,185 ) | - | ( 72,854 ) | ( 1 ) | ( 37,048 ) | - |
| 8200 | Net loss for the period | ( 73,440 ) | ( 2 ) | ( 98,969 ) | ( 2 ) | ( 370,840 ) | ( 3 ) | ( 239,931 ) | ( 2 ) |
| | Other comprehensive income (loss) (Notes 8, 13, 22 and 25) | | | | | | | | |
| 8310 | Items that will not be reclassified subsequently to profit or loss: | | | | | | | | |
| 8316 | Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income | 15,564 | 1 | 18,132 | - | ( 9,821 ) | - | ( 54,396 ) | - |
| 8320 | Share of the other comprehensive income (loss) of associates accounted for using the equity method - unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income | 3,295 | - | 8,201 | - | ( 6,184 ) | - | ( 8,383 ) | - |
| | | 18,859 | 1 | 26,333 | - | ( 16,005 ) | - | ( 62,779 ) | - |
| 8360 | Items that may be reclassified subsequently to profit or loss: | | | | | | | | |
| 8361 | Exchange differences on translating the financial statements of foreign operations | 134,956 | 4 | ( 25,737 ) | - | ( 195,961 ) | ( 2 ) | 123,673 | 1 |
| 8371 | Share of other comprehensive income (loss) of associates accounted for using the equity method - exchange differences on translating the financial statements of foreign operations | 5,176 | - | 5,684 | - | ( 4,899 ) | - | 9,655 | - |
| 8399 | Income tax relating to items that may be reclassified subsequently to profit or loss | ( 27,623 ) | ( 1 ) | 4,195 | - | 39,694 | - | ( 26,099 ) | - |
| | | 112,509 | 3 | ( 15,858 ) | - | ( 161,166 ) | ( 2 ) | 107,229 | 1 |
| 8300 | Other comprehensive (loss) income for the period, net amount after tax | 131,368 | 4 | 10,475 | - | ( 177,171 ) | ( 2 ) | 44,450 | 1 |
| 8500 | Total comprehensive income for the period | $ 57,928 | 2 | ( $ 88,494 ) | ( 2 ) | ( $ 548,011 ) | ( 5 ) | ( $ 195,481 ) | ( 1 ) |
| | Loss per share (Note 26) | | | | | | | | |
| 9710 | Basic | ( $ 0.18 ) | | ( $ 0.25 ) | | ( $ 0.93 ) | | ( $ 0.60 ) | |
| 9810 | Diluted | ( $ 0.18 ) | | ( $ 0.25 ) | | ( $ 0.93 ) | | ( $ 0.60 ) | |

The accompanying notes are an integral part of the consolidated financial statements.
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## Taita Chemical Company, Ltd. and subsidiaries

### Consolidated Statements of Changes in Equity
### January 1 to September 30, 2025 and 2024
### (In Thousands of New Taiwan Dollars)

| | | Equity attributable to owners of the Company (Notes 13 and 22) | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | | | | | Other equity | | | |
| | | Share capital | | Capital surplus | | | Retained earnings | | | | | | | |
| Code | | Number of Shares (in Thousands) | Amount | Long-term equity investments | Other capital surplus | Total | Legal reserve | Special reserve | Unappropriated earnings | Total | Exchange differences on translating the financial statements of foreign operations | Unrealized gain (loss) on financial assets at FVTOCI | Total | Total equity |
| A1 | Balance as of January 1, 2024 | 397,587 | $ 3,975,868 | $ 2,762 | $ 439 | $ 3,201 | $ 502,038 | $ 308,061 | $ 1,745,739 | $ 2,555,838 | ($ 153,014) | $ 266,098 | $ 113,084 | $ 6,647,991 |
| | Appropriation of 2023 earnings | | | | | | | | | | | | | |
| B5 | Cash dividends distributed by the Company | - | - | - | - | - | - | - | ( 119,276) | ( 119,276) | - | - | - | ( 119,276) |
| C17 | Changes in other capital surplus | - | - | ( 5) | - | ( 5) | - | - | - | - | - | - | - | ( 5) |
| D1 | Net loss for the period from January 1 to September 30, 2024 | - | - | - | - | - | - | - | ( 239,931) | ( 239,931) | - | - | - | ( 239,931) |
| D3 | Other comprehensive income (loss) for the period from January 1 to September 30, 2024, net after income tax | - | - | - | - | - | - | - | - | - | 107,229 | ( 62,779) | 44,450 | 44,450 |
| D5 | Total comprehensive income (loss) for the period from January 1 to September 30, 2024 | - | - | - | - | - | - | - | ( 239,931) | ( 239,931) | 107,229 | ( 62,779) | 44,450 | ( 195,481) |
| Z1 | Balance as of September 30, 2024 | 397,587 | $ 3,975,868 | $ 2,757 | $ 439 | $ 3,196 | $ 502,038 | $ 308,061 | $ 1,386,532 | $ 2,196,631 | ($ 45,785) | $ 203,319 | $ 157,534 | $ 6,333,229 |
| A1 | Balance as of January 1, 2025 | 397,587 | $ 3,975,868 | $ 2,803 | $ 439 | $ 3,242 | $ 502,038 | $ 308,061 | $ 1,430,917 | $ 2,241,016 | ($ 22,187) | $ 99,948 | $ 77,761 | $ 6,297,887 |
| | Appropriation of 2024 earnings | | | | | | | | | | | | | |
| B5 | Cash dividends distributed by the Company | - | - | - | - | - | - | - | ( 79,517) | ( 79,517) | - | - | - | ( 79,517) |
| C17 | Changes in other capital surplus | - | - | 6 | - | 6 | - | - | - | - | - | - | - | 6 |
| D1 | Net loss for the period from January 1 to September 30, 2025 | - | - | - | - | - | - | - | ( 370,840) | ( 370,840) | - | - | - | ( 370,840) |
| D3 | Other comprehensive income (loss) for the period from January 1 to September 30, 2025, net after income tax | - | - | - | - | - | - | - | - | - | ( 161,166) | ( 16,005) | ( 177,171) | ( 177,171) |
| D5 | Total comprehensive income (loss) for the period from January 1 to September 30, 2025 | - | - | - | - | - | - | - | ( 370,840) | ( 370,840) | ( 161,166) | ( 16,005) | ( 177,171) | ( 548,011) |
| Z1 | Balance as of September 30, 2025 | 397,587 | $ 3,975,868 | $ 2,809 | $ 439 | $ 3,248 | $ 502,038 | $ 308,061 | $ 980,560 | $ 1,790,659 | ($ 183,353) | $ 83,943 | ($ 99,410) | $ 5,670,365 |

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## Taita Chemical Company, Ltd. and subsidiaries

### Consolidated Statements of Cash Flows
### January 1 to September 30, 2025 and 2024
### (In Thousands of New Taiwan Dollars)

| Code | | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|
| | Cash flows from operating activities | | |
| A10000 | Net loss before income tax for the period | ( $ 443,694 ) | ( $ 276,979 ) |
| A20010 | Income (expenses) items | | |
| A20100 | Depreciation expenses | 161,258 | 162,360 |
| A20200 | Amortization expenses | - | 498 |
| A20300 | Expected credit impairment loss | 1,298 | 1,823 |
| A29900 | Gain on lease modification | ( 1,643 ) | - |
| A20400 | Net loss (gain) on financial assets and liabilities measured at fair value through profit or loss | 17,762 | ( 4,791 ) |
| A20900 | Financial costs | 32,505 | 28,131 |
| A21200 | Interest income | ( 29,581 ) | ( 33,648 ) |
| A21300 | Dividend income | ( 5,022 ) | ( 8,286 ) |
| A22300 | Share of profit or loss of associates accounted for using the equity method | 29,132 | 5,654 |
| A22500 | Loss on disposal of property, plant, and equipment | 114 | 1,328 |
| A23700 | Allowance for inventory valuation and obsolescence loss (gain from price recovery of inventory) | 13,725 | ( 6,950 ) |
| A29900 | Provision for refund liabilities | 6,272 | 6,575 |
| A30000 | Changes in operating assets and liabilities | | |
| A31115 | Financial assets at fair value through profit or loss | 230,809 | ( 6,718 ) |
| A31130 | Notes receivable | 169,090 | ( 11,954 ) |
| A31150 | Accounts receivable | 459,281 | ( 664,061 ) |
| A31160 | Accounts receivable from related parties | 7,665 | 4,200 |
| A31180 | Other receivables | 15,185 | ( 69,805 ) |
| A31190 | Other receivables from related parties | ( 668 ) | 4,780 |
| A31200 | Inventories | 145,058 | ( 148,369 ) |
| A31230 | Prepayments and other current assets | ( 57,430 ) | ( 121,632 ) |
| A32150 | Accounts payable | ( 144,216 ) | 178,935 |
| A32160 | Accounts payable from related parties | ( 11 ) | 4 |
| A32180 | Other payables | ( 51,717 ) | 96,476 |
| A32190 | Other payables from related parties | 151 | 4,589 |
| A32230 | Other current liabilities | ( 8,723 ) | 29,286 |
| A32240 | Net Defined Benefit Liabilities | ( 12,624 ) | ( 12,796 ) |
| A33000 | Net cash inflow (outflow) from operating activities | 533,976 | ( 841,350 ) |
| A33100 | Interest received | 35,851 | 58,222 |

(Continued on the next page)

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| Code | | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|
| A33300 | Interest paid | ( $ 32,539 ) | ( $ 27,713 ) |
| A33500 | Income tax refund (paid) | ( 22,344 ) | 9,332 |
| AAAA | Net cash inflow (outflow) from operating activities | 514,944 | ( 801,509 ) |
| | Cash flows from investing activities | | |
| B00040 | Acquisition of financial assets measured at amortized cost | ( 597,597 ) | ( 269,140 ) |
| B00050 | Disposal of financial assets measured at amortized cost | 305,589 | 10,000 |
| B01800 | Acquisition of associates | - | ( 8,334 ) |
| B02700 | Acquisition of property, plant and equipment | ( 130,295 ) | ( 139,634 ) |
| B02800 | Proceeds from the disposal of property, plant and equipment | - | 215 |
| B03700 | Increase in refundable deposits | ( 2,973 ) | ( 128 ) |
| B03800 | Decrease in refundable deposits | 19,867 | 88 |
| B05350 | Disposal of right-of-use assets | 1,818 | - |
| B07600 | Dividends received | 6,749 | 12,316 |
| BBBB | Net cash outflow from investing activities | ( 396,842 ) | ( 394,617 ) |
| | Cash flows from financing activities | | |
| C00100 | Increase (decrease) in short-term borrowings | ( 280,000 ) | 945,000 |
| C00500 | Increase in short-term notes and bills payable | 99,837 | - |
| C03000 | Increase in refundable deposits received | 1,104 | - |
| C03100 | Decrease in refundable deposit received | - | ( 572 ) |
| C04020 | Repayments of lease principal | ( 3,533 ) | ( 3,493 ) |
| C04500 | Distribution of cash dividends | ( 79,517 ) | ( 119,276 ) |
| C09900 | Refund of unclaimed overdue cash dividends | 453 | 860 |
| CCCC | Net cash inflow (outflow) from financing activities | ( 261,656 ) | 822,519 |
| DDDD | Effect of exchange rate changes on cash and cash equivalents | 2,635 | 55,426 |
| EEEE | NET INCREASE IN CASH AND CASH EQUIVALENTS FOR THE PERIOD | ( 140,919 ) | ( 318,181 ) |
| E00100 | Balance of cash and cash equivalents at the beginning of the period | 886,216 | 2,211,329 |
| E00200 | Balance of cash and cash equivalents at the end of the period | $ 745,297 | $ 1,893,148 |

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(Please refer to the Review Report by Deloitte & Touche on November 7, 2025)

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## 1. COMPANY OVERVIEW

Taita Chemical Co., Ltd. ("the Company") was founded in April 1960, mainly engaged in the manufacturing and sales of polystyrene (PS), acrylonitrile-butadiene-styrene copolymer (ABS) resin, acrylonitrile-styrene copolymer (SAN) resin, glass wool insulation products, plastic raw materials, and other processed products. The ordinary shares of the Company has been listed on the Taiwan Stock Exchange since 1986. The Company's parent company is USI Corporation, which held indirectly 36.79% of the common stocks of the Company as of September 30, 2025. USI Corporation has operational control over the Company.

