

Eternal Materials Co., Ltd. and Subsidiaries

Consolidated Financial Statements for the Nine Months Ended September 30, 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 September 30, 2025 and 2024, the consolidated statements of comprehensive income for the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024, and the consolidated statements of changes in equity and cash flows for the nine months ended September 30, 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\$27,233,267 thousand and NT\$28,258,464 thousand, representing 46% and 45% of the consolidated total assets as of September 30, 2025 and 2024, respectively; total liabilities amounted to NT\$9,203,403 thousand and NT\$11,004,506 thousand, representing 29% and 32% of the consolidated total liabilities as of September 30, 2025 and 2024, respectively; total comprehensive income amounted to profit of NT\$950,570 thousand, profit of NT\$236,121 thousand, loss of NT\$615,105 thousand and profit of NT\$963,293 thousand, representing 49%, 49%, 107% and 31% of the consolidated total comprehensive income for the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024, respectively. The above amounts and information 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\$2,688,680 thousand and NT\$2,723,900 thousand as of September 30, 2025 and 2024, respectively; the share of the profit of associates and joint ventures accounted for using the equity method amounted to NT\$94,535 thousand, NT\$96,648 thousand, NT\$299,224 thousand and NT\$285,547 thousand for the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024, respectively; the share of the other comprehensive income of associates and joint ventures amounted to profit of NT\$75,127 thousand, loss of NT\$16,371 thousand, loss of NT\$118,562 thousand and profit of

NT\$68,550 thousand for the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024, respectively. The above amounts and information on investees 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 September 30, 2025 and 2024, and its consolidated financial performance for the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 2025 and 2024, and its consolidated cash flows for the nine months ended September 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and international Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

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

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 13, 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 audit 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	September 30, 2025		December 31, 2024		September 30, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 5,704,715	10	\$ 7,074,515	11	\$ 5,912,675	10
Financial assets at fair value through profit or loss — current (Note 7)	–	–	822,964	1	543,459	1
Notes receivable, net (Notes 8 and 33)	3,705,687	6	4,031,956	7	5,053,795	8
Notes receivable from related parties, net (Notes 8 and 32)	24,326	–	43,572	–	55,312	–
Accounts receivable, net (Note 8)	10,077,735	17	11,177,337	18	11,119,758	18
Accounts receivable from related parties, net (Notes 8 and 32)	168,854	–	194,359	–	176,917	–
Other receivables (Notes 8 and 32)	721,803	1	710,243	1	686,795	1
Inventories (Note 9)	8,192,987	14	8,533,025	14	9,038,489	15
Non-current assets held for sale (Note 10)	–	–	156,464	–	160,619	–
Other financial assets - current (Notes 11 and 33)	1,489,297	3	472,995	1	1,170,187	2
Other current assets - others	704,339	1	1,001,164	2	862,378	1
Total current assets	30,789,743	52	34,218,594	55	34,780,384	56
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	8,702	–	9,382	–	7,709	–
Financial assets at fair value through other comprehensive income - non-current (Note 12)	910,161	2	1,045,585	2	1,283,305	2
Investments accounted for using the equity method (Note 14)	2,688,680	5	2,741,654	4	2,723,900	4
Property, plant and equipment (Notes 15 and 33)	20,700,731	35	20,836,279	33	20,176,681	32
Right-of-use assets (Note 16)	1,668,395	3	1,658,676	3	1,712,857	3
Investment properties (Note 17)	1,074,215	2	1,231,491	2	1,235,427	2
Intangible assets (Note 18)	204,221	–	216,582	–	222,430	–
Deferred tax assets	253,233	–	247,077	1	270,939	1
Other non-current assets - others (Notes 19 and 33)	590,410	1	214,163	–	234,947	–
Total non-current assets	28,098,748	48	28,200,889	45	27,868,195	44
TOTAL	\$58,888,491	100	\$62,419,483	100	\$62,648,579	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Notes 20 and 33)	\$ 3,353,028	6	\$ 5,697,864	9	\$ 4,076,731	7
Contract liabilities - current (Note 23)	290,975	–	597,286	1	703,845	1
Notes payable	1,788,301	3	1,496,784	3	1,264,101	2
Accounts payable (Note 32)	4,320,716	7	4,787,780	8	5,166,129	8
Other payables - others	2,204,105	4	2,238,326	4	1,983,221	3
Current tax liabilities	408,965	1	780,400	1	630,574	1
Liabilities directly associated with non-current assets held for sale (Note 10)	–	–	1,550	–	1,716	–
Lease liabilities - current (Note 16)	65,125	–	72,465	–	79,803	–
Current portion of long-term liabilities (Notes 20 and 33)	4,113,615	7	2,604,571	4	4,889,270	8
Other current liabilities - others	74,143	–	106,829	–	56,742	–
Total current liabilities	16,618,973	28	18,383,855	30	18,852,132	30
NON-CURRENT LIABILITIES						
Bonds payable (Note 20)	–	–	2,498,252	4	2,497,987	4
Long-term borrowings (Notes 20 and 33)	12,799,693	22	9,759,192	16	10,172,982	16
Deferred tax liabilities	2,069,871	3	2,169,472	3	2,285,587	4
Lease liabilities - non-current (Note 16)	105,146	–	111,542	–	125,256	–
Other non-current liabilities	459,170	1	506,194	1	677,151	1
Total non-current liabilities	15,433,880	26	15,044,652	24	15,758,963	25
Total liabilities	32,052,853	54	33,428,507	54	34,611,095	55
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 22)						
Ordinary shares	11,722,455	20	11,782,655	19	11,782,655	19
Capital surplus	1,098,357	2	1,353,668	2	1,088,976	2
Retained earnings						
Legal reserve	5,452,192	9	5,230,730	9	5,230,730	8
Special reserve	426,285	1	1,358,789	2	1,358,789	2
Unappropriated earnings	9,069,663	16	8,328,467	13	7,509,142	12
Total retained earnings	14,948,140	26	14,917,986	24	14,098,661	22
Other equity	(1,624,841)	(3)	260,102	–	343,360	1
Total equity attributable to owners of the Company	26,144,111	45	28,314,411	45	27,313,652	44
NON-CONTROLLING INTERESTS (Note 22)						
	691,527	1	676,565	1	723,832	1
Total equity	26,835,638	46	28,990,976	46	28,037,484	45
TOTAL	\$58,888,491	100	\$62,419,483	100	\$62,648,579	100

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 13, 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 September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 23 and 32)	\$10,096,324	100	\$11,333,522	100	\$30,561,709	100	\$32,923,653	100
OPERATING COSTS (Notes 9, 24 and 32)	8,104,847	80	9,087,631	80	24,348,260	80	26,315,435	80
GROSS PROFIT	1,991,477	20	2,245,891	20	6,213,449	20	6,608,218	20
OPERATING EXPENSES (Notes 8, 24 and 32)								
Selling and marketing expenses	635,646	7	705,581	6	1,853,293	6	1,952,924	6
General and administrative expenses	593,509	6	599,112	5	1,748,087	6	1,763,492	5
Research and development expenses	443,625	4	412,987	4	1,315,368	4	1,157,546	4
Expected credit loss	3,574	-	9,866	-	3,337	-	42,880	-
Total operating expenses	1,676,354	17	1,727,546	15	4,920,085	16	4,916,842	15
PROFIT FROM OPERATIONS	315,123	3	518,345	5	1,293,364	4	1,691,376	5
NON-OPERATING INCOME AND EXPENSES								
Interest Income (Note 24)	27,099	-	24,342	-	71,840	-	77,068	-
Other income (Notes 24 and 32)	94,891	1	150,408	1	233,435	1	328,336	1
Other gains and losses (Note 24)	367,757	4	3,193	-	282,509	1	(20,005)	-
Loss on disposal of financial assets at amortized cost	(4,780)	-	(1,953)	-	(14,940)	-	(8,506)	-
Finance costs (Note 24)	(116,033)	(1)	(114,790)	(1)	(343,871)	(1)	(335,632)	(1)
Share of the profit of associates and joint ventures (Note 14)	94,535	1	96,648	1	299,224	1	285,547	1
Total non-operating income and expenses	463,469	5	157,848	1	528,197	2	326,808	1
PROFIT BEFORE INCOME TAX	778,592	8	676,193	6	1,821,561	6	2,018,184	6
INCOME TAX EXPENSE (Notes 4 and 25)	(199,315)	(2)	(217,229)	(2)	(508,846)	(2)	(643,673)	(2)
NET PROFIT FOR THE PERIOD	579,277	6	458,964	4	1,312,715	4	1,374,511	4

(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 September 30				For the Nine Months Ended September 30			
	2025		2024		2025		2024	
	Amount	%	Amount	%	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 14, 22 and 25)								
Items that will not be reclassified subsequently to profit or loss:								
Remeasurement of defined benefit plans	\$ -	-	\$ -	-	\$ -	-	(\$ 701)	-
Unrealized gains and losses on investments in equity instruments at fair value through other comprehensive income	86,079	1	(74,226)	(1)	(116,544)	-	296,113	1
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	23	-	2,200	-	590	-	2,728	-
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translation of the financial statement of foreign operations	1,197,256	12	108,569	1	(1,652,378)	(5)	1,385,949	5
Share of the other comprehensive income (loss) of associates and joint ventures	75,127	-	(16,371)	-	(120,014)	(1)	66,965	-
Other comprehensive income (loss) for the period, net of income tax	1,358,485	13	20,172	-	(1,886,894)	(6)	1,752,639	6
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	\$ 1,937,762	19	\$ 479,136	4	(\$ 574,179)	(2)	\$ 3,127,150	10
NET PROFIT ATTRIBUTABLE TO:								
Owners of the Company	\$ 574,551		\$ 456,644		\$ 1,276,642		\$ 1,347,834	
Non-controlling interests	4,726		2,320		36,073		26,677	
	\$ 579,277		\$ 458,964		\$ 1,312,715		\$ 1,374,511	
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 1,917,542		\$ 433,754		(\$ 606,849)		\$ 3,062,963	
Non-controlling interests	20,220		45,382		32,670		64,187	
	\$ 1,937,762		\$ 479,136		(\$ 574,179)		\$ 3,127,150	
EARNINGS PER SHARE (Note 26)								
Basic	\$ 0.49		\$ 0.39		\$ 1.09		\$ 1.14	
Diluted	0.49		0.39		1.08		1.14	

(Concluded)

