

## **Pou Chen Corporation and Subsidiaries**

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

## **INDEPENDENT AUDITORS' REVIEW REPORT**

The Board of Directors and Shareholders  
Pou Chen Corporation

### **Introduction**

We have reviewed the accompanying consolidated balance sheets of Pou Chen Corporation (the "Company") and its subsidiaries (collectively, the "Group") as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, the consolidated statements of changes in equity and cash flows for the three months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements").

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### **Scope of Review**

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

### **Conclusion**

Based on our reviews and the reports of other auditors (please refer to the other matter paragraph), nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

## Other Matter

The Group's investments in Ruen Chen Investment Holding Co., Ltd. and Nan Shan Life Insurance Co., Ltd. were accounted for by using the equity method based on its financial statements which were reviewed by other auditors. Our conclusion, insofar as it relates to the Group's investments in Ruen Chen Investment Holding Co., Ltd. and Nan Shan Life Insurance Co., Ltd., is based solely on the review reports of other auditors. As of March 31, 2025 and 2024, the carrying amounts of the investments in Ruen Chen Investment Holding Co., Ltd. were \$48,457,880 thousand and \$51,934,424 thousand, respectively, representing 13.41% and 14.94%, respectively, of the Group's consolidated total assets. For the three months ended March 31, 2025 and 2024, the amounts of profit of the associates were \$2,138,001 thousand and \$2,402,814 thousand, respectively, representing 34.19% and 30.42%, respectively, of the income which the Group recognized before income tax.

The engagement partners on the reviews resulting in this independent auditors' review report are Ker-Chang Wu and Wen-Yea Shyu.

Deloitte & Touche  
Taipei, Taiwan  
Republic of China

May 14, 2025

### Notice to Readers

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

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

# POU CHEN CORPORATION AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2025		December 31, 2024		March 31, 2024	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 29,735,785	8	\$ 29,926,773	9	\$ 47,188,556	14
Financial assets at fair value through profit or loss - current (Note 7)	1,555,026	-	1,594,584	-	1,694,192	-
Financial assets at fair value through other comprehensive income - current (Note 8)	24,306,639	7	23,600,478	7	24,008,020	7
Financial assets at amortized cost - current (Note 9)	12,727,955	4	9,996,487	3	5,782,807	2
Notes receivable (Note 10)	481	-	440	-	15	-
Accounts receivable (Notes 10 and 33)	31,550,519	9	30,801,572	9	28,682,332	8
Other receivables (Notes 10 and 27)	8,804,743	2	8,833,620	3	6,253,367	2
Current tax assets (Notes 4 and 27)	1,097,718	-	1,039,603	-	306,207	-
Inventories - manufacturing and retailing (Note 11)	49,813,833	14	43,941,138	12	42,078,786	12
Inventories - construction (Note 11)	3,912,937	1	3,913,375	1	3,659,686	1
Other current assets (Note 12)	<u>12,550,557</u>	<u>4</u>	<u>11,633,782</u>	<u>3</u>	<u>12,803,346</u>	<u>4</u>
Total current assets	<u>176,056,193</u>	<u>49</u>	<u>165,281,852</u>	<u>47</u>	<u>172,457,314</u>	<u>50</u>
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss - non-current (Note 7)	2,434,435	1	2,108,157	1	1,091,659	-
Financial assets at fair value through other comprehensive income - non-current (Note 8)	743,048	-	795,084	-	761,478	-
Financial assets at amortized cost - non-current (Notes 9 and 34)	15,649,177	4	15,264,873	4	3,733,413	1
Investments accounted for using the equity method (Note 14)	68,088,683	19	70,567,938	20	71,004,543	20
Property, plant and equipment (Note 15)	58,652,632	16	57,927,175	17	58,733,817	17
Right-of-use assets (Note 16)	15,530,828	4	15,537,506	4	16,338,352	5
Investment properties (Note 17)	6,389,273	2	6,376,030	2	5,796,777	2
Goodwill (Note 18)	9,038,108	3	8,897,882	3	8,703,084	2
Other intangible assets (Note 19)	2,089,466	1	2,097,138	1	2,035,061	1
Deferred tax assets (Note 4)	5,171,852	1	4,982,093	1	5,547,577	2
Other non-current assets (Note 12)	<u>1,537,450</u>	<u>-</u>	<u>1,574,360</u>	<u>-</u>	<u>1,404,476</u>	<u>-</u>
Total non-current assets	<u>185,324,952</u>	<u>51</u>	<u>186,128,236</u>	<u>53</u>	<u>175,150,237</u>	<u>50</u>
TOTAL	<u>\$ 361,381,145</u>	<u>100</u>	<u>\$ 351,410,088</u>	<u>100</u>	<u>\$ 347,607,551</u>	<u>100</u>
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 20)	\$ 31,097,446	9	\$ 25,311,935	7	\$ 27,378,916	8
Short-term bills payable (Note 20)	1,853,631	1	1,967,533	1	1,982,195	-
Financial liabilities at fair value through profit or loss - current (Note 7)	151,913	-	171,632	-	160,259	-
Notes payable (Note 21)	1,759	-	1,204	-	12,979	-
Accounts payable (Notes 21 and 33)	19,902,815	5	15,832,281	4	18,002,052	5
Other payables (Note 22)	17,301,415	5	20,135,874	6	17,537,290	5
Current tax liabilities (Note 4)	4,523,564	1	3,804,175	1	3,632,686	1
Lease liabilities - current (Note 16)	2,517,861	1	2,486,327	1	2,564,818	1
Current portion of long-term borrowings (Note 20)	7,343,049	2	7,298,520	2	6,070,692	2
Other current liabilities	<u>5,400,615</u>	<u>1</u>	<u>5,728,495</u>	<u>2</u>	<u>6,133,892</u>	<u>2</u>
Total current liabilities	<u>90,094,068</u>	<u>25</u>	<u>82,737,976</u>	<u>24</u>	<u>83,475,779</u>	<u>24</u>
NON-CURRENT LIABILITIES						
Long-term borrowings (Note 20)	35,670,827	10	33,437,480	9	36,936,113	11
Deferred tax liabilities (Note 4)	2,521,658	1	2,436,773	1	2,750,155	1
Lease liabilities - non-current (Note 16)	4,429,568	1	4,530,772	1	5,244,243	1
Long-term payables (Note 22)	176,982	-	173,451	-	211,357	-
Net defined benefit liabilities (Note 4)	2,849,007	1	2,882,602	1	3,610,110	1
Other non-current liabilities	<u>67,847</u>	<u>-</u>	<u>67,656</u>	<u>-</u>	<u>69,307</u>	<u>-</u>
Total non-current liabilities	<u>45,715,889</u>	<u>13</u>	<u>43,528,734</u>	<u>12</u>	<u>48,821,285</u>	<u>14</u>
Total liabilities	<u>135,809,957</u>	<u>38</u>	<u>126,266,710</u>	<u>36</u>	<u>132,297,064</u>	<u>38</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 24)						
Share capital						
Ordinary shares	<u>29,467,872</u>	<u>8</u>	<u>29,467,872</u>	<u>8</u>	<u>29,467,872</u>	<u>9</u>
Capital surplus	<u>4,517,841</u>	<u>1</u>	<u>4,516,630</u>	<u>1</u>	<u>4,419,568</u>	<u>1</u>
Retained earnings						
Legal reserve	20,344,110	6	20,344,110	6	19,300,806	5
Special reserve	55,117,885	15	55,117,885	16	57,646,766	17
Unappropriated earnings	<u>42,322,723</u>	<u>12</u>	<u>38,724,445</u>	<u>11</u>	<u>28,771,983</u>	<u>8</u>
Total retained earnings	<u>117,784,718</u>	<u>33</u>	<u>114,186,440</u>	<u>33</u>	<u>105,719,555</u>	<u>30</u>
Other equity	<u>(9,732,447)</u>	<u>(3)</u>	<u>(6,975,656)</u>	<u>(2)</u>	<u>(2,997,399)</u>	<u>(1)</u>
Total equity attributable to owners of the Company	142,037,984	39	141,195,286	40	136,609,596	39
NON-CONTROLLING INTERESTS (Note 24)	<u>83,533,204</u>	<u>23</u>	<u>83,948,092</u>	<u>24</u>	<u>78,700,891</u>	<u>23</u>
Total equity	<u>225,571,188</u>	<u>62</u>	<u>225,143,378</u>	<u>64</u>	<u>215,310,487</u>	<u>62</u>
TOTAL	<u>\$ 361,381,145</u>	<u>100</u>	<u>\$ 351,410,088</u>	<u>100</u>	<u>\$ 347,607,551</u>	<u>100</u>

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

(With Deloitte & Touche review report dated May 14, 2025)