The consolidated financial statements of the Company and its subsidiaries (collectively referred to as "the Group") are presented in the Company's functional currency, the New Taiwan dollar.

## 2. DATE OF APPROVAL OF THE FINANCIAL STATEMENTS AND APPROVAL PROCEDURES

The Consolidated Financial Statements have been approved by the Board of Directors on November 7, 2025.

## 3. APPLICATION OF THE NEWLY ISSUED AND/OR AMENDED STANDARDS AND INTERPRETATIONS

a. Initial application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRS Accounting Standard") endorsed and issued into effect by the Financial Supervisory Commission (FSC).

   Amendments to IAS 21 "Lack of Exchangeability"

   The amendment to IAS 21 regarding "lack of exchangeability" is not expected to result in a significant change to the accounting policies of the Company.

b. IFRS Accounting Standards approved by the Financial Supervisory Commission applicable for the year 2026

| New/Revised/Amended 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 amendments from 2020 and 2021) | January 1, 2023 |

Till the date of authorization of the Consolidated Financial Statements, the Group is still in the process of assessing the impact of each amendment on its financial position and financial performance. Related impacts will be disclosed upon completion of the assessment.

c. IFRS Accounting Standard that has been issued by the International Accounting Standards Board (IASB) but not yet endorsed by the FSC

| New/Revised/Amended Standards and Interpretations | Effective Date of Issuance by the IASB (Note 1) |
|---|---|
| Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture" | To be determined |
| IFRS 18 "Presentation and Disclosure in Financial Statements" | January 1, 2027 (Note 2) |
| IFRS 19 "Subsidiaries without Public Accountability: Disclosures" (including the amendment in 2025) | January 1, 2027 |

Note 1: Unless otherwise specified, the aforementioned New/Amended/Revised Standards and Interpretations shall be effective for the annual reporting period after the specified dates.

Note 2: The FSC announced on September 25, 2025, that domestic enterprises should apply IFRS 18 starting from January 1, 2028, and may choose to adopt IFRS 18 early after it has been approved by the FSC.

IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 will replace IAS 1 “Presentation of Financial Statements”. The main changes to the standard include:

- The income statement should classify income and expense items into operating, investment, financing, income tax and discontinued unit categories.
- The income statement should present operating profit or loss, profit or loss before financing and income tax, and subtotals and totals of profit or loss.
- It should provide guidance to enhance aggregation and segmentation requirements: The Company is required to identify assets, liabilities, equity, revenue, expenses, and cash flows arising from individual transactions or other events, and classify and aggregate the items on the basis of common characteristics to enable each line item presented in the primary financial statements has at least one similar characteristic. Items with non-similar characteristics should be subdivided in the major financial statements and the notes thereto. The Company may classify the items as “others” only when a more informative classification is not available.
- Addition of disclosure of management-defined performance measures: When the Company engages in public communications outside financial statements and communicates with users of the financial statements about management’s views on a particular aspect of the Company’s overall financial performance, the Company should disclose information about management-defined performance measures in a separate note to the financial statements, including a description of the measure, how it is calculated, a reconciliation of the measure to the subtotals or totals prescribed by IFRSs, as well as the effect of the related reconciling items on income tax and non-controlling interests.

In addition to the above effects, as of the date of authorized publication of the consolidated financial statements, the Company has continued to assess other effects of amendments to various standards and interpretations on its financial conditions and performance. Related impacts will be disclosed upon completion of the assessment.

## 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Compliance declaration

The interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. This consolidated financial report does not include all disclosures required by IFRSs for a complete annual financial report.

b. Preparation basis

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

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities on measurement day.

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., prices) or indirectly (i.e., derived from prices).

3) Level 3 inputs are unobservable inputs for the 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). 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.

Please refer to Note 12, Tables 4 and 5 for detailed information on subsidiaries, percentages of ownership and main businesses.

d. Others significant accounting policies

In addition to the following explanations, please refer to the Summary of Significant Accounting Policies in the 2024 Annual Consolidated Financial Report.

1) Provision for Carbon Fee Liabilities

The provision for carbon fee liabilities, recognized in accordance with Taiwan's Carbon Fee Charging Regulations and other relevant laws, is based on the best estimated expenditure required to settle the obligation for the year. The provision is recognized and measured proportionally based on the actual emissions relative to the total annual emissions.

2) Defined-benefit post-employment 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 curtailments, settlements, or other significant one-time events.

3) Income tax expenses

Income tax expenses are the sum of current income taxes and deferred income taxes. Income tax for an interim period is assessed on an annual basis, calculated by applying, to an interim period's pre-tax income, the tax rate that would be applicable to expected total annual earnings.

## 5. THE KEY SOURCES OF UNCERTAINTY IN SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES, AND ASSUMPTIONS.

For the explanation of primary sources of uncertainties in material accounting judgments, estimates, and assumptions, please refer to the Summary of Significant Accounting Policies in the 2024 Annual Consolidated Financial Report.

## 6. CASH AND CASH EQUIVALENTS

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Cash on hand and petty cash | $ 342 | $ 340 | $ 310 |
| Checking accounts and demand deposits | 452,683 | 505,076 | 1,504,183 |
| Cash equivalents | | | |
| Fixed term deposits | 292,272 | 350,800 | 338,655 |
| Reverse repurchase agreements collateralized by bonds | - | 30,000 | 50,000 |
| | $ 745,297 | $ 886,216 | $ 1,893,148 |

The range of interest rates for time deposits and reserve repurchase agreements collateralized by bonds on the balance sheet date is as follows:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Fixed term deposits | 4.00%～4.21% | 4.25%～4.81% | 4.78%～5.21% |
| Reverse repurchase agreements collateralized by bonds | - | 1.44% | 1.42% |

## 7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Financial assets mandatorily measured at fair value through profit or loss | | | |
| Non-derivative financial assets | | | |
| －Domestic listed (OTC) shares | $ 48,000 | $ 63,400 | $ 91,274 |
| －Foreign unlisted shares | - | - | - |
| －Mutual funds | 65,585 | 269,774 | 17,847 |
| －Beneficiary securities | 58,850 | 60,832 | 63,566 |
| | $ 172,435 | $ 421,006 | $ 172,687 |

For the Group, from July 1 to September 30 in 2025 and 2024, and from January 1 to September 30 in 2025 and 2024, recognized net losses and gains from financial assets measured at fair value through profit or loss are as follows: net loss of NT$178 thousand, net gain of NT$1,775 thousand, net loss of NT$13,486 thousand, and net gain of NT$9,656 thousand, respectively.

## 8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME - NON-CURRENT

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Investments in equity instruments | | | |
| Domestic investments | | | |
| Listed (OTC) common stocks | | | |
| －USI | $ 152,611 | $ 162,432 | $ 244,025 |
| Unlisted (OTC) common stocks | | | |
| －Harbinger Venture Capital Corp. | 5 | 5 | 6 |
| Subtotal | 152,616 | 162,437 | 244,031 |
| Overseas investments | | | |
| Unlisted (OTC) common stocks | | | |
| －Budworth Investment Ltd | - | - | - |
| | $ 152,616 | $ 162,437 | $ 244,031 |

The Group invests in the ordinary shares of the aforementioned companies for medium- and long-term strategic objectives and expects to make profits through long-term investments. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as it believes 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. FINANCIAL ASSETS AT AMORTIZED COST

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Current | | | |
| Fixed-term deposits with original maturity over 3 months | $ 1,583,111 | $ 1,381,923 | $ 271,002 |
| Pledged certificates of deposit (Note 30) | 5,000 | 3,000 | 3,000 |
| | $ 1,588,111 | $ 1,384,923 | $ 274,002 |
| Non-current | | | |
| Fixed-term deposits with original maturity over 3 months | $ 42,847 | $ 45,608 | $ - |

The range of market interest rates for the fixed-term deposits with original maturity over 3 months and the pledged certificates of deposit on the balance sheet date is as follows:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Fixed-term deposits with original maturity over 3 months | 1.20%～2.15% | 1.70%～2.25% | 1.75%～1.95% |
| Pledged certificates of deposit | 1.66% | 1.66% | 1.66% |

Refer to Note 30 for information related to the pledged financial assets at amortized cost.

## 10. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE, AND OTHER RECEIVABLES

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Notes receivable (a) | | | |
| Operating | $ 108,836 | $ 293,745 | $ 229,776 |
| Accounts receivable(1) | | | |
| Measured at amortized cost | | | |
| Total carrying amount | $ 1,643,414 | $ 2,155,698 | $ 2,277,833 |
| Less: Allowance for impairment loss | ( 13,679 ) | ( 13,261 ) | ( 2,017 ) |
| | $ 1,629,735 | $ 2,142,437 | $ 2,275,816 |
| Accounts receivable from related parties (1) (Note 29) | $ - | $ 7,665 | $ - |
| Other receivables (b) | | | |
| Business tax refund receivable | $ 69,236 | $ 84,732 | $ 140,483 |
| Interest receivable | 10,527 | 18,096 | 11,171 |
| Others | 696 | 477 | 780 |
| | $ 80,459 | $ 103,305 | $ 152,434 |
| Other receivables from related parties (Note 29) | $ 2,233 | $ 1,569 | $ 158 |

a. Notes receivable and accounts receivable

The credit period of the Group for the sales of the merchandise is from 30 to 180 days, and the notes and accounts receivable are not interest-bearing. In order to mitigate credit risk, the management of the Group has assigned a dedicated team to be responsible for the determination of the credit line, credit approval, and other procedures of the supervisory control to ensure that appropriate action has been taken to reclaim past due receivables, and the Group has insured some of the receivables against credit insurance or obtained adequate guarantees if necessary to mitigate the risk of financial losses due to delinquency. In addition, the Group reviews the recoverable amount of each individual receivable on the balance sheet date to ensure that adequate allowances are made for possible irrecoverable amounts. Prior to accepting a new client, the credit quality of the prospect is assessed through the internal credit rating system and the credit facilities of the prospect will be set, and the history of the transactions and the financial position of the individual client are regularly reviewed, according to which the management of the Group believes that the credit risk of the Group has been significantly reduced.

The Group recognizes loss allowances for accounts receivables based on the lifetime expected credit losses. The lifetime expected credit losses are estimated using a provision matrix by reference to the past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date.

The Group writes off a trade receivable when there is information indicating that the debtor is experiencing severe financial difficulty and there is no realistic prospect of recovery. For trade receivables that have been written off, the Group continues to engage in enforcement activity to attempt to recover the due receivables. Where recoveries are made, they are recognized in profit or loss.