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 13, 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	Treasury Stock	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)												
Legal reserve appropriated	-	-	221,462	-	(221,462)	-	-	-	-	-	-	-
Reversal of special reserve	-	-	-	(932,504)	932,504	-	-	-	-	-	-	-
Cash dividends—NT\$ 1.0 per share	-	-	-	-	(1,178,265)	-	-	-	-	(1,178,265)	-	(1,178,265)
	-	-	221,462	(932,504)	(467,223)	-	-	-	-	(1,178,265)	-	(1,178,265)
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method (Note 22)	-	1,563	-	-	-	-	-	-	-	1,563	-	1,563
Cash dividends distributed through capital surplus —NT\$ 0.2 per share (Note 22)	-	(235,653)	-	-	-	-	-	-	-	(235,653)	-	(235,653)
Net profit for the nine months ended September 30, 2025	-	-	-	-	1,276,642	-	-	-	-	1,276,642	36,073	1,312,715
Other comprehensive income (loss) for the nine months ended September 30, 2025, net of income tax	-	-	-	-	1,452	(1,768,989)	(115,954)	(1,884,943)	-	(1,883,491)	(3,403)	(1,886,894)
Total comprehensive income (loss) for the nine months ended September 30, 2025	-	-	-	-	1,278,094	(1,768,989)	(115,954)	(1,884,943)	-	(606,849)	32,670	(574,179)
Buy-back of ordinary shares (Note 22)	-	-	-	-	-	-	-	-	(151,096)	(151,096)	-	(151,096)
Cancellation of treasury shares (Note 22)	(60,200)	(21,221)	-	-	(69,675)	-	-	-	151,096	-	-	-
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(17,708)	(17,708)
BALANCE AT SEPTEMBER 30, 2025	\$ 11,722,455	\$ 1,098,357	\$ 5,452,192	\$ 426,285	\$ 9,069,663	(\$ 2,047,834)	\$ 422,993	(\$ 1,624,841)	\$ -	\$ 26,144,111	\$ 691,527	\$ 26,835,638
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)												
Legal reserve appropriated	-	-	147,349	-	(147,349)	-	-	-	-	-	-	-
Special reserve appropriated	-	-	-	381,188	(381,188)	-	-	-	-	-	-	-
Cash dividends—NT\$0.8 per share	-	-	-	-	(942,612)	-	-	-	-	(942,612)	-	(942,612)
	-	-	147,349	381,188	(1,471,149)	-	-	-	-	(942,612)	-	(942,612)
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	(70)	-	-	-	-	-	-	-	(70)	-	(70)
Net profit for the nine months ended September 30, 2024	-	-	-	-	1,347,834	-	-	-	-	1,347,834	26,677	1,374,511
Other comprehensive income (loss) for the nine months ended September 30, 2024, net of income tax	-	-	-	-	1,296	1,415,371	298,462	1,713,833	-	1,715,129	37,510	1,752,639
Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	1,349,130	1,415,371	298,462	1,713,833	-	3,062,963	64,187	3,127,150
Difference between the consideration received or paid and the carrying amount of the subsidiaries during actual disposal or acquisition (Note 28)	-	423,503	-	-	-	37,491	-	37,491	-	460,994	217,178	678,172
Changes in ownership interests in subsidiaries (Note 28)	-	758	-	-	-	464	-	464	-	1,222	3,773	4,995
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(42,645)	(42,645)
Disposal of investments in equity instruments at fair value through other comprehensive income (Note 22)	-	-	-	-	46,164	-	(49,639)	(49,639)	-	(3,475)	-	(3,475)
BALANCE AT SEPTEMBER 30, 2024	\$ 11,782,655	\$ 1,088,976	\$ 5,230,730	\$ 1,358,789	\$ 7,509,142	(\$ 433,514)	\$ 776,874	\$ 343,360	\$ -	\$ 27,313,652	\$ 723,832	\$ 28,037,484

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

(With Deloitte & Touche auditors’ review report dated November 13, 2025)

Eternal Materials Co., Ltd. and Subsidiaries
CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax	\$ 1,821,561	\$ 2,018,184
Adjustments for:		
Depreciation expense	1,667,682	1,656,252
Amortization expense	12,646	14,484
Expected credit loss	3,337	42,880
Net gain on fair value changes of financial assets at fair value through profit or loss	(6,090)	(2,857)
Interest expense	343,871	335,632
Loss on disposal of financial assets at amortized cost	14,940	8,506
Interest income	(71,840)	(77,068)
Dividend income	(25,552)	(44,044)
Share of the profit of associates and joint ventures	(299,224)	(285,547)
Loss on disposal of property, plant and equipment	43,110	7,917
Gain on disposal of investment properties	(15,585)	–
Gain on disposal of non-current assets held for sale	(373,616)	–
Gain on disposal of investments	–	(12,509)
Impairment loss recognized on non-financial assets	80,791	102,438
Others	(9)	49
Changes in operating assets and liabilities		
Notes receivable	61,438	(367,627)
Notes receivable from related parties	16,931	(3,001)
Accounts receivable	684,532	(293,131)
Accounts receivable from related parties	16,423	2,713
Other receivables	(80,091)	(5,311)
Inventories	(24,228)	(339,570)
Other current assets	67,067	86,880
Contract liabilities	(310,211)	(191,561)
Notes payable	363,161	449,053
Accounts payable	(241,360)	133,600
Other payables	184,663	85,944
Other current liabilities	(28,274)	(13,571)
Other non-current liabilities	(40,754)	(98,073)
Cash generated from operations	3,865,319	3,210,662
Interest received	59,482	71,040
Dividends received	260,752	140,660
Interest paid	(368,669)	(343,408)
Income taxes paid	(777,829)	(672,054)
Net cash generated from operating activities	3,039,055	2,406,900

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Eternal Materials Co., Ltd. and Subsidiaries
CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2025	2024
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of financial assets at fair value through other comprehensive income	\$ –	\$ 42,753
Purchase of financial assets at fair value through profit or loss	(943,908)	(1,176,881)
Proceeds from disposal of financial assets at fair value through profit or loss	1,701,294	644,038
Proceeds from disposal of investments accounted for using the equity method	16	9,343
Proceeds from disposal of non-current assets held for sale	530,676	49,812
Payments for property, plant and equipment	(2,313,342)	(2,751,570)
Proceeds from disposal of property, plant and equipment	13,386	6,357
Payments for intangible assets	(673)	(3,013)
Proceeds from disposal of investment properties	72,490	–
Decrease in long-term lease receivables	14,513	14,916
Decrease (Increase) in other financial assets	(1,431,377)	156,021
Increase in other non-current assets	(12,727)	(1,466)
Net cash used in investing activities	(2,369,652)	(3,009,690)
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in short-term borrowings	(2,226,479)	(1,741,401)
Proceeds from long-term borrowings	3,892,550	7,908,116
Repayments of long-term borrowings	(1,644,056)	(6,027,977)
Increase (Decrease) in guarantee deposits received	(2,187)	9,157
Repayments of the principal portion of lease liabilities	(171,591)	(66,779)
Dividends paid	(1,413,918)	(942,612)
Payments for buy-back of ordinary shares	(151,096)	–
Acquisition and disposal of ownership interests in subsidiaries (without losing control)	–	832,222
Changes in non-controlling interests	(17,708)	–
Net cash used in financing activities	(1,734,485)	(29,274)
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	(332,956)	191,055
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,398,038)	(441,009)
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	<u>\$ 5,704,715</u>	<u>\$ 5,941,300</u>

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

	September 30	
	2025	2024
Cash and cash equivalents in the consolidated balance sheets	\$ 5,704,715	\$ 5,912,675
Cash and cash equivalents classified to non-current assets held for sale	–	28,625
Cash and cash equivalents in the consolidated statements of cash flows	<u>\$ 5,704,715</u>	<u>\$ 5,941,300</u>

(Concluded)

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 13, 2025)

Eternal Materials Co., Ltd. and Subsidiaries

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

1. 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 November 13, 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 endorsed by FSC for application starting from 2026

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

As of the date the consolidated financial statements were authorized for issue, the Company and its subsidiaries are continuously assessing the possible impact that the amendments will have on the Company and its subsidiaries’ financial position and financial performance and will disclose the relevant impact when the assessment is completed.

- c. 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 1)
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note 2)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures” (including the 2025 amendments to IFRS 19)	January 1, 2027

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

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

IFRS 18 “Presentation and Disclosure in Financial Statements”

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The 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, the summary of material accounting policies is the same as 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

	September 30, 2025	December 31, 2024	September 30, 2024
Cash on hand	\$ 17, 899	\$ 15, 900	\$ 14, 473
Checking accounts and demand deposits	3, 821, 124	4, 927, 827	4, 422, 543
Cash equivalents (investments with original maturities of three months or less)			
Time deposits	1, 865, 692	2, 130, 788	1, 475, 659
	<u>\$ 5, 704, 715</u>	<u>\$ 7, 074, 515</u>	<u>\$ 5, 912, 675</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2025	December 31, 2024	September 30, 2024
Financial assets - current			
Hybrid financial assets			
Structured time deposits	\$ –	\$ 822,964	\$ 543,459
Financial assets - non-current			
Non-derivative financial assets			
Mutual fund			
Pacven Walden Ventures V, L.P.	\$ 8,702	\$ 9,382	\$ 7,709

The subsidiary entered into a RMB-denominated structured time deposit contract with a bank. The entire contract was mandatorily classified as financial assets at FVTPL in accordance with IFRS 9, and the net gain from the contract was recorded as other gains and losses. The subsidiaries already settled the structured time deposit contracts as of September 30, 2025.

8. NOTES, ACCOUNTS AND OTHER RECEIVABLES

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	\$ 3,705,687	\$ 4,031,956	\$ 5,053,795
Notes receivable from related parties	\$ 24,326	\$ 43,572	\$ 55,312
Accounts receivable	\$ 10,314,295	\$ 11,423,272	\$ 11,376,978
Less: Allowance for loss	(236,560)	(245,935)	(257,220)
	\$ 10,077,735	\$ 11,177,337	\$ 11,119,758
Accounts receivable from related parties	\$ 168,966	\$ 194,694	\$ 177,103
Less: Allowance for loss	(112)	(335)	(186)
	\$ 168,854	\$ 194,359	\$ 176,917
Other receivables	\$ 751,603	\$ 740,043	\$ 716,595
Less: Allowance for loss	(29,800)	(29,800)	(29,800)
	\$ 721,803	\$ 710,243	\$ 686,795

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 31.

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:

September 30, 2025

	Not Past Due	0 to 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Gross carrying amount	\$ 12,646,688	\$ 798,413	\$ 459,278	\$ 135,659	\$ 173,236	\$ 14,213,274
Loss allowance (lifetime ECL)	(10,591)	(10,471)	(14,329)	(30,049)	(171,232)	(236,672)
Amortized cost	<u>\$ 12,636,097</u>	<u>\$ 787,942</u>	<u>\$ 444,949</u>	<u>\$ 105,610</u>	<u>\$ 2,004</u>	<u>\$ 13,976,602</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>

September 30, 2024

	Not Past Due	0 to 30 Days	31 to 90 Days	91 to 180 Days	Over 180 Days	Total
Gross carrying amount	\$ 14,740,052	\$ 946,292	\$ 560,695	\$ 206,202	\$ 209,947	\$ 16,663,188
Loss allowance (lifetime ECL)	(10,947)	(11,572)	(14,682)	(26,447)	(193,758)	(257,406)
Amortized cost	<u>\$ 14,729,105</u>	<u>\$ 934,720</u>	<u>\$ 546,013</u>	<u>\$ 179,755</u>	<u>\$ 16,189</u>	<u>\$ 16,405,782</u>

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

	For the Nine Months Ended September 30	
	2025	2024
Balance, beginning of the period	\$ 246,270	\$ 222,267
Recognized	3,499	42,880
Written-off	(3,751)	(15,498)
Effects of foreign currency exchange differences	(9,346)	7,757
Balance, end of the period	<u>\$ 236,672</u>	<u>\$ 257,406</u>

b. Other receivables

The Company and its subsidiaries' loss allowance is based on historical experience and current financial position. As of September 30, 2025, December 31, 2024, and September 30, 2024, the balance of the loss allowance of the Company and its subsidiaries was \$29,800 thousand.