# POU CHEN CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	Amount	%
OPERATING REVENUE (Notes 25 and 33)	\$ 67,030,257	100	\$ 63,288,874	100
OPERATING COSTS (Notes 11, 23, 26 and 33)	<u>51,418,086</u>	<u>77</u>	<u>47,156,613</u>	<u>75</u>
GROSS PROFIT	<u>15,612,171</u>	<u>23</u>	<u>16,132,261</u>	<u>25</u>
OPERATING EXPENSES (Notes 23 and 26)				
Selling and marketing expenses	6,809,244	10	6,805,624	10
General and administrative expenses	4,637,765	7	4,414,013	7
Research and development expenses	<u>1,190,804</u>	<u>2</u>	<u>1,122,163</u>	<u>2</u>
Total operating expenses	<u>12,637,813</u>	<u>19</u>	<u>12,341,800</u>	<u>19</u>
INCOME FROM OPERATIONS	<u>2,974,358</u>	<u>4</u>	<u>3,790,461</u>	<u>6</u>
NON-OPERATING INCOME AND EXPENSES				
Interest income (Note 26)	471,390	1	558,665	1
Other income (Note 26)	601,169	1	486,757	1
Other gains and losses (Note 26)	195,219	-	865,216	1
Net loss on derecognition of financial assets at amortized cost	-	-	(3,516)	-
Finance costs (Note 26)	(645,598)	(1)	(710,247)	(1)
Share of profit of associates and joint ventures (Note 14)	<u>2,657,410</u>	<u>4</u>	<u>2,911,658</u>	<u>4</u>
Total non-operating income and expenses	<u>3,279,590</u>	<u>5</u>	<u>4,108,533</u>	<u>6</u>
INCOME BEFORE INCOME TAX	6,253,948	9	7,898,994	12
INCOME TAX EXPENSE (Notes 4 and 27)	<u>1,217,595</u>	<u>2</u>	<u>1,392,154</u>	<u>2</u>
NET INCOME FOR THE PERIOD	<u>5,036,353</u>	<u>7</u>	<u>6,506,840</u>	<u>10</u>
OTHER NET COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to income or loss:				
Unrealized gain on investments in equity instruments at fair value through other comprehensive income	650,648	1	832,287	2
Share of other comprehensive (loss) income of associates and joint ventures	(44,749)	-	21,292	-

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# POU CHEN CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	Amount	%
Items that may be reclassified subsequently to income or loss:				
Exchange differences on translation of the financial statements of foreign operations	\$ 2,855,618	4	\$ 6,467,858	10
Share of other comprehensive (loss) income of associates and joint ventures	<u>(4,912,805)</u>	<u>(7)</u>	<u>1,085,171</u>	<u>2</u>
Other net comprehensive (loss) income for the period, net of income tax	<u>(1,451,288)</u>	<u>(2)</u>	<u>8,406,608</u>	<u>14</u>
TOTAL NET COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 3,585,065</u>	<u>5</u>	<u>\$ 14,913,448</u>	<u>24</u>
NET INCOME ATTRIBUTABLE TO:				
Owners of the Company	\$ 3,596,470	5	\$ 4,652,640	7
Non-controlling interests	<u>1,439,883</u>	<u>2</u>	<u>1,854,200</u>	<u>3</u>
	<u>\$ 5,036,353</u>	<u>7</u>	<u>\$ 6,506,840</u>	<u>10</u>
TOTAL NET COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Company	\$ 841,487	1	\$ 10,410,958	17
Non-controlling interests	<u>2,743,578</u>	<u>4</u>	<u>4,502,490</u>	<u>7</u>
	<u>\$ 3,585,065</u>	<u>5</u>	<u>\$ 14,913,448</u>	<u>24</u>
EARNINGS PER SHARE (Note 28)				
Basic	<u>\$ 1.22</u>		<u>\$ 1.58</u>	
Diluted	<u>\$ 1.22</u>		<u>\$ 1.58</u>	

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

(With Deloitte & Touche review report dated May 14, 2025)

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POU CHEN CORPORATION AND SUBSIDIARIES

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

	Equity Attributable to Owners of the Company										Non-controlling Interests	Total Equity
	Share Capital	Capital Surplus	Retained Earnings			Exchange Differences on Translation of the Financial Statements of Foreign Operations	Other Equity		Total			
			Legal Reserve	Special Reserve	Unappropriated Earnings		Unrealized Gain (Loss) on Financial Assets at Fair Value through Other Comprehensive Income	Others				
BALANCE ON JANUARY 1, 2024	\$ 29,467,872	\$ 4,410,292	\$ 19,300,806	\$ 57,646,766	\$ 24,101,997	\$ (741,919)	\$ 2,433,063	\$ (10,429,515)	\$ 126,189,362	\$ 76,473,917	\$ 202,663,279	
Net income for the three months ended March 31, 2024	-	-	-	-	4,652,640	-	-	-	4,652,640	1,854,200	6,506,840	
Other net comprehensive income for the three months ended March 31, 2024	-	-	-	-	-	3,609,198	313,608	1,835,512	5,758,318	2,648,290	8,406,608	
Total net comprehensive income for the three months ended March 31, 2024	-	-	-	-	4,652,640	3,609,198	313,608	1,835,512	10,410,958	4,502,490	14,913,448	
Disposal of associates accounted for using the equity method	-	-	-	-	17,346	-	(17,346)	-	-	-	-	
Excess of the consideration received over the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	-	7,557	-	-	-	-	-	-	7,557	-	7,557	
Unclaimed dividends by shareholders	-	1,719	-	-	-	-	-	-	1,719	-	1,719	
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(2,275,516)	(2,275,516)	
Changes in equity for the three months ended March 31, 2024	-	9,276	-	-	4,669,986	3,609,198	296,262	1,835,512	10,420,234	2,226,974	12,647,208	
BALANCE ON MARCH 31, 2024	<u>\$ 29,467,872</u>	<u>\$ 4,419,568</u>	<u>\$ 19,300,806</u>	<u>\$ 57,646,766</u>	<u>\$ 28,771,983</u>	<u>\$ 2,867,279</u>	<u>\$ 2,729,325</u>	<u>\$ (8,594,003)</u>	<u>\$ 136,609,596</u>	<u>\$ 78,700,891</u>	<u>\$ 215,310,487</u>	
BALANCE ON JANUARY 1, 2025	\$ 29,467,872	\$ 4,516,630	\$ 20,344,110	\$ 55,117,885	\$ 38,724,445	\$ 5,267,610	\$ 650,057	\$ (12,893,323)	\$ 141,195,286	\$ 83,948,092	\$ 225,143,378	
Net income for the three months ended March 31, 2025	-	-	-	-	3,596,470	-	-	-	3,596,470	1,439,883	5,036,353	
Other net comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	-	1,519,975	1,318,949	(5,593,907)	(2,754,983)	1,303,695	(1,451,288)	
Total net comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	3,596,470	1,519,975	1,318,949	(5,593,907)	841,487	2,743,578	3,585,065	
Disposal of associates accounted for using the equity method	-	-	-	-	1,791	-	(1,791)	-	-	-	-	
Disposal of investments in equity instruments designed as at fair value through other comprehensive income	-	-	-	-	17	-	(17)	-	-	-	-	
Unclaimed dividends by shareholders	-	1,211	-	-	-	-	-	-	1,211	-	1,211	
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(3,158,466)	(3,158,466)	
Changes in equity for the three months ended March 31, 2025	-	1,211	-	-	3,598,278	1,519,975	1,317,141	(5,593,907)	842,698	(414,888)	427,810	
BALANCE ON MARCH 31, 2025	<u>\$ 29,467,872</u>	<u>\$ 4,517,841</u>	<u>\$ 20,344,110</u>	<u>\$ 55,117,885</u>	<u>\$ 42,322,723</u>	<u>\$ 6,787,585</u>	<u>\$ 1,967,198</u>	<u>\$ (18,487,230)</u>	<u>\$ 142,037,984</u>	<u>\$ 83,533,204</u>	<u>\$ 225,571,188</u>	

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

(With Deloitte & Touche review report dated May 14, 2025)

# POU CHEN CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Income before income tax	\$ 6,253,948	\$ 7,898,994
Adjustments for:		
Depreciation expense	3,018,342	3,051,672
Amortization expense	41,668	34,277
Expected credit loss (reversed) recognized on accounts receivable	(9,770)	32,171
Net gain on fair value change of financial instruments at fair value through profit or loss	(66,693)	(222,685)
Finance costs	645,598	710,247
Net loss on derecognition of financial assets at amortized cost	-	3,516
Interest income	(471,390)	(558,665)
Compensation cost of employee share options	26,842	23,617
Share of profit of associates and joint ventures	(2,657,410)	(2,911,658)
Net loss on disposal of property, plant and equipment	10,151	3,287
Gain on modification of lease	-	(276,579)
Net gain on disposal of associates	(79,836)	(396,056)
Impairment loss on financial assets	-	206,391
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	(239,746)	(896,989)
Notes receivable	(41)	69
Accounts receivable	(738,947)	(1,494,282)
Other receivables	347,651	(118,120)
Inventories	(5,872,257)	(3,710,276)
Other current assets	(921,464)	(2,973,499)
Other operating assets	8,183	409
Notes payable	555	9,371
Accounts payable	4,070,534	3,755,621
Other payables	(5,574,579)	(2,026,126)
Other current liabilities	(327,880)	896,743
Net defined benefit liabilities	(33,595)	225,991
Other operating liabilities	2,865	55,540
Cash (used in) generated from operations	(2,567,271)	1,322,981
Interest paid	(710,465)	(736,644)
Income tax paid	(644,317)	(722,554)
Net cash used in operating activities	(3,922,053)	(136,217)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	-	(395,606)
Proceeds from disposal of financial assets at fair value through other comprehensive income	-	512