The following table details the loss allowance of notes receivable and accounts receivable based on the Group's allowance matrix:

September 30, 2025

| | Credit rating A | Credit rating B | Credit rating C | Others | Total |
|---|---|---|---|---|---|
| Total carrying amount | $ 6,258 | $ 556,625 | $ 87,757 | $ 1,101,610 | $ 1,752,250 |
| Loss allowance (lifetime ECLs) | - | - | - | ( 13,679 ) | ( 13,679 ) |
| Amortized cost | $ 6,258 | $ 556,625 | $ 87,757 | $ 1,087,931 | $ 1,738,571 |

December 31, 2024

| | Credit rating A | Credit rating B | Credit rating C | Others | Total |
|---|---|---|---|---|---|
| Total carrying amount | $ 7,705 | $ 766,253 | $ 97,115 | $ 1,586,035 | $ 2,457,108 |
| Loss allowance (lifetime ECLs) | - | - | - | ( 13,261 ) | ( 13,261 ) |
| Amortized cost | $ 7,705 | $ 766,253 | $ 97,115 | $ 1,572,774 | $ 2,443,847 |

September 30, 2024

| | Credit rating A | Credit rating B | Credit rating C | Others | Total |
|---|---|---|---|---|---|
| Total carrying amount | $ 7,453 | $ 744,302 | $ 104,216 | $1,651,638 | $2,507,609 |
| Loss allowance (lifetime ECLs) | - | - | - | ( 2,017 ) | ( 2,017 ) |
| Amortized cost | $ 7,453 | $ 744,302 | $ 104,216 | $1,649,621 | $2,505,592 |

Changes in the allowance for impairment loss recognized on accounts receivable were as follows:

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|
| Balance at the beginning of the period | $ 13,261 | $ 3,035 |
| Expected credit impairment loss | 1,298 | 1,823 |
| Amounts written off for this Period | - | ( 2,933 ) |
| Exchange difference | ( 880 ) | 92 |
| Balance at the end of the period | $ 13,679 | $ 2,017 |

The aging of receivables (including those from related parties) is analyzed as follows:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Not overdue | $ 1,581,862 | $ 2,308,065 | $ 2,454,330 |
| Up to 60 days | 145,322 | 140,849 | 44,458 |
| Past due over 61 days | 25,066 | 8,194 | 8,821 |
| Total | $ 1,752,250 | $ 2,457,108 | $ 2,507,609 |

The above aging schedule was based on the number of days past due from the end of the credit term.

b. Other receivables

Other receivables of the Group as of September 30, 2025 and December 31 and September 30, 2024 have been assessed for impairment losses on the basis of expected credit losses.

## 11. INVENTORIES

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Finished goods | $ 484,721 | $ 599,359 | $ 547,055 |
| Work in process | 134,293 | 209,902 | 216,100 |
| Raw materials | 310,499 | 292,635 | 466,583 |
| Supplies | 32,769 | 35,742 | 34,712 |
| | $ 962,282 | $ 1,137,638 | $ 1,264,450 |

The cost of goods sold related to inventory for the periods from July 1 to September 30, 2025 and 2024, and from January 1 to September 30, 2025 and 2024, amounted to NT$3,266,104 thousand, NT$4,844,174 thousand, NT$10,981,453 thousand, and NT$13,339,095 thousand, respectively.

The cost of goods sold for the periods from July 1 to September 30, 2025, and from January 1 to September 30, 2025, included write-downs of inventory to net realizable value amounting to NT$1,555 thousand and NT$13,725 thousand, respectively.

The cost of goods sold for the periods from July 1 to September 30, 2024, and January 1 to September 30, 2024, respectively included a loss on write-down of inventory net realizable value amounting to NT$2,760 thousand and a gain on recovery of inventory net realizable value amounting to NT$6,950 thousand. The reversals were due to an increase in the market selling prices of the inventory.

## 12. SUBSIDIARY

Subsidiaries included in the consolidated financial statements

The consolidated financial statements are prepared by the following subjects:

| | | | Proportion of ownership | | | |
|---|---|---|---|---|---|---|
| Investor company | Name of subsidiary | Nature of business | September 30, 2025 | December 31, 2024 | September 30, 2024 | Description |
| The Company | TAITA (BVI) Holding Co., Ltd. (TAITA(BVI)) | Reinvestment | 100% | 100% | 100% | - |
| TAITA (BVI) | Taita Chemical (Zhongshan) Co., Ltd. ("TTC (ZS)") | Production and sales of polystyrene derivatives | 100% | 100% | 100% | 1. |
| | Taita Chemical (Tianjin) Co., Ltd. ("TTC (TJ)") | Production and sales of polystyrene derivatives | 100% | 100% | 100% | 2. |
| | Zhangzhou Taita Chemical Company, Limited (TTCZZ) | Production and sales of polystyrene derivatives | 100% | 100% | 100% | 3. |

a. Till September 30, 2025, the amount of investment in Taita Zhongshan was USD 43,000 thousand, and the company's surplus was transferred to the capital increase of USD 3,250 thousand in 2007. Till September 30, 2025, the company's paid-in capital was USD 46,250 thousand.

b. Till September 30, 2025, the amount of investment in Taita Tianjin was USD 26,000 thousand, and the company's surplus in 2012 was transferred to the capital increase of USD 1,350 thousand. Till September 30, 2025, the company's paid-in capital was USD 27,350 thousand. Due to the curtailing demand in the local market, the management of the Company decided to suspend the production of Taita Tianjin from April 2019.

c. On December 3, 2020, the Board of Directors of the Company resolved to establish Zhangzhou Taita with an investment of RMB 314,000 thousand through Taita (BVI). Taita Zhangzhou was founded and registered on June 28, 2021. As of September 30, 2025, the paid-in capital of the company amounted to CNY 306,950 thousand (USD 48,580 thousand).

The financial statements of the subsidiaries included in this consolidated financial report are calculated based on the financial statements of the subsidiaries for the same period reviewed by CPAs.

## 13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Individually insignificant associates | | | |
| Listed company | | | |
| China General Plastics Corporation (CGPC) | $ 155,339 | $ 173,215 | $ 179,086 |
| Acme Electronics Corp. ("ACME") | 43,563 | 47,353 | 48,377 |
| Unlisted company | | | |
| China General Terminal & Distribution Corporation (CGTD) | 287,169 | 302,831 | 319,414 |
| ACME Electronics (Cayman) Corp.（ACME (Cayman)） | 75,779 | 80,387 | 75,729 |
| | $ 561,850 | $ 603,786 | $ 622,606 |

Summarized information of associates that is not individually material

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| The Group's share of: | | | | |
| Net loss from continuing operations for the period | ($ 15,207) | ($ 15,651) | ($ 29,132) | ($ 5,654) |
| Other comprehensive gain (loss) | 8,471 | 13,885 | ( 11,083) | 1,272 |
| Total comprehensive (loss) income for the year | ($ 6,736) | ($ 1,766) | ($ 40,215) | ($ 4,382) |

The Group's ownership interest and percentage of voting right in associate at the end of the reporting period were as follows:

| Company name | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| CGPC | 1.98% | 1.98% | 1.98% |
| ACME | 2.34% | 2.34% | 2.34% |
| CGTD | 33.33% | 33.33% | 33.33% |
| ACME（Cayman） | 4.42% | 4.42% | 4.42% |

For the nature of activities, principal places of business and countries of incorporation of the associates, please refer to Table 4 "Information on Investees".

On February 6, 2024, ACME (Cayman) resolved to carry out a cash capital increase, issuing 6,000 thousand new shares at a par value of USD 0.1 per share, with a premium of USD 1 per share. The Company participated in the aforementioned capital increase based on its original shareholding of 4.42%, resulting in a capital increase of USD 265 thousand for ACME (Cayman); On November 26, 2024, ACME (Cayman) resolved to carry out a cash capital increase, issuing 6,000 thousand new shares at a par value of USD 0.1 per share, with a premium of USD 1 per share. The Company participated in the aforementioned capital increase based on its original shareholding of 4.42%, resulting in a capital increase of USD 265 thousand for ACME (Cayman).

The Company with its affiliates jointly held more than 20% of the shareholdings of CGPC, Acme, Acme (Cayman) had significant influence over each entity. Therefore, the Company adopted the equity method to evaluate the above investments.

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

| Company name | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| CGPC | $ 131,284 | $ 137,618 | $ 204,988 |
| ACME | $ 138,516 | $ 136,769 | $ 179,446 |

The profits and losses and the shares of other comprehensive profits and losses, under the equity method, entitled to the associates and the Group were recognized on the basis of the financial reports of the associates reviewed by the CPA during the same period, except that the financial reports of CGTD were not reviewed by the CPA. The management of the Group believes that the financial reports of CGTD weren't reviewed by the CPA and it would cause no significant impact.

## 14. PROPERTY, PLANT AND EQUIPMENT

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Carrying amount by function | | | |
| Freehold Land | $ 634,432 | $ 634,432 | $ 634,432 |
| Buildings | 219,139 | 239,190 | 246,806 |
| Machinery and equipment | 763,708 | 824,023 | 834,628 |
| Transportation equipment | 2,219 | 2,530 | 2,572 |
| Other equipment | 47,900 | 52,853 | 51,936 |
| Construction in progress | 221,954 | 176,476 | 148,320 |
| | $ 1,889,352 | $ 1,929,504 | $ 1,918,694 |

Except for the recognition of depreciation expenses, the Group did not experience any significant additions, disposals, or impairments of property, plant and equipment during the periods from January 1 to September 30, 2025, and 2024.

Depreciation charges are set aside on a straight-line over their estimated useful lives as follows:

| | |
|---|---|
| Buildings | |
| Factories | 20, 30, 35, 40 and 55 years |
| Offices and laboratories | 26-35 Years |
| Storage rooms | 20-25 Years |
| Storage tanks | 8-20 Years |
| Others | 2-9 Years |
| Machinery and equipment | |
| Environmental protection equipment | 15-20 Years |
| Monitoring equipment | 11-15 Years |
| Storage tank and pipeline systems | 10-15 Years |
| Production and packaging equipment | 8-15 Years |
| Power systems | 7-15 Years |
| Others | 2-8 Years |
| Transportation equipment | 5-15 years |
| Other equipment | 2-15 years |

The Company's accounts do not include any collateral for property, plant and equipment.

## 15. LEASE ARRANGEMENTS

a. Right-of-use assets

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Carrying amount of right-of-use assets | | | |
| Land | $ 237,488 | $ 258,924 | $ 259,183 |

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Depreciation charge for right-of-use assets | | | | |
| Land | $ 2,400 | $ 2,502 | $ 7,340 | $ 7,477 |

Except for the recognition of depreciation expenses, there was no significant increase, sublease or impairment of the Group's right-of-use assets for the three months ended September 30, 2025 and 2024.

b. Lease liabilities

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Lease liabilities carrying amount | | | |
| Current | $ 4,756 | $ 4,717 | $ 4,704 |
| Non-current | $ 20,805 | $ 24,377 | $ 25,562 |

As of September 30, 20255 and December 31 and September 30, 2024, the discount rates for the lease liability are all 1.10%.

The Group leases land in Linyuan to build factories from related party. When rental period ends, the Group has no bargain purchase price option for the land leased. Transactions with related parties are set out in Note 29.

c. Other lease information

For lease arrangements under operating leases for leasing out of investment properties, please refer to Note 16.

| | July 1 to September 30, 2025 | July 1 to September 30, 2025 | January 1 to September 30, 2025 | January 1 to September 30, 2025 |
|---|---|---|---|---|
| Expenses relating to short-term leases | $ 4,122 | $ 4,760 | $ 12,817 | $ 14,369 |
| Expenses relating to low-value asset leases | $ - | $ 7 | $ 10 | $ 18 |
| Total cash outflow for leases | $ 5,376 | $ 6,020 | $ 16,587 | $ 18,146 |

The Group leases certain office equipment, machinery equipment, transportation equipment which qualify as short-term leases and certain other equipment which qualify as 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.

## 16. INVESTMENT PROPERTIES, NET

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Land | $ 108,178 | $ 108,178 | $ 108,178 |

Management was unable to reliably measure the fair value of investment properties located in Qianzhen District, Xingbang Section and Linyuan Industrial Park, because the fair value for comparable properties is inactive and alternative reliable measurements of fair value are not available. Therefore, the Group concluded that the fair value of the investment properties is not reliably measurable.

The land of the former township factory of the Group is leased to CGTD, and the actual rental area is agreed upon, and collected on a monthly basis (please refer to Notes 24 and 29).

## 17. BORROWINGS

a. Short-term borrowings

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Unsecured borrowings | | | |
| Line of credit borrowings | $ 1,560,000 | $ 1,840,000 | $ 1,770,000 |

The interest rates for line of credit borrowings as of September 30, 2025, December 31, 2024, and September 30, 2024, were 1.89% to 2.03%, 1.85% to 2.05%, and 1.80% to 1.92%, respectively.