9. INVENTORIES

	September 30, 2025	December 31, 2024	September 30, 2024
Raw materials	\$ 2,930,205	\$ 3,036,627	\$ 3,208,822
Supplies	149,459	148,483	139,018
Finished goods	4,582,797	4,933,117	5,150,770
Work in progress	277,839	86,790	201,461
Inventory in transit	252,687	328,008	338,418
	<u>\$ 8,192,987</u>	<u>\$ 8,533,025</u>	<u>\$ 9,038,489</u>

The cost of inventories recognized as operating costs for the three months ended September 30, 2025 and 2024, and the nine months ended September 30, 2025 and 2024 was \$8,090,212 thousand, \$9,067,118 thousand, \$24,299,532 thousand and \$26,261,579 thousand, respectively, including write-downs of inventories of \$46,317 thousand, \$32,005 thousand, \$80,791 thousand and \$102,438 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 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:

	December 31, 2024	September 30, 2024
Cash and cash equivalents	\$ 28,238	\$ 28,625
Accounts receivable, net	2,262	1,338
Other receivables	6	–
Other current assets - others	659	718
Property, plant and equipment	52,893	54,589
Right-of-use assets	1,410	1,408
Investment properties	70,996	73,941
Non-current assets held for sale	<u>\$ 156,464</u>	<u>\$ 160,619</u>
Other payables - others	\$ 791	\$ 964
Other non-current liabilities	759	752
Liabilities directly associated with non-current assets held for sale	<u>\$ 1,550</u>	<u>\$ 1,716</u>

The disposal procedure of the above transaction was completed in July 2025. (Refer to Note 27)

11. OTHER FINANCIAL ASSETS - CURRENT

	September 30, 2025	December 31, 2024	September 30, 2024
Time deposits with original maturities of more than three months	\$ 1,392,581	\$ 457,995	\$ 1,147,995
Restricted time deposit	96,716	15,000	22,192
	<u>\$ 1,489,297</u>	<u>\$ 472,995</u>	<u>\$ 1,170,187</u>

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

	September 30, 2025	December 31, 2024	September 30, 2024
Domestic investments			
Listed shares			
President Securities Corp.	\$ 568,609	\$ 570,048	\$ 844,122
Unlisted shares			
Universal Venture Capital Investment Corp.	53,451	55,724	57,142
Research Innovation Capital Corporation	46,057	48,384	48,406
Winchain Material Technology Co., Ltd.	19,416	18,249	–
	<u>687,533</u>	<u>692,405</u>	<u>949,670</u>
Foreign investments			
Unlisted shares			
Grace THW Holding Limited	\$ 209,081	\$ 336,684	\$ 306,956
TBG Diagnostics Limited	13,547	16,496	26,679
	<u>222,628</u>	<u>353,180</u>	<u>333,635</u>
	<u>\$ 910,161</u>	<u>\$ 1,045,585</u>	<u>\$ 1,283,305</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 September 30, 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
			September 30, 2025	December 31, 2024	September 30, 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	90	1)
	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	72.32	3) and Note 28
	Elga Europe S.r.l.	Manufacturing, selling, distribution and processing of electronic chemical products	95	72.68	72.68	1) and 2)
	Eternal Technology Corporation	Manufacturing and selling of photoresist; selling of chemical products	100	100	100.00	1)
	Eternal Chemical (China) 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 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	1) and Note 27
	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)
	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	

(Continued)

Investor	Investee	Main Businesses	Percentage of Ownership (%)			Additional Remarks
			September 30, 2025	December 31, 2024	September 30, 2024	
	Elga Europe S.r.l.	Manufacturing, selling, distribution and processing of electronic chemical products	–	22.32	22.32	1) and 2)
	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	3)
	Eternal Precision Mechanics (Guangzhou) Co., Ltd	Manufacturing and selling of calculators, telecommunication and other electronic equipment	100	100	100	3)
(Concluded)						

1) This is an immaterial subsidiary for which its financial statements are not reviewed by the Company's independent auditors.

2) The subsidiary Eternal (China) Investment Co., Ltd. had a reorganization in June 2025 to transfer the equity of subsidiary Elga Europe S.r.l. to the Company.

3) 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

	September 30, 2025	December 31, 2024	September 30, 2024
Associates that are not individually material	\$ 2,688,680	\$ 2,741,654	\$ 2,723,900

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

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
The Company and its subsidiaries' share of				
Net profit for the period	\$ 94,535	\$ 96,648	\$ 299,224	\$ 285,547
Other comprehensive income for the period	75,127	(16,371)	(118,562)	68,550
Total comprehensive income for the period	\$ 169,662	\$ 80,277	\$ 180,662	\$ 354,097

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

<u>Name of Associate</u>	September 30, 2025	December 31, 2024	September 30, 2024
Daxin Materials Corporation	\$ 9,028,996	\$ 4,370,724	\$ 5,618,997

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 September 30, 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 Nine Months Ended September 30, 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	\$ 2,944,696	\$ 5,579,589	\$ 6,421,167	\$ 699,950	\$ 467,719	\$ 252,063	\$ 4,471,095	\$20,836,279
<u>Cost</u>								
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	-	1,840,944	1,623,525	76,970	192,250	61,784	(1,618,597)	2,176,876
Disposals	-	(27,977)	(159,602)	(12,439)	(39,396)	(16,739)	(542)	(256,695)
Effect of foreign currency exchange difference	3,159	(444,278)	(748,139)	(55,569)	(30,234)	(43,448)	(288,685)	(1,607,194)
Balance at September 30, 2025	\$ 2,947,855	\$14,823,796	\$26,248,243	\$ 1,828,528	\$ 2,006,511	\$ 1,009,612	\$ 2,563,271	\$51,427,816
<u>Accumulated depreciation and impairment</u>								
Balance at January 1, 2025	\$ -	\$ 7,875,518	\$19,111,292	\$ 1,119,616	\$ 1,416,172	\$ 755,952	\$ -	\$30,278,550
Depreciation expense	-	404,894	925,096	60,929	92,320	50,676	-	1,533,915
Disposals	-	(18,141)	(123,083)	(6,769)	(37,458)	(14,743)	-	(200,194)
Effect of foreign currency exchange difference	-	(250,509)	(554,492)	(29,634)	(19,357)	(31,194)	-	(885,186)
Balance at September 30, 2025	\$ -	\$ 8,011,762	\$19,358,813	\$ 1,144,142	\$ 1,451,677	\$ 760,691	\$ -	\$30,727,085
Carrying amount at September 30, 2025	\$ 2,947,855	\$ 6,812,034	\$ 6,889,430	\$ 684,386	\$ 554,834	\$ 248,921	\$ 2,563,271	\$20,700,731

For the Nine Months Ended September 30, 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	211,941	731,680	1,157,033	84,371	66,863	27,790	474,106	2,753,784
Disposals	-	(13,611)	(130,826)	(17,929)	(31,690)	(27,138)	-	(221,194)
Transferred to investment properties	-	-	-	-	-	-	(565)	(565)
Effect of foreign currency exchange difference	31,020	392,108	703,973	58,179	23,647	34,883	105,420	1,349,230
Balance at September 30, 2024	\$ 2,955,833	\$12,884,523	\$25,265,723	\$ 1,812,686	\$ 1,876,310	\$ 989,937	\$ 4,137,553	\$49,922,565
<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	-	396,126	907,224	60,750	93,189	60,819	-	1,518,108
Disposals	-	(11,536)	(121,433)	(16,694)	(30,549)	(26,103)	-	(206,315)
Effect of foreign currency exchange difference	-	193,248	449,134	30,658	17,281	25,380	-	715,701
Balance at September 30, 2024	\$ -	\$ 7,722,315	\$18,777,925	\$ 1,101,574	\$ 1,396,450	\$ 747,620	\$ -	\$29,745,884
Carrying amount at September 30, 2024	\$ 2,955,833	\$ 5,162,208	\$ 6,487,798	\$ 711,112	\$ 479,860	\$ 242,317	\$ 4,137,553	\$20,176,681

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 33 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 September 30, 2025, December 31, 2024 and September 30, 2024, the revaluation increments of the land were \$1,973,324 thousand.

16. LEASE ARRANGEMENTS

a. Right-of-use assets

		September 30, 2025	December 31, 2024	September 30, 2024
Carrying amounts				
Land		\$ 1,491,905	\$ 1,474,866	\$ 1,506,979
Buildings		70,962	72,515	84,102
Machinery and equipment		59,445	77,071	88,771
Storage equipment		18,334	10,419	12,371
Other equipment		27,749	23,805	20,634
		<u>\$ 1,668,395</u>	<u>\$ 1,658,676</u>	<u>\$ 1,712,857</u>
			For the Nine Months Ended September 30	
			2025	2024
Additions to right-of-use assets			<u>\$ 160,784</u>	<u>\$ 15,036</u>
		For the Three Months Ended September 30	For the Nine Months Ended September 30	
		2025	2025	2024
Depreciation expense for right-of-use assets				
Land	\$ 8,868	\$ 9,007	\$ 26,588	\$ 26,299
Buildings	10,741	10,178	30,364	30,018
Machinery and equipment	5,638	6,325	17,701	18,565
Storage equipment	2,111	1,805	6,261	5,188
Other equipment	2,510	2,207	7,461	7,110
	<u>\$ 29,868</u>	<u>\$ 29,522</u>	<u>\$ 88,375</u>	<u>\$ 87,180</u>

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

	September 30, 2025	December 31, 2024	September 30, 2024
Carrying amounts			
Current	<u>\$ 65,125</u>	<u>\$ 72,465</u>	<u>\$ 79,803</u>
Non-current	<u>\$ 105,146</u>	<u>\$ 111,542</u>	<u>\$ 125,256</u>

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

	September 30, 2025	December 31, 2024	September 30, 2024
Land	1.72~6.66	1.72~6.66	1.72~6.66
Buildings	0.86~5.42	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	0.22~11.05	0.22~6.58	0.22~6.58
Other equipment	0.86~6.16	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 September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Expenses relating to short-term and low-value asset leases	\$ 34,419	\$ 43,902	\$ 113,229	\$ 126,468
			For the Nine Months Ended September 30	
			2025	2024
Total cash outflow for all lease arrangements (including short-term and low-value asset leases)			\$ 288,071	\$ 197,039

17. INVESTMENT PROPERTIES

For the Nine Months Ended September 30, 2025

	Land	Buildings	Right-of-use Assets	Total
Carrying amount at January 1, 2025	\$ 49,495	\$1,119,428	\$ 62,568	\$1,231,491
Cost				
Balance at January 1, 2025	\$ 49,495	\$1,475,635	\$ 75,930	\$1,601,060
Additions	-	309	-	309
Disposals	(31,795)	(41,654)	-	(73,449)
Effects of foreign currency exchange differences	(288)	(85,091)	(4,598)	(89,977)
Balance at September 30, 2025	\$ 17,412	\$1,349,199	\$ 71,332	\$1,437,943

(Continued)

	Land	Buildings	Right-of-use Assets	Total
<u>Accumulated depreciation and impairment</u>				
Balance at January 1, 2025	\$ –	\$ 356,207	\$ 13,362	\$ 369,569
Depreciation expense	–	30,805	1,581	32,386
Disposals	–	(16,544)	–	(16,544)
Effect of foreign currency exchange differences	–	(20,861)	(822)	(21,683)
Balance at September 30, 2025	<u>\$ –</u>	<u>\$ 349,607</u>	<u>\$ 14,121</u>	<u>\$ 363,728</u>
Carrying amount at September 30, 2025	<u>\$ 17,412</u>	<u>\$ 999,592</u>	<u>\$ 57,211</u>	<u>\$1,074,215</u>

For the Nine Months Ended September 30, 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	–	565	–	565
Effects of foreign currency exchange differences	815	56,561	3,021	60,397
Balance at September 30, 2024	<u>\$ 51,738</u>	<u>\$1,464,578</u>	<u>\$ 75,195</u>	<u>\$1,591,511</u>
<u>Accumulated depreciation and impairment</u>				
Balance at January 1, 2024	\$ –	\$ 298,643	\$ 10,584	\$ 309,227
Depreciation expense	–	32,048	1,627	33,675
Effect of foreign currency exchange differences	–	12,712	470	13,182
Balance at September 30, 2024	<u>\$ –</u>	<u>\$ 343,403</u>	<u>\$ 12,681</u>	<u>\$ 356,084</u>
Carrying amount at September 30, 2024	<u>\$ 51,738</u>	<u>\$1,121,175</u>	<u>\$ 62,514</u>	<u>\$1,235,427</u>

(Concluded)

The investment properties were leased for terms of 1 to 16 years.