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# POU CHEN CORPORATION AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2025	2024
Proceeds from capital reduction of financial assets at fair value through other comprehensive income	\$ 6,536	\$ 8,973
Purchases of financial assets at amortized cost	(6,255,674)	(1,681,064)
Proceeds from sale of financial assets at amortized cost	3,512,549	4,508,282
Proceeds from disposal of investments accounted for using equity method	186,413	663,668
Acquisition of property, plant and equipment	(2,117,552)	(973,267)
Proceeds from disposal of property, plant and equipment	165,007	18,631
Increase in refundable deposits	(1,295)	-
Decrease in refundable deposits	-	18,453
Payments for intangible assets	(24,518)	(34,999)
Payments for right-of-use assets	(5,446)	(7,296)
Proceeds from disposal of right-of-use assets	-	300,264
Increase in prepayment for equipment and long-term prepayment	(407,507)	(275,174)
Interest received	<u>528,363</u>	<u>520,124</u>
Net cash (used in) generated from investing activities	<u>(4,413,124)</u>	<u>2,671,501</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from short-term borrowings	5,785,511	713,218
Proceeds from short-term bills payable	-	91,000
Repayments of short-term bills payable	(113,800)	-
Proceeds from long-term borrowings	2,276,551	1,732,401
Increase in guarantee deposits	857	-
Decrease in guarantee deposits	-	(1,711)
Repayment of principal portion of lease liabilities	(789,887)	(845,021)
Changes in non-controlling interests	(191,208)	(44,454)
Unclaimed dividends by shareholders	<u>1,211</u>	<u>1,719</u>
Net cash generated from financing activities	<u>6,969,235</u>	<u>1,647,152</u>
<b>EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES</b>	<u>1,174,954</u>	<u>2,423,999</u>
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	(190,988)	6,606,435
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<u>29,926,773</u>	<u>40,582,121</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u>\$ 29,735,785</u>	<u>\$ 47,188,556</u>

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

(With Deloitte & Touche review report dated May 14, 2025)

(Concluded)

# POU CHEN CORPORATION AND SUBSIDIARIES

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

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### 1. GENERAL INFORMATION

Pou Chen Corporation (the “Company”) has main business activities which include the manufacture and sale of various kinds of shoes and the import and export of related products and materials. The Company invests in Yue Yuen Industrial (Holdings) Limited (“Yue Yuen”) and other footwear-related companies through Wealthplus Holdings Limited (“Wealthplus”). Yue Yuen and Pou Sheng International (Holdings) Limited (“Pou Sheng”), a subsidiary of Yue Yuen, are listed on the Hong Kong Exchange and Clearing Limited (“HKEx”).

In January 1990, the Company started to trade its shares on the Taiwan Stock Exchange.

The consolidated financial statements of the Company and its subsidiaries (collectively the “Group”) are presented in New Taiwan dollars, the functional currency of the Company.

### 2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company’s board of directors on May 14, 2025.

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

- a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the “IFRS Accounting Standards”) endorsed and issued into effect by the Financial Supervisory Commission (FSC) did not have a material impact on the Group’s accounting policies.
- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

<b>New, Amended and Revised Standards and Interpretations</b>	<b>Effective Date Announced by IASB</b>
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of classification of financial assets	January 1, 2026 (Note)

Note: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2026. It is permitted to apply these amendments for an earlier period beginning on January 1, 2025.

Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of classification of financial assets

The amendments mainly amend the requirements for the classification of financial assets, including:

- 1) If a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,
  - In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and
  - In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.
- 2) To clarify that a financial asset has non-recourse features if an entity’s ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets.
- 3) To clarify that the characteristics of contractually linked instruments include a prioritization of payments to the holders of financial assets using multiple contractually linked instruments (tranches) established through a waterfall payment structure, resulting in concentrations of credit risk and a disproportionate allocation of cash shortfalls from the underlying pool between the tranches.

An entity shall apply the amendments retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application. An entity may restate prior periods if, and only if, it is possible to do so without the use of hindsight.

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

<b>New, Amended and Revised Standards and Interpretations</b>	<b>Effective Date Announced by IASB (Note)</b>
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments” - the amendments to the application guidance of derecognition of financial liabilities	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

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

1) 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

The amendments mainly stipulate that, when settling a financial liability in cash using an electronic payment system, the Group can choose to derecognize the financial liability before the settlement date if, and only if, the Group has initiated a payment instruction that resulted in:

- The Group having no practical ability to withdraw, stop or cancel the payment instruction;
- The Group having no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- The settlement risk associated with the electronic payment system being insignificant.

The Group shall apply the amendments retrospectively but is not required to restate prior periods. The effect of initially applying the amendments shall be recognized as an adjustment to the opening balance at the date of initial application.

2) Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”

The amendments stipulate that, when the Group sells or contributes assets that constitute a business (as defined in IFRS 3) to an associate or joint venture, the gain or loss resulting from the transaction is recognized in full. Also, when the Group loses control of a subsidiary that contains a business but retains significant influence or joint control, the gain or loss resulting from the transaction is recognized in full.

Conversely, when the Group sells or contributes assets that do not constitute a business to an associate or joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group’s interest as an unrelated investor in the associate or joint venture, i.e., the Group’s share of the gain or loss is eliminated. Also, when the Group loses control of a subsidiary that does not contain a business but retains significant influence or joint control over an associate or a joint venture, the gain or loss resulting from the transaction is recognized only to the extent of the Group’s interest as an unrelated investor in the associate or joint venture, i.e., the Group’s share of the gain or loss is eliminated.

3) IFRS 18 “Presentation and Disclosure in Financial Statements”

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management's view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the other impacts of the above amended standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

#### **4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION**

##### **a. Statement of compliance**

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed and issued into effect by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosure information required in a complete set of annual consolidated financial statements.

##### **b. Basis of preparation**

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value, and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

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

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

##### **c. Basis of consolidation**

The basis of consolidation has been followed in these consolidated financial statements as was applied in the preparation of the consolidated financial statements for the year ended December 31, 2024.

Please refer to Note 13 "Subsidiaries" to the consolidated financial statements, Table 7 "Information on Investees" and Table 8 "Information on investments in mainland China" of Note 37 to the consolidated financial statements for detailed information on subsidiaries, including the percentages of ownership and main businesses.

d. Other material accounting policies

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

1) 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) Other long-term employee benefits

Other long-term employee benefits are accounted for in the same way as the accounting required for defined benefit plans except that remeasurement is recognized in profit or loss.

3) Income tax expense

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

## 5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's accounting policies, management is required to make judgments, estimations, and assumptions on the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

When developing material accounting estimates, the Group considers the possible impact of US reciprocal tariffs on the cash flow projection, growth rates, discount rates, profitability and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

In addition, the same material accounting judgments and key sources of estimates and uncertainty have been followed in these consolidated financial statements as were applied in the preparation of the Company's consolidated financial statements for the year ended December 31, 2024.

## 6. CASH AND CASH EQUIVALENTS

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	\$ 13,130	\$ 12,279	\$ 13,563
Checking accounts and demand deposits	13,258,356	13,233,466	19,904,787
Cash equivalents (investments with original maturities of less than three months)			
Time deposits	13,823,378	14,032,983	25,792,702
Repurchase agreements collateralized by bonds	2,618,845	2,623,645	1,477,504
Commercial paper	22,076	24,400	-
	<u>\$ 29,735,785</u>	<u>\$ 29,926,773</u>	<u>\$ 47,188,556</u>

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

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets at FVTPL</u>			
Financial assets mandatorily as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Forward exchange contracts (a)	\$ 40	\$ 7,709	\$ 8,056
Exchange rate option contracts (b)	4,367	578	8,614
Exchange rate swap contracts (c)	243,936	65,950	158,965
Cross-currency swap contracts (d)	-	-	8,778
Non-derivative financial assets			
Mutual funds	<u>3,741,118</u>	<u>3,628,504</u>	<u>2,601,438</u>
	<u>\$ 3,989,461</u>	<u>\$ 3,702,741</u>	<u>\$ 2,785,851</u>
Current	\$ 1,555,026	\$ 1,594,584	\$ 1,694,192
Non-current	<u>2,434,435</u>	<u>2,108,157</u>	<u>1,091,659</u>
	<u>\$ 3,989,461</u>	<u>\$ 3,702,741</u>	<u>\$ 2,785,851</u>

### Financial liabilities at FVTPL

Financial liabilities held for trading			
Derivative financial liabilities (not under hedge accounting)			
Forward exchange contracts (a)	\$ 148,838	\$ 87,341	\$ 140,896
Exchange rate option contracts (b)	<u>3,075</u>	<u>84,291</u>	<u>19,363</u>
	<u>\$ 151,913</u>	<u>\$ 171,632</u>	<u>\$ 160,259</u>
Current	<u>\$ 151,913</u>	<u>\$ 171,632</u>	<u>\$ 160,259</u>

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

#### March 31, 2025

##### **Notional Amount (In Thousands)**

US\$ 261,800  
US\$ 65,447

##### **Forward Exchange Rates**

Sell US\$/Buy IDR at 15,980 to 16,633  
Sell US\$/Buy VND at 25,350 to 25,730

#### December 31, 2024

##### **Notional Amount (In Thousands)**

US\$ 196,800

##### **Forward Exchange Rates**

Sell US\$/Buy IDR at 15,550 to 16,380

March 31, 2024**Notional Amount  
(In Thousands)**

US\$ 198,170  
US\$ 197,400  
US\$ 85,434

**Forward Exchange Rates**

Sell US\$/Buy IDR at 15,250 to 15,880  
Sell US\$/Buy NT\$ at 31.890 to 31.964  
Sell US\$/Buy VND at 24,345 to 24,700