Some of the Company's loan agreements stipulate that the current ratio and debt ratio as stated on the financial statements shall not be less than a specified percentage, and that if such a percentage fails to be met, the Company shall propose improvement measures to the banks concerned. Till September 30, 2025, the Group has not violated the aforementioned financial ratios.

b. Short-term notes and bills payable (December 31, 2024, and September 30, 2024: None)

| | September 30, 2025 |
|---|---|
| Commercial paper payable | $ 100,000 |
| Decrease: Discount on short-term notes and bills payable | ( 38 ) |
| | $ 99,962 |

As of September 30, 2025, the interest rate for short-term notes and bills payable is 1.74%.

## 18. ACCOUNTS PAYABLE

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Accounts payable (including related parties) | | | |
| Arising from operations (Note 29) | $ 764,835 | $ 912,819 | $ 928,058 |

The average credit period of the Group is between 30 and 45 days. The Group has financial risk management policies to ensure that all accounts payable are paid within the credit terms.

## 19. OTHER PAYABLES

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Payables for salaries and bonuses | $ 68,690 | $ 85,830 | $ 83,629 |
| Payables for fares | 54,391 | 90,839 | 127,449 |
| Payables for utilities | 48,251 | 40,627 | 39,226 |
| Payables for purchases of equipment | 24,217 | 13,896 | 15,716 |
| Others | 106,561 | 114,052 | 95,246 |
| | $ 302,110 | $ 345,244 | $ 361,266 |

## 20. REFUND LIABILITIES - CURRENT

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Sales allowances | $ 1,498 | $ 1,215 | $ 1,448 |

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|
| Balance at the beginning of the period | $ 1,215 | $ 1,314 |
| Provision for the current period | 6,272 | 6,575 |
| Returns and rebates for the current period | ( 5,989 ) | ( 6,441 ) |
| Balance at the end of the period | $ 1,498 | $ 1,448 |

The refund provision is based on the management's judgments and other known reasons for which estimated product returns and rebates may occur for the year ended. The provision is recognized as a reduction of operating income in the periods in which the related goods are sold.

## 21. RETIREMENT BENEFIT PLANS

a. Defined contribution plans

The Company adopts a pension plan under the Labor Pension Act, which is a state-managed defined contribution plan. According to the Labor Pension Act, the Company makes monthly contributions to employees' individual pension accounts at 6% of their monthly salaries.

The employees of the Group's subsidiary, TTC (ZS), in mainland China is the member of a state-managed retirement benefit plans operated by the government of mainland China. The subsidiary is required to contribute a specified percentage of payroll costs to the retirement benefit schemes to fund the benefits. The only obligation of the Group with respect to the retirement benefit plans is to make the specified contributions.

b. Defined benefit plans

The defined benefit plan adopted by the Company in accordance with the Labor Standards Act is operated by the government of the ROC. Pension benefits are calculated on the basis of the length of service and average monthly salaries of the 6 months before retirement. Since November 1986, the Company contributed a specific rate (currently 12%) of total monthly salaries and wages to a pension fund administered by the pension fund monitoring committee. Pension contributions are deposited in the Bank of Taiwan in the committee's name. The pension fund is managed by the Bureau of Labor Funds, Ministry of Labor (the "Bureau"); the Company has no right to influence the investment policy and strategy.

For the periods from July 1 to September 30 in 2025 and 2024, and from January 1 to September 30 in 2025 and 2024, the recognized costs related to defined benefit pension plans are calculated based on the pension cost rate determined by actuarial valuations as of December 31, 2024 and December 31, 2023. The amounts recognized in profit or loss are summarized by function as follows:

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Cost of goods sold | $ 384 | $ 623 | $ 1,235 | $ 1,864 |
| Selling and marketing expenses | 15 | 32 | 46 | 102 |
| Administrative expenses | 6 | 9 | 20 | 28 |
| Research and development expenses | 14 | 22 | 44 | 63 |
| | $ 419 | $ 686 | $ 1,345 | $ 2,057 |

From January 1 to September 30, 2025 and 2024, the Company allocated NT$13,969 thousand and NT$14,852 thousand respectively to the Taiwan bank account designated by the Supervisory Committee of Labor Retirement Reserve.

## 22. EQUITY

a. Ordinary shares

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Number of shares authorized (in thousands) | 400,000 | 400,000 | 400,000 |
| Shares authorized | $ 4,000,000 | $ 4,000,000 | $ 4,000,000 |
| Number of shares issued and fully paid (in thousands) | 397,587 | 397,587 | 397,587 |
| Shares issued | $ 3,975,868 | $ 3,975,868 | $ 3,975,868 |

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

b. Capital surplus

The capital surplus which arises from share premium (including premiums from issuance of ordinary shares at a price above par value) 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 share capital (subject to an annual limit at a certain percentage of the Company's paid-in capital).

Capital surplus arising from unpaid dividends due to overdue and from the exercise of the right of escheat may be used to offset deficits only. Capital surplus from investments in subsidiaries and/or associates accounted for under the equity method may not be used for any purpose.

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the amended Articles, where the Company has after-tax profit in a fiscal year, such profit shall first be used to offset accumulated losses, setting aside as a 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, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of employees' compensation and remuneration of directors after the amendment, refer to employees' compensation and remuneration of directors in Note 24 (8).

In addition, according to the provisions of the Company's Articles, the industry that the Company operates in is in the maturity stage. Consequently, in order to take R&D needs and diversification into consideration, shareholders' dividends shall be no less than 10% of the distributable earnings in the current year, of which cash dividends shall be no less than 10% of the total dividends. However, dividends may be stopped if the distributable profit per share in the current fiscal year is less than NT$0.1.

The 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 deficits. 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 Company appropriated to and reversed from a special reserve in accordance with Jin-Guan-Zheng-Fa-Zi No. 1090150022.

The Company held its annual shareholders' meetings on May 28, 2025, and May 31, 2024, where the resolutions for the distribution of earnings for the fiscal years 2024 and 2023 were approved as follows:

| | Appropriation of earnings | | Dividends per share (NT$) | |
|---|---|---|---|---|
| | 2024 | 2023 | 2024 | 2023 |
| Cash Dividends | $ 79,517 | $ 119,276 | $ 0.2 | $ 0.3 |

d. Special reserve

The Company reserved a special reserve on the first-time adoption of IFRSs as follows:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Special reserve | $ 308,061 | $ 308,061 | $ 308,061 |

The Company's amount of unrealized revaluation gain and cumulative adjustments transferred into retained earnings were $279,270 thousand and $160,233 thousand, respectively. The increase in retained earnings arising from the first-time adoption of IFRSs was not sufficient for the special reserve appropriation; thus, the Company appropriated a special reserve in the amount of $308,061 thousand which was the net increase of retained earnings arising from the first-time adoption of IFRSs. As of September 30, 2025, there was no change in the special reserve.

e. Other equity items

1) Exchange differences on translating the financial statements of foreign operations

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|
| Balance at the beginning of the period | ($ 22,187) | ($ 153,014) |
| Incurred this period | | |
| Exchange differences on translation of foreign operations | ( 195,961) | 123,673 |
| Share in associates accounted for under the equity method | ( 4,899) | 9,655 |
| Related income tax | 39,694 | ( 26,099) |
| Balance at the end of the period | ($ 183,353) | ($ 45,785) |

Exchange differences on translating net assets of foreign operations are translated into the presentation currency, the New Taiwan dollar. The resulting currency translation differences are recognized in other comprehensive income as exchange differences on translating the financial statements of foreign operations in the respective period.

2) Unrealized gain (loss) on financial assets at FVTOCI

| | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|
| Balance at the beginning of the period | $ 99,948 | $ 266,098 |
| Incurred this period | | |
| Unrealized Gain (Loss) | | |
| Equity instruments | ( 9,821 ) | ( 54,396 ) |
| Share in associates accounted for under the equity method | ( 6,184 ) | ( 8,383 ) |
| Balance at the end of the period | $ 83,943 | $ 203,319 |

## 23. REVENUE

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Revenue from contracts with customers | | | | |
| Proceeds of sale | $ 3,392,440 | $ 5,185,907 | $ 11,474,808 | $ 13,919,661 |

Refer to Note 34 for segment revenue of major products and operation results.

## 24. NET LOSS BEFORE INCOME TAX

a. Interest income

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Cash and cash equivalents | $ 8,558 | $ 10,629 | $ 27,305 | $ 31,781 |
| Financial assets at fair value through profit or loss (Note 7) | 162 | 200 | 2,276 | 1,867 |
| | $ 8,720 | $ 10,829 | $ 29,581 | $ 33,648 |

b. Other income

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Rental income - operating lease (Notes 16 and 29) | $ 2,661 | $ 6,698 | $ 7,872 | $ 19,837 |
| Government subsidies | - | - | 810 | - |
| Dividend income | | | | |
| Financial assets at fair value through profit or loss (Note 7) | 2,000 | 2,712 | 2,000 | 2,998 |
| Financial assets at fair value through other comprehensive income | - | - | 3,022 | 5,288 |
| Others | 4,523 | 2,321 | 5,599 | 4,645 |
| | $ 9,184 | $ 11,731 | $ 19,303 | $ 32,768 |

c. Other gains and losses

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Loss and gain of financial assets at fair value through profit or loss (Note 7) | ($ 2,340) | ($ 1,137) | ($ 17,762) | $ 4,791 |
| Net gain (loss) through foreign currency exchange | 55,654 | ( 30,389) | ( 108,881) | 49,502 |
| Loss on disposal of property, plant, and equipment | ( 1) | ( 630) | ( 114) | ( 1,328) |
| Expenses from rental assets | ( 1,189) | ( 1,115) | ( 3,518) | ( 3,364) |
| Others | 127 | 14 | 1,502 | ( 4,756) |
| | $ 52,251 | ($ 33,257) | ($ 128,773) | $ 44,845 |

d. Gain or loss on foreign exchange

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Total foreign exchange gains | $ 64,434 | $ 28,837 | $ 130,948 | $ 136,242 |
| Total foreign exchange losses | ( 8,780) | ( 59,226) | ( 239,829) | ( 86,740) |
| Net profit (loss) | $ 55,654 | ($ 30,389) | ($ 108,881) | $ 49,502 |

e. Financial costs

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Interest on bank loans | $ 10,813 | $ 8,642 | $ 32,278 | $ 27,865 |
| Interest on lease liabilities (Note 29) | 72 | 85 | 227 | 266 |
| | $ 10,885 | $ 8,727 | $ 32,505 | $ 28,131 |

f. Depreciation and amortization

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Property, plant and equipment | $ 51,203 | $ 50,894 | $ 153,918 | $ 154,883 |
| Right-of-use assets (Note 15) | 2,400 | 2,502 | 7,340 | 7,477 |
| Intangible assets | - | 24 | - | 498 |
| Total | $ 53,603 | $ 53,420 | $ 161,258 | $ 162,858 |
| Analysis of depreciation by function | | | | |
| Cost of goods sold | $ 50,468 | $ 50,023 | $ 151,512 | $ 152,257 |
| Operating expenses | 2,703 | 3,020 | 8,500 | 9,024 |
| Other gains and losses | 432 | 353 | 1,246 | 1,079 |
| | $ 53,603 | $ 53,396 | $ 161,258 | $ 162,360 |
| Analysis of amortization by function | | | | |
| Cost of goods sold | $ - | $ - | $ - | $ 400 |
| Administrative expenses | - | 24 | - | 98 |
| | $ - | $ 24 | $ - | $ 498 |

g. Employee benefits expense

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Post-employment benefits (Note 21) | | | | |
| Defined contribution plans | $ 5,721 | $ 5,547 | $ 17,482 | $ 16,523 |
| Defined benefit plans | 419 | 686 | 1,345 | 2,057 |
| | 6,140 | 6,233 | 18,827 | 18,580 |
| Other employee benefits | 122,793 | 133,986 | 371,340 | 389,303 |
| Total | $ 128,933 | $ 140,219 | $ 390,167 | $ 407,883 |
| Total employee benefits expense by function | | | | |
| Operating cost | $ 107,492 | $ 115,996 | $ 326,269 | $ 337,886 |
| Operating expenses | 21,441 | 24,223 | 63,898 | 69,997 |
| | $ 128,933 | $ 140,219 | $ 390,167 | $ 407,883 |

h. Employees' compensation and remuneration of directors

According to Articles of Incorporation of the Company, the Company accrued employees' compensation and remuneration of directors at the rates of no less than 1% of the current-year profit and no higher than 1% of the current-year profit, respectively. However, the Company's accumulated deficits should be offset in advance. In accordance with the amendment to the Securities and Exchange Act in August 2024, the Company has amended its Articles of Incorporation upon approval at the 2025 Annual General Shareholders' Meeting to stipulate that no less than 40% of the total amount of employee compensation to be distributed shall be allocated to non-managerial employees. The employees' compensation can be distributed in the form of shares or cash. When the employees of the Company's subsidiaries meet specific requirements they are also entitled to receive compensation in shares or cash. These requirements are set by the Board of Directors.