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

	September 30, 2025	December 31, 2024	September 30, 2024
Year 1	\$ 149,183	\$ 160,277	\$ 159,180
Year 2	155,578	160,918	158,225
Year 3	151,460	159,291	155,382
Year 4	111,174	151,913	154,135
Year 5	47,039	91,598	112,339
Year 6 onwards	214,810	2,315	12,121
	<u>\$ 829,244</u>	<u>\$ 726,312</u>	<u>\$ 751,382</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:

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value	<u>\$ 2,939,785</u>	<u>\$ 3,276,521</u>	<u>\$ 3,245,381</u>

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 September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Rental income	<u>\$ 24,201</u>	<u>\$ 54,794</u>	<u>\$ 100,845</u>	<u>\$ 156,723</u>
Operating expenses directly related to investment properties	<u>\$ 20,627</u>	<u>\$ 21,581</u>	<u>\$ 63,627</u>	<u>\$ 71,646</u>

18. INTANGIBLE ASSETS

For the Nine Months Ended September 30, 2025

	Goodwill	Expertise	Customer Relationships	Computer Software	Others	Total
Carrying amount at January 1, 2025	<u>\$ 29,174</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$182,535</u>	<u>\$ 4,873</u>	<u>\$216,582</u>
<u>Cost</u>						
Balance at January 1, 2025	\$ 66,174	\$127,513	\$ -	\$262,820	\$104,929	\$561,436
Additions	-	-	-	407	266	673
Derecognition	-	-	-	-	(309)	(309)
Effects of foreign currency exchange differences	(390)	-	-	(172)	12,258	11,696
Balance at September 30, 2025	<u>\$ 65,784</u>	<u>\$127,513</u>	<u>\$ -</u>	<u>\$263,055</u>	<u>\$117,144</u>	<u>\$573,496</u>
<u>Accumulated amortization and impairment</u>						
Balance at January 1, 2025	\$ 37,000	\$127,513	\$ -	\$ 80,285	\$100,056	\$344,854
Amortization expense	-	-	-	11,519	807	12,326
Derecognition	-	-	-	-	(309)	(309)
Effects of foreign currency exchange differences	-	-	-	(65)	12,469	12,404
Balance at September 30, 2025	<u>\$ 37,000</u>	<u>\$127,513</u>	<u>\$ -</u>	<u>\$ 91,739</u>	<u>\$113,023</u>	<u>\$369,275</u>
Carrying amount at September 30, 2025	<u>\$ 28,784</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$171,316</u>	<u>\$ 4,121</u>	<u>\$204,221</u>

For the Nine Months Ended September 30, 2024

	Goodwill	Expertise	Customer Relationships	Computer Software	Others	Total
Carrying amount at January 1, 2024	<u>\$ 30,474</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$195,164</u>	<u>\$ 6,005</u>	<u>\$231,643</u>
<u>Cost</u>						
Balance at January 1, 2024	\$ 67,474	\$127,513	\$ 104,038	\$259,886	\$101,913	\$660,824
Additions	-	-	-	2,591	422	3,013
Derecognition	-	-	-	-	(282)	(282)
Effects of foreign currency exchange differences	740	-	-	171	12,219	13,130
Balance at September 30, 2024	<u>\$ 68,214</u>	<u>\$127,513</u>	<u>\$ 104,038</u>	<u>\$262,648</u>	<u>\$114,272</u>	<u>\$676,685</u>
<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	-	-	-	11,698	1,574	13,272
Derecognition	-	-	-	-	(282)	(282)
Effects of foreign currency exchange differences	-	-	-	69	12,015	12,084
Balance at September 30, 2024	<u>\$ 37,000</u>	<u>\$127,513</u>	<u>\$ 104,038</u>	<u>\$ 76,489</u>	<u>\$109,215</u>	<u>\$454,255</u>
Carrying amount at September 30, 2024	<u>\$ 31,214</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$186,159</u>	<u>\$ 5,057</u>	<u>\$222,430</u>

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 \$5,657 thousand, \$7,971 thousand, and \$7,893 thousand as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.

The Company and its subsidiaries measured the loss allowance of the finance lease receivables based on lifetime expected credit losses. As of September 30, 2025, December 31, 2024 and September 30, 2024, no loss allowance was recognized.

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

	September 30, 2025	December 31, 2024	September 30, 2024
Undiscounted lease payments			
Year 1	\$ 18,097	\$ 19,555	\$ 19,077
Year 2	18,280	19,458	19,366
Year 3	18,188	19,361	19,269
Year 4	16,173	19,263	19,173
Year 5	8,086	17,215	17,048
Year 6 onwards	–	4,303	9,944
	<u>78,824</u>	<u>99,155</u>	<u>103,877</u>
Less: Unearned financial income	(7,856)	(11,795)	(12,671)
Finance lease receivable (recorded as other non-current assets - others)	<u>\$ 70,968</u>	<u>\$ 87,360</u>	<u>\$ 91,206</u>

20. BORROWINGS

a. Short-term borrowings

Type of Borrowings	Interest Rate Range (%)	Amount
September 30, 2025		
Mortgage secured loans	0.55~1.50	\$ 331,961
Unsecured loans	1.06~5.52	1,381,178
Purchase loans	4.83~5.30	334,221
Secured loans	2.94~5.71	1,305,668
		<hr/>
		\$ 3,353,028
		<hr/>
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	1,557,283
		<hr/>
		\$ 5,697,864
		<hr/>
September 30, 2024		
Mortgage secured loans	0.87~1.55	\$ 301,632
Unsecured loans	0.77~5.78	1,667,362
Purchase loans	4.25~6.25	325,429
Secured loans	4.17~4.90	1,782,308
		<hr/>
		\$ 4,076,731
		<hr/>

b. Long-term borrowings

Type of Borrowings	Agreement Period and Interest Payable Schedule	Interest Rate Range (%)	Amount
September 30, 2025			
Mortgage secured loans	From December 17, 2010 to July 31, 2031. Interest is paid based on schedule.	0.50~5.49	\$ 12,255
Secured loans	From July 14, 2023 to April 1, 2031. Interest is paid based on schedule.	2.60~4.75	2,745,522
Unsecured loans	From June 29, 2023 to June 3, 2029. Interest is paid based on schedule.	1.83~2.65	11,656,490
			<hr/>
			14,414,267
Less: Current portion			<hr/>
			(1,614,574)
			<hr/>
			\$ 12,799,693
			<hr/>
			(Continued)

Type of Borrowings	Agreement Period and Interest Payable Schedule	Interest Rate Range (%)	Amount
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>
September 30, 2024			
Mortgage secured loans	From December 17, 2010 to April 15, 2029. Interest is paid based on schedule.	1. 60 ~ 5. 49	\$ 17, 866
Secured loans	From July 14, 2023 to April 1, 2031. Interest is paid based on schedule.	2. 95 ~ 6. 20	2, 234, 956
Unsecured loans	From October 26, 2021 to June 3, 2029. Interest is paid based on schedule.	1. 34 ~ 3. 50	9, 809, 550
			<u>12, 062, 372</u>
Less: Current portion			<u>(1, 889, 390)</u>
			<u>\$ 10, 172, 982</u>
			(Concluded)

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 September 30, 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	\$ 800, 000

- 3) As of September 30, 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 33 for the assets pledged as collateral for bank borrowings of the Company and its subsidiaries.

d. Bonds Payable

	September 30, 2025	December 31, 2024	September 30, 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	-	-	(120)
	<u>-</u>	<u>-</u>	<u>2,999,880</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	(959)	(1,748)	(2,013)
	<u>2,499,041</u>	<u>2,498,252</u>	<u>2,497,987</u>
	2,499,041	2,498,252	5,497,867
Less: Current portion	(2,499,041)	-	(2,999,880)
	<u>\$ -</u>	<u>\$ 2,498,252</u>	<u>\$ 2,497,987</u>

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 September 30, 2025 and 2024, and the nine months ended September 30, 2025 and 2024, the pension expenses of defined benefit plans were \$4,635 thousand, \$5,696 thousand, \$13,915 thousand and \$16,488 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

	September 30, 2025	December 31, 2024	September 30, 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
Number of share capital awaiting cancellation (in thousands) (Note 22(f))	(6,020)	–	–
Number of ordinary shares	<u>1,172,246</u>	<u>1,178,266</u>	<u>1,178,266</u>
Shares issued	\$ 11,782,655	\$ 11,782,655	\$ 11,782,655
Share capital awaiting cancellation (Note 22(f))	<u>(60,200)</u>	<u>–</u>	<u>–</u>
Ordinary shares	<u>\$ 11,722,455</u>	<u>\$ 11,782,655</u>	<u>\$ 11,782,655</u>

b. Capital surplus

	September 30, 2025	December 31, 2024	September 30, 2024
May be used to offset deficit, distributed as cash or transferred to share capital (Note 1)			
Additional paid-in capital	\$ 307,438	\$ 309,017	\$ 309,017
Treasury share transactions	–	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>436,375</u>
	<u>773,272</u>	<u>1,030,146</u>	<u>765,034</u>
May be used to offset deficit only			
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	30,215	26,867	27,287
Changes in percentage of ownership interests in subsidiaries (Note 2)	293,249	293,249	293,249
Others	<u>58</u>	<u>58</u>	<u>58</u>
	<u>323,522</u>	<u>320,174</u>	<u>320,594</u>

(Continued)

	September 30, 2025	December 31, 2024	September 30, 2024
May not be used for any purpose			
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	\$ 1, 563	\$ 3, 348	\$ 3, 348
	<u>\$ 1, 098, 357</u>	<u>\$ 1, 353, 668</u>	<u>\$ 1, 088, 976</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 September 30, 2025, December 31, 2024 and September 30, 2024, the special reserve was \$426,285 thousand.

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

	<u>Appropriations of Earnings</u>		<u>Dividends Per Share (NT\$)</u>	
	<u>For the Year</u>		<u>For the Year</u>	
	<u>Ended December 31</u>		<u>Ended December 31</u>	
	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 were resolved by the Company's board of directors in March 2025 and 2024, respectively. The other proposed appropriations were resolved by the shareholders in their meeting in June 2025 and 2024, respectively.

d. Other equity items

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

	<u>For the Nine Months</u>	
	<u>Ended September 30</u>	
	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	(1,648,975)	1,348,406
Share of exchange differences of associates and joint ventures accounted for using the equity method	(120,014)	66,965
Other comprehensive income (loss) for the period	(1,768,989)	1,415,371
Disposal of partial interest in subsidiaries (without losing control) (Note 28)	—	37,955
Balance, end of the period	(\$ 2,047,834)	(\$ 433,514)

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 Nine Months Ended September 30	
	2025	2024
Balance, beginning of the period	\$ 538,947	\$ 528,051
Recognized for the period		
Unrealized gains and losses - equity instruments	(115,954)	298,462
Reclassification adjustments		
Cumulative unrealized gains and losses of equity instruments transferred to retained earnings due to disposal	-	(49,639)
Balance, end of the period	<u>\$ 422,993</u>	<u>\$ 776,874</u>

e. Non-controlling interests

	For the Nine Months Ended September 30	
	2025	2024
Balance, beginning of the period	\$ 676,565	\$ 481,339
Share of net profit for the period	36,073	26,677
Other comprehensive income (loss) for the period		
Exchange differences on translation of the financial statements of foreign operations	(3,403)	37,543
Remeasurements of defined benefit plans	-	(33)
Dividends distributed by subsidiaries	(63,325)	(42,645)
Non-controlling interests arising from capital increase in proportion to the existing ownership percentage of a subsidiary	45,617	-
Non-controlling interests arising from capital increase not in proportion to the existing ownership percentage of a subsidiary (Note 28)	-	1,406
Acquisition and disposal of partial interest in subsidiaries (without losing control) (Note 28)	-	219,545
Balance, end of the period	<u>\$ 691,527</u>	<u>\$ 723,832</u>

f. Treasury shares

Unit: Thousand Shares

	For the Nine Months Ended September 30 2025
Number of shares, beginning of the period	-
Increase during the period	6,020
Decrease during the period	(6,020)
Number of shares, end of the period	<u>-</u>

In May 2025, the Company's board of directors resolved to buy back of ordinary 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 bought back and cancelled. The Company actually bought back of 6,020 thousand shares for a total of \$151,096 thousand. In August 2025, the board of directors resolved to implement capital reduction by cancelling the treasury shares, the capital reduction reference date was August 11, 2025. The amendment of registration was completed in October 21, 2025.