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

- b. At the end of the reporting period, outstanding exchange rate option contracts not under hedge accounting were as follows:

March 31, 2025**Notional Amount  
(In Thousands)**

	Type	Buy/Sell	Maturity Date	Exchange Rate
US\$ 132,000	Put	Sell	2025.04-2026.10	US\$:RMB 7.0000-7.4300
US\$ 138,000	Call	Sell	2025.04-2026.10	US\$:HK\$ 7.7050-7.7250
US\$ 5,000	Put	Sell	2025.05	US\$:NT\$ 33.7500

December 31, 2024**Notional Amount  
(In Thousands)**

	Type	Buy/Sell	Maturity Date	Exchange Rate
US\$ 268,000	Put	Sell	2025.01-2026.10	US\$:RMB 7.0000-7.4300
US\$ 138,000	Call	Sell	2025.04-2026.10	US\$:HK\$ 7.7050-7.7250
US\$ 29,000	Put	Sell	2025.02	US\$:IDR 15,620
US\$ 25,000	Put	Sell	2025.02	US\$:NT\$ 33.0000

March 31, 2024**Notional Amount  
(In Thousands)**

	Type	Buy/Sell	Maturity Date	Exchange Rate
US\$ 240,000	Put	Sell	2024.04-2026.03	US\$:RMB 7.0000-7.4200
US\$ 78,000	Call	Sell	2024.04-2025.04	US\$:HK\$ 7.7210-7.7440

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

- c. At the end of the reporting period, outstanding exchange rate swap contracts not under hedge accounting were as follows:

March 31, 2025**Notional Amount  
(In Thousands)**

US\$ 43,000  
RMB 1,437,760

**Maturity Date**

2025.06  
2025.04-2025.09

**Exchange Rate**

US\$:NT\$ 31.9390  
RMB:NT\$ 4.3871-4.5173



December 31, 2024

Notional Amount (In Thousands)	Maturity Date	Exchange Rate
US\$ 115,700	2025.01-2025.06	US\$:NT\$ 31.9390-32.6420
RMB 1,437,760	2025.03-2025.09	RMB:NT\$ 4.3004-4.4261

March 31, 2024

Notional Amount (In Thousands)	Maturity Date	Exchange Rate
US\$ 218,300	2024.04-2024.06	US\$:NT\$ 30.9140-31.8810
RMB 1,322,460	2024.06-2025.03	RMB:NT\$ 4.3004-4.3387

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

- d. At the end of the reporting period, outstanding cross-currency swap contracts not under hedge accounting were as follows:

March 31, 2024

Notional Amount (In Thousands)	Maturity Date	Exchange Rate	Exchange Interest Rate %
US\$ 30,000	2024.09	US\$:RMB 7.2600	2.9800

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

**8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

	March 31, 2025	December 31, 2024	March 31, 2024
Listed shares	\$ 24,907,951	\$ 24,250,266	\$ 24,556,244
Unlisted shares	<u>141,736</u>	<u>145,296</u>	<u>213,254</u>
	<u>\$ 25,049,687</u>	<u>\$ 24,395,562</u>	<u>\$ 24,769,498</u>
Current	\$ 24,306,639	\$ 23,600,478	\$ 24,008,020
Non-current	<u>743,048</u>	<u>795,084</u>	<u>761,478</u>
	<u>\$ 25,049,687</u>	<u>\$ 24,395,562</u>	<u>\$ 24,769,498</u>

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

## 9. FINANCIAL ASSETS AT AMORTIZED COST

	March 31, 2025	December 31, 2024	March 31, 2024
Bonds	\$ 12,725,548	\$ 12,606,035	\$ 2,634,683
Time deposits with original maturities of more than three months	14,904,471	12,212,728	6,881,537
Structured products	<u>747,113</u>	<u>442,597</u>	<u>-</u>
	<u>\$ 28,377,132</u>	<u>\$ 25,261,360</u>	<u>\$ 9,516,220</u>
Current	\$ 12,727,955	\$ 9,996,487	\$ 5,782,807
Non-current	<u>15,649,177</u>	<u>15,264,873</u>	<u>3,733,413</u>
	<u>\$ 28,377,132</u>	<u>\$ 25,261,360</u>	<u>\$ 9,516,220</u>

Please refer to Note 34 to the consolidated financial statements for information relating to investments in financial assets at amortized cost pledged as security.

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

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Notes receivable</u>			
Operating	<u>\$ 481</u>	<u>\$ 440</u>	<u>\$ 15</u>
<u>Accounts receivable (including related parties)</u>			
At amortized cost			
Gross carrying amount	\$ 32,166,126	\$ 31,418,047	\$ 29,498,113
Less: Allowance for impairment loss	<u>(615,607)</u>	<u>(616,475)</u>	<u>(815,781)</u>
	<u>\$ 31,550,519</u>	<u>\$ 30,801,572</u>	<u>\$ 28,682,332</u>
<u>Other receivables</u>			
Tax refund receivables	\$ 6,412,280	\$ 6,251,026	\$ 4,767,391
Others	2,413,880	2,603,511	1,507,096
Less: Allowance for impairment loss	<u>(21,417)</u>	<u>(20,917)</u>	<u>(21,120)</u>
	<u>\$ 8,804,743</u>	<u>\$ 8,833,620</u>	<u>\$ 6,253,367</u>

### a. Notes receivable

The notes receivable balances at March 31, 2025, December 31, 2024 and March 31, 2024 were not past due. The Group assessed that the expected recoverable amount is equivalent to the original recorded amount; therefore, no provision for impairment loss has been made.

b. Accounts receivable

The Group use simplified practice of IFRS 9 to measures the loss allowance for trade receivables at an amount equal to lifetime ECLs. The expected credit losses on trade receivables are estimated using a provision matrix approach considering the past default experience of the debtor and an analysis of the debtor's current financial position. As the Group's historical credit loss experience shows significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is further distinguished according to the Group's different customer base.

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

1) The following table details the loss allowance of trade receivables.

March 31, 2025

	<b>Less than 30 Days</b>	<b>31 to 90 Days</b>	<b>Over 91 Days</b>	<b>Total</b>
Gross carrying amount	\$ 21,226,084	\$ 10,413,145	\$ 526,897	\$ 32,166,126
Loss allowance (lifetime ECLs)	<u>-</u>	<u>(92,277)</u>	<u>(523,330)</u>	<u>(615,607)</u>
Amortized cost	<u>\$ 21,226,084</u>	<u>\$ 10,320,868</u>	<u>\$ 3,567</u>	<u>\$ 31,550,519</u>

December 31, 2024

	<b>Less than 30 Days</b>	<b>31 to 90 Days</b>	<b>Over 91 Days</b>	<b>Total</b>
Gross carrying amount	\$ 20,852,630	\$ 9,947,813	\$ 617,604	\$ 31,418,047
Loss allowance (lifetime ECLs)	<u>-</u>	<u>(1,147)</u>	<u>(615,328)</u>	<u>(616,475)</u>
Amortized cost	<u>\$ 20,852,630</u>	<u>\$ 9,946,666</u>	<u>\$ 2,276</u>	<u>\$ 30,801,572</u>

March 31, 2024

	<b>Less than 30 Days</b>	<b>31 to 90 Days</b>	<b>Over 91 Days</b>	<b>Total</b>
Gross carrying amount	\$ 19,856,436	\$ 8,740,205	\$ 901,472	\$ 29,498,113
Loss allowance (lifetime ECLs)	<u>-</u>	<u>-</u>	<u>(815,781)</u>	<u>(815,781)</u>
Amortized cost	<u>\$ 19,856,436</u>	<u>\$ 8,740,205</u>	<u>\$ 85,691</u>	<u>\$ 28,682,332</u>

2) The movements of the loss allowance of accounts receivable were as follows:

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance on January 1	\$ 616,475	\$ 762,589
Add: Impairment losses (reversed) recognized on accounts receivable	(10,000)	33,146
Less: Amounts written off	(298)	(9,713)
Foreign exchange gains and losses	<u>9,430</u>	<u>29,759</u>
Balance on March 31	<u>\$ 615,607</u>	<u>\$ 815,781</u>

3) The movements of the loss allowance of other receivables were as follows:

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance on January 1	\$ 20,917	\$ 21,217
Add: Impairment losses recognized (reversed) on other receivables	230	(975)
Foreign exchange gains and losses	<u>270</u>	<u>878</u>
Balance on March 31	<u>\$ 21,417</u>	<u>\$ 21,120</u>

## 11. INVENTORIES

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Inventories - manufacturing and retailing	\$ 49,813,833	\$ 43,941,138	\$ 42,078,786
Inventories - construction	<u>3,912,937</u>	<u>3,913,375</u>	<u>3,659,686</u>
	<u>\$ 53,726,770</u>	<u>\$ 47,854,513</u>	<u>\$ 45,738,472</u>

a. Inventories - manufacturing and retailing at the end of the reporting period consisted of the following:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Raw materials	\$ 9,105,309	\$ 8,077,267	\$ 8,024,844
Work in progress	7,312,466	5,934,121	5,802,353
Finished goods and merchandise	<u>33,396,058</u>	<u>29,929,750</u>	<u>28,251,589</u>
	<u>\$ 49,813,833</u>	<u>\$ 43,941,138</u>	<u>\$ 42,078,786</u>

The cost of manufacturing and retailing inventories recognized as cost of goods sold for the three months ended March 31, 2025 and 2024 were \$51,417,358 thousand and \$47,156,613 thousand, respectively.

b. Inventories - construction at the end of the reporting period consisted of the following:

	March 31, 2025	December 31, 2024	March 31, 2024
Land and buildings held for development	\$ 3,778,606	\$ 3,778,357	\$ 3,515,858
Land and buildings held for sale	23,439	24,126	32,936
Land held for construction sites	<u>110,892</u>	<u>110,892</u>	<u>110,892</u>
	<u>\$ 3,912,937</u>	<u>\$ 3,913,375</u>	<u>\$ 3,659,686</u>

The cost of construction inventories recognized as cost of goods sold for the three months ended March 31, 2025 and 2024 were \$728 thousand and \$0 thousand, respectively.

