

Eternal Materials Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Three Months Ended March 31, 2025 and 2024 and Independent Auditors' Review Report

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

INDEPENDENT AUDITORS' REVIEW REPORT

Eternal Materials Co., Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Eternal Materials Co., Ltd. (the “Company”) and its subsidiaries as of March 31, 2025 and 2024, and the consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the “consolidated financial statements”). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission (FSC) of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As described in Note 13 to the consolidated financial statements, total assets of some non-significant subsidiaries included in the consolidated financial statements amounted to NT\$26,672,965 thousand and NT\$27,238,357 thousand, representing 43% and 45% of the consolidated total assets as of March 31, 2025 and 2024, respectively; total liabilities amounted to NT\$9,766,421 thousand and NT\$10,208,989 thousand, representing 29% and 30% of the consolidated total liabilities as of March 31, 2025 and 2024, respectively; total comprehensive income amounted to profit of NT\$217,958 thousand and profit of NT\$550,652 thousand, representing 27% and 31% of the consolidated total comprehensive income for the three months ended March 31, 2025 and 2024, respectively. The above amounts were based on the financial statements prepared and disclosed by these subsidiaries, which were not reviewed by independent auditors for the same reporting periods. In addition, as described in Note 14 to the consolidated financial statements, the balance of investments accounted for using the equity method of the Company and its subsidiaries amounted to NT\$2,880,693 thousand and NT\$2,617,720 thousand as of March 31, 2025 and 2024, respectively; the share of the profit of associates and joint ventures accounted for using the equity method amounted to NT\$110,646 thousand and NT\$82,628 thousand for the three months ended March 31, 2025 and 2024, respectively; the share of the other comprehensive income of associates and joint ventures amounted to profit of NT\$28,392 thousand and profit of NT\$66,885 thousand for the three months ended March 31, 2025 and 2024, respectively. The above amounts were based on the financial statements recognized and disclosed by investees, which were not reviewed by independent auditors for the same reporting periods.

Qualified Conclusion

Base on our reviews, except for the effect of such adjustments, if any, as might have been determined to be necessary had the financial statements of some non-significant subsidiaries and investments accounted for using the equity method as described in the preceding paragraph been reviewed by independent auditors, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the financial position of the Company and its subsidiaries as of March 31, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and international Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Chao-Chun Wang and Yu-Hsiang Liu.

Deloitte & Touche
Taipei, Taiwan
Republic of China

May 9, 2025

Notice to Readers

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

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

Eternal Materials Co., Ltd. and Subsidiaries

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2025		December 31, 2024		March 31, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 6,323,165	10	\$ 7,074,515	11	\$ 5,871,302	10
Financial assets at fair value through profit or loss — current (Note 7)	741,911	1	822,964	1	—	—
Notes receivable, net (Notes 8 and 31)	4,499,669	7	4,031,956	7	5,090,541	9
Notes receivable from related parties, net (Notes 8 and 30)	36,649	—	43,572	—	46,280	—
Accounts receivable, net (Note 8)	10,482,825	17	11,177,337	18	10,241,569	17
Accounts receivable from related parties, net (Notes 8 and 30)	187,356	—	194,359	—	185,084	—
Other receivables (Notes 8 and 30)	747,013	1	710,243	1	746,094	1
Inventories (Note 9)	8,833,778	14	8,533,025	14	8,826,077	15
Non-current assets held for sale (Note 10)	151,008	—	156,464	—	170,095	—
Other financial assets - current (Notes 11 and 31)	860,221	2	472,995	1	1,452,104	2
Other current assets - others	1,050,836	2	1,001,164	2	1,012,420	2
Total current assets	33,914,431	54	34,218,594	55	33,641,566	56
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	9,502	—	9,382	—	9,569	—
Financial assets at fair value through other comprehensive income - non-current (Note 12)	936,483	2	1,045,585	2	1,234,670	2
Investments accounted for using the equity method (Note 14)	2,880,693	5	2,741,654	4	2,617,720	4
Property, plant and equipment (Notes 15 and 31)	21,235,634	34	20,836,279	33	19,031,483	32
Right-of-use assets (Note 16)	1,669,359	3	1,658,676	3	1,668,035	3
Investment properties (Note 17)	1,240,060	2	1,231,491	2	1,253,374	2
Intangible assets (Note 18)	214,794	—	216,582	—	226,799	—
Deferred tax assets	264,195	—	247,077	1	261,158	1
Other non-current assets - others (Notes 19 and 31)	207,015	—	214,163	—	242,162	—
Total non-current assets	28,657,735	46	28,200,889	45	26,544,970	44
TOTAL	\$62,572,166	100	\$62,419,483	100	\$60,186,536	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 20 and 31)	\$ 4,989,318	8	\$ 5,697,864	9	\$ 5,221,182	9
Contract liabilities - current (Note 23)	418,933	1	597,286	1	866,942	1
Notes payable	1,322,905	2	1,496,784	3	832,198	1
Accounts payable (Note 30)	5,045,338	8	4,787,780	8	4,752,904	8
Dividend payable	1,413,919	2	—	—	942,612	2
Other payables - others	1,763,557	3	2,238,326	4	1,603,190	3
Current tax liabilities	707,004	1	780,400	1	525,914	1
Liabilities directly associated with non-current assets held for sale (Note 10)	1,885	—	1,550	—	2,275	—
Lease liabilities - current (Note 16)	73,493	—	72,465	—	79,153	—
Current portion of long-term liabilities (Notes 20 and 31)	2,719,537	5	2,604,571	4	4,246,152	7
Other current liabilities - others	124,561	—	106,829	—	54,904	—
Total current liabilities	18,580,450	30	18,383,855	30	19,127,426	32
NON-CURRENT LIABILITIES						
Bonds payable (Note 20)	2,498,512	4	2,498,252	4	2,497,461	4
Long-term borrowings (Notes 20 and 31)	10,336,497	17	9,759,192	16	9,299,049	16
Deferred tax liabilities	2,190,015	3	2,169,472	3	2,378,412	4
Lease liabilities - non-current (Note 16)	106,986	—	111,542	—	150,433	—
Other non-current liabilities	484,902	1	506,194	1	694,230	1
Total non-current liabilities	15,616,912	25	15,044,652	24	15,019,585	25
Total liabilities	34,197,362	55	33,428,507	54	34,147,011	57
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 22)						
Ordinary shares	11,782,655	19	11,782,655	19	11,782,655	19
Capital surplus	1,118,015	2	1,353,668	2	666,233	1
Retained earnings						
Legal reserve	5,230,730	8	5,230,730	9	5,083,381	8
Special reserve	1,358,789	2	1,358,789	2	977,601	2
Unappropriated earnings	7,500,809	12	8,328,467	13	7,088,583	12
Total retained earnings	14,090,328	22	14,917,986	24	13,149,565	22
Other equity	663,552	1	260,102	—	(55,704)	—
Total equity attributable to owners of the Company	27,654,550	44	28,314,411	45	25,542,749	42
NON-CONTROLLING INTERESTS (Note 22)	720,254	1	676,565	1	496,776	1
Total equity	28,374,804	45	28,990,976	46	26,039,525	43
TOTAL	\$62,572,166	100	\$62,419,483	100	\$60,186,536	100

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated May 9, 2025)

Eternal Materials Co., Ltd. and Subsidiaries

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

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 23 and 30)	\$10,060,654	100	\$ 10,020,545	100
OPERATING COSTS (Notes 9, 24 and 30)	8,006,818	80	7,856,705	78
GROSS PROFIT	2,053,836	20	2,163,840	22
OPERATING EXPENSES (Notes 8, 24 and 30)				
Selling and marketing expenses	599,409	6	585,849	6
General and administrative expenses	565,664	6	571,521	6
Research and development expenses	429,546	4	367,520	4
Expected credit loss	11,714	–	29,541	–
Total operating expenses	1,606,333	16	1,554,431	16
PROFIT FROM OPERATIONS	447,503	4	609,409	6
NON-OPERATING INCOME AND EXPENSES				
Interest Income (Note 24)	21,135	1	24,624	–
Other income (Notes 24 and 30)	72,442	1	107,178	1
Other gains and losses (Note 24)	11,674	–	(6,588)	–
Loss on disposal of financial assets at amortized cost	(4,229)	–	(1,456)	–
Finance costs (Note 24)	(114,679)	(1)	(108,610)	(1)
Share of the profit of associates and joint ventures (Note 14)	110,646	1	82,628	1
Total non-operating income and expenses	96,989	2	97,776	1
PROFIT BEFORE INCOME TAX	544,492	6	707,185	7
INCOME TAX EXPENSE(Notes 4 and 25)	(178,985)	(2)	(246,666)	(2)
NET PROFIT FOR THE PERIOD	365,507	4	460,519	5

(Continued)

Eternal Materials Co., Ltd. and Subsidiaries

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

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)				
(Notes 14, 22 and 25)				
Items that will not be reclassified subsequently to profit or loss:				
Unrealized gains and losses on investments in equity instruments at fair value through other comprehensive income	(\$ 112,876)	(1)	\$ 186,705	2
Remeasurement of defined benefit plans of associated and joint ventures accounted for using the equity method	1,452	–	1,585	–
Income tax relating to items that will not be reclassified subsequently to profit or loss	59	–	170	–
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statement of foreign operations	516,664	5	1,048,694	10
Share of the other comprehensive income (loss) of associates and joint ventures	26,940	–	65,300	1
Other comprehensive income (loss) for the period, net of income tax	432,239	4	1,302,454	13
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	\$ 797,746	8	\$ 1,762,973	18
NET PROFIT (LOSS) ATTRIBUTABLE TO:				
Owners of the Company	\$ 349,155		\$ 445,718	
Non-controlling interests	16,352		14,801	
	\$ 365,507		\$ 460,519	
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:				
Owners of the Company	\$ 754,057		\$ 1,748,974	
Non-controlling interests	43,689		13,999	
	\$ 797,746		\$ 1,762,973	
EARNINGS PER SHARE (Note 26)				
Basic	\$ 0.30		\$ 0.38	
Diluted	0.30		0.38	

(Concluded)

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated May 9, 2025)

Eternal Materials Co., Ltd. and Subsidiaries

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
(In Thousands of New Taiwan Dollars, Except Dividends Per Share)

	Equity Attributable to Owners of the Company										
	Retained Earnings					Other Equity					
	Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating Foreign Operations	Unrealized Gains and Losses on Financial Assets at Fair Value Through Other Comprehensive Income	Total Other Equity	Total	Non-controlling Interests	Total Equity
BALANCE AT JANUARY 1, 2025	\$ 11,782,655	\$ 1,353,668	\$ 5,230,730	\$ 1,358,789	\$ 8,328,467	(\$ 278,845)	\$ 538,947	\$ 260,102	\$ 28,314,411	\$ 676,565	\$ 28,990,976
Appropriation of 2024 earnings (Note 22)											
Cash dividends—NT\$ 1.0 per share	—	—	—	—	(1,178,265)	—	—	—	(1,178,265)	—	(1,178,265)
Cash dividends distributed through capital surplus—NT\$ 0.2 per share (Note 22)	—	(235,653)	—	—	—	—	—	—	(235,653)	—	(235,653)
Net profit for the three months ended March 31, 2025	—	—	—	—	349,155	—	—	—	349,155	16,352	365,507
Other comprehensive income (loss) for the three months ended March 31, 2025, net of income tax	—	—	—	—	1,452	516,267	(112,817)	403,450	404,902	27,337	432,239
Total comprehensive income (loss) for the three months ended March 31, 2025	—	—	—	—	350,607	516,267	(112,817)	403,450	754,057	43,689	797,746
BALANCE AT MARCH 31, 2025	\$ 11,782,655	\$ 1,118,015	\$ 5,230,730	\$ 1,358,789	\$ 7,500,809	\$ 237,422	\$ 426,130	\$ 663,552	\$ 27,654,550	\$ 720,254	\$ 28,374,804
BALANCE AT JANUARY 1, 2024	\$ 11,782,655	\$ 664,785	\$ 5,083,381	\$ 977,601	\$ 7,584,997	(\$ 1,886,840)	\$ 528,051	(\$ 1,358,789)	\$ 24,734,630	\$ 481,339	\$ 25,215,969
Appropriation of 2023 earnings (Note 22)											
Cash dividends—NT\$0.8 per share	—	—	—	—	(942,612)	—	—	—	(942,612)	—	(942,612)
Net profit for the three months ended March 31, 2024	—	—	—	—	445,718	—	—	—	445,718	14,801	460,519
Other comprehensive income (loss) for the three months ended March 31, 2024, net of income tax	—	—	—	—	1,585	1,114,796	186,875	1,301,671	1,303,256	(802)	1,302,454
Total comprehensive income (loss) for the three months ended March 31, 2024	—	—	—	—	447,303	1,114,796	186,875	1,301,671	1,748,974	13,999	1,762,973
Changes in ownership interests in subsidiaries (Note 22)	—	1,448	—	—	—	309	—	309	1,757	1,438	3,195
Disposal of investments in equity instruments at fair value through other comprehensive income	—	—	—	—	(1,105)	—	1,105	1,105	—	—	—
BALANCE AT MARCH 31, 2024	\$ 11,782,655	\$ 666,233	\$ 5,083,381	\$ 977,601	\$ 7,088,583	(\$ 771,735)	\$ 716,031	(\$ 55,704)	\$ 25,542,749	\$ 496,776	\$ 26,039,525

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

(With Deloitte & Touche auditors’ review report dated May 9, 2025)

Eternal Materials Co., Ltd. and Subsidiaries

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

	For the Three Months Ended March 31	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	\$ 544,492	\$ 707,185
Adjustments for:		
Depreciation expense	567,116	538,130
Amortization expense	4,360	4,609
Expected credit loss	11,714	29,541
Net gain on fair value changes of financial assets at fair value through profit or loss	(3,954)	(828)
Interest expense	114,679	108,610
Loss on disposal of financial assets at amortized cost	4,229	1,456
Interest income	(21,135)	(24,624)
Share of the profit of associates and joint ventures	(110,646)	(82,628)
Loss on disposal of property, plant and equipment	4,012	1,241
Impairment loss recognized (reversed) on non-financial assets	2,892	(5,577)
Others	(4)	179
Changes in operating assets and liabilities		
Notes receivable	(405,516)	(394,553)
Notes receivable from related parties	7,349	6,001
Accounts receivable	826,070	450,025
Accounts receivable from related parties	9,269	(5,757)
Other receivables	(69,506)	(92,071)
Inventories	(169,686)	(181,028)
Other current assets	(42,987)	(23,109)
Contract liabilities	(209,241)	5,430
Notes payable	(190,515)	21,434
Accounts payable	193,252	(223,007)
Other payables	(159,562)	(117,788)
Other current liabilities	15,681	(13,856)
Other non-current liabilities	(23,720)	(63,157)
Cash generated from operations	898,643	645,858
Interest received	16,171	20,715
Interest paid	(118,583)	(105,822)
Income taxes paid	(249,994)	(166,793)
Net cash generated from operating activities	546,237	393,958

(Continued)

Eternal Materials Co., Ltd. and Subsidiaries

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

	For the Three Months Ended March 31	
	2025	2024
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of financial assets at fair value through other comprehensive income	\$ -	\$ 1,196
Purchase of financial assets at fair value through profit or loss	(720,668)	(260,796)
Proceeds from disposal of financial assets at fair value through profit or loss	817,002	262,513
Proceeds from disposal of investments accounted for using the equity method	16	-
Proceeds from disposal of non-current assets held for sale	51,412	49,812
Payments for property, plant and equipment	(1,037,015)	(929,938)
Proceeds from disposal of property, plant and equipment	8,726	2,092
Payments for intangible assets	(130)	-
Decrease in long-term lease receivables	6,559	6,452
Increase in other financial assets	(365,360)	(133,222)
Decrease (increase) in other non-current assets	1,663	(3,435)
Net cash used in investing activities	(1,237,795)	(1,005,326)
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in short-term borrowings	(770,127)	(391,842)
Proceeds from long-term borrowings	1,284,825	985,646
Repayments of long-term borrowings	(686,130)	(613,533)
Decrease in guarantee deposits received	(4,681)	(2,047)
Repayment of the principal portion of lease liabilities	(20,056)	(20,768)
Disposal of ownership interests in subsidiaries (without losing control)	-	3,195
Net cash used in financing activities	(196,169)	(39,349)
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	136,630	167,607
NET DECREASE IN CASH AND CASH EQUIVALENTS	(751,097)	(483,110)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	7,102,753	6,382,309
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	\$ 6,351,656	\$ 5,899,199

Reconciliation of cash and cash equivalents as of the end of the period

	March 31	
	2025	2024
Cash and cash equivalents in the consolidated balance sheets	\$ 6,323,165	\$ 5,871,302
Cash and cash equivalents classified to non-current assets held for sale	28,491	27,897
Cash and cash equivalents in the consolidated statements of cash flows	<u>\$ 6,351,656</u>	<u>\$ 5,899,199</u>

(Concluded)

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

(With Deloitte & Touche auditors' review report dated May 9, 2025)

Eternal Materials Co., Ltd. and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED MARCH 31, 2025 AND 2024 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Eternal Materials Co., Ltd. (the “Company”) was established in December 1964. The Company is mainly engaged in the research, manufacturing, processing, selling and trading of diversified industrial synthetic resins, epoxy resin, acrylates, methacrylates, coating, molding compound, copper clad laminates, film materials, photoresist materials, electronic chemical materials, composite materials and bio-medical testing materials.