23. REVENUE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue from contracts with customers				
Revenue from the sale of goods	\$10,072,572	\$11,279,331	\$30,460,379	\$32,769,038
Lease revenue	23,752	54,191	101,330	154,615
	<u>\$10,096,324</u>	<u>\$11,333,522</u>	<u>\$30,561,709</u>	<u>\$32,923,653</u>

Contract balances

	September 30, 2025	December 31, 2024	September 30, 2024	January 1, 2024
Notes and accounts receivable	<u>\$ 13,976,602</u>	<u>\$ 15,447,224</u>	<u>\$ 16,405,782</u>	<u>\$ 15,213,220</u>
Contract liabilities				
Sale of goods	<u>\$ 290,975</u>	<u>\$ 597,286</u>	<u>\$ 703,845</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 September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
From the balance of contract liabilities at the beginning of the year				
Sale of goods	<u>\$ 37,410</u>	<u>\$ 68,370</u>	<u>\$ 467,226</u>	<u>\$ 550,216</u>

24. PROFIT BEFORE INCOME TAX

a. Interest income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest on bank deposits	\$ 25,289	\$ 22,416	\$ 66,150	\$ 70,717
Others	1,810	1,926	5,690	6,351
	<u>\$ 27,099</u>	<u>\$ 24,342</u>	<u>\$ 71,840</u>	<u>\$ 77,068</u>

b. Other income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Subsidy income	\$ 37,396	\$ 71,300	\$ 103,418	\$ 141,609
Dividend income	25,552	44,044	25,552	44,044
Others	31,943	35,064	104,465	142,683
	<u>\$ 94,891</u>	<u>\$ 150,408</u>	<u>\$ 233,435</u>	<u>\$ 328,336</u>

c. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Loss on disposal of property, plant and equipment	(\$ 36,289)	(\$ 4,330)	(\$ 43,110)	(\$ 7,917)
Gain on disposal of investment properties	15,585	–	15,585	–
Gain on disposal of non- current assets held for sale (Note 27)	373,616	–	373,616	–
Gain on disposal of investments	–	12,509	–	12,509
Gain on financial assets				
Financial assets at FVTPL	369	599	6,090	2,857
Finance fees	(10,439)	(13,150)	(28,021)	(37,885)
Net foreign exchange gains and losses	32,995	18,882	(15,887)	39,985
Others	(8,080)	(11,317)	(25,764)	(29,554)
	<u>\$ 367,757</u>	<u>\$ 3,193</u>	<u>\$ 282,509</u>	<u>(\$ 20,005)</u>

d. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest Expense				
Interest on loans	\$ 122,363	\$ 127,256	\$ 368,138	\$ 364,351
Interest on lease liabilities	1,100	1,210	3,251	3,792
Less: Amounts included in the cost of qualifying assets	(7,430)	(13,676)	(27,518)	(32,511)
	<u>\$ 116,033</u>	<u>\$ 114,790</u>	<u>\$ 343,871</u>	<u>\$ 335,632</u>

Information about capitalized interest was as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Capitalized interest amount	<u>\$ 7,430</u>	<u>\$ 13,676</u>	<u>\$ 27,518</u>	<u>\$ 32,511</u>
Capitalization rates (%)	2.04~2.75	1.96~3.50	2.00~3.05	1.75~3.50

e. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Property, plant and equipment	\$ 512,126	\$ 514,452	\$ 1,533,915	\$ 1,518,108
Investment properties	10,338	11,389	32,386	33,675
Right-of-use assets	29,868	29,522	88,375	87,180
Intangible assets	3,996	4,506	12,326	13,272
Others	1,839	6,497	13,326	18,501
	<u>\$ 558,167</u>	<u>\$ 566,366</u>	<u>\$ 1,680,328</u>	<u>\$ 1,670,736</u>
Analysis of depreciation by function				
Operating costs	\$ 419,622	\$ 433,329	\$ 1,277,093	\$ 1,284,984
Operating expenses	134,444	127,871	390,589	371,268
	<u>\$ 554,066</u>	<u>\$ 561,200</u>	<u>\$ 1,667,682</u>	<u>\$ 1,656,252</u>
Analysis of amortization by function				
Operating costs	\$ 340	\$ 353	\$ 1,053	\$ 1,001
Operating expenses	3,761	4,813	11,593	13,483
	<u>\$ 4,101</u>	<u>\$ 5,166</u>	<u>\$ 12,646</u>	<u>\$ 14,484</u>

f. Employee benefits

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits				
Salaries	\$ 1,040,675	\$ 1,015,783	\$ 3,080,949	\$ 2,963,086
Labor and health insurance	89,475	87,022	272,497	267,057
Others	98,990	92,135	272,069	267,756
	<u>\$ 1,229,140</u>	<u>\$ 1,194,940</u>	<u>\$ 3,625,515</u>	<u>\$ 3,497,899</u>
Post-employment benefits				
Defined contribution plans	68,247	66,730	207,081	183,701
Defined benefit plans (Note 21)	4,635	5,696	13,915	16,488
	<u>\$ 72,882</u>	<u>\$ 72,426</u>	<u>\$ 220,996</u>	<u>\$ 200,189</u>
	<u>\$ 1,302,022</u>	<u>\$ 1,267,366</u>	<u>\$ 3,846,511</u>	<u>\$ 3,698,088</u>
Analysis of employee benefits by function				
Operating costs	\$ 594,684	\$ 572,119	\$ 1,734,427	\$ 1,678,281
Operating expenses	707,338	695,247	2,112,084	2,019,807
	<u>\$ 1,302,022</u>	<u>\$ 1,267,366</u>	<u>\$ 3,846,511</u>	<u>\$ 3,698,088</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. In accordance with the amendment to the Securities and Exchange Act in August 2024, the amendment to the Articles of Incorporation of the Company were resolved in the shareholders' meeting in 2025. The amendment explicitly stipulates that no less than 20% of the above compensation of employees shall be distributed to frontline employees. The accrual amounts of compensation of employees and remuneration of directors are as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Compensation of employees	<u>\$ 31,215</u>	<u>\$ 26,000</u>	<u>\$ 68,415</u>	<u>\$ 75,500</u>
Remuneration of directors	<u>\$ 4,484</u>	<u>\$ 3,790</u>	<u>\$ 9,884</u>	<u>\$ 10,900</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
Differences	(\$ 318)	(\$ 1)	(\$ 338)	\$ 207

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 September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Current tax	\$ 222,848	\$ 282,515	\$ 613,456	\$ 696,411
Deferred tax	(23,533)	(65,286)	(104,610)	(52,738)
	<u>\$ 199,315</u>	<u>\$ 217,229</u>	<u>\$ 508,846</u>	<u>\$ 643,673</u>

b. Income tax expense (benefit) recognized directly in equity

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Current tax				
Disposal of partial interest in subsidiaries (without losing control) (Note 28)	\$ -	\$ 149,055	\$ -	\$ 149,055
Disposal of investments in equity instruments at FVTOCI	-	3,475	-	3,475
	<u>\$ -</u>	<u>\$ 152,530</u>	<u>\$ -</u>	<u>\$ 152,530</u>

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

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Deferred tax				
In respect of the current period				
Remeasurement of defined benefit plans	\$ -	\$ -	\$ -	(\$ 293)
Remeasurement of defined benefit plans of subsidiaries, associates and joint ventures accounted for using the equity method	-	-	-	(86)
Unrealized gains and losses on financial assets at fair value through other comprehensive income	(23)	(2,200)	(590)	(2,349)
	<u>(\$ 23)</u>	<u>(\$ 2,200)</u>	<u>(\$ 590)</u>	<u>(\$ 2,728)</u>

d. Income tax assessment

The income tax returns of the Company and the subsidiaries in Taiwan have been assessed by the tax authorities through 2023.

e. Pillar Two income tax legislation

As of September 30, 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 September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Basic earnings per share	\$ 0.49	\$ 0.39	\$ 1.09	\$ 1.14
Diluted earnings per share	\$ 0.49	\$ 0.39	\$ 1.08	\$ 1.14

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		For the Nine Months	
	Ended September 30		Ended September 30	
	2025	2024	2025	2024
Net profit for the period attributable to owners of the Company	\$ 574,551	\$ 456,644	\$1,276,642	\$1,347,834

Number of ordinary shares

Unit: Thousand Shares

	For the Three Months		For the Nine Months	
	Ended September 30		Ended September 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares used in the computation of basic earnings per share	1,172,246	1,178,266	1,175,562	1,178,266
Effect of potentially dilutive ordinary shares				
Compensation of employees	1,683	2,211	2,636	2,800
Weighted average number of ordinary shares used in the computation of diluted earnings per share	1,173,929	1,180,477	1,178,198	1,181,066

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. DISPOSAL OF SUBSIDIARIES

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 was completed in July 2025 and then the control of the subsidiary was lost.

a. Consideration received

	Amount
Total consideration received - cash	\$ 513,001

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

	Amount
Current assets	
Cash and cash equivalents	\$ 26,364
Accounts receivable, net	2,176
Other current assets - others	431
Non-current assets	
Property, plant and equipment	43,811
Right-of-use assets	1,266
Investment properties	57,195
Current liabilities	
Other payables - others	(332)
Non-current liabilities	
Other non-current liabilities	(1,057)
	<hr/>
Net assets disposed of	\$ 129,854
	<hr/>

c. Gain on disposal of subsidiaries

	Amount
Consideration received	\$ 513,001
Net assets disposed of	(129,854)
Transaction cost	(1,093)
Effects of foreign currency exchange difference	(8,438)
	<hr/>
Gain on disposal of subsidiaries	\$ 373,616
	<hr/>

d. Net cash inflow on disposals of subsidiaries

	Amount
Consideration received in cash and cash equivalents	\$ 513,001
Less: Cash and cash equivalents balances on disposal date	(26,364)
Less: Receivables (recorded as other receivables)	(6,280)
Less: Transaction cost	(1,093)
	<hr/>
Net cash inflow on disposals of subsidiaries	\$ 479,264
	<hr/>

28. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS

a. Acquisition and partial disposal of subsidiaries (without losing control)

In the third quarter of 2024, the Company and its subsidiaries reduced their shareholding in the subsidiary Eternal Precision Mechanics Co., Ltd. from 84.61% to 72.32%, and further to 70.20% in the fourth quarter of 2024. This was mainly due to the release of shares of the subsidiary in 2024 (7,500 thousand shares of the subsidiary were disposed of in the third quarter of 2024), and the rest from employee share options of the subsidiary exercised by employees of the Company and its subsidiaries, etc. The above transactions were accounted for as equity transactions since the Company and its subsidiaries did not cease to have control over the subsidiary.