## 12. OTHER ASSETS

	March 31, 2025	December 31, 2024	March 31, 2024
Prepayments	\$ 11,350,597	\$ 10,468,403	\$ 11,596,255
Refundable deposits	499,092	497,797	531,126
Defined benefit assets	43,754	43,754	43,754
Prepayments for equipment and long-term prepayment	958,114	988,136	768,013
Others	<u>1,236,450</u>	<u>1,210,052</u>	<u>1,268,674</u>
	<u>\$ 14,088,007</u>	<u>\$ 13,208,142</u>	<u>\$ 14,207,822</u>
Current	\$ 12,550,557	\$ 11,633,782	\$ 12,803,346
Non-current	<u>1,537,450</u>	<u>1,574,360</u>	<u>1,404,476</u>
	<u>\$ 14,088,007</u>	<u>\$ 13,208,142</u>	<u>\$ 14,207,822</u>

## 13. SUBSIDIARIES

a. Subsidiaries included in the consolidated financial statements

Name of Subsidiary	Location of Incorporation	Main Business	Proportion of Ownership (%)		
			March 31, 2025	December 31, 2024	March 31, 2024
Wealthplus Holdings Limited ("Wealthplus")	British Virgin Islands	Investing in footwear, electronics and peripheral products	100.00	100.00	100.00
Win Fortune Investments Limited	British Virgin Islands	Investing activities	100.00	100.00	100.00
Windsor Entertainment Co., Ltd.	ROC	Entertainment and resort operations	100.00	100.00	100.00
Pou Shine Investments Co., Ltd.	ROC	Investing activities	100.00	100.00	100.00
Pan Asia Insurance Services Co., Ltd.	ROC	Agency of property and casualty insurance	100.00	100.00	100.00
Pro Arch International Development Enterprise Inc.	ROC	Design and manufacture of footwear products	100.00	100.00	100.00
Pou Yuen Technology Co., Ltd.	ROC	Rental of real estate	99.81	99.81	99.81
Barits Development Corporation	ROC	Import and export of shoe related materials and investing activities	99.62	99.62	99.62

The information of Wealthplus' major subsidiaries is as follows:

Name of Subsidiary	Location of Incorporation	Main Business	Proportion of Ownership (%)		
			March 31, 2025	December 31, 2024	March 31, 2024
Yue Yuen Industrial (Holdings) Limited ("Yue Yuen")	Bermuda	Manufacture and sale of athletic and casual footwear and sports apparel	50.28	50.28	50.04
Pou Sheng International (Holdings) Limited ("Pou Sheng")	Bermuda	Retail of sporting goods and wholesale business	31.45	31.45	31.30
Tetor Ventures Ltd.	British Virgin Islands	Investment holding	100.00	100.00	100.00
Allied Charm Holdings Limited	British Virgin Islands	Investment holding	100.00	100.00	100.00

Win Fortune Investments Limited ("Win Fortune") invested in Yue Yuen (as of March 31, 2025, December 31, 2024 and March 31, 2024, the ownership percentage were 1.08%, 1.08% and 1.07%, respectively). Investment is its primary operation activity.

The information of Pou Yuen Technology Co., Ltd.'s subsidiary is as follows:

Name of Subsidiary	Location of Incorporation	Main Business	Proportion of Ownership (%)		
			March 31, 2025	December 31, 2024	March 31, 2024
Pearl Dove International Limited	British Virgin Islands	Investment holdings	100.00	100.00	100.00

The information of Barits Development Corporation's subsidiaries is as follows:

Name of Subsidiary	Location of Incorporation	Main Business	Proportion of Ownership (%)		
			March 31, 2025	December 31, 2024	March 31, 2024
Song Ming Investments Co., Ltd.	ROC	Investing activities	100.00	100.00	100.00
Pou Chin Development Co., Ltd.	ROC	Agency of land demarcation	100.00	100.00	100.00
Yue Hong Realty Development Co., Ltd.	ROC	Development of real estate	(Note)	(Note)	100.00
Wang Yi Construction Co., Ltd.	ROC	Construction	89.75	89.75	89.75
Pou Yii Development Co., Ltd.	ROC	Rental and sale of real estate	75.00	75.00	75.00

Note: Merged with Barits Development Corporation and dissolved on September 30, 2024.

b. Details of subsidiaries that have material non-controlling interests

Name of Subsidiary	Proportion of Ownership and Voting Rights Held by Non-controlling Interests (%)		
	March 31, 2025	December 31, 2024	March 31, 2024
Yue Yuen	48.64	48.64	48.89
Pou Sheng	37.45	37.45	37.45

Please refer to Table 7 "Information on Investees" of Note 37 to the consolidated financial statements for business location and business item of the material associates.

Name of Subsidiary	Profit Allocated to Non-controlling Interests		Accumulated Non-controlling Interests		
	For the Three Months Ended		March 31, 2025	December 31, 2024	March 31, 2024
	2025	2024			
Yue Yuen	\$ 1,189,372	\$ 1,518,626	\$ 67,076,969	\$ 67,936,110	\$ 63,240,454
Pou Sheng	231,022	282,183	16,087,557	15,459,504	15,141,088

Pou Sheng is a subsidiary of Yue Yuen, and the summarized financial information in respect of Yue Yuen and its subsidiaries (including Pou Sheng) is set out below:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Current assets	\$ 133,425,513	\$ 126,055,894	\$ 125,973,168
Non-current assets	112,081,837	110,351,956	108,912,412
Current liabilities	(68,187,857)	(57,865,851)	(62,655,006)
Non-current liabilities	<u>(22,959,066)</u>	<u>(22,856,292)</u>	<u>(27,408,064)</u>
Equity	<u>\$ 154,360,427</u>	<u>\$ 155,685,707</u>	<u>\$ 144,822,510</u>
Equity attributable to:			
Owners of the Company	\$ 71,201,446	\$ 72,104,103	\$ 66,494,920
Non-controlling interests of Yue Yuen	67,076,969	67,936,110	63,240,454
Non-controlling interests of Yue Yuen's subsidiaries	<u>16,082,012</u>	<u>15,645,494</u>	<u>15,087,136</u>
	<u>\$ 154,360,427</u>	<u>\$ 155,685,707</u>	<u>\$ 144,822,510</u>
	<b>For the Three Months Ended March 31</b>		
	<b>2025</b>	<b>2024</b>	
Operating revenue	\$ 66,759,218	\$ 63,009,905	
Net income	\$ 2,704,898	\$ 3,452,148	
Other net comprehensive income (loss)	<u>277,140</u>	<u>(949,320)</u>	
Total net comprehensive income	<u>\$ 2,982,038</u>	<u>\$ 2,502,828</u>	
Net income attributable to:			
Owners of the Company	\$ 1,264,570	\$ 1,597,626	
Non-controlling interests of Yue Yuen	1,189,372	1,518,626	
Non-controlling interests of Yue Yuen's subsidiaries	<u>250,956</u>	<u>335,896</u>	
	<u>\$ 2,704,898</u>	<u>\$ 3,452,148</u>	
Total net comprehensive income attributable to:			
Owners of the Company	\$ 1,331,595	\$ 1,245,768	
Non-controlling interests of Yue Yuen	1,252,841	1,182,182	
Non-controlling interests of Yue Yuen's subsidiaries	<u>397,602</u>	<u>74,878</u>	
	<u>\$ 2,982,038</u>	<u>\$ 2,502,828</u>	
Net cash inflow (outflow) from:			
Operating activities	\$ (3,276,618)	\$ 1,784,175	
Investing activities	(2,874,859)	327,091	
Financing activities	<u>4,426,085</u>	<u>(1,738,485)</u>	
Net cash (outflow) inflow	<u>\$ (1,725,392)</u>	<u>\$ 372,781</u>	

#### 14. INVESTMENTS ACCOUNTED FOR USING EQUITY METHOD

	March 31, 2025	December 31, 2024	March 31, 2024
Investments in associates	\$ 62,784,646	\$ 65,181,206	\$ 65,623,032
Investments in joint ventures	<u>5,304,037</u>	<u>5,386,732</u>	<u>5,381,511</u>
	<u>\$ 68,088,683</u>	<u>\$ 70,567,938</u>	<u>\$ 71,004,543</u>

##### a. Investments in associates

	March 31, 2025	December 31, 2024	March 31, 2024
Material associate			
Ruen Chen Investment Holding Co., Ltd.	\$ 47,926,842	\$ 50,690,791	\$ 51,367,651
Associates that are not individually material	<u>14,857,804</u>	<u>14,490,415</u>	<u>14,255,381</u>
	<u>\$ 62,784,646</u>	<u>\$ 65,181,206</u>	<u>\$ 65,623,032</u>