From January 1 to September 30, 2025 and 2024, employees' compensation was not estimated due to losses.

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

Due to losses in the fiscal years 2024 and 2023, employee compensation and director remuneration were not estimated nor payments made.

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

## 25. INCOME TAX

a. Major components of income tax benefit recognized in profit or loss were as follows:

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Current tax | | | | |
| In respect of the current period | ( $ 1,719 ) | $ 1,595 | $ 5,535 | $ 1,595 |
| Adjustments from previous years | - | ( 778 ) | 594 | ( 778 ) |
| | ( 1,719 ) | 817 | 6,129 | 817 |
| Deferred tax | | | | |
| In respect of the current period | ( 13,599 ) | ( 5,002 ) | ( 78,985 ) | ( 37,883 ) |
| Adjustments from previous years | - | - | 2 | 18 |
| | ( 13,599 ) | ( 5,002 ) | ( 78,983 ) | ( 37,865 ) |
| Income tax benefit recognized in profit or loss | ( $ 15,318 ) | ( $ 4,185 ) | ( $ 72,854 ) | ( $ 37,048 ) |

b. Income tax recognized in other comprehensive income

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Deferred tax | | | | |
| Incurred this period | | | | |
| －Exchange differences on translating the financial statements of foreign operations | ( $ 27,623 ) | $ 4,195 | $ 39,694 | ( $ 26,099 ) |

c. Income tax assessments

The Company's business income tax declaration case has been approved by the taxation and taxation authority for 2022.

d. Income tax related to subsidiaries were as follows:

1) Taita (BVI) is subject to a zero tax rate for both January 1 to September 30, 2025 and 2024 as a result of applicable local government tax exemptions.

2) Taita Zhongshan, Taita Tianjin, and Zhangzhou Taita comply with the regulations of the local enterprise income tax law, and the applicable tax rate is 25%.

## 26. LOSS PER SHARE

Unit: NT$ per share

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Basic loss per share | ( $ 0.18 ) | ( $ 0.25 ) | ( $ 0.93 ) | ( $ 0.60 ) |
| Diluted loss per share | ( $ 0.18 ) | ( $ 0.25 ) | ( $ 0.93 ) | ( $ 0.60 ) |

The net loss and weighted average number of ordinary shares outstanding in the computation of loss per share were as follows:

Net loss for the period

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Net loss used to calculate the basic and diluted loss per share | ( $ 73,440 ) | ( $ 98,969 ) | ( $ 370,840 ) | ( $ 239,931 ) |

Number of shares

Unit: thousands of shares

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Weighted average number of ordinary shares used in the computation of basic and diluted loss per share | 397,587 | 397,587 | 397,587 | 397,587 |

## 27. CAPITAL RISK MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance. The Group’s overall management strategy remains unchanged from the past year.

The capital structure of the Group consists of its net debt and equity.

Key management personnel of the Group review the capital structure periodically. As part of this review, the key management personnel consider the cost of capital and the risks associated with each class of capital. Based on recommendations of the key management personnel, in order to balance the overall capital structure, the Group may adjust the amount of dividends paid to shareholders, and the amount of new debt issued or existing debt redeemed.

## 28. FINANCIAL INSTRUMENTS

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

The management of the Group considers that the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values. Otherwise, the fair values cannot be reliably measured.

b. Fair value of financial instruments 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 fair value through profit or loss | | | | |
| Investments in equity instruments | | | | |
| —Domestic listed (OTC) shares | $ 48,000 | $ - | $ - | $ 48,000 |
| —Foreign unlisted shares | - | - | - | - |
| Mutual funds | 65,585 | - | - | 65,585 |
| Beneficiary securities | 58,850 | - | - | 58,850 |
| Total | $ 172,435 | $ - | $ - | $ 172,435 |
| Financial assets at fair value through other comprehensive income | | | | |
| Investments in equity instruments | | | | |
| —Domestic listed (OTC) shares | $ 152,611 | $ - | $ - | $ 152,611 |
| —Domestic unlisted (OTC) shares | - | - | 5 | 5 |
| —Foreign unlisted shares | - | - | - | - |
| Total | $ 152,611 | $ - | $ 5 | $ 152,616 |

December 31, 2024

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Financial assets at fair value through profit or loss | | | | |
| Investments in equity instruments | | | | |
| —Domestic listed (OTC) shares | $ 63,400 | $ - | $ - | $ 63,400 |
| —Foreign unlisted shares | - | - | - | - |
| Mutual funds | 296,774 | - | - | 296,774 |
| Beneficiary securities | 60,832 | - | - | 60,832 |
| Total | $ 421,006 | $ - | $ - | $ 421,006 |
| Financial assets at fair value through other comprehensive income | | | | |
| Investments in equity instruments | | | | |
| —Domestic listed (OTC) shares | $ 162,432 | $ - | $ - | $ 162,432 |
| —Domestic unlisted (OTC) shares | - | - | 5 | 5 |
| —Foreign unlisted shares | - | - | - | - |
| Total | $ 162,432 | $ - | $ 5 | $ 162,437 |

September 30, 2024

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Financial assets at fair value through profit or loss | | | | |
| Investments in equity instruments | | | | |
| －Domestic listed (OTC) shares | $ 91,274 | $ - | $ - | $ 91,274 |
| －Foreign unlisted shares | - | - | - | - |
| Mutual funds | 17,847 | - | - | 17,847 |
| Beneficiary securities | 63,566 | - | - | 63,566 |
| Total | $ 172,687 | $ - | $ - | $ 172,687 |
| Financial assets at fair value through other comprehensive income | | | | |
| Investments in equity instruments | | | | |
| －Domestic listed (OTC) shares | $ 244,025 | $ - | $ - | $ 244,025 |
| －Domestic unlisted (OTC) shares | - | - | 6 | 6 |
| －Foreign unlisted shares | - | - | - | - |
| Total | $ 244,025 | $ - | $ 6 | $ 244,031 |

From January 1 to September 30, 2025 and 2024, there was no transfer between Level 1 and Level 2 financial assets at fair value measurements.

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

Financial assets at FVTOCI - equity instruments

| Financial assets | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|
| Balance at the beginning and end of the period | $ 5 | $ 6 |

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

To determine the fair value for Level 3 financial instruments, the Group’s investment department conducts independent fair value verification using external resources so as to better reflect the market conditions, as well as periodically reviewing the valuation results in order to guarantee the rationality of the measurement. The fair value of the unlisted equity investment held by the Group domestically and abroad is evaluated by the asset-based approach, and its fair value is determined by referring to the latest net value of the investment company and its observable financial and operating conditions; the unobservable input value used on September 30, 2025, and September 30 and December 31, 2024, is a liquidity discount of 15%.

c. Categories of financial instruments

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Financial assets | | | |
| Financial assets measured at fair value through profit or loss - mandatorily classified as at fair value through profit or loss | $ 172,435 | $ 421,006 | $ 172,687 |
| Financial assets at amortized cost (Note 1) | 4,155,029 | 4,824,556 | 4,713,115 |
| Financial assets at FVTOCI - investments in equity instruments | 152,616 | 162,437 | 244,031 |
| Financial liabilities | | | |
| Measured at amortized cost (Note 2) | 2,659,183 | 3,014,383 | 2,979,450 |

Note 1: The balance includes cash and cash equivalents, fixed-term deposits with original maturity over 3 months, pledge certificates of deposit, notes receivable and accounts receivable (including related parties), other receivables (including related parties, excluding business tax refunds receivable) and deposits and other financial assets measured at amortized cost.

Note 2: The balance includes financial liabilities at amortized cost, which includes short-term loans, short-term notes and bills payable, accounts payable (including related parties), and other payables (including related parties and excluding payables for salary and taxes).

d. Financial risk management objectives and policies

The Group’s conduct of risk controlling and hedging strategy is influenced by the operational environment. The Group monitors and manages the financial risk by business nature and risk dispersion. These risks include market risk (including foreign currency risk, interest rate risk and other price risks), credit risk and liquidity risk.

1) Market risk

The main financial risks the Group is exposed to in the business activities are foreign exchange risk, interest rate risk, and other price risk.

There has been no change 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 conducted foreign currency sales and purchases, which exposed the Group to foreign currency risk. In order to avoid the impact of foreign currency exchange rate changes, which lead to deductions in foreign currency denominated assets and fluctuations in their future cash flows, the Group used foreign exchange forward contracts to eliminate foreign currency exposure and thus mitigate the impact of the risk. The use of foreign exchange forward contracts was governed by the Company's policies approved by the Board of Directors. Compliance with policies and exposure limits was reviewed by internal auditors on a continuous basis. The Group does not undergo the transaction of the forward foreign exchange contracts for speculative purposes.

For the Group's monetary assets and liabilities, denominated in non-functional currencies on the balance sheet date (including the monetary items and non-functional currencies written off in the consolidated financial statements), please refer to Note 32.

Sensitivity analysis

The sensitivity analysis of foreign currency risk mainly focuses on the computation of foreign currency monetary items at the end of the financial reporting period (U.S. dollar denominated items). When the functional currency of the consolidated entity appreciates/depreciates by 3% against USD, the Group's net loss before tax will increase/decrease by NT$24,010 thousand and NT$33,393 thousand from January 1 to September 30, 2025 and 2024.

In management's opinion, this sensitivity analysis is unrepresentative of the Company's inherent foreign exchange risk because the exposure at the end of the reporting period did not reflect the exposure during the period.

b) Interest rate risk

The Group was exposed to the fair value risk of interest rate fluctuations for the fixed interest rate bearing financial assets and financial liabilities; the Group was exposed to the cash flow risk of interest rate fluctuations for the floating interest rate bearing financial assets and financial liabilities. The Group's management regularly monitors the fluctuations in market rates and then adjusted its balance of fixed rate and floating rate bearing financial instruments to make the Group's interest rates more closely approach market rates in response to the interest rate risk.

The carrying amount 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 | $ 1,938,230 | $ 1,840,504 | $ 1,864,489 |
| －Financial liabilities | 1,535,523 | 1,529,094 | 1,300,266 |
| Cash flow interest rate risk | | | |
| －Financial assets | 437,032 | 482,820 | 283,183 |
| －Financial liabilities | 150,000 | 340,000 | 500,000 |

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rate risk of cash flow for both financial assets and liabilities at the end of the reporting period. The fixed-rate financial assets and liabilities held by the Group are not included in the analysis as they are all measured at amortized cost. A 0.5% increase/decrease of market interest was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rate. With all other variables remaining unchanged, a 0.5% increase/decrease in market rates of interest would result in an decrease / increase of NT$1,076 thousand in net loss before tax for the Group from January 1 to September 30, 2025 and increase/decrease of NT$813 thousand in net loss before tax for the Group from January 1 to September 30, 2024.

c) Other price risks

The Group was exposed to the equity price risk through its investments in domestic and foreign listed and unlisted (OTC) shares, beneficiary securities, fund beneficiary certificates and other securities investments. The Group manages this exposure by maintaining a portfolio of investments with different risks. In addition, the Group has appointed a special team to monitor the price risk.