The Company’s shares have been listed on the Taiwan Stock Exchange (TWSE) since March 1994.

The consolidated financial statements are presented in the Company’s functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors and authorized for issue on May 9, 2025.

3. APPLICATION OF NEW AND AMENDED STANDARDS AND INTERPRETATIONS

- a. The application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC), (collectively, the “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (FSC)

The application of the amendments to the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the IFRS Accounting Standards endorsed and issued into effect by the FSC will not have material impact on the Company and its subsidiaries’ accounting policies.

- b. The IFRS Accounting Standards announced by IASB but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note)
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of derecognition of financial liabilities	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023

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

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

IFRS 18 “Presentation and Disclosure in Financial Statements”

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Company and its subsidiaries shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Company and its subsidiaries shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Company and its subsidiaries label items as “other” only if they cannot find a more informative label.
- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management’s view of an aspect of the financial performance of the Company and its subsidiaries as a whole, the Company and its subsidiaries shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Company and its subsidiaries are continuously assessing the possible impact that the application of other standards and interpretations will have on the Company and its subsidiaries’ financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. The consolidated financial statements do not present full disclosures required for a complete set of IFRS Accounting Standards annual financial statements.

b. Basis of consolidation

The detailed information of subsidiaries (including the percentages of ownership and main businesses) is provided in Note 13 and Tables 7 and 8.

c. Other material accounting policies

Except for the following, refer to the summary of material accounting policies in the consolidated financial statements for the year ended December 31, 2024.

1) Retirement Benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

2) Taxation

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

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same material accounting judgments and key sources of estimation uncertainty of consolidated financial statements have been followed in these consolidated financial statements as those applied in the preparation of the consolidated financial statements of the year ended December 31, 2024.

6. CASH AND CASH EQUIVALENTS

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	\$ 15,746	\$ 15,900	\$ 14,778
Checking accounts and demand deposits	4,432,889	4,927,827	5,190,727
Cash equivalents (investments with original maturities of three months or less)			
Time deposits	1,874,530	2,130,788	665,797
	<u>\$ 6,323,165</u>	<u>\$ 7,074,515</u>	<u>\$ 5,871,302</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets - current</u>			
Hybrid financial assets			
Structured time deposits	<u>\$ 741,911</u>	<u>\$ 822,964</u>	<u>\$ -</u>

	March 31, 2025	December 31, 2024	March 31, 2024
Financial assets - non-current			
Non-derivative financial assets			
Mutual fund			
Pacven Walden Ventures V, L.P.	\$ 9,502	\$ 9,382	\$ 9,569

8. NOTES, ACCOUNTS AND OTHER RECEIVABLES

	March 31, 2025	December 31, 2024	March 31, 2024
Notes receivable	\$ 4,499,669	\$ 4,031,956	\$ 5,090,541
Notes receivable from related parties	\$ 36,649	\$ 43,572	\$ 46,280
Accounts receivable	\$ 10,743,909	\$ 11,423,272	\$ 10,492,345
Less: Allowance for loss	(261,084)	(245,935)	(250,776)
	\$ 10,482,825	\$ 11,177,337	\$ 10,241,569
Accounts receivable from related parties	\$ 187,480	\$ 194,694	\$ 185,226
Less: Allowance for loss	(124)	(335)	(142)
	\$ 187,356	\$ 194,359	\$ 185,084
Other receivables	\$ 776,813	\$ 740,043	\$ 775,894
Less: Allowance for loss	(29,800)	(29,800)	(29,800)
	\$ 747,013	\$ 710,243	\$ 746,094

a. Notes receivable and accounts receivable

The notes and accounts receivable of the Company and its subsidiaries are measured at amortized cost. For the related credit management policies, refer to Note 29.

The loss allowance of the Company and its subsidiaries' accounts receivable is recognized by using lifetime expected credit losses. The lifetime expected credit losses on accounts receivable are estimated using a provision matrix approach considering the past collection experience of the customers, the increase in overdue payments and the forward-looking information of global economic growth rate.

The following table details the loss allowance of notes and accounts receivable based on the Company and its subsidiaries' provision matrix:

March 31, 2025

	Not Past Due	0 to 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Gross carrying amount	\$ 14,065,270	\$ 544,385	\$ 453,693	\$ 194,371	\$ 209,988	\$ 15,467,707
Loss allowance (lifetime ECL)	(10,846)	(6,185)	(20,720)	(32,938)	(190,519)	(261,208)
Amortized cost	<u>\$ 14,054,424</u>	<u>\$ 538,200</u>	<u>\$ 432,973</u>	<u>\$ 161,433</u>	<u>\$ 19,469</u>	<u>\$ 15,206,499</u>

December 31, 2024

	Not Past Due	0 to 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Gross carrying amount	\$ 13,866,446	\$ 929,645	\$ 538,073	\$ 156,820	\$ 202,510	\$ 15,693,494
Loss allowance (lifetime ECL)	(10,228)	(11,443)	(14,984)	(32,007)	(177,608)	(246,270)
Amortized cost	<u>\$ 13,856,218</u>	<u>\$ 918,202</u>	<u>\$ 523,089</u>	<u>\$ 124,813</u>	<u>\$ 24,902</u>	<u>\$ 15,447,224</u>

March 31, 2024

	Not Past Due	0 to 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Gross carrying amount	\$ 14,200,904	\$ 621,240	\$ 623,698	\$ 176,641	\$ 191,909	\$ 15,814,392
Loss allowance (lifetime ECL)	(7,266)	(5,347)	(20,121)	(29,474)	(188,710)	(250,918)
Amortized cost	<u>\$ 14,193,638</u>	<u>\$ 615,893</u>	<u>\$ 603,577</u>	<u>\$ 147,167</u>	<u>\$ 3,199</u>	<u>\$ 15,563,474</u>

The movements of the loss allowance for doubtful accounts receivable were as follows:

	For the Three Months Ended March 31	
	2025	2024
Balance, beginning of the period	\$ 246,270	\$ 222,267
Recognized	11,223	29,541
Written-off	(243)	(7,466)
Effects of foreign currency exchange differences	3,958	6,576
Balance, end of the period	<u>\$ 261,208</u>	<u>\$ 250,918</u>

b. Other receivables

The Company and its subsidiaries' loss allowance is based on historical experience and current financial position. As of March 31, 2025, December 31, 2024, and March 31, 2024, the balance of the loss allowance of the Company and its subsidiaries was \$29,800 thousand.

9. INVENTORIES

	March 31, 2025	December 31, 2024	March 31, 2024
Raw materials	\$ 3,155,347	\$ 3,036,627	\$ 3,165,081
Supplies	148,045	148,483	134,152
Finished goods	5,056,848	4,933,117	5,036,659
Work in progress	134,675	86,790	201,471
Inventory in transit	<u>338,863</u>	<u>328,008</u>	<u>288,714</u>
	<u>\$ 8,833,778</u>	<u>\$ 8,533,025</u>	<u>\$ 8,826,077</u>

The cost of inventories recognized as operating costs for the three months ended March 31, 2025 and 2024 was \$7,993,280 thousand and \$7,843,720 thousand, respectively, including write-down of inventories of \$2,892 thousand and reversal of write-down of inventories of \$5,577 thousand, respectively.

10. NON-CURRENT ASSETS AND LIABILITIES HELD FOR SALE

In May 2023, the board of directors of the Company resolved to dispose of the entire equity interest held by its subsidiary Eternal (China) Investment Co., Ltd., in another subsidiary Eternal Optical Material (Suzhou) Co., Ltd. The disposal contract for the transaction was signed in February 2024, the trading counterparty was a non-related party, and the total transaction amount was RMB \$122,787 thousand. The disposal procedure had not been completed as of March 31, 2025. The relevant assets and liabilities attributed to the subsidiary were reclassified as disposal groups held for sale and presented separately in the consolidated balance sheets by the Company and its subsidiaries. The major classes of assets and liabilities of the disposal groups held for sale were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Cash and cash equivalents	\$ 28,491	\$ 28,238	\$ 27,897
Accounts receivable, net	664	2,262	–
Other receivables	54	6	35
Other current assets - others	708	659	721
Property, plant and equipment	51,386	52,893	58,921
Right-of-use assets	1,418	1,410	1,430
Investment properties	68,287	70,996	81,091
Non-current assets held for sale	<u>\$ 151,008</u>	<u>\$ 156,464</u>	<u>\$ 170,095</u>
Other payables - others	\$ 1,115	\$ 791	\$ 1,524
Other non-current liabilities	770	759	751
Liabilities directly associated with non-current assets held for sale	<u>\$ 1,885</u>	<u>\$ 1,550</u>	<u>\$ 2,275</u>

The sales price is higher than the carrying amount of the relevant net assets; therefore, no impairment loss should be recognized.

11. OTHER FINANCIAL ASSETS - CURRENT

	March 31, 2025	December 31, 2024	March 31, 2024
Time deposits with original maturities of more than three months	\$ 820,958	\$ 457,995	\$ 1,451,852
Restricted time deposit	39,263	15,000	252
	<u>\$ 860,221</u>	<u>\$ 472,995</u>	<u>\$ 1,452,104</u>

**12. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME -
NON-CURRENT**

	March 31, 2025	December 31, 2024	March 31, 2024
Domestic investments			
Listed shares			
President Securities Corp.	\$ 540,162	\$ 570,048	\$ 820,822
Unlisted shares			
Universal Venture Capital Investment Corp.	56,451	55,724	54,809
Research Innovation Capital Corporation	47,776	48,384	48,996
Winchain Material Technology Co., Ltd.	17,587	18,249	–
	<u>661,976</u>	<u>692,405</u>	<u>924,627</u>
Foreign investments			
Unlisted shares			
Grace THW Holding Limited	258,304	336,684	272,468
TBG Diagnostics Limited	16,203	16,496	37,575
	<u>274,507</u>	<u>353,180</u>	<u>310,043</u>
	<u>\$ 936,483</u>	<u>\$ 1,045,585</u>	<u>\$ 1,234,670</u>

These above investments in equity instruments are not held for trading. Instead, they are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Company and its subsidiaries' strategy of holding these investments for long-term purposes.

The Company participated in the cash capital increase of Research Innovation Capital Corporation, and as of March 31, 2025, the Company holds a 22.88% equity interest in it. Because the fundraising of Research Innovation Capital Corporation has not yet been completed, and taking into account the capital plan of Research Innovation Capital Corporation, the Company expects the percentage of ownership of Research Innovation Capital Corporation to be less than 20%. Therefore, the Company does not have a significant influence on Research Innovation Capital Corporation.

13. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements were as follows:

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Remarks
			March 31, 2025	December 31, 2024	March 31, 2024	
The Company	Eternal Holdings Inc.	International investment	100	100	100	1)
	Eternal Global (BVI) Co., Ltd.	International investment	100	100	100	1)
	Mixville Holdings Inc.	International investment	100	100	100	1)
	CHOU-KOU Materials Co., Ltd.	Selling, trading and providing services of resins material, electronic material and other related products; manufacturing and selling of dry film photoresist	100	100	100	1)
	Eternal Electronic Material (Thailand) Co., Ltd.	Trading services, cutting and selling of dry film photoresist	90	90	75	1) and 2)
	New E Materials Co., Ltd.	Researching, developing, manufacturing and selling of photoelectric, semiconductor process related electronic chemical materials and equipment spare parts	62.80	62.80	62.80	1)
	Eternal Precision Mechanics Co., Ltd.	Manufacturing and selling of vacuum laminator	70.20	70.20	84.52	3) and 4)
	Elga Europe S.r.l.	Manufacturing, selling, distribution and processing of electronic chemical products	72.68	72.68	72.68	1)
	Eternal Technology Corporation	Manufacturing and selling of photoresist; selling of chemical products	100	100	100	1)
	Eternal Global (BVI) Co., Ltd.	Manufacturing and selling of resins material and processing products	100	100	100	
Eternal Holdings Inc.	Eternal International (BVI) Co., Ltd.	International investment	100	100	100	1)
	E-Chem Corp.	International investment	100	100	100	1)
	Eternal Nanyang Investment Co., Ltd.	International investment	90	90	90	1)
	PT Eternal Materials Indonesia	Trading of chemical products	67	67	67	1)
	Eternal Materials India Private Limited	Trading of chemical products	99	99	99	1)
Eternal International (BVI) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Managing, investing consulting services, researching, leasing, manufacturing and selling of resins material and photoelectric chemical materials	100	100	100	1)
E-Chem Corp.	Eternal Specialty Materials (Zhuhai) Co., Ltd.	Manufacturing and selling of acrylic resin and methacrylic acid	90	90	90	
	Eternal Materials India Private Limited	Trading of chemical products	1	1	1	1)
Eternal Nanyang Investment Co., Ltd.	Eternal Materials (Malaysia) Sdn. Bhd.	Manufacturing, selling, trading and providing services of resins material and chemical related products	100	100	100	1)
Mixville Holdings Inc.	High Expectation Limited	International investment	100	100	100	1)
High Expectation Limited	Eternal Materials (Guangdong) Co., Ltd.	Manufacturing and selling of adhesives, resins material and processing of products	100	100	100	1)
Eternal (China) Investment Co., Ltd.	Eternal Optical Material (Suzhou) Co., Ltd.	Manufacturing and selling of optical films, and leasing business	100	100	100	1) and Note 10
	Eternal Photoelectric Material Industry (Yingkou) Co., Ltd.	Researching, developing and manufacturing of photoresist dry film, liquid photo imaginable solder masks and printed circuit board related materials	100	100	100	1)
	Eternal Synthetic Resins (Changshu) Co., Ltd.	Manufacturing and selling of unsaturated polyester resin	100	100	100	1)
	Eternal Chemical (Chengdu) Co., Ltd.	Researching, manufacturing and selling of resins material	100	100	100	1)
	Eternal Electronic (Suzhou) Co., Ltd.	Researching, developing, and manufacturing of dry film photoresist and dry film solder mask which used in electronic materials, researching resin materials and selling, providing after sales service of self-produced products	100	100	100	1)