##### 1) Material associate

Name of Associate	Proportion of Ownership and Voting Rights (%)		
	March 31, 2025	December 31, 2024	March 31, 2024
Ruen Chen Investment Holding Co., Ltd.	20	20	20

- a) As of December 10, 2024, the Company purchased 10,000 thousand issued ordinary shares with \$10 per share with the amount of \$100,000 thousand.
- b) The summarized financial information below represents amounts shown in the material associate's financial statements prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

##### Ruen Chen Investment Holding Co., Ltd.

Name of Associate	March 31, 2025	December 31, 2024	March 31, 2024
Assets	\$ 5,633,545,422	\$ 5,609,426,594	\$ 5,524,398,875
Liabilities	(5,361,229,923)	(5,321,572,377)	(5,232,394,858)
Non-controlling interests	<u>(32,384,730)</u>	<u>(34,103,701)</u>	<u>(34,869,202)</u>
Owners of Ruen Chen	<u>\$ 239,930,769</u>	<u>\$ 253,750,516</u>	<u>\$ 257,134,815</u>
Proportion of the Group's interest	20%	20%	20%
Equity attributable to the Group	\$ 47,986,154	\$ 50,750,103	\$ 51,426,963
Other adjustments	<u>(59,312)</u>	<u>(59,312)</u>	<u>(59,312)</u>
Carrying amount	<u>\$ 47,926,842</u>	<u>\$ 50,690,791</u>	<u>\$ 51,367,651</u>



	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Operating revenue	<u>\$ 127,303,721</u>	<u>\$ 133,192,160</u>
Net income	\$ 12,762,763	\$ 13,290,602
Other net comprehensive (loss) income	<u>(27,246,358)</u>	<u>7,272,680</u>
Total net comprehensive (loss) income	<u>\$ (14,483,595)</u>	<u>\$ 20,563,282</u>

2) Associates that are not individually material

Name of Associate	<b>Proportion of Ownership and Voting Rights (%)</b>		
	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Eagle Nice (International) Holdings Limited	33.44	33.44	35.97
San Fang Chemical Industry Co., Ltd.	39.96	40.62	44.72
Brandblack Inc.	31.25	31.25	31.25
Just Lucky Investments Limited	38.30	38.30	38.30
Natural Options Limited	38.30	38.30	38.30
Oftenrich Holdings Limited	45.00	45.00	45.00
Pou Ming Paper Products Manufacturing Co., Ltd.	20.00	20.00	20.00
Prosperlink Limited	38.00	38.00	38.00
Prosperous Industrial (Holdings) Ltd.	22.50	22.50	22.50
Rise Bloom International Limited	38.00	38.00	38.00
Venture Well Holdings Ltd.	31.55	31.55	31.55
Nan Pao Resins Chemical Co., Ltd.	13.98	14.10	15.47
Nan Shan Life Insurance Co., Ltd.	0.18	0.18	0.18

- a) The Group holds less than 20% interest of Nan Pao Resins Chemical Co., Ltd. However, the Group has the power to appoint one out of the seven directors of Nan Pao Resins Chemical Co., Ltd. Therefore, the Group is able to exercise significant influence over Nan Pao Resins Chemical Co., Ltd. The Group sold part of the Company's equity in the open market in the first quarter of 2024 and disposed of a total of 2,122 thousand shares for \$663,668 thousand, resulting in a gain on disposal of \$396,056 thousand.
- b) The Group holds less than 20% interest in Nan Shan Life Insurance Co., Ltd. However, the Group exercises significant influence over Ruen Chen Investment Holding Co., Ltd., which is the parent company of Nan Shan Life Insurance Co., Ltd. Therefore, Nan Shan Life Insurance Co., Ltd. is classified as an associate of the Group.
- c) The summarized financial information below represents amounts shown in the financial statements of associates that are not individually material which were prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes.

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
The Group's share of:		
Net income	\$ 384,943	\$ 351,074
Other net comprehensive loss	<u>(63,533)</u>	<u>(185,247)</u>
Total net comprehensive income	<u>\$ 321,410</u>	<u>\$ 165,827</u>

- 3) Fair values (Level 1) of investments in associates that are not individually material with available published price quotation are summarized as follows:

<b>Name of Associate</b>	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Eagle Nice (International) Holdings Limited	<u>\$ 3,343,254</u>	<u>\$ 3,338,256</u>	<u>\$ 3,642,773</u>
Prosperous Industrial (Holdings) Ltd.	<u>\$ 935,681</u>	<u>\$ 903,942</u>	<u>\$ 659,467</u>
San Fang Chemical Industry Co., Ltd.	<u>\$ 6,987,324</u>	<u>\$ 5,954,583</u>	<u>\$ 5,269,449</u>
Nan Pao Resins Chemical Co., Ltd.	<u>\$ 6,086,647</u>	<u>\$ 4,096,583</u>	<u>\$ 5,784,967</u>

- 4) For the information of the associate's business location and business item, please refer to Table 7 Information on investees of Note 37 to the consolidated financial statements.

b. Investments in joint ventures

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Joint ventures that are not individually material	<u>\$ 5,304,037</u>	<u>\$ 5,386,732</u>	<u>\$ 5,381,511</u>

At the end of the reporting period, the proportions of ownership and voting rights in joint ventures that are not individually material held by the Group were as follows:

<b>Name of Joint Venture</b>	<b>Proportion of Ownership and Voting Rights (%)</b>		
	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Cohen Enterprises Inc.	50.00	50.00	50.00
Hangzhou Baohong Sports Goods Company Limited	50.00	50.00	50.00
Hua Jian Industrial Holding Co., Limited	22.41	22.41	22.41
Jilin Xinfangwei Sports Goods Company Limited	50.00	50.00	50.00
Jumbo Power Enterprises Limited	50.00	50.00	50.00
Ka Yuen Rubber Factory Limited	50.00	50.00	50.00
Top Units Developments Limited	49.00	49.00	49.00
Twinways Investments Limited	50.00	50.00	50.00
Zhong Ao Multiplex Management Group Limited	46.82	46.82	46.82

- 1) Please refer to Table 7 “Information on Investees” of Note 37 to the consolidated financial statements for business location and business item of the ventures that are not individually material.
- 2) The summarized financial information below represents amounts shown in the financial statements of joint ventures that are not individually material which were prepared in accordance with IFRS Accounting Standards adjusted by the Group for equity accounting purposes:

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
The Group’s share of:		
Net income	\$ 156,603	\$ 182,651
Other net comprehensive income (loss)	<u>15,493</u>	<u>(32,958)</u>
Total net comprehensive income	<u>\$ 172,096</u>	<u>\$ 149,693</u>

## 15. PROPERTY, PLANT AND EQUIPMENT

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Land	\$ 2,717,970	\$ 2,717,970	\$ 2,701,100
Buildings and improvements	39,902,390	40,295,602	41,690,494
Machinery and equipment	10,019,102	9,783,180	10,251,933
Transportation equipment	198,468	198,066	201,452
Office equipment	2,302,721	1,898,459	1,769,802
Other equipment	53,946	54,233	58,664
Construction in progress	<u>3,458,035</u>	<u>2,979,665</u>	<u>2,060,372</u>
	<u>\$ 58,652,632</u>	<u>\$ 57,927,175</u>	<u>\$ 58,733,817</u>

- a. Except for depreciation expenses, the Group had neither significant disposal nor impairment of property, plant and equipment during the three months ended March 31, 2025 and 2024.
- b. The above items of property, plant and equipment are depreciated on a straight-line basis over the estimated useful life as follows:

<b>Items</b>	<b>Estimated Useful Life</b>
Buildings and improvements	
Main buildings	20-55 years
Elevators	15 years
Machinery and equipment	5-10 years
Transportation equipment	5 years
Office equipment	3-7 years
Other equipment	3-10 years

- c. The Group has land with a carrying amount of \$56,102 thousand. Due to certain restrictions under the land regulations, ownership of the land has been temporarily transferred to a trustee through a trust agreement, which prohibits the trustee from selling, pledging or hypothecating the property.