	For the Nine Months Ended September 30 2024
Net consideration received (paid)	\$ 832, 222
The proportionate share of the carrying amount of the net assets of the subsidiary transferred to non-controlling interests	(219, 545)
Adjustment of other equity attributable to owners of the Company	
Exchange difference on translating the financial statements of foreign operations	(37, 955)
Income tax recognized directly in equity	(149, 055)
	<hr/>
Differences recognized from equity transactions	\$ 425, 667
	<hr/>
Account item to adjust the differences recognized from equity transactions	
Capital surplus - changes in ownership interests in subsidiaries	\$ 2, 164
Capital surplus - difference between consideration received or paid and the carrying amount of the subsidiaries during actual disposal or acquisition	423, 503
	<hr/>
	\$ 425, 667
	<hr/>

b. Subscribed for cash capital increase of subsidiary not in proportion to its existing ownership percentage

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 from 75% 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.

	For the Nine Months Ended September 30 2024
Consideration paid	\$ -
The proportionate share of the carrying amount of the net assets of the subsidiary transferred to non-controlling interests	(1, 406)
	<hr/>
Differences recognized from equity transactions	(\$ 1, 406)
	<hr/>
Account item to adjust the differences recognized from equity transactions	
Capital surplus - changes in ownership interests in subsidiaries	(\$ 1, 406)
	<hr/>

29. CASH FLOW INFORMATION

a. Information on investment activities

	For the Nine Months Ended September 30	
	2025	2024
Additions of property, plant and equipment	\$ 2,176,876	\$ 2,753,784
Decrease in payables for equipment	163,984	30,297
	2,340,860	2,784,081
Capitalized interest	(27,518)	(32,511)
Cash paid	\$ 2,313,342	\$ 2,751,570

b. Changes in major liabilities arising from financing activities

For the Nine months ended September 30, 2025

	January 1, 2025	Cash Flows	Non-cash Changes		September 30, 2025
			Exchange Rate Adjustment	Issuance Cost	
Short-term borrowings	\$ 5,697,864	(\$ 2,226,479)	(\$ 118,357)	\$ -	\$ 3,353,028
Long-term borrowings	12,363,763	2,248,494	(197,990)	-	14,414,267
Bonds payable	2,498,252	-	-	789	2,499,041

For the Nine months ended September 30, 2024

	January 1, 2024	Cash Flows	Non-cash Changes		September 30, 2024
			Exchange Rate Adjustment	Issuance Cost	
Short-term borrowings	\$ 5,557,448	(\$ 1,741,401)	\$ 260,684	\$ -	\$ 4,076,731
Long-term borrowings	10,103,044	1,880,139	79,189	-	12,062,372
Bonds payable	5,496,172	-	-	1,695	5,497,867

30. 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.

31. 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>September 30, 2025</u>				
Financial instruments at FVTPL				
Mutual funds	\$ –	\$ –	\$ 8,702	\$ 8,702
Financial instruments at FVTOCI				
Equity instruments				
Domestic and foreign listed shares	\$ 568,609	\$ –	\$ –	\$ 568,609
Domestic and foreign unlisted shares	\$ –	\$ –	\$ 341,552	\$ 341,552
<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>September 30, 2024</u>				
Financial instruments at FVTPL				
Structured deposit	\$ –	\$ 543,459	\$ –	\$ 543,459
Mutual funds	\$ –	\$ –	\$ 7,709	\$ 7,709
Financial instruments at FVTOCI				
Equity instruments				
Domestic and foreign listed shares	\$ 844,122	\$ –	\$ –	\$ 844,122
Domestic and foreign unlisted shares	\$ –	\$ –	\$ 439,183	\$ 439,183

There was no transfer between Level 1 and Level 2 for the nine months ended September 30, 2025 and 2024.

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

For the Nine Months Ended September 30, 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 profit or loss (recorded as other gains and losses)	(6)	-	(6)
Recognized in other comprehensive income	-	(115,104)	(115,104)
Effects of foreign currency exchange differences	(674)	(18,881)	(19,555)
Balance, end of the period	<u>\$ 8,702</u>	<u>\$ 341,552</u>	<u>\$ 350,254</u>
Unrealized gains and losses for the period	<u>(\$ 6)</u>		<u>(\$ 6)</u>

For the Nine Months Ended September 30, 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 profit or loss (recorded as other gains and losses)	(1,771)	-	(1,771)
Recognized in other comprehensive income	-	50,479	50,479
Disposal	-	(1,196)	(1,196)
Effects of foreign currency exchange differences	298	6,716	7,014
Balance, end of the period	<u>\$ 7,709</u>	<u>\$ 439,183</u>	<u>\$ 446,892</u>
Unrealized gains and losses for the period	<u>(\$ 1,771)</u>		<u>(\$ 1,771)</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

	September 30, 2025	December 31, 2024	September 30, 2024
<u>Financial assets</u>			
Fair value through profit or loss			
Mandatorily classified as at fair value through profit or loss	\$ 8,702	\$ 832,346	\$ 551,168
Financial assets at amortized cost (Note 1)	22,362,042	23,787,035	24,273,917
Financial assets at fair value through other comprehensive income - equity instruments	910,161	1,045,585	1,283,305
<u>Financial liabilities</u>			
Financial liabilities at amortized cost (Note 2)	28,651,126	29,161,368	30,098,846

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 36.

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 Nine Months	
	Ended September 30	
	2025	2024
<u>Foreign Currencies : Functional Currencies</u>		
Financial assets		
Monetary items		
USD:NTD	\$ 22,472	\$ 27,131
USD:RMB	7,148	9,570
USD:MYR	5,149	5,091
RMB:NTD	2,535	2,755
JPY:NTD	3,180	3,860
EUR:NTD	1,154	870
Financial liabilities		
Monetary items		
USD:NTD	22,278	25,527
USD:RMB	4,350	4,999
USD:MYR	5,519	5,010
JPY:NTD	1,762	1,311
USD:THB	928	1,315

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:

	September 30, 2025	December 31, 2024	September 30, 2024
Fair value interest rate risk			
Financial assets	\$ 3,811,581	\$ 2,694,438	\$ 2,755,314
Financial liabilities	2,669,312	2,682,259	5,702,926
Cash flow interest rate risk			
Financial assets	3,608,616	5,545,413	4,792,492
Financial liabilities	17,767,295	18,061,627	16,139,103

For assets and liabilities with floating interest rates, 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 nine months ended September 30, 2025 and 2024 would have decreased/increased by \$106,190 thousand and \$85,100 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 nine months ended September 30, 2025 and 2024 would have increased/decreased by \$5,686 thousand and \$8,441 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.

September 30, 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	\$ 3,381,782	\$ -	\$ -	\$ -	\$ -	\$ 3,381,782
Notes payable	1,788,301	-	-	-	-	1,788,301
Accounts payable	4,320,716	-	-	-	-	4,320,716
Other payables	2,204,105	-	-	-	-	2,204,105
Lease liabilities	65,385	49,683	33,328	22,067	4,720	175,183
Long-term borrowings	7,042,581	3,395,919	3,372,679	1,043,175	96,852	14,951,206
Bonds payable	2,514,500	-	-	-	-	2,514,500
	<u>\$ 21,317,370</u>	<u>\$ 3,445,602</u>	<u>\$ 3,406,007</u>	<u>\$ 1,065,242</u>	<u>\$ 101,572</u>	<u>\$ 29,335,793</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	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>

(Continued)

September 30, 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	\$ 4,107,790	\$ -	\$ -	\$ -	\$ -	\$ 4,107,790
Notes payable	1,264,101	-	-	-	-	1,264,101
Accounts payable	5,166,129	-	-	-	-	5,166,129
Other payables	1,983,221	-	-	-	-	1,983,221
Lease liabilities	83,149	53,765	33,897	33,871	7,481	212,163
Long-term borrowings	5,814,871	2,601,597	2,007,731	2,142,757	126,784	12,693,740
Bonds payable	3,039,100	2,514,500	-	-	-	5,553,600
	<u>\$ 21,458,361</u>	<u>\$ 5,169,862</u>	<u>\$ 2,041,628</u>	<u>\$ 2,176,628</u>	<u>\$ 134,265</u>	<u>\$ 30,980,744</u>

(Concluded)

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 accounts payable.

As of September 30,2025, December 31, 2024 and September 30,2024, the carrying amount of the accounts receivable that have been transferred but have not been derecognized amounted to \$1,879,643 thousand, \$2,078,234 thousand and \$2,343,816 thousand, respectively, and the carrying amount of the related borrowings and accounts payable were \$1,879,037 thousand, \$2,077,595 thousand and \$2,343,125 thousand, respectively.

32. 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 September 30		For the Nine Months Ended September 30	
		2025	2024	2025	2024
Revenue from sales of goods	Associates	<u>\$ 165,181</u>	<u>\$ 180,331</u>	<u>\$ 494,119</u>	<u>\$ 530,591</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 September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Associates	\$ 1,330	\$ –	\$ 1,721	\$ 1,579

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 September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Associates				
Allnex-Eternal Resins (Guangdong) Co., Ltd.	\$ 14,297	\$ 13,661	\$ 39,308	\$ 39,799
Others	1,059	1,499	8,478	8,540
	<u>\$ 15,356</u>	<u>\$ 15,160</u>	<u>\$ 47,786</u>	<u>\$ 48,339</u>

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

e. Receivables from related parties

Account Item	Related Party Category	September 30, 2025	December 31, 2024	September 30, 2024
Notes and accounts receivable	Associates	<u>\$ 193,180</u>	<u>\$ 237,931</u>	<u>\$ 232,229</u>

The receivables arose mainly from sales transactions; the receivables were not guaranteed, pledged and do not bear interest. As of September 30, 2025, December 31, 2024 and September 30, 2024, the balance of loss allowance of accounts receivable from related parties was \$112 thousand, \$335 thousand and \$186 thousand, respectively.

f. Payables to related parties

Account Item	Related Party Category	September 30, 2025	December 31, 2024	September 30, 2024
Accounts payable	Associates	<u>\$ 375</u>	<u>\$ 378</u>	<u>\$ –</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	September 30, 2025	December 31, 2024	September 30, 2024
Other receivables	Associates			
	Eterkon			
	Semiconductor Materials Co., Ltd.	\$ 102,833	\$ 109,460	\$ 108,400

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

h. Remuneration of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employee benefits	\$ 27,853	\$ 28,398	\$ 73,476	\$ 75,923
Post-employment benefits	393	298	1,180	892
	<u>\$ 28,246</u>	<u>\$ 28,696</u>	<u>\$ 74,656</u>	<u>\$ 76,815</u>

33. 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 and banker's acceptance were as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Notes receivable	\$ 1,879,643	\$ 2,078,234	\$ 2,343,816
Property, plant and equipment	234,902	262,790	273,359
Other financial assets – current and non-current (recorded as other non-current assets - others)			
Time deposit certificates and deposit of escrow account	96,716	18,295	40,454
	<u>\$ 2,211,261</u>	<u>\$ 2,359,319</u>	<u>\$ 2,657,629</u>

34. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

- The Company and its subsidiaries have issued but unused letters of credit of \$177,836 thousand as of September 30, 2025.
- The Company and its subsidiaries have contracts that were not yet incurred to purchase property, plant and equipment and intangible assets of \$1,254,230 thousand at September 30, 2025.

35. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

None.