(Continued)

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Remarks
			March 31, 2025	December 31, 2024	March 31, 2024	
	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Researching, developing, manufacturing and selling of electronic high-tech chemical and related products	100	100	100	
	Eternal Chemical (Tianjin) Co., Ltd.	Manufacturing and selling of adhesives, resins material and processing products	100	100	100	1)
	Eternal Specialty Materials (Suzhou) Co., Ltd.	Researching and developing chemical products, and selling, providing technical services of self-produced products	100	100	100	
	Elga Europe S.r.l.	Manufacturing, selling, distribution and processing of electronic chemical products	22.32	22.32	22.32	1)
	Eternal Material Industry (Tongling) Co., Ltd.	Manufacturing, selling and providing technical services of products related to resins material	100	100	100	1)
Eternal Precision Mechanics Co., Ltd.	Nikko-Materials Co., Ltd.	Manufacturing and selling of vacuum laminator	100	100	100	4)
	Eternal Precision Mechanics (Guangzhou) Co., Ltd.	Manufacturing and selling of calculators, telecommunication and other electronic equipment	100	100	100	4)

(Concluded)

- 1) This is an immaterial subsidiary for which its financial statements are not reviewed by the Company's independent auditors.
- 2) In the second quarter of 2024, the Company and its subsidiaries subscribed for cash capital increase of its subsidiary Eternal Electronic Material (Thailand) Co., Ltd. at a percentage different from its existing ownership percentage, increasing of its percentage of ownership to 90%. The above transactions were accounted for as equity transactions since the Company and its subsidiaries did not change the control over the subsidiary.
- 3) In the fourth quarter of 2024, the Company and its subsidiaries' percentage of ownership of the subsidiary Eternal Precision Mechanics Co., Ltd. reducing to 70.20% was mainly from the release of shares of the subsidiary and the employee share options of the subsidiary Eternal Precision Mechanics Co., Ltd. exercised by employees of the Company and its subsidiaries in 2024, etc.. The above transactions were accounted for as equity transactions since the Company and its subsidiaries did not change the control over the subsidiary.
- 4) The subsidiary was included in the scope of review by the Company's independent auditors since the first quarter of 2025.

b. The Company and its subsidiaries did not have any subsidiary with material non-controlling interests.

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	March 31, 2025	December 31, 2024	March 31, 2024
Associates that are not individually material	\$ 2,880,693	\$ 2,741,654	\$ 2,617,720

Information about associates that are not individually material was as follows:

	For the Three Months Ended March 31	
	2025	2024
The Company and its subsidiaries' share of		
Net profit for the period	\$ 110,646	\$ 82,628
Other comprehensive income for the period	28,392	66,885
Total comprehensive income for the period	<u>\$ 139,038</u>	<u>\$ 149,513</u>

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

Name of Associate	March 31, 2025	December 31, 2024	March 31, 2024
Daxin Materials Corporation	<u>\$ 3,772,625</u>	<u>\$ 4,370,724</u>	<u>\$ 3,560,419</u>

The Company and its subsidiaries held 50% ownership of Covestro Eternal Resins (Kunshan) Co., Ltd. but had no control over it. Therefore, Covestro Eternal Resins (Kunshan) Co., Ltd. was accounted for using the equity method and not included in the consolidated financial statements.

The Company and its subsidiaries' investments accounted for using the equity method as of March 31, 2025 and 2024 are based on the associates' financial statements which have not been reviewed by independent auditors for the same period.

Refer to Tables 7 and 8 for the main businesses and countries of incorporation of the associates that are not individually material.

15. PROPERTY, PLANT AND EQUIPMENT

For the Three Months Ended March 31, 2025

	Land	Buildings	Machinery and Equipment	Storage Equipment	Examination Equipment	Other Equipment	Construction in Progress and Equipment to be Inspected	Total
Carrying amount at January 1, 2025	<u>\$ 2,944,696</u>	<u>\$ 5,579,589</u>	<u>\$ 6,421,167</u>	<u>\$ 699,950</u>	<u>\$ 467,719</u>	<u>\$ 252,063</u>	<u>\$ 4,471,095</u>	<u>\$20,836,279</u>
Cost								
Balance at January 1, 2025	\$ 2,944,696	\$13,455,107	\$25,532,459	\$ 1,819,566	\$ 1,883,891	\$ 1,008,015	\$ 4,471,095	\$51,114,829
Additions	-	76,200	199,998	13,381	33,245	16,256	369,500	708,580
Disposals	-	(7,084)	(34,933)	(10,997)	(13,201)	(8,087)	(56)	(74,358)
Effect of foreign currency exchange difference	14,904	147,681	237,490	16,302	8,677	16,407	64,744	506,205
Balance at March 31, 2025	<u>\$ 2,959,600</u>	<u>\$13,671,904</u>	<u>\$25,935,014</u>	<u>\$ 1,838,252</u>	<u>\$ 1,912,612</u>	<u>\$ 1,032,591</u>	<u>\$ 4,905,283</u>	<u>\$52,255,256</u>
Accumulated depreciation and impairment								
Balance at January 1, 2025	\$ -	\$ 7,875,518	\$19,111,292	\$ 1,119,616	\$ 1,416,172	\$ 755,952	\$ -	\$30,278,550
Depreciation expense	-	136,457	313,677	20,877	29,828	19,738	-	520,577
Disposals	-	(5,865)	(32,031)	(5,370)	(11,718)	(6,636)	-	(61,620)
Effect of foreign currency exchange difference	-	80,964	173,626	9,063	6,203	12,259	-	282,115
Balance at March 31, 2025	<u>\$ -</u>	<u>\$ 8,087,074</u>	<u>\$19,566,564</u>	<u>\$ 1,144,186</u>	<u>\$ 1,440,485</u>	<u>\$ 781,313</u>	<u>\$ -</u>	<u>\$31,019,622</u>
Carrying amount at March 31, 2025	<u>\$ 2,959,600</u>	<u>\$ 5,584,830</u>	<u>\$ 6,368,450</u>	<u>\$ 694,066</u>	<u>\$ 472,127</u>	<u>\$ 251,278</u>	<u>\$ 4,905,283</u>	<u>\$21,235,634</u>

For the Three Months Ended March 31, 2024

	Land	Buildings	Machinery and Equipment	Storage Equipment	Examination Equipment	Other Equipment	Construction in Progress and Equipment to be Inspected	Total
Carrying amount at January 1, 2024	\$ 2,712,872	\$ 4,629,869	\$ 5,992,543	\$ 661,205	\$ 500,961	\$ 266,878	\$ 3,558,592	\$18,322,920
<u>Cost</u>								
Balance at January 1, 2024	\$ 2,712,872	\$11,774,346	\$23,535,543	\$ 1,688,065	\$ 1,817,490	\$ 954,402	\$ 3,558,592	\$46,041,310
Additions	-	558,130	644,598	54,251	14,755	10,808	(477,984)	804,558
Disposals	-	(805)	(27,986)	(3,589)	(16,269)	(3,281)	-	(51,930)
Transferred to investment properties	-	-	-	-	-	-	(261)	(261)
Effect of foreign currency exchange difference	3,422	292,449	481,745	35,432	17,614	26,261	89,353	946,276
Balance at March 31, 2024	\$ 2,716,294	\$12,624,120	\$24,633,900	\$ 1,774,159	\$ 1,833,590	\$ 988,190	\$ 3,169,700	\$47,739,953
<u>Accumulated depreciation and impairment</u>								
Balance at January 1, 2024	\$ -	\$ 7,144,477	\$17,543,000	\$ 1,026,860	\$ 1,316,529	\$ 687,524	\$ -	\$27,718,390
Depreciation expense	-	129,434	292,805	19,801	30,596	19,979	-	492,615
Disposals	-	(742)	(25,312)	(3,574)	(15,733)	(3,202)	-	(48,563)
Effect of foreign currency exchange difference	-	158,072	335,030	21,718	12,448	18,760	-	546,028
Balance at March 31, 2024	\$ -	\$ 7,431,241	\$18,145,523	\$ 1,064,805	\$ 1,343,840	\$ 723,061	\$ -	\$28,708,470
Carrying amount at March 31, 2024	\$ 2,716,294	\$ 5,192,879	\$ 6,488,377	\$ 709,354	\$ 489,750	\$ 265,129	\$ 3,169,700	\$19,031,483

The Company and its subsidiaries' property, plant and equipment are depreciated on a straight-line basis over their useful lives as follows:

Buildings	3-50 years
Machinery and equipment	2-20 years
Storage equipment	2-20 years
Examination equipment	5-15 years
Other equipment	2-15 years

Refer to Note 31 for the amounts of property, plant and equipment pledged by the Company and its subsidiaries as collateral for bank borrowings.

Land (including those recorded as investment properties) held by the Company was revalued in 1980, 1990, 1997 and 2004, and as of March 31, 2025, December 31, 2024 and March 31, 2024, the revaluation increments of the land were \$1,973,324 thousand.

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amounts			
Land	\$ 1,489,445	\$ 1,474,866	\$ 1,440,810
Buildings	68,893	72,515	98,595
Machinery and equipment	76,341	77,071	96,939
Storage equipment	9,573	10,419	14,676
Other equipment	25,107	23,805	17,015
	<u>\$ 1,669,359</u>	<u>\$ 1,658,676</u>	<u>\$ 1,668,035</u>

	For the Three Months Ended March 31	
	2025	2024
Additions to right-of-use assets	\$ 7,844	\$ 2,522
Depreciation charge for right-of-use assets		
Land	\$ 9,071	\$ 8,547
Buildings	9,960	9,947
Machinery and equipment	6,060	6,184
Storage equipment	1,780	1,654
Other equipment	2,495	2,488
	\$ 29,366	\$ 28,820

In addition, part of the land use rights located in mainland China is subleased under operating leases, and the relevant right-of-use assets are recorded as investment properties, refer to Note 17 for the details.

b. Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amounts			
Current	\$ 73,493	\$ 72,465	\$ 79,153
Non-current	\$ 106,986	\$ 111,542	\$ 150,433

Range of discount rate (%) for lease liabilities was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Land	1.72~6.66	1.72~6.66	1.72~6.66
Buildings	0.86~5.62	0.86~6.09	0.86~6.09
Machinery and equipment	1.81~6.04	1.81~6.04	1.81~6.04
Storage equipment	0.22~6.58	0.22~6.58	0.22~6.58
Other equipment	0.69~6.16	0.69~6.16	0.69~6.16

c. Material lease activities and terms

Major lease arrangements of the Company and its subsidiaries are land use rights contracts with original lease terms of 39 to 56 years.

d. Other lease information

	For the Three Months Ended March 31	
	2025	2024
Expenses relating to short-term and low-value asset leases	\$ 38,912	\$ 39,603
Total cash outflow for all lease arrangements (including short-term and low-value asset leases)	\$ 60,031	\$ 61,714

17. INVESTMENT PROPERTIES

For the Three Months Ended March 31, 2025

	Land	Buildings	Right-of-use Assets	Total
Carrying amount at January 1, 2025	\$ 49,495	\$1,119,428	\$ 62,568	\$1,231,491
<u>Cost</u>				
Balance at January 1, 2025	\$ 49,495	\$1,475,635	\$ 75,930	\$1,601,060
Effects of foreign currency exchange differences	2,294	22,947	1,082	26,323
Balance at March 31, 2025	\$ 51,789	\$1,498,582	\$ 77,012	\$1,627,383
<u>Accumulated depreciation and impairment</u>				
Balance at January 1, 2025	\$ –	\$ 356,207	\$ 13,362	\$ 369,569
Depreciation expense	–	10,777	551	11,328
Effect of foreign currency exchange differences	–	6,222	204	6,426
Balance at March 31, 2025	\$ –	\$ 373,206	\$ 14,117	\$ 387,323
Carrying amount at March 31, 2025	\$ 51,789	\$1,125,376	\$ 62,895	\$1,240,060

For the Three Months Ended March 31, 2024

	Land	Buildings	Right-of-use Assets	Total
Carrying amount at January 1, 2024	<u>\$ 50,923</u>	<u>\$1,108,809</u>	<u>\$ 61,590</u>	<u>\$1,221,322</u>
<u>Cost</u>				
Balance at January 1, 2024	\$ 50,923	\$1,407,452	\$ 72,174	\$1,530,549
Transferred from property, plant and equipment	–	261	–	261
Effects of foreign currency exchange differences	(796)	52,480	2,914	54,598
Balance at March 31, 2024	<u>\$ 50,127</u>	<u>\$1,460,193</u>	<u>\$ 75,088</u>	<u>\$1,585,408</u>
<u>Accumulated depreciation and impairment</u>				
Balance at January 1, 2024	\$ –	\$ 298,643	\$ 10,584	\$ 309,227
Depreciation expense	–	10,488	533	11,021
Effect of foreign currency exchange differences	–	11,341	445	11,786
Balance at March 31, 2024	<u>\$ –</u>	<u>\$ 320,472</u>	<u>\$ 11,562</u>	<u>\$ 332,034</u>
Carrying amount at March 31, 2024	<u>\$ 50,127</u>	<u>\$1,139,721</u>	<u>\$ 63,526</u>	<u>\$1,253,374</u>

The investment properties were leased for terms of 1 to 10 years.