## 16. LEASE ARRANGEMENTS

### a. Right-of-use assets

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Carrying amount</u>			
Land	\$ 9,276,114	\$ 9,191,264	\$ 9,210,687
Buildings and improvements	6,189,061	6,323,738	7,103,821
Machinery and equipment	60,002	15,911	16,160
Transportation equipment	3,422	4,051	5,032
Other equipment	<u>2,229</u>	<u>2,542</u>	<u>2,652</u>
	<u>\$ 15,530,828</u>	<u>\$ 15,537,506</u>	<u>\$ 16,338,352</u>
		<b>For the Three Months Ended March 31</b>	
		<b>2025</b>	<b>2024</b>
Additions to right-of-use assets		<u>\$ 646,671</u>	<u>\$ 258,525</u>
Depreciation charge for right-of-use assets			
Land		\$ 61,053	\$ 60,554
Buildings and improvements		806,101	850,543
Machinery and equipment		769	206
Transportation equipment		675	722
Other equipment		<u>313</u>	<u>210</u>
		<u>\$ 868,911</u>	<u>\$ 912,235</u>

### b. Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Carrying amount</u>			
Current	\$ 2,517,861	\$ 2,486,327	\$ 2,564,818
Non-current	<u>4,429,568</u>	<u>4,530,772</u>	<u>5,244,243</u>
	<u>\$ 6,947,429</u>	<u>\$ 7,017,099</u>	<u>\$ 7,809,061</u>

Range of discount rates for lease liabilities was as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Land	1.10%-6.00%	1.10%-7.47%	1.10%-7.47%
Buildings and improvements	1.16%-10.75%	1.10%-10.75%	1.10%-10.75%
Machinery and equipment	5.11%-5.59%	5.59%	5.59%
Transportation equipment	3.70%-4.25%	3.70%-4.25%	3.83%-4.25%
Other equipment	1.25%-2.10%	1.25%-2.10%	1.25%-1.34%

c. Other lease information

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Expenses relating to short-term leases	<u>\$ 101,021</u>	<u>\$ 68,215</u>
Expenses relating to low-value asset leases	<u>\$ 1,075</u>	<u>\$ 1,826</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	<u>\$ 1,166,628</u>	<u>\$ 1,500,882</u>
Total cash outflow for leases	<u>\$ 2,129,002</u>	<u>\$ 2,498,892</u>

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

## 17. INVESTMENT PROPERTIES

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Investment properties	<u>\$ 6,389,273</u>	<u>\$ 6,376,030</u>	<u>\$ 5,796,777</u>
a. Except for depreciation expenses recognized and reclassification, the Group had neither significant disposal nor impairment of investment properties during the three months ended March 31, 2025 and 2024.			
b. The investment properties are depreciated using the straight-line method over 30-55 years.			
c. The fair values of the Group's investment properties as of December 31, 2024 and 2023 were \$15,908,515 thousand and \$13,033,458 thousand, respectively. The fair value of investment properties which did not changed significantly for during the three months ended March 31, 2025 and 2024.			

## 18. GOODWILL

The Group's goodwill was tested as of December 31, 2024 and 2023, and the Group's management team evaluated that goodwill as of March 31, 2025 and 2024, has not changed significantly and was not impaired.

## 19. OTHER INTANGIBLE ASSETS

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Computer software	\$ 1,885,520	\$ 1,890,349	\$ 1,809,286
Non-compete agreements	203,613	206,447	225,408
Trademarks	52	55	62
Patents	<u>281</u>	<u>287</u>	<u>305</u>
	<u>\$ 2,089,466</u>	<u>\$ 2,097,138</u>	<u>\$ 2,035,061</u>

- a. Except for amortization recognized, the Group had neither significant disposal nor impairment of other intangible assets during the three months ended March 31, 2025 and 2024.
- b. The abovementioned items of other intangible assets are amortized on a straight-line basis over their estimated useful life as follows:

<u>Item</u>	<u>Estimated Useful Life</u>
Computer software	3-20 years
Non-compete agreements	5-20 years
Trademarks	10 years
Patents	10-20 years

## 20. BORROWINGS

- a. Short-term borrowings

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
<u>Unsecured borrowings</u>			
Credit borrowings	<u>\$ 31,097,446</u>	<u>\$ 25,311,935</u>	<u>\$ 27,378,916</u>

The range of effective interest rate on bank borrowings were 1.70%-5.59%, 1.68%-5.25% and 1.61%-6.23%, per annum as of March 31, 2025, December 31, 2024 and March 31, 2024, respectively.

- b. Short-term bills payable

### March 31, 2025

<b>Accepting institution</b>	<b>Properties</b>	<b>Annual Interest Rate</b>	<b>Amount</b>
Commercial papers	Unsecured	1.63%-1.81%	\$ 1,854,700
Less: Unamortized discount on bills payable			<u>(1,069)</u>
			<u>\$ 1,853,631</u>

### December 31, 2024

<b>Accepting institution</b>	<b>Properties</b>	<b>Annual Interest Rate</b>	<b>Amount</b>
Commercial papers	Unsecured	1.61%-1.89%	\$ 1,968,500
Less: Unamortized discount on bills payable			<u>(967)</u>
			<u>\$ 1,967,533</u>

March 31, 2024

Accepting institution	Properties	Annual Interest Rate	Amount
Commercial papers	Unsecured	1.40%-1.72%	\$ 1,983,500
Less: Unamortized discount on bills payable			<u>(1,305)</u>
			<u>\$ 1,982,195</u>

c. Long-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Unsecured borrowings</u>			
Bank loans	\$ 40,173,173	\$ 37,896,622	\$ 37,874,469
Bills payable	2,850,000	2,850,000	5,150,000
Less: Expenses for long-term borrowings	(9,297)	(10,622)	(17,664)
Less: Current portion	<u>(7,343,049)</u>	<u>(7,298,520)</u>	<u>(6,070,692)</u>
	<u>\$ 35,670,827</u>	<u>\$ 33,437,480</u>	<u>\$ 36,936,113</u>

Maturity dates and ranges of annual interest rates:

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Maturity date</u>			
Long-term borrowings	2026.04.03- 2029.03.12	2026.01.03- 2029.03.12	2025.04.15- 2029.03.11
Current portion of long-term borrowings	2025.04.15- 2026.03.03	2025.01.15- 2025.12.03	2024.04.15- 2025.01.15
<u>Ranges of interest rate</u>	1.16%-5.15%	1.75%-5.43%	0.95%-6.19%

## 21. NOTES PAYABLE AND ACCOUNTS PAYABLE

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Notes payable</u>			
Operating	\$ 1,290	\$ 661	\$ 8,560
Non-operating	<u>469</u>	<u>543</u>	<u>4,419</u>
	<u>\$ 1,759</u>	<u>\$ 1,204</u>	<u>\$ 12,979</u>
Accounts payable (including related parties)	<u>\$ 19,902,815</u>	<u>\$ 15,832,281</u>	<u>\$ 18,002,052</u>

The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

## 22. OTHER PAYABLES

	March 31, 2025	December 31, 2024	March 31, 2024
Payables for salaries	\$ 5,440,654	\$ 10,701,740	\$ 7,446,344
Payables for purchase of property, plant and equipment	1,138,517	1,338,844	649,208
Compensation due to directors	187,015	186,137	145,196
Compensation of employees	401,361	522,473	548,702
Interest payables	143,435	197,087	174,968
Payables for annual leave	980,978	1,103,344	810,217
Payables for dividends	2,994,100	-	2,247,122
Others	<u>6,192,337</u>	<u>6,259,700</u>	<u>5,726,890</u>
	<u>\$ 17,478,397</u>	<u>\$ 20,309,325</u>	<u>\$ 17,748,647</u>
Current	\$ 17,301,415	\$ 20,135,874	\$ 17,537,290
Non-current	<u>176,982</u>	<u>173,451</u>	<u>211,357</u>
	<u>\$ 17,478,397</u>	<u>\$ 20,309,325</u>	<u>\$ 17,748,647</u>

## 23. RETIREMENT BENEFIT PLANS

Employee benefits expenses in respect of the Group's defined benefit retirement plans during the three months ended March 31, 2025 and 2024 were calculated using the respective annual, actuarially determined pension cost discount rates as of December 31, 2024 and 2023 and recognized in the following line items in their respective periods:

	For the Three Months Ended March 31	
	2025	2024
Operating costs	\$ 88,027	\$ 127,845
Selling and marketing expenses	664	688
General and administrative expenses	12,748	13,964
Research and development expenses	<u>538</u>	<u>795</u>
	<u>\$ 101,977</u>	<u>\$ 143,292</u>

## 24. EQUITY

### a. Share capital

	March 31, 2025	December 31, 2024	March 31, 2024
Number of shares authorized (in thousands)	<u>4,500,000</u>	<u>4,500,000</u>	<u>4,500,000</u>
Amount of shares authorized	<u>\$ 45,000,000</u>	<u>\$ 45,000,000</u>	<u>\$ 45,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>2,946,787</u>	<u>2,946,787</u>	<u>2,946,787</u>
Amount of shares issued	<u>\$ 29,467,872</u>	<u>\$ 29,467,872</u>	<u>\$ 29,467,872</u>



b. Capital surplus

	March 31, 2025	December 31, 2024	March 31, 2024
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note 1)			
Recognized from issuance of ordinary shares	\$ 848,603	\$ 848,603	\$ 848,603
Recognized from conversion of bonds	1,447,492	1,447,492	1,447,492
Recognized from treasury share transactions	1,824,608	1,824,608	1,824,608
Recognized from the excess of the consideration received over the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	117,231	117,231	117,194
<u>May only be used to offset a deficit</u>			
Recognized from the changes in ownership to subsidiaries (Note 2)	124,266	124,266	27,234
Recognized from the share of changes in net assets of associates and joint ventures	121,958	121,958	121,958
Others	<u>33,683</u>	<u>32,472</u>	<u>32,479</u>
	<u>\$ 4,517,841</u>	<u>\$ 4,516,630</u>	<u>\$ 4,419,568</u>

Note 1: Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and once a year).

Note 2: Such capital surplus are the changes in equity transactions recognized from the equity changes of subsidiaries when the Company does not actually receive or dispose of subsidiaries' shares.

c. Retained earnings and dividend policy

Under the dividend policy of the Articles, the Company should make appropriations from the annual net income in the following order:

- 1) For paying taxes.
- 2) For offsetting deficit.
- 3) For the legal reserve at 10% of the remaining profit, and for the special reserve to be appropriated and distributed according to regulations or upon request by the FSC.
- 4) The total of any remaining profit after the appropriations mentioned above plus any accumulated unappropriated earnings from prior years may be partially retained and then the remainder distributed as proposed according to the share ownership proportion.