Sensitivity analysis

Sensitivity analysis is based on the price of equity securities at the balance sheet date. However, in the financial assets of the Group measured at fair value through profit or loss, the risk of the price volatility of the monetary market funds is very low, so it is not included in the analysis.

If equity prices increase/decrease by 5%, the pre-tax net loss for the periods from January 1 to September 30 in 2025 and 2024 will decrease/increase by NT$6,122 thousand and NT$8,634 thousand, respectively, due to changes in the fair value of financial assets measured at fair value through profit or loss (excluding money market fund investments). Additionally, the pre-tax other comprehensive income for the same periods will increase/decrease by NT$7,631 thousand and NT$12,202 thousand, respectively, due to changes in the fair value of financial assets measured at fair value through other comprehensive income.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations and result in financial loss to the Group. The Group adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults.

The counterparties of the Group's accounts receivable included numerous clients distributed over a variety of areas and were not centered on a single client or location. Furthermore, the Company continuously evaluates the financial condition of its accounts receivable customers; therefore, its credit risk remains limited. On the balance sheet date, the Group's maximum exposure to credit risk is approximately the carrying amounts respective recognized financial assets as stated in the balance sheet.

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.

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

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The table was 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.

September 30, 2025

| | Weighted average interest rate (%) | On Demand or Less than 1 Year | 1-5 years | More than 5 years |
|---|---|---|---|---|
| Non-derivative financial liabilities | | | | |
| Non-interest bearing liabilities | | $ 999,221 | $ - | $ - |
| Lease liabilities | 1.10 | 5,013 | 20,052 | 1,253 |
| Floating interest rate liabilities | 1.89 | 150,458 | - | - |
| Fixed interest rate liabilities | 1.95 | 1,511,792 | - | - |
| | | $ 2,666,484 | $ 20,052 | $ 1,253 |

Further information on the maturity analysis of lease liabilities is as follows:

| | Less than 1 year | 1-5 years | 5-10 years |
|---|---|---|---|
| Lease liabilities | $ 5,013 | $ 20,052 | $ 1,253 |

December 31, 2024

| | Weighted average interest rate (%) | On Demand or Less than 1 Year | 1-5 years | More than 5 years |
|---|---|---|---|---|
| Non-derivative financial liabilities | | | | |
| Non-interest bearing liabilities | | $ 1,174,383 | $ - | $ - |
| Lease liabilities | 1.10 | 5,013 | 20,052 | 5,013 |
| Floating interest rate liabilities | 1.98 | 343,176 | - | - |
| Fixed interest rate liabilities | 1.98 | 1,503,411 | - | - |
| | | $ 3,025,983 | $ 20,052 | $ 5,013 |

Further information on the maturity analysis of lease liabilities is as follows:

| | Less than 1 year | 1-5 years | 5-10 years |
|---|---|---|---|
| Lease liabilities | $ 5,013 | $ 20,052 | $ 5,013 |

September 30, 2024

| | Weighted average interest rate (%) | On Demand or Less than 1 Year | 1-5 years | More than 5 years |
|---|---|---|---|---|
| Non-derivative financial liabilities | | | | |
| Non-interest bearing liabilities | | $ 1,209,450 | $ - | $ - |
| Lease liabilities | 1.10 | 5,013 | 20,052 | 6,266 |
| Floating interest rate liabilities | 1.88 | 502,252 | - | - |
| Fixed interest rate liabilities | 1.86 | 1,271,959 | - | - |
| | | $ 2,988,674 | $ 20,052 | $ 6,266 |

Further information on the maturity analysis of lease liabilities is as follows:

| | Less than 1 year | 1-5 years | 5-10 years |
|---|---|---|---|
| Lease liabilities | $ 5,013 | $ 20,052 | $ 6,266 |

b) Financing facilities

The Group relies on bank loans as a significant source of liquidity. As of the balance sheet date, the unused loan amounts of banks of the Group were as follows:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Bank loan facilities | | | |
| －Amount unused | $ 2,956,774 | $ 3,251,675 | $ 3,314,078 |

## 29. RELATED PARTY TRANSACTIONS

The Company’s ultimate parent is USI Corporation, which held 36.79% of the common stocks of the Company as of September 30, 2025, and September 30, December 31, 2024.

Balances and transactions between the Company and its subsidiaries have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in the other notes, details of transactions between the Group and other related parties are disclosed below.

a. Name of the related party and their relationship

| Name of the related party | Relationship with the Group |
|---|---|
| USI | Ultimate parent company |
| Union Polymer International Investment Corporation (UPIIC) | Parent company |
| CGPC | Associate |
| China General Plastics (ZhongShan) Co., Ltd. (CGPCZS) | Associate |
| CGPC Polymer Corporation (CGPCPOL) | Associate |
| Taiwan VCM Corporation (TVCM) | Associate |
| CGTD | Associate |
| Asia Polymer Corporation (APC) | Fellow subsidiary |
| Swanson Plastics Corporation (SPC) | Fellow subsidiary |
| Swanson Plastics (Kunshan) Co., Ltd. (SPK) | Fellow subsidiary |
| USI Management Consulting Corp. (UM) | Fellow subsidiary |
| USI Green Energy Corporation (SG) | Fellow subsidiary |
| Delmind Inc. (Delmind) | Related party in substance (as of September 12, 2025, classified as non-related party) |
| USI Education Foundation (USIF) | Related party in substance |

b. Sales of goods

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Ultimate parent company | $ - | $ 6,756 | $ 2,596 | $ 12,045 |

The Group’s credit period of sales of goods to related parties was from 30 days after delivering the products. The sales of goods between the Group and its related parties had no material differences from those of general sales transactions.

c. Purchase

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Fellow subsidiary | $ 101 | $ 100 | $ 1,431 | $ 301 |
| Associate | - | - | - | 2,562 |
| | $ 101 | $ 100 | $ 1,431 | $ 2,863 |

The Group's credit period of purchase of goods from related parties was from 30 days after acceptance. The purchase of goods between the Group and its related parties had no material differences from those of general purchase transactions.

d. Receivables from related parties (excluding loans to related parties)

| Related party category/name | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Ultimate parent company | $ - | $ 7,665 | $ - |

The outstanding receivables from related parties were unsecured. No impairment loss was recognized.

e. Payables to related parties (excluding loans from related parties)

| Related party category/name | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Fellow subsidiary | $ 68 | $ 79 | $ 53 |

The outstanding accounts payable from related parties are not overdue and not guaranteed.

f. Other transactions with related parties

1) Rental income (classified as other income, Notes 16 and 24)

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Associate | | | | |
| CGTD | $ 2,277 | $ 4,487 | $ 6,831 | $ 13,463 |
| TVCM | 69 | 1,824 | 206 | 5,471 |
| | 2,346 | 6,311 | 7,037 | 18,934 |
| Fellow subsidiary | 62 | 67 | 193 | 200 |
| | $ 2,408 | $ 6,378 | $ 7,230 | $ 19,134 |

2) Rental expenses (classified as cost of goods sold, selling and marketing expenses and administrative expenses)

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Ultimate parent company | | | | |
| USI | $ 1,251 | $ 1,222 | $ 3,768 | $ 3,680 |
| Fellow subsidiary | | | | |
| APC | 395 | 611 | 1,267 | 1,922 |
| Associate | 324 | 368 | 1,032 | 1,097 |
| | $ 1,970 | $ 2,201 | $ 6,067 | $ 6,699 |

The Group leased offices and parking spaces in Taipei from USI and APC. The rentals were set according to the actual rental area and paid on a monthly basis.

3) Lease arrangements

| Related party category/name | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Lease liabilities - current | | | |
| Fellow subsidiary | | | |
| APC | $ 4,756 | $ 4,717 | $ 4,704 |
| Lease liabilities - non-current | | | |
| Fellow subsidiary | | | |
| APC | $ 20,805 | $ 24,377 | $ 25,562 |

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Total lease expenses | | | | |
| Fellow subsidiary | | | | |
| APC | $ 1,254 | $ 1,254 | $ 3,760 | $ 3,760 |
| Interest expense | | | | |
| Fellow subsidiary | | | | |
| APC | $ 72 | $ 85 | $ 227 | $ 266 |

The Group leases land in Linyuan for factory use from APC and pays the rent on a monthly basis.

4) Storage tank operating expenses (classified as cost of goods sold)

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Associate | | | | |
| CGTD | $ 12 | $ 2,449 | $ 83 | $ 7,115 |

The Company appointed CGTD to handle the storage tank operating procedures of styrene monomer and butadiene, such as transportation, storage and loading. The storage tank operating expenses were paid on a monthly basis.

5) Management service income (classified as other revenue)

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Ultimate parent company | | | | |
| USI | $ - | $ - | $ - | $ 1,048 |

6) Management service expenses (classified as administrative expenses)

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Fellow subsidiary | | | | |
| USI UM | $ 18,422 | $ 18,404 | $ 54,940 | $ 56,615 |
| Ultimate parent company | | | | |
| USI | 1,752 | 1,196 | 4,216 | 1,668 |
| | $ 20,174 | $ 19,600 | $ 59,156 | $ 58,283 |

The management service expenses paid to UM mainly consist of the services including human resources and equipment and are paid on time based on the actual expenses incurred and costs incurred.

7) Donation (classified as administrative expenses)

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Related party in substance | | | | |
| USIF | $ - | $ - | $ 2,000 | $ - |

To fulfill its corporate social responsibility and support public educational initiatives, the Company donated NT$2,000 thousand to the USI Education Foundation (USIF) in March 2025.

8) Green electricity expenses (classified as cost of goods sold)

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| SG | $ 1,497 | $ - | $ 3,737 | $ - |

9) Other expenses (accounted as cost of goods sold and administrative expenses)

| Related party category/name | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Fellow subsidiary | $ 2,029 | $ 2,027 | $ 2,029 | $ 2,027 |
| Associate | 463 | 317 | 916 | 759 |
| Ultimate parent company | 5 | - | 5 | - |
| | $ 2,497 | $ 2,344 | $ 2,950 | $ 2,786 |

10) Acquisition of property, plant and equipment

| Related party category/name | Acquisition proceeds | | | |
|---|---|---|---|---|
| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
| Related party in substance | $ - | $ - | $ - | $ 480 |

11) Other receivables

| Related party category/name | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Associate | $ 2,155 | $ 1,495 | $ 81 |
| Fellow subsidiary | 78 | 74 | 77 |
| | $ 2,233 | $ 1,569 | $ 158 |

Other receivables mainly include management service expenses, office rental, and advance expenses.