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

	March 31, 2025	December 31, 2024	March 31, 2024
Year 1	\$ 170,552	\$ 160,277	\$ 147,040
Year 2	167,396	160,918	115,552
Year 3	164,142	159,291	116,945
Year 4	150,837	151,913	115,307
Year 5	59,993	91,598	102,357
Year 6 onwards	4,230	2,315	120,137
	<u>\$ 717,150</u>	<u>\$ 726,312</u>	<u>\$ 717,338</u>

The fair value of the major of the subsidiaries' right-of-use assets and buildings located in China was evaluated by independent appraisers. The rest of investment properties were evaluated by the management of the Company and its subsidiaries using the income approach and by reference to market evidence of transaction prices for similar properties, the evaluation was using the Level 3 approach. The fair values were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value	\$ 3,329,590	\$ 3,276,521	\$ 3,233,014

The following items of investment properties are depreciated on a straight-line basis over their useful lives as follows:

Buildings	20-50 years
Right-of-use assets	34-36 years

Operating income and expenses directly related to investment properties

	For the Three Months Ended March 31	
	2025	2024
Rental income	\$ 38,820	\$ 48,772
Operating expenses directly related to investment properties	\$ 21,842	\$ 21,743

18. INTANGIBLE ASSETS

For the Three Months Ended March 31, 2025

	Goodwill	Expertise	Customer Relationships	Computer Software	Others	Total
Carrying amount at January 1, 2025	\$ 29,174	\$ –	\$ –	\$182,535	\$ 4,873	\$216,582
<u>Cost</u>						
Balance at January 1, 2025	\$ 66,174	\$127,513	\$ –	\$262,820	\$104,929	\$561,436
Additions	–	–	–	–	130	130
Effects of foreign currency exchange differences	2,086	–	–	316	16,257	18,659
Balance at March 31, 2025	\$ 68,260	\$127,513	\$ –	\$263,136	\$121,316	\$580,225
<u>Accumulated amortization and impairment</u>						
Balance at January 1, 2025	\$ 37,000	\$127,513	\$ –	\$ 80,285	\$100,056	\$344,854
Amortization expense	–	–	–	3,957	290	4,247
Effects of foreign currency exchange differences	–	–	–	168	16,162	16,330
Balance at March 31, 2025	\$ 37,000	\$127,513	\$ –	\$ 84,410	\$116,508	\$365,431
Carrying amount at March 31, 2025	\$ 31,260	\$ –	\$ –	\$178,726	\$ 4,808	\$214,794

For the Three Months Ended March 31, 2024

	Goodwill	Expertise	Customer Relationships	Computer Software	Others	Total
Carrying amount at January 1, 2024	\$ 30,474	\$ -	\$ -	\$195,164	\$ 6,005	\$231,643
<u>Cost</u>						
Balance at January 1, 2024	\$ 67,474	\$127,513	\$ 104,038	\$259,886	\$101,913	\$660,824
Derecognition	-	-	-	-	(282)	(282)
Effects of foreign currency exchange differences	(724)	-	-	(8)	5,476	4,744
Balance at March 31, 2024	\$ 66,750	\$127,513	\$ 104,038	\$259,878	\$107,107	\$665,286
<u>Accumulated amortization and impairment</u>						
Balance at January 1, 2024	\$ 37,000	\$127,513	\$ 104,038	\$ 64,722	\$ 95,908	\$429,181
Amortization expense	-	-	-	3,826	508	4,334
Derecognition	-	-	-	-	(282)	(282)
Effects of foreign currency exchange differences	-	-	-	(33)	5,287	5,254
Balance at March 31, 2024	\$ 37,000	\$127,513	\$ 104,038	\$ 68,515	\$101,421	\$438,487
Carrying amount at March 31, 2024	\$ 29,750	\$ -	\$ -	\$191,363	\$ 5,686	\$226,799

The Company and its subsidiaries will test the recoverable amount of goodwill at the end of the annual financial reporting period.

The Company and its subsidiaries' intangible assets (other than Goodwill) are amortized on a straight-line basis over their estimated useful lives as follows:

Expertise	9 years
Customer relationships	7 years
Computer software	2-20 years
Other intangible assets	3-20 years

19. FINANCE LEASE RECEIVABLES

The lease period of the Company and its subsidiaries' lease contracts for both renovation works and machinery and equipment is ten-year, and the implicit interest rate range of the leases is 4.82%-6.23%. The Company and its subsidiaries entered into a lease agreement with an associate Allnex - Eternal Resins (Guangdong) Co., Ltd. for the leasing out of machinery and equipment for ten years, and the implicit interest rate in the lease was 6.23%. This agreement was deemed as a sales agreement. The gain on disposal will be deferred and subsequently recognized as profit over the lease term. The balance of finance lease receivables from related parties generated from the aforementioned transactions was \$6,107 thousand, \$7,971 thousand, and \$7,882 thousand as of March 31, 2025, December 31, 2024 and March 31, 2024, respectively.

The Company and its subsidiaries measured the loss allowance of the finance lease receivables based on lifetime expected credit losses. As of March 31, 2025, December 31, 2024 and March 31, 2024, no loss allowance was recognized.

The composition of finance lease receivables (including related parties) is as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Undiscounted lease payments			
Year 1	\$ 19,539	\$ 19,555	\$ 19,050
Year 2	19,735	19,458	19,338
Year 3	19,636	19,361	19,242
Year 4	17,460	19,263	19,146
Year 5	17,460	17,215	17,024
Year 6 onwards	–	4,303	18,442
	<u>93,830</u>	<u>99,155</u>	<u>112,242</u>
Less: Unearned financial income	(10,278)	(11,795)	(14,748)
Finance lease receivable (recorded as other non-current assets - others)	<u>\$ 83,552</u>	<u>\$ 87,360</u>	<u>\$ 97,494</u>

20. BORROWINGS

a. Short-term borrowings

Type of Borrowings	Interest Rate Range (%)	Amount
March 31, 2025		
Mortgage secured loans	0.65~2.15	\$ 219,824
Unsecured loans	1.01~5.52	2,779,466
Purchase loans	4.62~5.37	288,924
Secured loans	3.45~5.71	<u>1,701,104</u>
		<u>\$ 4,989,318</u>
December 31, 2024		
Mortgage secured loans	0.65~1.30	\$ 442,816
Unsecured loans	0.77~5.52	3,312,362
Purchase loans	4.45~6.10	385,403
Secured loans	4.18~5.71	<u>1,557,283</u>
		<u>\$ 5,697,864</u>
March 31, 2024		
Mortgage secured loans	1.12~2.50	\$ 128,345
Unsecured loans	0.58~6.07	3,312,701
Purchase loans	4.25~6.86	236,135
Secured loans	4.18~5.06	<u>1,544,001</u>
		<u>\$ 5,221,182</u>

b. Long-term borrowings

Type of Borrowings	Agreement Period and Interest Payable Schedule	Interest Rate Range (%)	Amount
March 31, 2025			
Mortgage secured loans	From December 17, 2010 to April 15, 2029. Interest is paid based on schedule.	1.60~5.49	\$ 11,709
Secured loans	From July 14, 2023 to April 1, 2031. Interest is paid based on schedule.	2.70~5.18	2,694,348
Unsecured loans	From April 26, 2022 to June 3, 2029. Interest is paid based on schedule.	1.74~3.15	10,349,977
			<u>13,056,034</u>
Less: Current portion			<u>(2,719,537)</u>
			<u>\$ 10,336,497</u>
December 31, 2024			
Mortgage secured loans	From December 17, 2010 to April 15, 2029. Interest is paid based on schedule.	1.60~5.49	\$ 14,261
Secured loans	From July 14, 2023 to April 1, 2031. Interest is paid based on schedule.	2.70~5.35	2,395,686
Unsecured loans	From April 26, 2022 to June 3, 2029. Interest is paid based on schedule.	1.43~3.15	9,953,816
			<u>12,363,763</u>
Less: Current portion			<u>(2,604,571)</u>
			<u>\$ 9,759,192</u>
March 31, 2024			
Mortgage secured loans	From December 17, 2010 to December 31, 2025. Interest is paid based on schedule.	1.60~1.75	\$ 22,831
Secured loans	From July 14, 2023 to April 1, 2031. Interest is paid based on schedule.	3.05~6.18	1,855,537
Unsecured loans	From May 31, 2021 to December 6, 2026. Interest is paid based on schedule.	1.06~3.50	8,667,563
			<u>10,545,931</u>
Less: Current portion			<u>(1,246,882)</u>
			<u>\$ 9,299,049</u>

c. Facility agreements and financial covenants

- 1) During the period of the below credit facility agreements, the Company and its subsidiaries made agreements with the creditors that the current ratio, liability ratio, interest coverage ratio and net tangible assets of the consolidated financial statements will be maintained within a certain specified ratio or amount and reviewed at least once a year. If the Company and its subsidiaries breach these clauses, the bank and syndicated banks can cancel the credit line or declare that part or all of the loan together with accrued interest is immediately due. The Company and its subsidiaries were in compliance with the syndicated credit facility agreements based on the consolidated financial statements for the years ended December 31, 2024 and 2023.
- 2) As of March 31, 2025, the Company and its subsidiaries utilized the credits under signed facility agreements of the following banks.

Bank	Currency	Credit line
HSBC Bank (Taiwan) Limited	NTD	\$ 1,100,000

- 3) As of March 31, 2025, the Company and its subsidiaries executed syndicated credit facility agreements with the following banks:

In June 2024, the Company entered into a syndicated credit facility agreement with ten banks led by E.SUN Commercial Bank Ltd. for a NT\$6,120,000 thousand credit line; the proceeds are for repaying the existing liabilities and expanding medium-term working capital.

In October 2023, the subsidiary entered into a syndicated credit facility agreement with five banks led by CTBC Bank Co., Ltd. for a US\$60,000 thousand credit line; the proceeds are for expanding medium-term working capital and repaying the existing liabilities.

- 4) Refer to Note 31 for the assets pledged as collateral for bank borrowings of the Company and its subsidiaries.

d. Bonds Payable

	March 31, 2025	December 31, 2024	March 31, 2024
5 year secured bonds - issued at par value			
Issued in November 2019; annual interest rate at 0.82%; principal repayable at maturity and interest payable annually	\$ -	\$ -	\$ 3,000,000
Less: Issuance cost	-	-	(730)
	<u>-</u>	<u>-</u>	<u>2,999,270</u>
5 year secured bonds - issued at par value			
Issued in August 2021; annual interest rate at 0.58%; principal repayable at maturity and interest payable annually	2,500,000	2,500,000	2,500,000
Less: Issuance cost	(1,488)	(1,748)	(2,539)
	<u>2,498,512</u>	<u>2,498,252</u>	<u>2,497,461</u>
	2,498,512	2,498,252	5,496,731

(Continued)

	March 31, 2025	December 31, 2024	March 31, 2024
Less: Current portion	\$ –	\$ –	(2,999,270)
	<u>\$ 2,498,512</u>	<u>\$ 2,498,252</u>	<u>\$ 2,497,461</u>
			(Concluded)

In October 2019, the Company entered into a syndicated guarantee facility agreement with four banks led by the Bank of Taiwan for a NT\$3,024,600 thousand credit line; the proceeds are for the repayment of existing borrowings.

In July 2021, the Company entered into a syndicated credit facility agreement with nine banks including E.SUN Commercial Bank, Ltd. and the Bank of Taiwan for a NT\$6,660,000 thousand credit line; the proceeds are for the repayment of bank borrowings and the expansion of medium-term working capital.

21. RETIREMENT BENEFIT PLANS

For the three months ended March 31, 2025 and 2024, the pension expenses of defined benefit plans were \$4,645 thousand and \$5,396 thousand, respectively, and these were calculated based on the pension cost rate determined by the actuarial calculation on December 31, 2024 and 2023, respectively.

22. EQUITY

a. Share capital

	March 31, 2025	December 31, 2024	March 31, 2024
Number of shares authorized (in thousands)	1,800,000	1,800,000	1,800,000
Shares authorized	<u>\$ 18,000,000</u>	<u>\$ 18,000,000</u>	<u>\$ 18,000,000</u>
Number of shares issued and fully paid (in thousands)	1,178,266	1,178,266	1,178,266
Shares issued	<u>\$ 11,782,655</u>	<u>\$ 11,782,655</u>	<u>\$ 11,782,655</u>

b. Capital surplus

	March 31, 2025	December 31, 2024	March 31, 2024
May be used to offset deficit, distributed as cash or transferred to share capital (Note 1)			
Additional paid-in capital	\$ 309,017	\$ 309,017	\$ 309,017
Treasury share transactions	19,642	19,642	19,642
Difference between the consideration received or paid and the carrying amount of the subsidiaries during actual disposal or acquisition	<u>465,834</u>	<u>701,487</u>	<u>12,872</u>
	<u>794,493</u>	<u>1,030,146</u>	<u>341,531</u>
			(Continued)

	March 31, 2025	December 31, 2024	March 31, 2024
May be used to offset deficit only			
Share of changes in equities of associates or joint ventures	26, 867	26, 867	27, 357
Changes in percentage of ownership interests in subsidiaries (Note 2)	293, 249	293, 249	293, 939
Others	58	58	58
	<u>320, 174</u>	<u>320, 174</u>	<u>321, 354</u>
May not be used for any purpose			
Share of changes in equities of associates or joint ventures	<u>3, 348</u>	<u>3, 348</u>	<u>3, 348</u>
	<u>\$ 1, 118, 015</u>	<u>\$ 1, 353, 668</u>	<u>\$ 666, 233</u>
			(Concluded)

Note 1: The capital surplus could be used to offset a deficit or distributed as cash dividends or transferred to capital when the Company has no deficit (limited to a certain percentage of the Company's paid-in capital per year).

Note 2: Such capital surplus arises from the effects of changes in ownership interests in subsidiaries resulting from equity transactions other than actual disposals or acquisitions or from changes in capital surplus of subsidiaries accounted for using the equity method.

c. Retained earnings and dividend policy

The Company's Articles stipulate that annual profit should be utilized in the following order:

- 1) Payment of income tax.
- 2) Offset accumulated deficit.
- 3) Appropriate as legal reserve 10% of the remaining profit, until the accumulated legal reserve equals the paid-in capital.
- 4) Setting aside or reversing a special reserve in accordance with the shareholders' meeting or as requested by the authorities.
- 5) The remainder along with the unappropriated earnings are considered as distributable earnings. In accordance with the dividend policy, the proposal of earnings appropriation is prepared by the board of directors and resolved in the shareholders' meeting.

The Company explicitly stipulates in the Articles of Incorporation to authorize the distributable dividends and bonuses in accordance with Article 240 of Company Act, or the legal reserve and capital surplus stipulated in Paragraph 1 of Article 241 of Company Act, in whole or in part may be paid in cash after a resolution has been approved by more than half of the directors with the attendance of more than two-thirds of the total number of directors, and a report of such distribution shall be submitted to the shareholders' meeting.

The legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's fully paid share capital, the excess may be transferred to capital or distributed in cash.

As the Company elected to use the exemptions in IFRS 1, \$426,930 thousand was set aside as special reserve. However, as some of the previously disclosed assets were disposed of in September 2021, \$645 thousand was reversed from the special reserve. Therefore, as of March 31, 2025, December 31, 2024 and March 31, 2024, the special reserve were \$426,285 thousand.

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

	Appropriations of Earnings		Dividends Per Share (NT\$)	
	For the Year		For the Year	
	Ended December 31		Ended December 31	
	2024	2023	2024	2023
Legal reserve	\$ 221,462	\$ 147,349		
Special reserve (reversal)	(932,504)	381,188		
Cash dividends	1,178,265	942,612	\$ 1.0	\$ 0.8

In March, 2025, the Company's board of directors resolved to distribute the cash dividends of \$235,653 thousand from its capital surplus, at 0.2 per share.

The above appropriations for cash dividends of 2024 and 2023 were resolved by the Company's board of directors in March 2025 and 2024, respectively. The other proposed appropriations for 2023 were approved by the shareholders in their meeting in June 2024. The other proposed appropriations for 2024 are subject to the resolution of the shareholders in their meeting to be held in June 2025.

d. Other equity items

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

	For the Three Months	
	Ended March 31	
	2025	2024
Balance, beginning of the period	(\$ 278,845)	(\$ 1,886,840)
Recognized for the period		
Exchange differences on translation of the financial statements of foreign operations	489,327	1,049,496
Share of exchange differences of associates and joint ventures accounted for using the equity method	26,940	65,300
Other comprehensive income (loss) for the period	516,267	1,114,796
Disposal of partial interest in subsidiaries (without losing control)	—	309
Balance, end of the period	\$ 237,422	(\$ 771,735)

Exchange differences on the translation of the financial statements of foreign operations arose mainly due to the impact of the exchange rate fluctuations of the RMB to the NTD on the subsidiaries which the Company and its subsidiaries invested in mainland China.