36. 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/> September 30, 2025 <hr/>				
Financial assets				
Monetary items				
USD	\$ 73,811	30.4450	(USD:NTD)	\$ 2,247,176
USD	23,478	7.1055	(USD:RMB)	714,788
USD	16,912	4.2145	(USD:MYR)	514,886
JPY	1,554,931	0.2045	(JPY:NTD)	317,968
RMB	59,163	4.2847	(RMB:NTD)	253,496
EUR	3,231	35.7135	(EUR:NTD)	115,390
Non-monetary items				
Investments accounted for using the equity method				
USD	893,806	30.4450	(USD:NTD)	27,211,935
RMB	5,605,163	0.1407	(RMB:USD)	24,016,496
RMB	23,536	4.2847	(RMB:NTD)	100,843
JPY	9,560,409	0.2045	(JPY:NTD)	1,955,008
MYR	276,730	0.2373	(MYR:USD)	1,999,064
THB	395,894	0.9466	(THB:NTD)	374,753
Financial liabilities				
Monetary items				
USD	73,174	30.4450	(USD:NTD)	2,227,782
USD	14,287	7.1055	(USD:RMB)	434,968
USD	18,127	4.2145	(USD:MYR)	551,877
JPY	861,585	0.2045	(JPY:NTD)	176,186
<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
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

(Continued)

	Foreign Currency (In Thousands)		Exchange Rate	Carrying Amount
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/>				
September 30, 2024				
Financial assets				
Monetary items				
USD	85,721	31.6500	(USD:NTD)	2,713,070
USD	30,236	7.0074	(USD:RMB)	956,969
USD	16,085	4.1065	(USD:MYR)	509,090
RMB	61,002	4.5167	(RMB:NTD)	275,525
JPY	1,740,529	0.2218	(JPY:NTD)	385,962
Non-monetary items				
Investments accounted for using the equity method				
USD	921,629	31.6500	(USD:NTD)	29,169,571
RMB	5,784,307	0.1427	(RMB:USD)	26,125,691
RMB	29,657	4.5167	(RMB:NTD)	133,950
JPY	8,432,189	0.2218	(JPY:NTD)	1,869,838
MYR	224,221	0.2435	(MYR:USD)	1,728,133
THB	426,479	0.9868	(THB:NTD)	420,849
Financial liabilities				
Monetary items				
USD	80,654	31.6500	(USD:NTD)	2,552,699
USD	15,795	7.0074	(USD:RMB)	499,912
USD	15,829	4.1065	(USD:MYR)	500,988
JPY	591,285	0.2218	(JPY:NTD)	131,117
USD	4,155	32.2914	(USD:THB)	131,506
(Concluded)				

The total realized and unrealized foreign exchange gains and losses were gains of \$32,995 thousand, gains of \$18,882 thousand, losses of \$15,887 thousand and gains of \$39,985 thousand for the three months ended September 30, 2025 and 2024, and for the nine months ended September 30, 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 significant foreign exchange gains and losses in aggregate.

37. 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, 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

38. 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 measured by operating profit or loss and 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 nine months ended September 30, 2025</u>						
Revenues from external customers						
Revenue from the sale of goods	\$ 14,907,431	\$ 7,720,117	\$ 7,764,285	\$ 68,546	\$ -	\$ 30,460,379
Revenue from the rental service	-	3,236	-	98,094	-	101,330
Inter-segment revenues	1,651,411	2,031,180	1,203,058	2,855	(4,888,504)	-
Total revenue	<u>\$ 16,558,842</u>	<u>\$ 9,754,533</u>	<u>\$ 8,967,343</u>	<u>\$ 169,495</u>	<u>(\$ 4,888,504)</u>	<u>\$ 30,561,709</u>
Segment operating profit (loss)	<u>\$ 563,413</u>	<u>\$ 604,508</u>	<u>\$ 754,318</u>	<u>(\$ 628,875)</u>	<u>\$ -</u>	<u>\$ 1,293,364</u>
<u>For the nine months ended September 30, 2024</u>						
Revenues from external customers						
Revenue from the sale of goods	\$ 15,656,597	\$ 8,477,141	\$ 8,631,367	\$ 3,933	\$ -	\$ 32,769,038
Revenue from the rental service	-	3,893	-	150,722	-	154,615
Inter-segment revenues	1,647,189	2,006,985	1,396,595	2,007	(5,052,776)	-
Total revenue	<u>\$ 17,303,786</u>	<u>\$ 10,488,019</u>	<u>\$ 10,027,962</u>	<u>\$ 156,662</u>	<u>(\$ 5,052,776)</u>	<u>\$ 32,923,653</u>
Segment operating profit (loss)	<u>\$ 402,440</u>	<u>\$ 732,373</u>	<u>\$ 1,101,662</u>	<u>(\$ 545,099)</u>	<u>\$ -</u>	<u>\$ 1,691,376</u>

TABLE1

Eternal Materials Co., Ltd. and Subsidiaries

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

No. (Note 1)	Lender	Borrower	Financial Statement Account	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	\$ 856,942	\$ 750,999	1.35~1.76	2	\$ -	Operating needs	\$ -	-	\$ -	\$ 5,167,645	\$ 5,167,645	Note 6
2	Eternal Materials (Guangdong) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	503,248	128,541	34,284	1.35	2	-	Operating needs	-	-	-	6,379,912	6,379,912	Note 5
3	Eternal Holdings Inc.	Eternal Materials Co., Ltd.	Other receivables from related parties	Y	3,181,360	2,618,270	1,583,140	4.10~4.49	2	-	Operating needs	-	-	-	38,762,255	38,762,255	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Chemical (Chengdu) Co., Ltd.	Other receivables from related parties	Y	1,960,241	299,930	-	2.00~2.76	2	-	Operating needs	-	-	-	29,670,163	29,670,163	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Chemical (Tianjin) Co., Ltd.	Other receivables from related parties	Y	1,006,496	342,777	270,084	2.00~2.76	2	-	Operating needs	-	-	-	29,670,163	29,670,163	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Synthetic Resins (Changshu) Co., Ltd.	Other receivables from related parties	Y	1,463,994	514,165	101,804	2.00~2.76	2	-	Operating needs	-	-	-	29,670,163	29,670,163	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Electronic (Suzhou) Co., Ltd.	Other receivables from related parties	Y	1,387,743	428,471	583	2.00~2.76	2	-	Operating needs	-	-	-	29,670,163	29,670,163	Note 5
4	Eternal (China) Investment Co., Ltd.	Eterkon Semiconductor Materials Co., Ltd.	Other receivables from related parties	Y	222,039	102,833	102,833	3.10	2	-	Operating needs	-	-	-	5,934,033	5,934,033	Note 7
4	Eternal (China) Investment Co., Ltd.	Eternal Specialty Materials (Suzhou) Co., Ltd.	Other receivables from related parties	Y	365,998	128,541	34,278	2.00	2	-	Operating needs	-	-	-	29,670,163	29,670,163	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Photoelectric Material Industry (Yingkou) Co., Ltd.	Other receivables from related parties	Y	137,249	64,271	-	-	2	-	Operating needs	-	-	-	29,670,163	29,670,163	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Materials (Guangdong) Co., Ltd.	Other receivables from related parties	Y	138,774	128,541	-	-	2	-	Operating needs	-	-	-	29,670,163	29,670,163	Note 5
4	Eternal (China) Investment Co., Ltd.	Eternal Materials (Tongling) Co., Ltd.	Other receivables from related parties	Y	231,291	214,236	-	-	2	-	Operating needs	-	-	-	29,670,163	29,670,163	Note 5
5	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	1,829,992	1,071,178	1,069,260	1.35~1.76	2	-	Operating needs	-	-	-	7,403,981	7,403,981	Note 6
6	Eternal Specialty Materials (Suzhou) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	914,996	428,471	-	-	2	-	Operating needs	-	-	-	3,290,221	3,290,221	Note 6
7	Eternal Specialty Materials (Zhuhai) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	914,996	428,471	424,099	1.35~1.76	2	-	Operating needs	-	-	-	1,097,262	1,097,262	Note 8
8	Eternal Photoelectric Material Industry (Yingkou) Co., Ltd.	Eternal (China) Investment Co., Ltd.	Other receivables from related parties	Y	69,387	64,271	60,426	1.35~1.48	2	-	Operating needs	-	-	-	354,336	354,336	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 NINE MONTHS ENDED SEPTEMBER 30, 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	\$ 26,144,111	\$ 597,690	\$ 548,010	\$ -	\$ -	2.10	\$ 26,144,111	Y	N	N	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Eternal Materials (Malaysia) Sdn. Bhd.	2	26,144,111	2,749,535	2,402,056	1,111,923	-	9.19	26,144,111	Y	N	N	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Elga Europe S.r.l.	2	26,144,111	548,055	535,702	492,489	-	2.05	26,144,111	Y	N	N	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Eternal Nanyang Investment Co., Ltd.	2	26,144,111	1,992,300	1,826,700	1,546,606	-	6.99	26,144,111	Y	N	N	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Eternal Material Industry (Tongling) Co., Ltd.	2	26,144,111	1,688,421	1,563,919	771,647	-	5.98	26,144,111	Y	N	Y	Notes 3 and 6
0	Eternal Materials Co., Ltd.	Eternal Technology Corporation	2	26,144,111	166,025	152,225	137,003	-	0.58	26,144,111	Y	N	N	Notes 3 and 6
1	Eternal (China) Investment Co., Ltd.	Eternal Material Industry (Tongling) Co., Ltd.	2	14,835,081	462,581	428,471	427,270	-	2.89	14,835,081	N	N	Y	Note 7
2	Eternal Precision Mechanics Co., Ltd.	Eternal Precision Mechanics (Guangzhou) Co., Ltd.	2	1,523,662	92,516	85,694	34,697	-	5.62	1,523,662	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

MARKETABLE SECURITIES HELD (EXCLUDING INVESTMENT IN SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES)
SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 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	24,351,543	\$ 568,609	1.52	\$ 568,609	
Mixville Holdings Inc.	Grace THW Holding Limited (stock)	-	Financial assets at fair value through other comprehensive income - non-current	1,900,000	209,081	Note	209,081	

Note: 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 NINE MONTHS ENDED SEPTEMBER 30, 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	\$597, 774	6	Note 1	\$ –	–	\$ 235, 406	7	
	Eternal Specialty Materials (Zhuhai) Co., Ltd.	Subsidiary	Sales	409, 926	4	Note 1	–	–	80, 487	2	
	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Subsidiary	Sales	232, 238	2	Note 1	–	–	71, 986	2	
	Eternal (China) Investment Co., Ltd.	Subsidiary	Sales	135, 764	1	Note 1	–	–	–	–	
	Eternal Chemical (China) Co., Ltd.	Subsidiary	Sales	165, 973	2	Note 1	–	–	58, 526	2	
	Eternal Electronic (Suzhou) Co., Ltd.	Subsidiary	Sales	173, 412	2	Note 1	–	–	128, 969	4	
	Eternal Materials (Guangdong) Co., Ltd.	Subsidiary	Sales	144, 838	1	Note 1	–	–	39, 786	1	
Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Eternal Electronic Material (Thailand) Co., Ltd.	Sister company	Sales	200, 953	8	Note 1	–	–	89, 622	5	
Eternal Materials (Guangdong) Co., Ltd.	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Sister company	Sales	303, 047	8	Note 1	–	–	77, 647	4	
	Allnex-Eternal Resins (Guangdong) Co., Ltd.	Associate	Sales	317, 090	8	Note 1	–	–	96, 929	5	
Eternal Specialty Materials (Zhuhai) Co., Ltd.	Eternal Materials Co., Ltd.	Ultimate parent company	Sales	130, 713	4	Note 1	–	–	35, 726	2	
Eternal Chemical (Tianjin) Co., Ltd.	Eternal Chemical (China) Co., Ltd.	Sister company	Sales	115, 341	7	Note 1	–	–	53, 578	7	
Eternal Specialty Materials (Suzhou) Co., Ltd.	Eternal Electronic (Suzhou) Co., Ltd.	Sister company	Sales	158, 688	8	Note 1	–	–	95, 819	11	
Eternal Chemical (China) Co., Ltd.	Allnex-Eternal Resins (Guangdong) Co., Ltd.	Associate	Sales	116, 367	4	Note 1	–	–	73, 617	5	

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
SEPTEMBER 30, 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	\$ 235, 406	4. 06	\$ 42, 107	Collected subsequently	\$ 70, 137	\$ -
	Eternal Technology Corporation	Subsidiary	104, 764	1. 01	73, 570	Collected subsequently	-	-
	Elga Europe S.r.l.	Subsidiary	112, 789	1. 38	76, 535	Collected subsequently	11, 035	-
	Eternal Electronic (Suzhou) Co., Ltd.	Subsidiary	128, 969	2. 84	-	-	29, 844	-

Note: Amount was eliminated from the consolidated financial statements.