12) Other payables

| Related party category/name | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Fellow subsidiary | $ 3,326 | $ 983 | $ 2,977 |
| Ultimate parent company | 2,592 | 2,142 | 2,241 |
| Associate | 363 | 3,005 | 3,810 |
| Related party in substance | - | 9,693 | - |
| | $ 6,281 | $ 15,823 | $ 9,028 |

Other payables included storage tank operating expense payables, rental expense payable and the allocation of service department costs payables.

g. Compensation of key management personnel

Remuneration to directors and the key management personnel was as follows:

| | July 1 to September 30, 2025 | July 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
|---|---|---|---|---|
| Salaries and others | $ 2,956 | $ 2,892 | $ 9,388 | $ 8,939 |
| Retirement benefits | - | - | - | 36 |
| | $ 2,956 | $ 2,892 | $ 9,388 | $ 8,975 |

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

## 30. ASSETS PLEDGED AS COLLATERAL

The following assets of the Company have been provided as collateral for fuel procurement, duty payment deferral for customs clearance, and loan facilities:

| | September 30, 2025 | December 31, 2024 | September 30, 2024 |
|---|---|---|---|
| Pledged certificates of deposit | | | |
| －Financial assets at amortized cost - current (Note 9) | $ 5,000 | $ 3,000 | $ 3,000 |
| －Classified as other non-current assets | 15,000 | 32,173 | 16,940 |
| | $ 20,000 | $ 35,173 | $ 19,940 |

## 31. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACTUAL COMMITMENTS

In addition to those disclosed in other notes, significant contingent liability and unrecognized contractual commitments of the Group were as follows:

a. As of September 30, 2025, December 31, 2024, and September 30, 2024, the Group had outstanding but unused letters of credit amounting to NT$101,338 thousand, NT$132,000 thousand, and NT$175,558 thousand, respectively.

b. On the gas explosion in Kaohsiung:

Regarding the gas explosion of the propylene pipeline of Lee Chang Yung Chemical Industry Corporation (“LCY”) on the night of July 31, 2014 operated by the invested company by the equity method, China General Terminal & Distribution Corporation (“CGTD”), the criminal case of the gas explosion incident was dismissed by the Supreme Court on September 15, 2021 and all three employees of CGTD were acquitted.

On February 12, 2015, CGTD reached an agreement with the Kaohsiung City Government to provide a bank fixed deposit of NT$236,553 thousand (including interest) as collateral for the losses incurred from the gas explosion incident. Kaohsiung City Government has also filed civil lawsuits against LCY, CGTD and CPC Corporation. Taiwan Power Company applied for provisional attachment against CGTD’s property on August 27 and November 26, 2015. CGTD had deposited cash of NT$99,207 thousand to the court to avoid provisional attachment. Taiwan Water Corporation also applied for provisional attachment against CGTD’s property on February 3 and March 2, 2017. As of October 31, 2025, the provisionally attached bank balance of CGTD was worth NT$6,401 thousand.

For the victims of the gas explosion, CGTD, LCY and the Kaohsiung City Government signed a tripartite agreement for severe injuries on July 17, 2015 agreeing to negotiate compensation in advance for all the heirs and claimants of the 32 victims (hereinafter referred to as the families of the victims), paying the families of the victims NT$12,000 thousand for each victim, with a total settlement of NT$384,000 thousand. LCY paid the compensation first and also represented the three parties in the settlement negotiation and the signing of settlement agreements with the family of the deceased. In addition, according to the tripartite agreement, CGTD has paid NT$157,347 thousand to LCY on August 10, 2022 according to the proportion of fault liability, 30%, in the first-instance judgments of this case. Follow-up still awaits the determination of the civil lawsuit, and then make up for it according to the determined liability proportion.

For the severely injured, CGTD, LCY and the Kaohsiung City Government signed a tripartite agreement for severe injuries on October 25, 2017 agreeing to negotiate the compensation first with the 65 severely injured victims. The compensation was paid by CGTD and the Kaohsiung City Government, and CGTD was in charge of negotiating the compensation with the seriously injured victims' families and signing the settlement agreement on behalf of the three parties with the 64 seriously injured victims' families.

As of October 31, 2025, victims, injured parties, or their relatives have filed civil (including criminal-related civil) lawsuits seeking compensation from LCY, CGTD, and Taiwan Petroleum Corporation for the Kaohsiung gas explosion incident. In order to reduce litigation costs, CGTD has reached a settlement agreement for a compensation amount of NT$46,677 thousand in the original claim, with a settlement compensation amount of NT$4,519 thousand. Along with the case still under litigation and the above-mentioned compensation, the accumulated amount of compensation is NT$3,831,211 thousand. The first-instance judgments of some of the above-mentioned civil cases (with a total amount of compensation of approximately NT$1,616,883 thousand) have been gradually announced, starting from June 22, 2018. The proportion of fault liability of the Kaohsiung City Government, LCY and CGTD is 4 : 3 : 3 in most judgments. The total amount of compensation that CGTD, LCY and the other defendants should pay is around NT$489,861 thousand. (In particular, CGTD was exempted from paying NT$6,194 thousand according to the court's judgment.)

The civil cases that have been adjudicated in the first instance and not settled, CGTD has filed an appeal for the second instance. The second instance has rendered judgments since July 10, 2024. As of October 31, 2025, there have been a total of 9 cases in the Kaohsiung City Government's claims cases that have been adjudicated in the second instance (with a claim amount of approximately NT$1,137,677 thousand). Among them, 8 cases have determined that CGTD should bear joint and several liabilities with LCY at a fault responsibility ratio of 10% (5 cases) or 20% (3 cases). The total amount of compensation that CGTD should bear jointly with LCY is NT$79,726 thousand. In addition, 1 case has determined that CGTD should bear the fault responsibility ratio of 10% alone, and the amount of compensation that CGTD should pay alone is NT$297 thousand. In addition, in the cases of Taiwan Power Company's claims (claim amount of NT$265,822 thousand) and the National Health Insurance Administration's claims (claim amount of NT$35,688 thousand) and Taiwan Water Corporation's claims (claim amount of NT$28,643 thousand) that have been adjudicated in the second instance, it has been determined that CGTD should bear joint and several liabilities with LCY for a compensation amount of NT$120,143 thousand. The aforementioned second-instance cases have been adjudicated, and except for those that are not eligible for appeal to the third instance, CGTD has filed appeals to the third instance for all other cases. The remaining cases are still under review in the first-instance court (with a requested compensation amount of approximately NT$1,711,504 thousand).

According to the relevant judgments on the liability proportion of this explosion accident, it is estimated the settlement amount of victims and seriously injured, the compensation amount of civil litigation cases (including the settled cases), and estimated amount to be borne by itself after deducting the upper limit of insurance claim was NT$136,375 thousand, which had been included into the account. However, the actual amount of such settlement and compensation shall not be confirmed until the proportion of liability to be shared by CGTD is determined in accordance with the civil action.

## 32. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following represents the aggregated values of foreign currencies other than the functional currencies of the Group entities, and the disclosed exchange rates refer to the rates at which these foreign currencies were translated into their respective functional currencies. Significant financial assets and liabilities denominated in foreign currencies were as follows:

September 30, 2025

| | Foreign currency | Exchange rate (NT$) | | Functional currency | NT$ |
|---|---|---|---|---|---|
| Foreign currency assets | | | | | |
| Monetary items | | | | | |
| USD | $ 53,524 | 30.4450 | (USD: NTD) | $ 1,629,550 | $ 1,629,550 |
| AUD | 1,179 | 20.1100 | (AUD: NTD) | 23,711 | 23,711 |
| HKD | 615 | 3.9130 | (HKD:NTD) | 2,408 | 2,408 |
| RMB | 424 | 4.2847 | (RMB: NTD) | 1,819 | 1,819 |
| RMB | 288 | 0.1407 | (RMB: USD) | 41 | 1,234 |

(Continued on the next page)

(Continued from the previous page)

| | Foreign currency | Exchange rate (NT$) | Functional currency | NT$ |
|---|---|---|---|---|
| Foreign currency liabilities | | | | |
| Monetary items | | | | |
| USD | 18,109 | 30.4450 (USD: NTD) | 551,322 | 551,322 |
| USD | 9,128 | 7.1055 (USD: RMB) | 64,860 | 277,907 |

December 31, 2024

| | Foreign currency | Exchange rate (NT$) | Functional currency | NT$ |
|---|---|---|---|---|
| Foreign currency assets | | | | |
| Monetary items | | | | |
| USD | $ 64,512 | 32.7850 (USD: NTD) | $ 2,115,017 | $ 2,115,017 |
| AUD | 1,011 | 20.3900 (AUD: NTD) | 20,605 | 20,605 |
| HKD | 673 | 4.2220 (HKD: NTD) | 2,840 | 2,840 |
| RMB | 288 | 0.1391 (RMB: USD) | 40 | 1,313 |
| Foreign currency liabilities | | | | |
| Monetary items | | | | |
| USD | 21,755 | 32.7850 (USD: NTD) | 713,247 | 713,247 |
| USD | 9,128 | 7.1884 (USD: RMB) | 65,617 | 299,268 |

September 30, 2024

| | Foreign currency | Exchange rate (NT$) | Functional currency | NT$ |
|---|---|---|---|---|
| Foreign currency assets | | | | |
| Monetary items | | | | |
| USD | $ 66,246 | 31.6500 (USD: NTD) | $ 2,096,679 | $ 2,096,679 |
| AUD | 1,089 | 21.9300 (AUD: NTD) | 23,877 | 23,877 |
| EUR | 269 | 35.3800 (EUR: NTD) | 9,501 | 9,501 |
| HKD | 1,134 | 4.0750 (HKD: NTD) | 4,622 | 4,622 |
| RMB | 886 | 4.5167 (RMB: NTD) | 4,000 | 4,000 |
| RMB | 288 | 0.1427 (RMB: USD) | 41 | 1,300 |
| Foreign currency liabilities | | | | |
| Monetary items | | | | |
| USD | 21,948 | 31.6500 (USD: NTD) | 694,660 | 694,660 |
| USD | 9,128 | 7.0074 (USD: RMB) | 63,965 | 288,910 |

The Group’s net foreign exchange gains and losses (including realized and unrealized) for the periods from July 1 to September 30, 2025, and 2024, and from January 1 to September 30, 2025, and 2024, amounted to NT$55,654 thousand of net gain, NT$30,389 thousand of net loss, NT$108,881 thousand of net loss, and NT$49,502 thousand of net gain, respectively. Due to the wide variety of foreign currency transactions, it is not possible to disclose exchange gains and losses by each significantly affected foreign currency.

## 33. NOTES DISCLOSURE

a. Information about significant transactions:

   1) Financing provided to others. (None)

   2) Endorsements/guarantees provided. (Table 1)

   3) Significant marketable securities held at the end of the period (excluding investments in subsidiaries and associates). (Table 2)

   4) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital. (None)

   5) Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 3)

   6) Others: The business relationships and significant transactions and amounts between parent and subsidiaries and between subsidiaries. (Table 6)

b. Information about investees. (Table 4)

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 year, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 5)

   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:

      a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period. (None)

      b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period. (None)

c) The amount of property transactions and the amount of the resultant gains or losses. (None)

d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes. (Table 1)

e) The highest balance during the period, the end of period balance, the interest rate range, and total current period interest with respect to the financing of funds. (None)

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. (None)

## 34. DEPARTMENT 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. According to IFRS 8 “Operating Segments”, the Group should disclose the segment information of plastic raw materials and glass wool products (including cubic printing products).

Segment revenue and results

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

| | Segment revenue | | Segment loss | |
|---|---|---|---|---|
| | January 1 to September 30, 2025 | January 1 to September 30, 2024 | January 1 to September 30, 2025 | January 1 to September 30, 2024 |
| Plastic raw materials | $ 11,056,876 | $ 13,503,765 | ( $ 327,277 ) | ( $ 400,976 ) |
| Glasswool (including cubic printing) | 417,932 | 415,896 | 25,109 | 46,521 |
| Total amount from continuing operations | $ 11,474,808 | $ 13,919,661 | ( 302,168 ) | ( 354,455 ) |
| Interest income | | | 29,581 | 33,648 |
| Other income | | | 19,303 | 32,768 |
| Other gains and losses | | | ( 128,773 ) | 44,845 |
| Share of profit or loss of associates accounted for using the equity method | | | ( 29,132 ) | ( 5,654 ) |
| Financial costs | | | ( 32,505 ) | ( 28,131 ) |
| Net loss before tax from continuing operations | | | ( $ 443,694 ) | ( $ 276,979 ) |

The revenue reported above is generated from the transactions with external clients. There were no intersegment transactions in the nine months ended September 30, 2025 and 2024.

The profits (losses) of the departments refer to the profits (losses) earned by the departments, excluding interest income, other income, other gains and losses, finance costs, the shares of profits and losses of the associates under the equity method, etc. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

Since the Group’s individual segment assets were not included in the segment information provided chief operating decision-maker, the measured amount of operating segment assets was not disclosed herein.