2) Unrealized gains and losses on financial assets at FVTOCI

	For the Three Months Ended March 31	
	2025	2024
Balance, beginning of the period	\$ 538, 947	\$ 528, 051
Recognized for the period		
Unrealized gains and losses - equity instruments (112, 817)	186, 875
Reclassification adjustments		
Cumulative unrealized gains and losses of equity instruments transferred to retained earnings due to disposal	–	1, 105
Balance, end of the period	<u>\$ 426, 130</u>	<u>\$ 716, 031</u>

e. Non-controlling interests

	For the Three Months Ended March 31	
	2025	2024
Balance, beginning of the period	\$ 676, 565	\$ 481, 339
Share of net profit for the period	16, 352	14, 801
Other comprehensive income (loss) for the period		
Exchange differences on translation of the financial statements of foreign operations	27, 337 (802)
Disposal of partial interest in subsidiaries (without losing control)	–	1, 438
Balance, end of the period	<u>\$ 720, 254</u>	<u>\$ 496, 776</u>

23. REVENUE

	For the Three Months Ended March 31	
	2025	2024
Revenue from contracts with customers		
Revenue from the sale of goods	\$ 10, 022, 730	\$ 9, 973, 378
Lease revenue	37, 924	47, 167
	<u>\$ 10, 060, 654</u>	<u>\$ 10, 020, 545</u>

Contract balances

	March 31, 2025	December 31, 2024	March 31, 2024	January 1, 2024
Notes and accounts receivable	<u>\$ 15, 206, 499</u>	<u>\$ 15, 447, 224</u>	<u>\$ 15, 563, 474</u>	<u>\$ 15, 213, 220</u>
Contract liabilities				
Sale of goods	<u>\$ 418, 933</u>	<u>\$ 597, 286</u>	<u>\$ 866, 942</u>	<u>\$ 873, 877</u>

The changes in the balance of contract liabilities resulted primarily from the difference in timing between the satisfaction of performance obligations and customer payment.

Revenue recognized in the current period from the balance of contract liabilities at the beginning of the year is as follows:

	For the Three Months Ended March 31	
	2025	2024
From the balance of contract liabilities at the beginning of the period		
Sale of goods	<u>\$ 297,378</u>	<u>\$ 270,388</u>

24. PROFIT BEFORE INCOME TAX

a. Interest income

	For the Three Months Ended March 31	
	2025	2024
Interest on bank deposits	\$ 18,614	\$ 22,151
Others	<u>2,521</u>	<u>2,473</u>
	<u>\$ 21,135</u>	<u>\$ 24,624</u>

b. Other income

	For the Three Months Ended March 31	
	2025	2024
Subsidy income	\$ 36,859	\$ 32,372
Others	<u>35,583</u>	<u>74,806</u>
	<u>\$ 72,442</u>	<u>\$ 107,178</u>

c. Other gains and losses

	For the Three Months Ended March 31	
	2025	2024
Loss on disposal of property, plant and equipment	(\$ 4,012)	(\$ 1,241)
Gain on financial assets		
Financial assets at FVTPL	3,954	828
Finance fees	(8,748)	(12,719)
Net foreign exchange gains	28,359	15,206
Others	<u>(7,879)</u>	<u>(8,662)</u>
	<u>\$ 11,674</u>	<u>(\$ 6,588)</u>

d. Finance costs

	For the Three Months Ended March 31	
	2025	2024
Interest Expense		
Interest on loans	\$ 126,715	\$ 115,867
Interest on lease liabilities	1,063	1,343
Less: Amounts included in the cost of qualifying assets	(13,099)	(8,600)
	<u>\$ 114,679</u>	<u>\$ 108,610</u>

Information about capitalized interest was as follows:

	For the Three Months Ended March 31	
	2025	2024
Capitalized interest amount	<u>\$ 13,099</u>	<u>\$ 8,600</u>
Capitalization rates (%)	2.00~3.00	1.75~3.50

e. Depreciation and amortization

	For the Three Months Ended March 31	
	2025	2024
Property, plant and equipment	\$ 520,577	\$ 492,615
Investment properties	11,328	11,021
Right-of-use assets	29,366	28,820
Intangible assets	4,247	4,334
Others	5,958	5,949
	<u>\$ 571,476</u>	<u>\$ 542,739</u>
Analysis of depreciation by function		
Operating costs	\$ 436,871	\$ 413,988
Operating expenses	130,245	124,142
	<u>\$ 567,116</u>	<u>\$ 538,130</u>
Analysis of amortization by function		
Operating costs	\$ 369	\$ 304
Operating expenses	3,991	4,305
	<u>\$ 4,360</u>	<u>\$ 4,609</u>

f. Employee benefits

	For the Three Months Ended March 31	
	2025	2024
Short-term employee benefits		
Salaries	\$ 1,035,639	\$ 960,165
Labor and health insurance	91,626	91,488
Others	84,442	82,577
	<u>1,211,707</u>	<u>1,134,230</u>
Post-employment benefits		
Defined contribution plans	71,356	63,423
Defined benefit plans (Note 21)	4,645	5,396
	<u>76,001</u>	<u>68,819</u>
	<u>\$ 1,287,708</u>	<u>\$ 1,203,049</u>
Analysis of employee benefits by function		
Operating costs	\$ 584,540	\$ 543,883
Operating expenses	703,168	659,166
	<u>\$ 1,287,708</u>	<u>\$ 1,203,049</u>

g. Compensation of employees and remuneration of directors

The Company distributed the compensation of employees and remuneration of directors at rates of 4.5% (inclusive)-5.5% and no higher than 1%, respectively, of pre-tax profit prior to the deduction of the compensation of employees and remuneration of directors. The accrual amounts of compensation of employees and remuneration of directors are as follows:

	For the Three Months Ended March 31	
	2025	2024
Compensation of employees	<u>\$ 18,920</u>	<u>\$ 24,855</u>
Remuneration of directors	<u>\$ 2,735</u>	<u>\$ 3,585</u>

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

The compensation of employees and remuneration of directors (all in cash) approved by the Company's board of directors in March 2025 and 2024, respectively, and accrual amounts recognized in the consolidated financial statements were as follows:

	For the Year Ended December 31			
	2024		2023	
	Compensation of employees	Remuneration of Directors	Compensation of employees	Remuneration of Directors
Amounts approved in the board of directors' meeting	\$ 101,358	\$ 14,641	\$ 79,662	\$ 11,507
Amounts recognized in the financial statements	101,676	14,642	80,000	11,300
Difference	<u>(\$ 318)</u>	<u>(\$ 1)</u>	<u>(\$ 338)</u>	<u>\$ 207</u>

The differences were adjusted to profit and loss for the years ended December 31, 2025 and 2024, respectively.

Information on the compensation of employees and remuneration of directors approved 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. Income tax expense (benefit) recognized in profit or loss

	For the Three Months Ended March 31	
	2025	2024
Current tax	\$ 170,504	\$ 201,411
Deferred tax	8,481	45,255
	<u>\$ 178,985</u>	<u>\$ 246,666</u>

- b. Income tax expense (benefit) recognized in other comprehensive income

	For the Three Months Ended March 31	
	2025	2024
Deferred tax		
In respect of the current period		
Unrealized gains and losses on financial assets at fair value through other comprehensive income	<u>(\$ 59)</u>	<u>(\$ 170)</u>

- c. Income tax assessment

The Company's income tax returns as of 2022 have been assessed by the tax authorities.

- d. Pillar Two income tax legislation

As of March 31, 2025, with regard to the impacts of the tax jurisdictions where the Pillar Two legislation has been enacted or substantially enacted but has not yet come to effect, the Company and its subsidiaries are continuously assessing of the above potential exposure and will disclose the relevant impact when the assessment is completed.

26. EARNINGS PER SHARE

	For the Three Months Ended March 31	
	2025	2024
Basic earnings per share	\$ 0.30	\$ 0.38
Diluted earnings per share	\$ 0.30	\$ 0.38

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

Net Profit for the period

	For the Three Months Ended March 31	
	2025	2024
Net profit for the period attributable to owners of the Company	\$ 349,155	\$ 445,718

Number of ordinary shares

Unit: Thousand Shares

	For the Three Months Ended March 31	
	2025	2024
Weighted average number of ordinary shares used in the computation of basic earnings per share	1,178,266	1,178,266
Effect of potentially dilutive ordinary shares		
Compensation of employees	3,570	2,567
Weighted average number of ordinary shares used in the computation of diluted earnings per share	1,181,836	1,180,833

Since the Company is allowed to settle the compensation paid to employees by cash or shares, the Company assumed that the entire amount of the compensation will be settled in shares and the resulting potential shares are included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the shares have a dilutive effect. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees in the meeting in the following year.

27. CASH FLOW INFORMATION

a. Information on investment activities

	For the Three Months Ended March 31	
	2025	2024
Additions of property, plant and equipment	\$ 708,580	\$ 804,558
Decrease in payables for equipment	341,534	133,980
	1,050,114	938,538
Capitalized interest	(13,099)	(8,600)
Cash paid	\$ 1,037,015	\$ 929,938

b. Changes in major liabilities arising from financing activities

For the three months ended March 31, 2025

	January 1, 2025	Cash Flows	Non-cash Changes		March 31, 2025
			Exchange Rate Adjustment	Issuance Cost	
Short-term borrowings	\$ 5,697,864	(\$ 770,127)	\$ 61,581	\$ -	\$ 4,989,318
Long-term borrowings	12,363,763	598,695	93,576	-	13,056,034
Bonds payable	2,498,252	-	-	260	2,498,512

For the three months ended March 31, 2024

	January 1, 2024	Cash Flows	Non-cash Changes		March 31, 2024
			Exchange Rate Adjustment	Issuance Cost	
Short-term borrowings	\$ 5,557,448	(\$ 391,842)	\$ 55,576	\$ -	\$ 5,221,182
Long-term borrowings	10,103,044	372,113	70,774	-	10,545,931
Bonds payable	5,496,172	-	-	559	5,496,731

28. CAPITAL MANAGEMENT

The Company and its subsidiaries' objectives in capital management are to safeguard the Company and its subsidiaries' ability to continue as a going concern and to provide reasonable returns to shareholders, to maintain an optimal capital structure and to reduce the cost of capital. The Company's capital management policy is to maintain a strong capital base that maintains the confidence of investors, creditors and the market, as well as support future operations. Capital includes the Company's shares, capital surplus, and retained earnings.

29. FINANCIAL INSTRUMENTS

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

Financial assets and liabilities that are not measured at fair value are of short-term duration and are usually repriced at the current market interest rate. Either their carrying amounts are close to their fair values, or their fair values could not be reliably measured.

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

1) Fair value hierarchy

	Level 1	Level 2	Level 3	Total
<u>March 31, 2025</u>				
Financial instruments at FVTPL				
Structured Deposit	\$ -	\$ 741,911	\$ -	\$ 741,911
Mutual funds	\$ -	\$ -	\$ 9,502	\$ 9,502
Financial instruments at FVTOCI				
Equity instruments				
Domestic and foreign listed shares	\$ 540,162	\$ -	\$ -	\$ 540,162
Domestic and foreign unlisted shares	\$ -	\$ -	\$ 396,321	\$ 396,321
<u>December 31, 2024</u>				
Financial instruments at FVTPL				
Structured Deposit	\$ -	\$ 822,964	\$ -	\$ 822,964
Mutual funds	\$ -	\$ -	\$ 9,382	\$ 9,382
Financial instruments at FVTOCI				
Equity instruments				
Domestic and foreign listed shares	\$ 570,048	\$ -	\$ -	\$ 570,048
Domestic and foreign unlisted shares	\$ -	\$ -	\$ 475,537	\$ 475,537
<u>March 31, 2024</u>				
Financial instruments at FVTPL				
Mutual funds	\$ -	\$ -	\$ 9,569	\$ 9,569
Financial instruments at FVTOCI				
Equity instruments				
Domestic and foreign listed shares	\$ 820,822	\$ -	\$ -	\$ 820,822
Domestic and foreign unlisted shares	\$ -	\$ -	\$ 413,848	\$ 413,848

There was no transfer between Level 1 and Level 2 for the three months ended March 31, 2025 and 2024.

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

For the Three Months Ended March 31, 2025

	Mutual Funds	Stocks	
	Financial Assets	Financial Assets	
	at FVTPL	at FVTOCI	Total
<u>Financial assets</u>			
Balance, beginning of the period	\$ 9,382	\$ 475,537	\$ 484,919
Recognized in other comprehensive income	–	(82,990)	(82,990)
Effects of foreign currency exchange differences	120	3,774	3,894
Balance, end of the period	<u>\$ 9,502</u>	<u>\$ 396,321</u>	<u>\$ 405,823</u>

For the Three Months Ended March 31, 2024

	Mutual Funds	Stocks	
	Financial Assets	Financial Assets	
	at FVTPL	at FVTOCI	Total
<u>Financial assets</u>			
Balance, beginning of the period	\$ 9,182	\$ 383,184	\$ 392,366
Recognized in other comprehensive income	–	21,539	21,539
Disposal	–	(1,196)	(1,196)
Effects of foreign currency exchange differences	387	10,321	10,708
Balance, end of the period	<u>\$ 9,569</u>	<u>\$ 413,848</u>	<u>\$ 423,417</u>

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

The fair value of structured time deposits is measured by the future cash flows that are estimated and discounted by the expected yield based on the observable index at the end of period.

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

The fair values of mutual funds were estimated using the net worth of the latest financial statement. The fair values of domestic and foreign unlisted shares were estimated using the net worth of their latest financial statement and the market approach by reference to industry category, the revaluation of similar companies and the company's operations.

c. Categories of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets</u>			
Fair value through profit or loss			
Mandatorily classified as at fair value through profit or loss	\$ 751, 413	\$ 832, 346	\$ 9, 569
Financial assets at amortized cost (Note 1)	23, 217, 195	23, 787, 035	23, 727, 885
Financial assets at fair value through other comprehensive income - equity instruments	936, 483	1, 045, 585	1, 234, 670
<u>Financial liabilities</u>			
Financial liabilities at amortized cost (Note 2)	28, 750, 605	29, 161, 368	28, 531, 779

Note 1: The balances included financial assets at amortized cost, which comprise cash and cash equivalents, notes and accounts receivable (including related parties), other financial assets - current and non-current (recorded as other non-current assets - others), other receivables, refundable deposits (recorded as other non-current assets - others), and long-term receivables (recorded as other non-current assets – others) and so on.

Note 2: The balances included financial liabilities at amortized cost, which comprise short-term borrowings, notes and accounts payable, other payables - others, long-term borrowings (including current portion), bonds payable (including current portion), guarantee deposits received (recorded as other non-current liabilities) and so on.

d. Financial risk management objectives and policies

The financial risk management objectives of the Company and its subsidiaries are mainly to manage the market risk, credit risk and liquidity risk related to operating activities and to verify, measure and manage the financial risks according to the policies. The Company and its subsidiaries have set up policies, procedures and internal controls to manage the risks in their financial activities. The significant financial activities of the Company and its subsidiaries are in accordance with relevant regulations and internal controls approved by the board of directors. During the execution of financial management activities, the Company and its subsidiaries should be in compliance with the relevant rules of financial risk management.

1) Market risk

a) Foreign currency risk

The Company and its subsidiaries' operating activities and net investments in foreign operations are denominated mainly in foreign currencies. Consequently, the Company and its subsidiaries are exposed to foreign currency risk. To protect against reductions in the value of foreign currency assets and against the volatility of future cash flows caused by changes in foreign exchange rates, the Company and its subsidiaries utilize derivative financial instruments, such as foreign exchange forward contracts, or maintain net foreign currency assets and liabilities. Foreign currency risk could be reduced but might not be fully eliminated by these methods.

For the carrying amounts of the Company and its subsidiaries' significant non-functional currency denominated monetary assets and liabilities (including those eliminated on consolidation) at the balance sheet date, refer to Note 34.