Eternal Materials Co., Ltd. and Subsidiaries

INTERCOMPANY BUSINESS RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 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	\$ 597, 774	Note 3	1. 96
0	Eternal Materials Co., Ltd.	Eternal Specialty Materials (Zhuhai) Co., Ltd.	1	Revenue from sales of goods	409, 926	Note 3	1. 34
0	Eternal Materials Co., Ltd.	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	1	Revenue from sales of goods	232, 238	Note 3	0. 76
0	Eternal Materials Co., Ltd.	Eternal (China) Investment Co., Ltd.	1	Revenue from sales of goods	135, 764	Note 3	0. 44
0	Eternal Materials Co., Ltd.	Eternal Chemical (China) Co., Ltd.	1	Revenue from sales of goods	165, 973	Note 3	0. 54
0	Eternal Materials Co., Ltd.	Eternal Electronic (Suzhou) Co., Ltd.	1	Revenue from sales of goods	173, 412	Note 3	0. 57
0	Eternal Materials Co., Ltd.	Eternal Materials (Guangdong) Co., Ltd.	1	Revenue from sales of goods	144, 838	Note 3	0. 47
0	Eternal Materials Co., Ltd.	CHOU-KOU Materials Co., Ltd.	1	Notes and accounts receivable from related parties	235, 406	Note 3	0. 40
0	Eternal Materials Co., Ltd.	Eternal Technology Corporation	1	Notes and accounts receivable from related parties	104, 764	Note 3	0. 18
0	Eternal Materials Co., Ltd.	Elga Europe S.r.l.	1	Notes and accounts receivable from related parties	112, 789	Note 3	0. 19
0	Eternal Materials Co., Ltd.	Eternal Electronic (Suzhou) Co., Ltd.	1	Notes and accounts receivable from related parties	128, 969	Note 3	0. 22
1	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Eternal Electronic Material (Thailand) Co., Ltd.	3	Revenue from sales of goods	200, 953	Note 3	0. 66
1	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	Eternal (China) Investment Co., Ltd.	2	Other receivables from related parties	1, 069, 260	Note 4	1. 82
2	Eternal Holdings Inc.	Eternal Materials Co., Ltd.	2	Other receivables from related parties	1, 583, 140	Note 4	2. 69
3	Eternal (China) Investment Co., Ltd.	Eternal Chemical (Tianjin) Co., Ltd.	1	Other receivables from related parties	270, 084	Note 4	0. 46
3	Eternal (China) Investment Co., Ltd.	Eternal Synthetic Resins (Changshu) Co., Ltd.	1	Other receivables from related parties	101, 804	Note 4	0. 17
4	Eternal Materials (Guangdong) Co., Ltd.	Eternal Photo Electronic Materials (Guangzhou) Co., Ltd.	3	Revenue from sales of goods	303, 047	Note 3	0. 99
5	Eternal Specialty Materials (Zhuhai) Co., Ltd.	Eternal Materials Co., Ltd.	2	Revenue from sales of goods	130, 713	Note 3	0. 43
5	Eternal Specialty Materials (Zhuhai) Co., Ltd.	Eternal (China) Investment Co., Ltd.	3	Other receivables from related parties	424, 099	Note 4	0. 72
6	Eternal Chemical (Tianjin) Co., Ltd.	Eternal Chemical (China) Co., Ltd.	3	Revenue from sales of goods	115, 341	Note 3	0. 38
7	Eternal Specialty Materials (Suzhou) Co., Ltd.	Eternal Electronic (Suzhou) Co., Ltd.	3	Revenue from sales of goods	158, 688	Note 3	0. 52
8	Eternal Chemical (China) Co., Ltd.	Eternal (China) Investment Co., Ltd.	3	Other receivables from related parties	750, 999	Note 4	1. 28

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 NINE MONTHS ENDED SEPTEMBER 30, 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 September 30, 2025			Net Income (Loss) of the Investee	Investment Gain (Loss)	Note
				September 30, 2025	December 31, 2024	Number of Shares	Percentage of Ownership (%)	Carrying Amount			
Eternal Materials Co., Ltd.	Eternal Holdings Inc.	Samoa	International investment	\$ 6,092,391	\$ 5,681,836	197,528,859	100.00	\$ 20,810,185	\$ 806,181	\$ 860,770	
Eternal Materials Co., Ltd.	Eternal Global (BVI) Co., Ltd.	British Virgin Islands	International investment	703,144	703,144	16,357,914	100.00	2,920,705	200,363	190,836	
Eternal Materials Co., Ltd.	Mixville Holdings Inc.	British Virgin Islands	International investment	899,392	899,392	26,630,000	100.00	3,314,268	244,619	251,738	
Eternal Materials Co., Ltd.	Advanced PETFILM Investment Co., Ltd.	Japan	International investment	788,630	788,630	270	20.00	615,565	228,566	48,601	
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	743,337	547,958	122,743	
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	32,832	545	342	
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	146,052	49,325	29,012	
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	1,069,934	141,342	99,565	
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	374,753	(19,409)	(16,866)	
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	332,431	51,585	52,585	
Eternal Materials Co., Ltd.	Elga Europe S.r.l.	Italy	Manufacturing, selling, distribution and processing of electronic chemical products	311,930	287,169	-	95.00	16,764	(21,000)	(16,559)	Note 2
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	166,777	(59,330)	(59,330)	
Eternal Precision Mechanics Co., Ltd.	Nikko-Materials Co., Ltd.	Japan	Manufacturing and selling of vacuum laminator	300,150	300,150	11,520	100.00	1,007,012	214,012	-	Note 1
Eternal Holdings Inc.	Eternal International (BVI) Co., Ltd.	British Virgin Islands	International investment	5,062,308	5,062,308	161,793,592	100.00	15,410,230	500,016	-	Note 1
Eternal Holdings Inc.	E-Chem Corp.	Samoa	International investment	165,608	165,608	4,990,000	100.00	2,632,431	277,865	-	Note 1
Eternal Holdings Inc.	Eternal Nanyang Investment Co., Ltd.	Samoa	International investment	1,252,008	841,453	40,770,000	90.00	407,115	(95,584)	-	Note 1
Eternal Holdings Inc.	PT Eternal Materials Indonesia	Indonesia	Trading of chemical products	13,360	13,360	670	67.00	8,719	(2,665)	-	Note 1
Eternal Holdings Inc.	Eternal Materials India Private Limited	India	Trading of chemical products	13,643	13,643	3,465,000	99.00	12,839	914	-	Note 1
Eternal Holdings Inc.	Allnex-Eternal Resins Corporation Limited	Hong Kong	Trading and international investment	14,496	14,496	49,000	49.00	403,926	125,407	-	Note 1
Eternal Holdings Inc.	Polymer Instrumentation and Consulting Services, Ltd.	United States	Plastic products manufacturing	121,913	121,913	4,694,296	30.00	-	-	-	Note 1
E-Chem Corp.	Eternal Materials India Private Limited	India	Trading of chemical products	138	138	35,000	1.00	130	914	-	Note 1
Mixville Holdings Inc.	High Expectation Limited	Cayman Islands	International investment	871,519	871,519	26,005,000	100.00	3,091,631	244,441	-	Note 1
Eternal (China) Investment Co., Ltd.	Elga Europe S.r.l.	Italy	Manufacturing, selling, distribution and processing of electronic chemical products	-	58,610	-	-	-	(21,000)	-	Notes 1 and 2
Eternal Nanyang Investment Co., Ltd.	Eternal Materials (Malaysia) Sdn. Bhd.	Malaysia	Manufacturing, selling, trading and providing services of resins material and chemical related products	2,538,990	2,082,818	457,621,800	100.00	1,999,064	(27,632)	-	Note 1

Note 1: 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.

Note 2: Reorganization.

Eternal Materials Co., Ltd. and Subsidiaries

**INFORMATION ON INVESTMENTS IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Investor 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 September 30, 2025	Net Income (Loss) of the Investee	% of Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount as of September 30, 2025	Accumulated Repatriation of Investment Income as of September 30, 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	\$ 182, 879	100. 00	\$ 182, 879	\$ 2, 583, 822	\$ 4, 017, 102	Note 2
Covestro Eternal Resins (Kunshan) Co., Ltd.	Manufacturing and selling of powder coating resin	183, 470	2	91, 735	-	-	91, 735	22, 929	50. 00	17, 601	349, 674	600, 691	Note 3
Eternal Optical Material (Suzhou) Co., Ltd.	Manufacturing and selling of optical films, and leasing business	1, 563, 967	2	-	-	-	-	(12, 600)	-	(12, 600)	-	-	Note 3, 10 and 27
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	203, 776	100. 00	203, 776	3, 701, 990	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	-	-	-	-	(4, 687)	100. 00	(4, 687)	172, 427	-	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	37, 758	40. 00	19, 006	346, 948	-	Note 3
Eternal Synthetic Resins (Changshu) Co., Ltd.	Manufacturing and selling of unsaturated polyester resin	1, 273, 410	2	279, 811	-	-	279, 811	(17, 623)	100. 00	(17, 623)	689, 435	-	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	2, 618	100. 00	2, 618	940, 575	-	Note 3
Eternal Specialty Materials (Zhuhai) Co., Ltd.	Manufacturing and selling of acrylic resin and methacrylic acid	611, 011	2	243, 540	-	-	243, 540	284, 390	90. 00	277, 426	2, 617, 241	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	244, 440	100. 00	244, 440	3, 090, 475	2, 947, 620	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	499, 203	100. 00	499, 203	15, 375, 284	-	Notes 3 and 4
Eternal Chemical (Chengdu) Co., Ltd.	Researching, manufacturing and selling of resins material	2, 128, 471	2	-	-	-	-	(105, 290)	100. 00	(105, 290)	611, 144	-	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	2, 749, 380	2	-	-	-	-	(30, 033)	100. 00	(30, 033)	2, 708, 348	-	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	-	-	-	-	123, 396	100. 00	123, 396	1, 645, 110	-	Note 2
Resonac New Material (Zhuhai) Co., Ltd.	Manufacturing and selling of functional resins, resins composite material and providing technical services	366, 881	2	-	-	-	-	(22, 627)	30. 00	(6, 707)	83, 178	-	Note 3
Eternal Material Industry (Tongling) Co., Ltd.	Manufacturing, selling and providing technical services of products related to resins material	2, 038, 650	2	-	-	-	-	(67, 068)	100. 00	(67, 068)	1, 897, 055	-	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	(16, 917)	70. 20	(11, 876)	70, 792	-	Note 2

Investor Company	Accumulated Outward Remittance for Investments in Mainland China as of September 30, 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	\$ 29, 295, 876	\$ -
Eternal Precision Mechanics Co., Ltd.	132, 928	132, 928	914, 197

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.