# Taita Chemical Company, Ltd. and subsidiaries

**Endorsements/Guarantees Provided**
**January 1 to September 30, 2025**
**In Thousands of New Taiwan Dollars, Unless Stated Otherwise**

| No. | Endorsement and guarantee company name | Endorsee/Guarantee | | Limits on Endorsement/ Guarantee on Behalf of Each Party (Note 2) | Maximum Amount Endorsed/ Guaranteed During the Period (Note 1) | Outstanding Endorsement/ Guarantee at the End of the Period (Note 1) | Actual Borrowing Amount | Amount endorsed/guaranteed by collateral | Ratio of Accumulated Endorsement/Guarantee to Net Equity in Latest Financial Statements (%) | Aggregate Endorsement/Guarantee Limit (Note 2) | Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries | Endorsement/ guarantee made by subsidiaries for parent | Endorsement/ guarantee made for companies in mainland China |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Company name | Relationship | | | | | | | | | | |
| 0 | The Company | TAITA (BVI) | Subsidiaries that the Company holds 100% of common equity directly | $ 5,670,365 | $ 91,335 | $ 91,335 | $ - | $ - | 1.61 | $ 8,505,548 | Yes | No | No |

Note 1: The calculation was based on the spot exchange rate of September 30, 2025.

Note 2: The total amount of guarantee that may be provided by the Company shall not exceed 150% of the Company’s net worth stated on the latest financial statements; the total amount of guarantee provided by the Company to any single entity shall not exceed 100% of the Company’s net worth stated on the latest financial statements.

The total of guarantee that may be provided by the Company and the subsidiaries shall not exceed 200% of the Company’s net worth stated on the latest financial statements; the total amount of guarantee provided Latest Financial Statements and its subsidiaries to any individual entity shall not exceed 150% of the Company’s net worth stated on the latest financial statements.

**TABLE 2**

## Taita Chemical Company, Ltd. and subsidiaries

**Significant Marketable Securities Held at the End of the Period**
**September 30, 2025**
**In Thousands of New Taiwan Dollars, Unless Stated Otherwise**

| Holding company name | Type and name of marketable securities | Relationship with the holding company | Financial statement account | End of the period | | | | Note |
|---|---|---|---|---|---|---|---|---|
| | | | | Number of shares/units | Carrying amount | Percentage of ownership (%) | Fair value | |
| The Company | Shares | | | | | | | |
| | USI | Ultimate parent company | Financial assets at fair value through other comprehensive income - non-current | 15,109,901 | $ 152,611 | 1.27 | $ 152,611 | Note 1 |
| | Harbinger Venture Capital Corp. | — | 〃 | 990 | 5 | 0.50 | 5 | Note 2 |
| | Taiwan Cement Corporation | — | Financial assets at FVTPL - current | 2,000,000 | 48,000 | 0.03 | 48,000 | Note 1 |
| | Beneficiary securities | | | | | | | |
| | Cathay No. 1 Real Estate Investment Trust Fund | — | Financial assets at FVTPL - current | 3,963,000 | 58,850 | - | 58,850 | Note 1 |
| | Mutual funds | | | | | | | |
| | Yuanta U.S. Government 20+ Year Bond Fund | — | Financial assets at FVTPL - current | 580,000 | 15,585 | - | 15,585 | Note 1 |
| | UPAMC James Bond Money Market Fund | — | 〃 | 2,841,652 | 50,000 | - | 50,000 | Note 1 |
| TAITA (BVI) | Shares | | | | | | | |
| | Budworth Investment Ltd. | — | Financial assets at fair value through other comprehensive income - non-current | 20,219 | - | 2.22 | - | Note 3 |
| | Teratech Corporation | — | Financial assets at FVTPL - non-current | 112,000 | - | 0.74 | - | Note 3 |
| | Sohoware Inc. - Preferred Shares | — | 〃 | 100,000 | - | - | - | Note 3 |

Note 1: The fair value is calculated based on the closing prices at Taiwan Stock Exchange on the last trading day of September 2025.

Note 2: The fair value is evaluated by the asset method, and is determined by referring to the most recent net worth of the investee company and its observable financial and operating status.

Note 3: As of September 30, 2025, the fair value of equity investment was evaluated by the Group as 0.

Note 4: This table presents marketable securities deemed material by the Company in accordance with the materiality principle.

**TABLE 3**

## Taita Chemical Company, Ltd. 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 | Counterparty Name | Relationship | Financial statement account and ending balance | Turnover rate (%) | Overdue | | Amounts received in subsequent period (Note 2) | Allowance for impairment loss |
|---|---|---|---|---|---|---|---|---|
| | | | | | Amount | Actions taken | | |
| The Company | TTC (TJ) | Subsidiary | Other receivables $277,907 (Notes 1 and 3) | | $ 277,907 | Keep collecting the outstanding payment | $ - | $ - |

Note 1: The other receivables of the Company are from selling raw materials to Taita Chemical (Tianjin) Co., Ltd., and have been transferred to other receivables since it had exceeded the normal credit term by a certain period.

Note 2: There was no amount received as of November 7, 2025.

Note 3: At the time of the preparation of the consolidated financial report, it had been fully written off.

TABLE 4

# Taita Chemical Company, Ltd. and subsidiaries

**Information on Investees**
**January 1 to September 30, 2025**
**In Thousands of New Taiwan Dollars, Unless Stated Otherwise**

| Investor company | Investee company | Location | Main businesses and products | Original investment amount | | End-of-period holdings | | | Net income (loss) of investee | Share of Profits (Loss) | Note |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | End of the Current Period | Ending balance of the previous period | Number of shares | Percentage (%) | Carrying amount | | | |
| The Company | TAITA (BVI) | British Virgin Islands | Reinvestment | $ 2,732,073 | $ 2,732,073 | 89,738,000 | 100.00 | $ 3,093,960 | $ 8,411 | $ 8,411 | Subsidiary (Notes 1 and 3) |
| | CGPC | Taipei, Taiwan | Manufacture and marketing of PVC plastic cloth and three-time processed products | 65,365 | 65,365 | 11,516,174 | 1.98 | 155,339 | ( 777,335 ) | ( 15,407 ) | Investee accounted for using the equity method (Note 1) |
| | CGTD | Taipei, Taiwan | Warehousing and transportation of petrochemical raw materials | 41,082 | 41,082 | 25,053,468 | 33.33 | 287,169 | ( 28,859 ) | ( 9,620 ) | Investee accounted for using the equity method (Note 2) |
| | ACME | Taipei, Taiwan | Manufacture and marketing of manganese-zinc and ferrite core | 55,702 | 55,702 | 4,991,556 | 2.34 | 43,563 | ( 85,551 ) | ( 2,005 ) | Investee accounted for using the equity method (Note 1) |
| TAITA (BVI) | ACME (Cayman) | British Cayman Islands | Reinvestment | 67,896 | 67,896 | 3,225,693 | 4.42 | 75,779 | ( 47,557 ) | - | Investee accounted for using the equity method (Note 1) |

Note 1: The calculation is based on the financial statements of the investee company during the same period which have been reviewed by CPAs.

Note 2: The calculation is based on the financial statements of the investee company during the same period which have not been reviewed by CPAs.

Note 3: At the time of the preparation of the consolidated financial report, it had been fully written off.

Note 4: Please refer to Table 5 for relevant information of mainland investee companies.

# Taita Chemical Company, Ltd. and subsidiaries

**Information on Investments in Mainland China**
**January 1 to September 30, 2025**
**In Thousands of New Taiwan Dollars, Unless Stated Otherwise**

| Investee company in mainland China | Main businesses and products | Paid-in capital | Method of investment | Accumulated outward remittance for investment from Taiwan as of the beginning of the period | Investment flows for the period | | Accumulated outward remittance for investment from Taiwan as of the end of period | Net income (loss) of investee (Note 6) | Ownership of direct or indirect investment (%) | Investment gain (loss) (Note 6) | Carrying amount as of the end of period (Note 6) | Accumulated repatriation of investment income as of the end of period |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | Outflow | Inflow | | | | | | |
| TTC (ZS) (Note 7) | Production and marketing of polystyrene derivatives | $ 1,408,081 (Note 1) | Reinvest in the mainland companies by establishing a company through investment in the third region | $ 1,309,135 | $ - | $ - | $ 1,309,135 | $ 8,816 | 100.00 | $ 8,816 | $ 1,835,142 | $ - |
| TTC (TJ) (Notes 7 and 8) | Production and marketing of polystyrene derivatives | 832,671 (Note 2) | Reinvest in the mainland companies by establishing a company through investment in the third region | 791,570 | - | - | 791,570 | ( 7,007 ) | 100.00 | ( 7,007 ) | ( 199,462 ) | - |
| TTCZZ. (Note 7) | Production and marketing of polystyrene derivatives | 1,479,005 (Note 3) | Reinvest in the mainland companies by establishing a company through investment in the third region | - | - | - | - | 8,600 | 100.00 | 8,600 | 1,363,393 | - |
| ACME Electronics (Kunshan) | Manufacturing and marketing of manganese-zinc soft ferrite core | 935,423 | Reinvest in a mainland company by reinvesting in the existing company in the third region, ACME Electronics (Cayman) Corp. | 41,223 | - | - | 41,223 | 4,813 | 4.42 | 213 | 27,669 | - |

| Accumulated outward remittance of investment to mainland China from Taiwan at the end of the period | Investment amounts authorized by Investment Commission, MOEA | Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA |
|---|---|---|
| $ 2,141,928 | $ 3,830,508 (Note 4) | $ - (Note 5) |

Note 1: TTC (ZS) increased capital from surplus of US$3,250 thousand in 2007.

Note 2: TTC (TJ) increased capital from surplus of US$1,350 thousand in 2012.

Note 3: TTCZZ has registered for establishment in 2021, and TAITA (BVI) injected capital of ZTC amounted to US$48,580 thousand on March 8, 2022.

Note 4: It includes the capital increase transferred from surplus by TAITA (ZS) of US$3,250 thousand, capital increase transferred from surplus by TAITA (TJ) of US$1,350 thousand, capital increase transferred from surplus by ACME (KS) of US$802 thousand and capital injection from TAITA (BVI) to ZTC of US$50,000 thousand.

Note 5: As the Company has obtained the certificate of compliance with the operational scope issued by the Department of Investment Review, MOEA No. 11451013810 on May 20, 2025, the upper limit on investment in mainland China is not applicable.

Note 6: The basis for investment income (loss) recognition is from financial statements reviewed and attested by the parent company's ROC-based CPA.

Note 7: At the time of the preparation of the consolidated financial report, it had been fully written off.

Note 8: The Company's management decided to suspend TTC (TJ)'s production from April 2019, please refer to Note 12 for details.

**TABLE 6**

## Taita Chemical Company, Ltd. and subsidiaries

**Intercompany relationships and significant intercompany transactions**
**January 1 to September 30, 2025**
**(In Thousands of New Taiwan Dollars)**

| No. | Trading company | Counterparty | Relationships with trader | Transaction details | | | |
|---|---|---|---|---|---|---|---|
| | | | | Financial statement account | Amount (Note 2) | Transaction details | Ratio (%) to the total consolidated operating revenue or total asset (Note 1) |
| 0 | The Company | TTC (TJ) | The parent company to its subsidiary | Other receivables from related parties | $ 277,907 | No significant difference with non-related parties | 3.18 |
| 1 | TAITA (BVI) | TTC (TJ) | The parent company to its subsidiary | Other payables from related parties | 4,567 | No significant difference with non-related parties | 0.05 |

Note 1: The amount of the transactions is calculated as the ratio of the consolidated total revenue or total assets. In the case of asset/liability accounts, the balance at the end of the period is calculated as the proportion of the consolidated total assets.
Note 2: At the time of the preparation of the consolidated financial report, it had been fully written off.