Sensitivity analysis

The following table details the sensitivity to a 1% change in the functional currencies against the relevant foreign currencies.

		Impact on Profit or Loss	
		For the Three Months Ended March 31	
		2025	2024
<u>Foreign Currencies : Functional Currencies</u>			
Financial assets			
Monetary items			
USD:NTD	\$	25,397	\$ 24,361
USD:RMB		8,777	8,540
USD:MYR		4,821	4,307
JPY:NTD		3,344	3,596
EUR:NTD		807	1,182
Financial liabilities			
Monetary items			
USD:NTD		24,808	20,323
USD:RMB		4,652	3,870
USD:MYR		5,435	3,000
JPY:NTD		1,455	1,943
USD:THB		1,159	1,304

b) Interest rate risk

The borrowings of the Company and its subsidiaries with fixed interest rates were not exposed to cash flow risk. The borrowings with floating interest rates were exposed to cash flow risk as effective interest rates change.

The carrying amounts of the Company and its subsidiaries' financial assets and financial liabilities with exposure to interest rate risks at the balance sheet dates were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Fair value interest rate risk			
Financial assets	\$ 2,818,303	\$ 2,694,438	\$ 2,233,651
Financial liabilities	2,678,991	2,682,259	5,726,317
Cash flow interest rate risk			
Financial assets	4,987,553	5,545,413	5,110,674
Financial liabilities	18,045,352	18,061,627	15,767,113

If interest rates had been 1% higher/lower and all other variables were held constant, the Company and its subsidiaries' pre-tax profit for the three months ended March 31, 2025 and 2024 would have decreased/increased by \$45,113 thousand and \$39,418 thousand, respectively.

c) Other price risk

The Company and its subsidiaries were exposed to equity price risk through their investments in equity securities. If equity prices had been 1% higher/lower, other comprehensive income for the three months ended March 31, 2025 and 2024 would have increased/decreased by \$5,402 thousand and \$8,208 thousand, respectively, as a result of the changes in the fair value of financial assets at FVTOCI.

2) Credit risk

Credit risk refer to the risk of financial loss to the Company and its subsidiaries arising from default by clients or counterparties of financial instruments on the contract obligations. According to the Company and its subsidiaries' policy, each operating entity in the Company and its subsidiaries is responsible for managing and analyzing the credit risk of each of their new clients before standard payment and delivery terms and conditions are offered. The credit quality of the customers is assessed through internal risk control procedures by taking into account their financial position, past experience and other factors, and the Company and its subsidiaries engage in credit enhancement by covering specific outstanding trade receivables by collateral. While the Company and its subsidiaries have procedures to monitor and limit exposure to credit risk on accounts receivable, there can be no assurance that such procedures will effectively limit credit risk and avoid losses. This risk is heightened during periods when economic conditions worsen.

3) Liquidity risk

The Company and its subsidiaries manage its liquidity risk by maintaining adequate cash and cash equivalents, bank borrowings, and so on. The table below summarizes the maturity profile of the Company and its subsidiaries' financial liabilities based on contractual undiscounted payments, including principal and interest.

March 31, 2025

	Less Than 1 Year	1-2 Years	2-3 Years	3-5 Years	Over 5 Years	Total
Non-derivative financial liabilities						
Short-term borrowings	\$ 5,021,088	\$ -	\$ -	\$ -	\$ -	\$ 5,021,088
Notes payable	1,322,905	-	-	-	-	1,322,905
Accounts payable	5,045,338	-	-	-	-	5,045,338
Dividend payable	1,413,919	-	-	-	-	1,413,919
Other payables	1,763,557	-	-	-	-	1,763,557
Lease liabilities	76,801	44,609	34,497	25,507	5,113	186,527
Long-term borrowings (including current portion)	6,949,449	3,127,284	1,972,131	1,400,102	158,084	13,607,050
Bonds payable	14,500	2,514,500	-	-	-	2,529,000
	<u>\$ 21,607,557</u>	<u>\$ 5,686,393</u>	<u>\$ 2,006,628</u>	<u>\$ 1,425,609</u>	<u>\$ 163,197</u>	<u>\$ 30,889,384</u>

December 31, 2024

	Less Than 1 Year	1-2 Years	2-3 Years	3-5 Years	Over 5 Years	Total
Non-derivative financial liabilities						
Short-term borrowings	\$ 5,744,393	\$ -	\$ -	\$ -	\$ -	\$ 5,744,393
Notes payable	1,496,784	-	-	-	-	1,496,784
Accounts payable	4,787,780	-	-	-	-	4,787,780
Other payables	2,238,326	-	-	-	-	2,238,326
Lease liabilities	75,863	46,950	32,421	29,012	6,220	190,466
Long-term borrowings (including current portion)	6,593,350	2,569,042	2,342,331	1,312,277	122,404	12,939,404
Bonds payable	14,500	2,514,500	-	-	-	2,529,000
	<u>\$ 20,950,996</u>	<u>\$ 5,130,492</u>	<u>\$ 2,374,752</u>	<u>\$ 1,341,289</u>	<u>\$ 128,624</u>	<u>\$ 29,926,153</u>

March 31, 2024

	Less Than 1 Year	1-2 Years	2-3 Years	3-5 Years	Over 5 Years	Total
Non-derivative financial liabilities						
Short-term borrowings	\$ 5,259,074	\$ -	\$ -	\$ -	\$ -	\$ 5,259,074
Notes payable	832,198	-	-	-	-	832,198
Accounts payable	4,752,904	-	-	-	-	4,752,904
Dividend payable	942,612	-	-	-	-	942,612
Other payables	1,603,190	-	-	-	-	1,603,190
Lease liabilities	83,419	65,930	35,919	42,788	10,021	238,077
Long-term borrowings (including current portion)	4,171,652	3,460,748	1,697,914	1,811,457	23,774	11,165,545
Bonds payable (including current portion)	3,039,100	14,500	2,514,500	-	-	5,568,100
	<u>\$ 20,684,149</u>	<u>\$ 3,541,178</u>	<u>\$ 4,248,333</u>	<u>\$ 1,854,245</u>	<u>\$ 33,795</u>	<u>\$ 30,361,700</u>

e. Transfers of financial assets

Subsidiaries discounted notes receivable with banks and transferred a portion of the banker's acceptance bills of receivables from China to vendors for repayment. If above financial assets are not paid at maturity, the banks and vendors have the right to request the subsidiaries to pay the unsettled balance. As the subsidiaries have not transferred the significant risks and rewards relating to these financial assets, they continue to recognize the full carrying amount of the financial assets and treat the financial assets that have been transferred to banks and vendors as collateral for borrowings or payables.

As of March 31, 2025, December 31, 2024 and March 31, 2024, the carrying amount of the accounts receivable that have been transferred but have not been derecognized amounted to \$2,142,718 thousand, \$2,078,234 thousand and \$1,982,262 thousand, respectively, and the carrying amount of the related borrowings and payables were \$2,142,254 thousand, \$2,077,595 thousand and \$1,981,681 thousand, respectively.

30. TRANSACTIONS WITH RELATED PARTIES

Except for the transactions disclosed in other notes, the transactions between the Company and its subsidiaries and related parties are as follows:

a. Related party names and relationships

Related Party Name	Relationship
Allnex-Eternal Resins Corporation Limited	Associate
Allnex-Eternal Resins (Guangdong) Co., Ltd.	Associate
Eterkon Semiconductor Materials Co., Ltd.	Associate
Daxin Materials Corporation	Associate
Resonac New Material (Zhuhai) Co., Ltd.	Associate
Covestro Eternal Resins (Far East) Ltd.	Associate
Covestro Eternal Resins (Kunshan) Co., Ltd.	Associate

b. Operating revenue

Account Item	Related Party Category	For the Three Months Ended March 31	
		2025	2024
Revenue from sales of goods	Associates	<u>\$ 167,892</u>	<u>\$ 162,853</u>

Sales to related parties were made at prices similar to that of general transactions. The payment terms are 60-150 days from the end of the month.

c. Purchase of goods

Related Party Category	For the Three Months Ended March 31	
	2025	2024
Associates	\$ 325	\$ 1,429

Purchases from related parties were made at prices similar to that of general transactions. The payment terms are 30-120 days from the date the goods are received.

d. Other income

Related Party Category/Name	For the Three Months Ended March 31	
	2025	2024
Associates		
Allnex-Eternal Resins (Guangdong) Co., Ltd.	\$ 13,051	\$ 13,550
Others	3,265	3,080
	<u>\$ 16,316</u>	<u>\$ 16,630</u>

Other income is mainly rental income, service revenue and so on.

e. Receivables from related parties

Account Item	Related Party Category	March 31, 2025	December 31, 2024	March 31, 2024
Notes and accounts receivable	Associates	<u>\$ 224,005</u>	<u>\$ 237,931</u>	<u>\$ 231,364</u>

The receivables arose mainly from sales transactions; the receivables were not guaranteed, pledged and do not bear interest. As of March 31, 2025, December 31, 2024 and March 31, 2024, the balance of loss allowance of accounts receivable from related parties was \$124 thousand, \$335 thousand and \$142 thousand, respectively.

f. Payables to related parties

Account Item	Related Party Category	March 31, 2025	December 31, 2024	March 31, 2024
Accounts payable	Associates	<u>\$ 342</u>	<u>\$ 378</u>	<u>\$ 236</u>

The payables arose mainly from purchase transactions; the payables were not guaranteed and do not bear interest.

g. Loans to related parties

Account Item	Related Party Category / Name	March 31, 2025	December 31, 2024	March 31, 2024
Other receivables	Associates			
	Eterkon			
	Semiconductor Materials Co., Ltd.	\$ 111, 019	\$ 109, 460	\$ 108, 245

The Company and its subsidiaries provided loans to related parties at rates comparable to market interest rates.

h. Compensation of key management personnel

	For the Three Months Ended March 31	
	2025	2024
Short-term employee benefits	\$ 22, 713	\$ 23, 501
Post-employment benefits	393	297
	<u>\$ 23, 106</u>	<u>\$ 23, 798</u>

31. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The Company and its subsidiaries' assets mortgaged or pledged as collateral for bank borrowings, discounted notes, supplier payment, customs guarantee, performance guarantee and banker's acceptance were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Notes receivable	\$ 2, 142, 718	\$ 2, 078, 234	\$ 1, 982, 262
Property, plant and equipment	275, 155	262, 790	268, 699
Other financial assets – current and non-current (recorded as other non-current assets - others)			
Time deposit certificates and deposit of escrow account	<u>39, 263</u>	<u>18, 295</u>	<u>18, 507</u>
	<u>\$ 2, 457, 136</u>	<u>\$ 2, 359, 319</u>	<u>\$ 2, 269, 468</u>

32. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

- The Company and its subsidiaries have issued but unused letters of credit of \$228,477 thousand as of March 31, 2025.
- The Company and its subsidiaries have contracts that were not yet incurred to purchase property, plant and equipment and intangible assets of \$1,680,821 thousand as of March 31, 2025.

33. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

On May 9, 2025, the Company's board of directors resolved to repurchase shares to maintain the Company's credit and shareholders' equity. From May 12, 2025 to July 11, 2025, a total of 10,000 thousand ordinary shares outstanding are planned to be repurchased, accounting for 0.8487% of the total issued shares.

34. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information was aggregated by the foreign currencies other than functional currencies of the Company and its subsidiaries before elimination and the exchange rates between the foreign currencies and the respective functional currencies were disclosed. The significant assets and liabilities denominated in foreign currencies were as follows:

	Foreign Currency (In Thousands)		Exchange Rate	Carrying Amount
<hr/> March 31, 2025 <hr/>				
Financial assets				
Monetary items				
USD	\$ 76,484	33.2050	(USD:NTD)	\$ 2,539,651
USD	26,432	7.1782	(USD:RMB)	877,675
USD	14,518	4.4325	(USD:MYR)	482,070
JPY	1,505,738	0.2221	(JPY:NTD)	334,394
Non-monetary items				
Investments accounted for using the equity method				
USD	883,612	33.2050	(USD:NTD)	29,340,326
RMB	5,694,828	0.1393	(RMB:USD)	26,343,192
RMB	25,830	4.6258	(RMB:NTD)	119,483
JPY	8,682,849	0.2221	(JPY:NTD)	1,928,287
MYR	219,435	0.2256	(MYR:USD)	1,643,841
THB	397,575	0.9842	(THB:NTD)	391,293
Financial liabilities				
Monetary items				
USD	74,712	33.2050	(USD:NTD)	2,480,812
USD	14,010	7.1782	(USD:RMB)	465,202
USD	16,368	4.4325	(USD:MYR)	543,499
JPY	655,031	0.2221	(JPY:NTD)	145,469
USD	3,489	33.9265	(USD:THB)	115,852
<hr/> December 31, 2024 <hr/>				
Financial assets				
Monetary items				
USD	81,996	32.7850	(USD:NTD)	2,688,239
USD	26,078	7.1884	(USD:RMB)	854,967
USD	15,548	4.4600	(USD:MYR)	509,741
RMB	82,281	4.5608	(RMB:NTD)	375,269
JPY	1,801,295	0.2073	(JPY:NTD)	373,336

(Continued)

	Foreign Currency (In Thousands)		Exchange Rate	Carrying Amount
Non-monetary items				
Investments accounted for using the equity method				
USD	877,056	32.7850	(USD:NTD)	28,754,289
RMB	5,642,375	0.1391	(RMB:USD)	25,733,856
RMB	29,368	4.5608	(RMB:NTD)	133,944
JPY	9,244,268	0.2073	(JPY:NTD)	1,915,967
MYR	219,131	0.2242	(MYR:USD)	1,610,813
THB	413,303	0.9623	(THB:NTD)	397,721
Financial liabilities				
Monetary items				
USD	75,214	32.7850	(USD:NTD)	2,465,891
USD	14,354	7.1884	(USD:RMB)	470,596
USD	15,045	4.4600	(USD:MYR)	493,250
JPY	693,138	0.2073	(JPY:NTD)	143,660
USD	3,690	33.9879	(USD:THB)	120,977
<hr/> March 31, 2024 <hr/>				
Financial assets				
Monetary items				
USD	76,129	32.0000	(USD:NTD)	2,436,128
USD	26,687	7.0950	(USD:RMB)	853,984
USD	13,460	4.7375	(USD:MYR)	430,720
JPY	1,701,216	0.2114	(JPY:NTD)	359,552
EUR	3,413	34.6227	(EUR:NTD)	118,167
Non-monetary items				
Investments accounted for using the equity method				
USD	923,000	32.0000	(USD:NTD)	29,536,006
RMB	5,906,286	0.1409	(RMB:USD)	26,638,647
RMB	29,487	4.5102	(RMB:NTD)	132,994
JPY	8,419,181	0.2114	(JPY:NTD)	1,779,394
MYR	233,593	0.2111	(MYR:USD)	1,577,832
THB	137,817	0.8840	(THB:NTD)	121,830
Financial liabilities				
Monetary items				
USD	63,509	32.0000	(USD:NTD)	2,032,288
USD	12,093	7.0950	(USD:RMB)	386,976
USD	9,374	4.7375	(USD:MYR)	299,968
JPY	919,430	0.2114	(JPY:NTD)	194,322
USD	4,076	36.4651	(USD:THB)	130,432
				(Concluded)

The total realized and unrealized foreign exchange gains and losses were a gain of \$28,359 thousand and \$15,206 thousand for the three months ended March 31, 2025 and 2024, respectively. Considering the variety of the foreign currency transactions and functional currencies of each entity, the Company and its subsidiaries disclosed the foreign exchange gains and losses in aggregate.

35. ADDITIONAL DISCLOSURES

a. Information about significant transactions and investees:

- 1) Financing provided to others: (Table 1)
- 2) Endorsements/guarantees provided: (Table 2)

- 3) Significant marketable securities held: (Table 3)
 - 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital: (Table 4)
 - 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital: (Table 5)
 - 6) Others: The business relationship between the parent company and the subsidiaries and between each subsidiary, and the circumstances and amounts of any significant transactions between them: (Table 6)
 - 7) Information on investees (Table 7)
- b. 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 gain or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 8)
 - 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses:
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period (Table 4)
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period (Table 4)
 - 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: None
 - e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to financing of funds (Table 1)
 - 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 receiving of services: None

36. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance focuses on the management by industry types. Reported segments of the Company and its subsidiaries were as follows:

- Resins Materials

Mainly operating variety of industrial resins materials.

- Electronic Materials

Mainly operating electronic, optoelectronic industry raw material and vacuum laminator.

- High Performance Materials

Mainly operating UV - light curing raw material.

- Others

The other operating segments which did not meet the quantitative threshold for separate reporting.

Segment revenues and operating results

The Company and its subsidiaries' segment profit (loss) is used as the basis for assessing the performance of the operating segments. The following is an analysis of the Company and its subsidiaries' revenues and results of operations by reportable segment.

	Resins Materials	Electronic Materials	High Performance Materials	Others	Adjustment and Elimination	Total
<u>For the three months ended March 31, 2025</u>						
Revenues from external customers						
Revenue from the sale of goods	\$ 4,737,883	\$ 2,662,134	\$ 2,605,480	\$ 17,233	\$ -	\$ 10,022,730
Revenue from the rental service	-	74	-	37,850	-	37,924
Inter-segment revenues	543,946	630,295	422,748	924	(1,597,913)	-
Total revenue	<u>\$ 5,281,829</u>	<u>\$ 3,292,503</u>	<u>\$ 3,028,228</u>	<u>\$ 56,007</u>	<u>(\$ 1,597,913)</u>	<u>\$ 10,060,654</u>
Segment operating profit (loss)	<u>\$ 196,635</u>	<u>\$ 162,291</u>	<u>\$ 267,613</u>	<u>(\$ 179,036)</u>	<u>\$ -</u>	<u>\$ 447,503</u>
<u>For the three months ended March 31, 2024</u>						
Revenues from external customers						
Revenue from the sale of goods	\$ 4,688,055	\$ 2,686,911	\$ 2,595,805	\$ 2,607	\$ -	\$ 9,973,378
Revenue from the rental service	-	410	-	46,757	-	47,167
Inter-segment revenues	496,949	611,789	436,688	658	(1,546,084)	-
Total revenue	<u>\$ 5,185,004</u>	<u>\$ 3,299,110</u>	<u>\$ 3,032,493</u>	<u>\$ 50,022</u>	<u>(\$ 1,546,084)</u>	<u>\$ 10,020,545</u>
Segment operating profit (loss)	<u>\$ 129,085</u>	<u>\$ 297,389</u>	<u>\$ 345,729</u>	<u>(\$ 162,794)</u>	<u>\$ -</u>	<u>\$ 609,409</u>

TABLE1

Eternal Materials Co., Ltd. and Subsidiaries

**FINANCING PROVIDED TO OTHERS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No. (Note 1)	Lender	Borrower	Financial Statement Account	Related Party	Maximum Balance for the Period (Note 2)	Ending Balance (Note 3)	Actual Amount Drawn	Interest Rate (%)	Nature of Financing (Note 4)	Transaction Amount	Reason for Financing	Allowance for Bad Debt	Collateral		Financing Limits for Each Borrowing Company	Financing Company's Total Financing Limit	Note
													Item	Value			
1	Eternal Chemical (China) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	\$ 2,058,741	\$ 925,162	\$ 546,214	1.48-1.76	2	\$ -	Operating needs	\$ -	-	\$ -	\$ 7,603,909	\$ 7,603,909	Note 6
2	Eternal Materials (Guangdong) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	503,248	138,774	-	-	2	-	Operating needs	-	-	-	6,887,808	6,887,808	Note 5
3	Eternal Holdings Inc.	Eternal Materials Co., Ltd.	Other receivables from related parties	Y	1,726,660	1,726,660	1,726,660	4.56-4.57	2	-	Operating needs	-	-	-	42,276,258	42,276,258	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Chemical (Chengdu) Co., Ltd.	Other receivables from related parties	Y	1,960,241	971,420	773,500	2.48-2.76	2	-	Operating needs	-	-	-	32,032,164	32,032,164	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Chemical (Tianjin) Co., Ltd.	Other receivables from related parties	Y	1,006,496	555,097	316,338	2.48-2.76	2	-	Operating needs	-	-	-	32,032,164	32,032,164	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Synthetic Resins (Changshu) Co., Ltd.	Other receivables from related parties	Y	1,463,994	1,295,227	608,524	2.48-2.76	2	-	Operating needs	-	-	-	32,032,164	32,032,164	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Electronic (Suzhou) Co., Ltd.	Other receivables from related parties	Y	1,387,743	1,387,743	463,197	2.48-2.76	2	-	Operating needs	-	-	-	32,032,164	32,032,164	Note 5
4	Eternal (China) Investment Co., Ltd.	Eterkon Semiconductor Materials Co., Ltd.	Other receivables from related parties	Y	222,039	222,039	111,019	3.45	2	-	Operating needs	-	-	-	6,406,433	6,406,433	Note 7
4	Eternal (China) Investment Co., Ltd.	Eternal Specialty Materials (Suzhou) Co., Ltd.	Other receivables from related parties	Y	365,998	138,774	-	-	2	-	Operating needs	-	-	-	32,032,164	32,032,164	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Photoelectric Material Industry (Yingkou) Co., Ltd.	Other receivables from related parties	Y	137,249	69,387	-	-	2	-	Operating needs	-	-	-	32,032,164	32,032,164	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Materials (Guangdong) Co., Ltd.	Other receivables from related parties	Y	138,774	138,774	-	-	2	-	Operating needs	-	-	-	32,032,164	32,032,164	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Materials (Tongling) Co., Ltd.	Other receivables from related parties	Y	231,291	231,291	-	-	2	-	Operating needs	-	-	-	32,032,164	32,032,164	Note 5
5	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	1,829,992	1,156,453	670,487	1.48-1.76	2	-	Operating needs	-	-	-	8,119,961	8,119,961	Note 6
6	Eternal Specialty Materials (Suzhou) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	914,996	462,581	-	-	2	-	Operating needs	-	-	-	4,084,946	4,084,946	Note 6
7	Eternal Specialty Materials (Zhuhai) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	914,996	462,581	141,822	1.48-1.76	2	-	Operating needs	-	-	-	1,109,300	1,109,300	Note 8
8	Eternal Photoelectric Material Industry (Yingkou) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	69,387	69,387	64,761	1.48	2	-	Operating needs	-	-	-	382,544	382,544	Note 5

Note 1: The representation of the numbers are as follows:

1. No. 0 represents the issuer.
2. Investees are numbered in order from No. 1.

Note 2: The maximum balance for the period had been approved by the board of directors, and translated into NTD using the exchange rate at the balance sheet date.

Note 3: The ending balance for the period had been approved by the board of directors, and translated into NTD using the exchange rate at the balance sheet date.

Note 4: Nature of financing is as follows:

1. Business relationship.
2. Short-term financing

Note 5: According to the subsidiary's Operation Procedures for Lending Funds to Others, either the financing limit for each borrowing company or the financing company's total financing limits shall not exceed 200% of the net worth of the financing company as of December 31, 2024, and it should be translated into NTD using the exchange rate at the balance sheet date.

Note 6: According to the subsidiary's Operation Procedures for Lending Funds to Others, either the financing limit for each borrowing company or the financing company's total financing limits shall not exceed 200% of the net worth of the financing company's latest financial statement, and it should be translated into NTD using the exchange rate at the balance sheet date.

Note 7: According to the subsidiary's Operation Procedures for Lending Funds to Others, either the financing limit for each borrowing company or the financing company's total financing limits shall not exceed 40% of the net worth of the financing company as of December 31, 2024, and it should be translated into NTD using the exchange rate at the balance sheet date.

Note 8: According to the subsidiary's Operation Procedures for Lending Funds to Others, either the financing limit for each borrowing company or the financing company's total financing limits shall not exceed 40% of the net worth of the financing company's latest financial statement, and it should be translated into NTD using the exchange rate at the balance sheet date.

Note 9: Amount was eliminated from the consolidated financial statements, except for investments accounted for using the equity method.

TABLE2

Eternal Materials Co., Ltd. and Subsidiaries

**ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No. (Note 1)	Endorser/Guarantor	Endorsee/Guarantee		Limits on Endorsements /Guarantees Given on Behalf of Each Party	Maximum Amount Endorsements /Guarantees During the Period (Note 4)	Outstanding Endorsements /Guarantees at the End of the Period (Note 5)	Actual Amount Drawn	Amount Endorsements /Guarantees by Collaterals	Ratio of Accumulated Endorsements /Guarantees to Net Equity per Latest Financial Statements (%)	Maximum Endorsements /Guarantees Amount Allowable	Endorsements /Guarantees Given by Parent on Behalf of Subsidiaries	Endorsements /Guarantees by Subsidiaries on Behalf of Parent	Endorsements /Guarantees Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 2)											
0	Eternal Materials Co., Ltd.	Eternal Holdings Inc.	2	\$ 27,654,550	\$ 597,690	\$ 597,690	\$ -	\$ -	2.16	\$ 27,654,550	Y	N	N	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Eternal Materials (Malaysia) Sdn. Bhd.	2	27,654,550	2,749,535	2,749,535	1,563,795	-	9.94	27,654,550	Y	N	N	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Elga Europe S.r.l.	2	27,654,550	540,956	540,956	497,319	-	1.96	27,654,550	Y	N	N	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Eternal Nanyang Investment Co., Ltd.	2	27,654,550	1,992,300	1,992,300	1,640,327	-	7.20	27,654,550	Y	N	N	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Eternal Material Industry (Tongling) Co., Ltd.	2	27,654,550	1,688,421	1,688,421	592,737	-	6.11	27,654,550	Y	N	Y	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Eternal Technology Corporation	2	27,654,550	166,025	166,025	33,205	-	0.60	27,654,550	Y	N	N	Notes 3 and 6
1	Eternal (China) Investment Co., Ltd.	Eternal Material Industry (Tongling) Co., Ltd.	2	16,016,082	462,581	462,581	461,284	-	2.89	16,016,082	N	N	Y	Note 7
2	Eternal Precision Mechanics Co., Ltd.	Eternal Precision Mechanics (Guangzhou) Co., Ltd.	2	1,535,307	92,516	92,516	33,855	-	6.03	1,535,307	N	N	Y	Note 8

Note 1: The representation of the numbers are as follows:

- 1. No. 0 represents the issuer.
- 2. Investees are numbered in order from No. 1.

Note 2: Relationships between the endorser/guarantor and the party being endorsed/guaranteed are as follows:

- 1. Have a business relationship.
- 2. The company owns directly or indirectly more than 50% of the voting shares of the company.
- 3. Total ownership of more than 50% of the investee, either directly by the Company and/or indirectly by the Company’s subsidiaries.
- 4. Subsidiaries in which the Company owns directly or indirectly more than 90% of the voting shares.
- 5. Companies where the Company is required to provide guarantees or endorsements for the construction project based on the construction contract.
- 6. Companies where the shareholders provide endorsements/guarantees to the endorsed/guaranteed company in proportion to its ownership due to a joint venture.
- 7. According to the Consumer Protection Act, companies that are required to provide guarantees and endorsements for joint and several liabilities if involved in the business of pre-sale of real estate.

Note 3: In accordance with the parent company’s “Procedures for Provision of Endorsements and Guarantees”, limit on endorsement/guarantee given on behalf of each party is 100% of the parent company’s net worth based on the latest financial statements.

Note 4: Maximum amount endorsed/guaranteed during the period is approved by the board of directors, and translated into NTD using the exchange rate at the balance sheet date.

Note 5: Outstanding endorsements/guarantees at the end of the period are approved by the board of directors, and translated into NTD using the exchange rate at the balance sheet date.

Note 6: In accordance with the parent company’s “Procedures for Provision of Endorsements and Guarantees”, maximum endorsement/guarantee amount allowable is 100% of the parent company’s net worth based on the latest financial statements.

Note 7: In accordance with the subsidiary’s “Procedures for Provision of Endorsements and Guarantees”, the limit on endorsement/guarantee given on behalf of each party and the maximum amount endorsed/guaranteed is based on its net worth for the year ended December 31, 2024, and translated into NTD using the exchange rate at the balance sheet date.

Note 8: In accordance with the subsidiary’s “Procedures for Provision of Endorsements and Guarantees”, the limit on endorsement/guarantee given on behalf of each party is 100% of the subsidiary’s net worth based on the latest financial statements.

TABLE3

Eternal Materials Co., Ltd. and Subsidiaries

SIGNIFICANT MARKETABLE SECURITIES HELD (EXCLUDING INVESTMENT IN SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES)
MARCH 31, 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	March 31, 2025				Note
				Shares/Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Eternal Materials Co., Ltd.	President Securities Corp. (stock)	-	Financial assets at fair value through other comprehensive income - non-current	22, 137, 767	\$ 540, 162	1. 52	\$ 540, 162	
Mixville Holdings Inc.	Grace THW Holding Limited (stock)	-	Financial assets at fair value through other comprehensive income - non-current	1, 900, 000	258, 304	Note	258, 304	

Note 1: The percentage of ownership is less than 1%.

TABLE4

Eternal Materials Co., Ltd. and Subsidiaries

**TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchases/Sales (Note 2)	Amount	% to Total	Payment Terms	Unit Price	Payment Term	Ending Balance	% to Total	
Eternal Materials Co., Ltd.	CHOU-KOU Materials Co., Ltd.	Subsidiary	Sales	\$ 187, 432	6	Note 1	\$ -	-	\$ 169, 148	5	
	Eternal Specialty Materials (Zhuhai) Co., Ltd.	Subsidiary	Sales	142, 143	4	Note 1	-	-	110, 412	3	
Eternal Materials (Guangdong) Co., Ltd.	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Sister company	Sales	104, 991	9	Note 1	-	-	101, 828	5	
	Allnex-Eternal Resins (Guangdong) Co., Ltd.	Associate	Sales	114, 585	9	Note 1	-	-	121, 055	6	

Note 1: The terms are similar to that of non-related party transactions.

Note 2: For transactions between related parties, only one side of the transaction was disclosed.

Note 3: Amounts were eliminated from the consolidated financial statements, except for investment accounted for using the equity method.

TABLE5

Eternal Materials Co., Ltd. and Subsidiaries

**RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
MARCH 31, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Doubtful Accounts
					Amount	Actions Taken		
Eternal Materials Co., Ltd.	CHOU-KOU Materials Co., Ltd.	Subsidiary	\$ 169, 148	4. 60	\$ -	-	\$ -	\$ -
	Eternal Technology Corporation	Subsidiary	157, 806	0. 83	98, 420	Collected subsequently	2, 552	-
	Eternal Specialty Materials (Zhuhai) Co., Ltd.	Subsidiary	110, 412	4. 97	-	-	-	-
Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Eternal Electronic Material (Thailand) Co., Ltd.	Sister company	134, 015	2. 51	-	-	18, 675	-
Eternal Materials (Guangdong) Co., Ltd.	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Sister company	101, 828	4. 16	-	-	31, 384	-
	Allnex-Eternal Resins (Guangdong) Co., Ltd.	Associate	121, 055	3. 84	-	-	25, 642	97

Note: Amount was eliminated from the consolidated financial statements, except for the investments accounted for using the equity method.

TABLE6

Eternal Materials Co., Ltd. and Subsidiaries

**INTERCOMPANY BUSINESS RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

No. (Note 1)	Company Name	Counterparty	Relationship (Note 2)	Transactions Details			
				Financial Statement Item (Note 5)	Amount	Terms	% to Total Revenues or Assets
0	Eternal Materials Co., Ltd.	CHOU-KOU Materials Co., Ltd.	1	Revenue from sales of goods	\$ 187,432	Note3	1.86
0	Eternal Materials Co., Ltd.	Eternal Specialty Materials (Zhuhai) Co., Ltd.	1	Revenue from sales of goods	142,143	Note3	1.41
0	Eternal Materials Co., Ltd.	CHOU-KOU Materials Co., Ltd.	1	Notes and accounts receivable from related parties	169,148	Note3	0.27
0	Eternal Materials Co., Ltd.	Eternal Technology Corporation	1	Notes and accounts receivable from related parties	157,806	Note3	0.25
0	Eternal Materials Co., Ltd.	Eternal Specialty Materials (Zhuhai) Co., Ltd.	1	Notes and accounts receivable from related parties	110,412	Note3	0.18
1	Eternal Materials (Guangdong) Co., Ltd.	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	3	Revenue from sales of goods	104,991	Note3	1.04
1	Eternal Materials (Guangdong) Co., Ltd.	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	3	Notes and accounts receivable from related parties	101,828	Note3	0.16
2	Eternal Holdings Inc.	Eternal Materials Co., Ltd.	2	Other receivables from related parties	1,726,660	Note4	2.76
3	Eternal (China) Investment Co., Ltd.	Eternal Chemical (Chengdu) Co., Ltd.	1	Other receivables from related parties	773,500	Note4	1.24
3	Eternal (China) Investment Co., Ltd.	Eternal Chemical (Tianjin) Co., Ltd.	1	Other receivables from related parties	316,338	Note4	0.51
3	Eternal (China) Investment Co., Ltd.	Eternal Synthetic Resins (Changshu) Co., Ltd.	1	Other receivables from related parties	608,524	Note4	0.97
3	Eternal (China) Investment Co., Ltd.	Eternal Electronic (Suzhou) Co., Ltd.	1	Other receivables from related parties	463,197	Note4	0.74
4	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Eternal Electronic Material (Thailand) Co., Ltd.	3	Notes and accounts receivable from related parties	134,015	Note3	0.21
4	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Eternal (China) Investment Co., Ltd.	2	Other receivables from related parties	670,487	Note4	1.07
5	Eternal Specialty Materials (Zhuhai) Co., Ltd.	Eternal (China) Investment Co., Ltd.	3	Other receivables from related parties	141,822	Note4	0.23
6	Eternal Chemical (China) Co., Ltd.	Eternal (China) Investment Co., Ltd.	3	Other receivables from related parties	546,214	Note4	0.87

Note 1: The transaction information of the Company and its subsidiaries is numbered in column “No.”. The representation of the numbers are as follows:

- 1. No. 0 represents the Company.
- 2. Subsidiaries are numbered in order from No. 1.

Note 2: The relationships among the parties to the transaction are as follows:

- 1. The parent company to subsidiary.
- 2. The subsidiary to the parent company.
- 3. The subsidiary to another subsidiary.

Note 3: The terms are similar to non-related party transactions.

Note 4: In accordance with the Operation Procedures for Lending Funds to Others.

Note 5: For transactions between related parties, only one side of the transaction was disclosed.

Eternal Materials Co., Ltd. and Subsidiaries

**INFORMATION ON INVESTEEES (EXCLUDING INVESTMENTS IN MAINLAND CHINA)
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Balance as of March 31, 2025			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				March 31, 2025	December 31, 2024	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Eternal Materials Co., Ltd.	Eternal Holdings Inc.	Samoa	International investment	\$ 5,681,836	\$ 5,681,836	185,108,859	100.00	\$ 21,159,544	\$ 131,425	\$ 132,164	
Eternal Materials Co., Ltd.	Eternal Global (BVI) Co., Ltd.	British Virgin Islands	International investment	703,144	703,144	16,357,914	100.00	4,161,805	61,565	54,994	
Eternal Materials Co., Ltd.	Mixville Holdings Inc.	British Virgin Islands	International investment	899,392	899,392	26,630,000	100.00	3,790,265	68,193	77,138	
Eternal Materials Co., Ltd.	Advanced PETFILM Investment Co., Ltd.	Japan	International investment	788,630	788,630	270	20.00	626,468	34,342	9,839	
Eternal Materials Co., Ltd.	Daxin Materials Corporation	Taiwan	Manufacturing and selling of chemical, resins materials and electronic materials	187,417	187,417	23,003,812	22.40	778,810	192,841	43,196	
Eternal Materials Co., Ltd.	New E Materials Co., Ltd.	Taiwan	Researching, developing, manufacturing and selling of photoelectric, semiconductor process related electronic chemical materials and equipment spare parts	82,322	82,322	3,453,793	62.80	32,615	199	125	
Eternal Materials Co., Ltd.	Covestro Eternal Resins (Far East) Ltd.	Taiwan	Manufacturing and selling of powder coating resin	36,400	36,400	3,660,000	40.00	132,864	16,356	15,824	
Eternal Materials Co., Ltd.	Eternal Precision Mechanics Co., Ltd.	Taiwan	Manufacturing and selling of vacuum laminator	458,620	458,620	49,720,308	70.20	1,227,462	62,918	44,700	
Eternal Materials Co., Ltd.	Eternal Electronic Material (Thailand) Co., Ltd.	Thailand	Trading services, cutting and selling of dry film photoresist	349,081	349,081	2,812,500	90.00	391,293	(17,010)	(15,335)	
Eternal Materials Co., Ltd.	CHOU-KOU Materials Co., Ltd.	Japan	Selling, trading and providing services of resins material, electronic material and other related products; manufacturing and selling of dry film photoresist	190,594	190,594	9,760	100.00	331,763	24,240	24,910	
Eternal Materials Co., Ltd.	Elga Europe S.r.l.	Italy	Manufacturing, selling, distribution and processing of electronic chemical products	287,169	287,169	-	72.68	10,070	(24,360)	(17,705)	
Eternal Materials Co., Ltd.	Eternal Technology Corporation	United States	Manufacturing and selling of photoresist; selling of chemical products	622,950	622,950	1,000	100.00	228,712	(17,520)	(17,520)	
Eternal Precision Mechanics Co., Ltd.	Nikko-Materials Co., Ltd.	Japan	Manufacturing and selling of vacuum laminator	300,150	300,150	11,520	100.00	970,056	94,684	-	Note
Eternal Holdings Inc.	Eternal International (BVI) Co., Ltd.	British Virgin Islands	International investment	5,062,308	5,062,308	161,793,592	100.00	16,052,303	(778)	-	Note
Eternal Holdings Inc.	E-Chem Corp.	Samoa	International investment	165,608	165,608	4,990,000	100.00	2,659,684	108,958	-	Note
Eternal Holdings Inc.	Eternal Nanyang Investment Co., Ltd.	Samoa	International investment	841,453	841,453	28,350,000	90.00	4,627	(21,558)	-	Note
Eternal Holdings Inc.	PT Eternal Materials Indonesia	Indonesia	Trading of chemical products	13,360	13,360	670	67.00	11,023	(681)	-	Note
Eternal Holdings Inc.	Eternal Materials India Private Limited	India	Trading of chemical products	13,643	13,643	3,465,000	99.00	13,568	31	-	Note
Eternal Holdings Inc.	Allnex-Eternal Resins Corporation Limited	Hong Kong	Trading and international investment	14,496	14,496	49,000	49.00	517,377	38,551	-	Note
Eternal Holdings Inc.	Polymer Instrumentation and Consulting Services, Ltd.	United States	Plastic products manufacturing	121,913	121,913	4,694,296	30.00	-	-	-	Note
E-Chem Corp.	Eternal Materials India Private Limited	India	Trading of chemical products	138	138	35,000	1.00	137	31	-	Note
Mixville Holdings Inc.	High Expectation Limited	Cayman Islands	International investment	871,519	871,519	26,005,000	100.00	3,514,837	68,089	-	Note
Eternal (China) Investment Co., Ltd.	Elga Europe S.r.l.	Italy	Manufacturing, selling, distribution and processing of electronic chemical products	58,610	58,610	-	22.32	3,496	(24,360)	-	Note
Eternal Nanyang Investment Co., Ltd.	Eternal Materials (Malaysia) Sdn. Bhd.	Malaysia	Manufacturing, selling, trading and providing services of resins material and chemical related products	2,082,818	2,082,818	395,922,000	100.00	1,643,841	2,264	-	Note

Note: It had been consolidated into the net income (loss) of investees recognized by the Company using the equity method, and also considered into the calculation of the Company's investment income or loss.

Eternal Materials Co., Ltd. and Subsidiaries

**INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE THREE MONTHS ENDED MARCH 31, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Investee Company	Main Businesses and Products	Total Amount of Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investments from Taiwan as of January 1, 2025	Investment Flows		Accumulated Outward Remittance for Investments from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	% of Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025	Note
					Outward	Inward							
Eternal Chemical (China) Co., Ltd.	Manufacturing and selling of resins material and processing products	\$ 755, 651	2	\$ 625, 549	\$ -	\$ -	\$ 625, 549	\$ 51, 472	100. 00	\$ 51, 472	\$ 3, 801, 954	\$ 2, 975, 452	Note 2
Covestro Eternal Resins (Kunshan) Co., Ltd.	Manufacturing and selling of powder coating resin	183, 470	2	91, 735	-	-	91, 735	7, 783	50. 00	10, 202	369, 475	600, 691	Note 3
Eternal Optical Material (Suzhou) Co., Ltd.	Manufacturing and selling of optical films, and leasing business	1, 563, 967	2	-	-	-	-	(7, 804)	100. 00	(7, 804)	149, 123	-	Note 3 and 10
Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Researching, developing, manufacturing and selling of electronic high-tech chemical and related products	2, 256, 739	2	444, 685	-	-	444, 685	50, 326	100. 00	50, 326	4, 059, 980	983, 767	Note 2
Eternal Photoelectric Material Industry (Yingkou) Co., Ltd.	Researching, developing and manufacturing of photoresist dry film, liquid photo imaginable solder masks and printed circuit board related materials	469, 402	2	-	-	-	-	526	100. 00	526	191, 807	-	Note 3
Eterkon Semiconductor Materials Co., Ltd.	Manufacturing and selling of epoxy molding compounds which are used in electronic parts and related products	524, 337	2	456, 427	-	-	456, 427	3, 793	40. 00	4, 296	356, 990	-	Note 3
Eternal Synthetic Resins (Changshu) Co., Ltd.	Manufacturing and selling of unsaturated polyester resin	726, 426	2	279, 811	-	-	279, 811	(14, 619)	100. 00	(14, 619)	146, 605	-	Note 3
Eternal Chemical (Tianjin) Co., Ltd.	Manufacturing and selling of adhesives, resins material and processing products	1, 008, 004	2	599, 320	-	-	599, 320	(14, 149)	100. 00	(14, 149)	997, 346	-	Note 3
Eternal Specialty Materials (Zhuhai) Co., Ltd.	Manufacturing and selling of acrylic resin and methacrylic acid	611, 011	2	243, 540	-	-	243, 540	111, 418	90. 00	108, 806	2, 643, 425	2, 521, 121	Note 2
Eternal Materials (Guangdong) Co., Ltd.	Manufacturing and selling of adhesives, resins material and processing products	1, 297, 259	2	868, 175	-	-	868, 175	68, 089	100. 00	68, 089	3, 513, 577	2, 589, 220	Note 3
Eternal (China) Investment Co., Ltd.	Managing, investing consulting services, researching, leasing, manufacturing and selling of resins material and photoelectric chemicals materials	6, 880, 878	2	3, 810, 719	-	-	3, 810, 719	(1, 068)	100. 00	(1, 068)	16, 014, 761	-	Notes 3 and 4
Eternal Chemical (Chengdu) Co., Ltd.	Researching, manufacturing and selling of resins material	1, 454, 071	2	-	-	-	-	(29, 662)	100. 00	(29, 662)	3, 112	-	Note 3
Eternal Electronic (Suzhou) Co., Ltd.	Researching, developing, and manufacturing of dry film photoresist and dry film solder masks which are used in electronic materials, researching resin materials and selling, providing after sales service of self-produced products	1, 929, 180	2	-	-	-	-	(24, 965)	100. 00	(24, 965)	2, 003, 744	-	Note 3
Eternal Specialty Materials (Suzhou) Co., Ltd.	Researching and developing chemical products, and selling, providing technical services of self-produced products	1, 199, 225	2	-	-	-	-	28, 810	100. 00	28, 810	2, 042, 473	-	Note 2
Resonac New Material (Zhuhai) Co., Ltd.	Manufacturing and selling of functional resins, resins composite material and providing technical services	366, 881	2	-	-	-	-	261	30. 00	184	98, 709	-	Note 3
Eternal Material Industry (Tongling) Co., Ltd.	Manufacturing, selling and providing technical services of products related to resins material	1, 872, 330	2	-	-	-	-	(1, 594)	100. 00	(1, 594)	1, 935, 210	-	Note 3
Eternal Precision Mechanics (Guangzhou) Co., Ltd.	Manufacturing and selling of computers, communications and other electronic equipment	132, 928	1	132, 928	-	-	132, 928	(3, 568)	70. 20	(2, 505)	83, 877	-	Note 2

Investor Company	Accumulated Outward Remittance for Investments in Mainland China as of March 31, 2025 (Note 5)	Investment Amount Authorized by the Investment Commission, MOEA (Note 5)	Upper Limit on the Amount of Investments Stipulated by the Investment Commission, MOEA (Note 6)
Eternal Materials Co., Ltd.	\$ 7, 622, 793	\$ 28, 198, 265	\$ -
Eternal Precision Mechanics Co., Ltd.	132, 928	132, 928	921, 184

Note 1: Investment methods are classified into the following three categories:

1. Direct investment in a company in mainland China.
2. Investing through companies in a third region (Eternal Holdings Inc., Eternal Global (BVI) Co., Ltd. and Mixville Holdings Inc.).
3. Others.

Note 2: The investment gains and losses were recognized from the financial statements reviewed by the parent company's CPA in the ROC.

Note 3: The investment gains and losses were recognized from the financial statements of the investee company which have not been reviewed by CPA.

Note 4: The investment gains and losses of Eternal (China) Investment Co., Ltd. included the income (loss) of the investee company.

Note 5: The amounts were translated into NTD using the exchange rate of application date or remittance date.

Note 6: According to the "Regulation Governing the Approval of Investment or Technical Cooperation in Mainland China", which was modified on August 29, 2008, Eternal Materials Co., Ltd. obtained the approval of the operational headquarters from the Industrial Development Bureau of Ministry of Economic Affairs; hence, there is no need to set an upper limit for the investment amount. For the subsidiary Eternal Precision Mechanics Co., Ltd., the upper limit for the investment amount is 60% of its net worth based on the latest financial statements.