The board of directors proposes an earnings distribution in the form of new shares shall be approved following the resolution of the shareholders' meetings. Distribution of dividends and bonuses or distribution of the legal reserve and capital surplus in whole or in part by cash shall be resolved by a majority vote at a meeting attended by more than two thirds of the total number of directors, and such distribution shall be reported at the shareholders' meeting.

For information about the accrual basis of the compensation of employees and remuneration of directors and supervisors and the actual appropriations, please refer to Note 26 (h) to the consolidated financial statements.

In accordance with the “Articles”, profit may be distributed after taking into consideration the future development plan, financial condition, business and operational status, and so on. The distribution of profit shall be proposed by the board of directors, and submitted to the shareholders’ meeting for approval. The ratio of distribution shall be no less than 30% of the net income for each fiscal year, and the proportion of cash dividends distributed shall be no less than 30% of total dividends distributed. If there are material changes in the operating environment, the Company can adjust the ratio and amounts of distribution of profit.

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

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

	<b>Appropriation of Earnings</b>	
	<b>For Year 2024</b>	<b>For Year 2023</b>
Legal reserve	\$ 1,637,834	\$ 1,043,304
Special reserve	\$ (3,106,972)	\$ (2,528,881)
Cash dividends	\$ 5,009,538	\$ 3,241,466
Dividends Per Share (NT\$)	\$ 1.70	\$ 1.10

The above 2024 and 2023 appropriations for cash dividends were resolved by the Company’s board of directors on April 17, 2025 and April 15, 2024, respectively; the other proposed appropriations for 2023 were resolved by the shareholders at their meeting on May 31, 2024. The other proposed appropriations for 2024 will be resolved by the shareholders at their meeting to be held on May 29, 2025.

d. Special reserve

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance on January 1	\$ 55,117,885	\$ 57,646,766
Appropriations of special reserve	-	-
Balance on March 31	\$ 55,117,885	\$ 57,646,766

The Group’s associate, Nan Shan Life Insurance Co., Ltd., is an insurance company, and on October 1, 2022, Nan Shan Life Insurance Co., Ltd. reclassified the financial assets at fair value through other comprehensive income to financial assets at amortized cost. In accordance with Rule No. 11104942741 issued by the Insurance Bureau of the FSC, Nan Shan Life Insurance Co., Ltd. shall appropriate its earnings as a special reserve. When distributing the distributable retained earnings, the Group shall appropriate as a special reserve with the amount of changes in the fair value of the financial assets reclassified by Nan Shan Life Insurance Co., Ltd. based on the Group’s shareholding percentage of Nan Shan Life Insurance Co., Ltd. If there is a reversal in the changes in the fair value of the financial assets reclassified by Nan Shan Life Insurance Co., Ltd. subsequently, the appropriated special reserve may be reversed based on the Group’s shareholding percentage of Nan Shan Life Insurance Co., Ltd. and is thereafter distributed. The balance of the special reserve appropriated or reversed by the Group shall not exceed the carrying amount of the Group’s investment in Nan Shan Life Insurance Co., Ltd. Therefore,

the Company appropriated a special reserve of \$10,056,342 thousand in accordance with the above provision and reversed a special reserve of \$12,585,223 thousand due to debits to other equity items. A total special reserve of \$2,528,881 thousand was resolved by the shareholders in their meeting on May 31, 2024.

e. Other equity item

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

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance on January 1	\$ 5,267,610	\$ (741,919)
Exchange differences on translation of the financial statements of foreign operations	1,511,677	3,706,690
Share of exchange differences of associates and joint ventures accounted for using the equity method	<u>8,298</u>	<u>(97,492)</u>
Balance on March 31	<u>\$ 6,787,585</u>	<u>\$ 2,867,279</u>

2) Unrealized gain or loss on financial assets at FVTOCI

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance on January 1	\$ 650,057	\$ 2,433,063
Unrealized gain from equity instruments	678,597	840,968
Cumulative unrealized loss on equity instruments transferred to retained earnings due to disposal	(17)	-
Disposal of associates accounted for using the equity method	(1,791)	(17,346)
Share of gain (loss) from associates and joint ventures accounted for using the equity method	<u>640,352</u>	<u>(527,360)</u>
Balance on March 31	<u>\$ 1,967,198</u>	<u>\$ 2,729,325</u>

3) Others

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance on January 1	\$ (12,893,323)	\$ (10,429,515)
Share of (loss) gain from associates and joint ventures accounted for using the equity method	<u>(5,593,907)</u>	<u>1,835,512</u>
Balance on March 31	<u>\$ (18,487,230)</u>	<u>\$ (8,594,003)</u>

f. Non-controlling interests

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Balance on January 1	\$ 83,948,092	\$ 76,473,917
Share of non-controlling interests		
Net income	1,439,883	1,854,200
Exchange differences on translation of the financial statements of foreign operations	1,351,898	2,663,186
Unrealized loss on financial assets at FVTOCI	(48,095)	(14,932)
Others	(108)	36
Changes in non-controlling interests	<u>(3,158,466)</u>	<u>(2,275,516)</u>
Balance on March 31	<u>\$ 83,533,204</u>	<u>\$ 78,700,891</u>

**25. REVENUE**

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Sales revenue	\$ 66,761,489	\$ 63,029,474
Revenue from entertainment and resort	167,631	162,156
Other revenue	<u>101,137</u>	<u>97,244</u>
	<u>\$ 67,030,257</u>	<u>\$ 63,288,874</u>

**26. NET PROFIT FROM CONTINUING OPERATIONS**

Net profit from continuing operations consists of the following:

a. Interest income

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Interest income		
Cash in bank	\$ 232,510	\$ 500,451
Repurchase agreements collateralized by bonds	14	121
Financial assets at amortized cost	238,772	58,072
Others	<u>94</u>	<u>21</u>
	<u>\$ 471,390</u>	<u>\$ 558,665</u>

b. Other income

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Rental income from operating lease	\$ 287,976	\$ 208,420
Others	<u>313,193</u>	<u>278,337</u>
	<u>\$ 601,169</u>	<u>\$ 486,757</u>

c. Other gains and losses

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Net loss on disposal of property, plant and equipment	\$ (10,151)	\$ (3,287)
Net foreign exchange gain	142,327	256,049
Net gain on disposal of associates (Note 14)	79,836	396,056
Net gain on financial instruments at FVTPL	66,693	222,685
Impairment loss of assets	-	(206,391)
Gain on modification of lease	-	276,579
Others	<u>(83,486)</u>	<u>(76,475)</u>
	<u>\$ 195,219</u>	<u>\$ 865,216</u>

d. Finance costs

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Interest on bank borrowings	\$ 555,114	\$ 609,199
Lease liabilities	70,391	82,948
Interest on short-term bills payable	20,055	18,064
Other interest expense	<u>38</u>	<u>36</u>
	<u>\$ 645,598</u>	<u>\$ 710,247</u>

e. Depreciation and amortization

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Property, plant and equipment	\$ 2,102,990	\$ 2,103,725
Right-of-use assets	868,911	912,235
Investment properties	46,441	35,712
Other intangible assets	<u>41,668</u>	<u>34,277</u>
	<u>\$ 3,060,010</u>	<u>\$ 3,085,949</u>

(Continued)

<b>For the Three Months Ended March 31</b>		
	<b>2025</b>	<b>2024</b>
An analysis of depreciation by function		
Operating costs	\$ 1,357,041	\$ 1,296,315
Operating expenses	1,618,467	1,723,187
Non-operating expenses	<u>42,834</u>	<u>32,170</u>
	<u>\$ 3,018,342</u>	<u>\$ 3,051,672</u>
An analysis of amortization by function		
Operating expenses	<u>\$ 41,668</u>	<u>\$ 34,277</u>
		(Concluded)

f. Direct operating expenses from investment properties

<b>For the Three Months Ended March 31</b>		
	<b>2025</b>	<b>2024</b>
Generate rental income	<u>\$ 12,891</u>	<u>\$ 13,357</u>

g. Employee benefits expense

<b>For the Three Months Ended March 31</b>		
	<b>2025</b>	<b>2024</b>
Short-term benefits	\$ 16,196,441	\$ 14,652,547
Post-employment benefits		
Defined contribution plans	1,763,503	1,581,710
Defined benefit plans	<u>101,977</u>	<u>143,292</u>
	1,865,480	1,725,002
Share-based payments		
Equity-settled	26,842	23,617
Termination benefits	<u>1,190</u>	<u>942</u>
	<u>\$ 18,089,953</u>	<u>\$ 16,402,108</u>
An analysis of employee benefits expense by function		
Operating costs	\$ 12,459,366	\$ 11,039,727
Operating expenses	<u>5,630,587</u>	<u>5,362,381</u>
	<u>\$ 18,089,953</u>	<u>\$ 16,402,108</u>

h. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company shall distribute compensation of employees and remuneration of directors at rates of 1%-5% and no higher than 3%, respectively, of net income before income tax, compensation of employees, and remuneration of directors. In the case of an accumulated loss, the Company shall allocate an amount to recover such loss before appropriating any compensation of employees and remuneration of directors.

The compensation of employees and remuneration of directors for the three months ended March 31, 2025 and 2024 were as follows:

Accrual rate

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Compensation of employees	1.6%	1.6%
Remuneration of directors	0.8%	0.8%

Amount

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Compensation of employees	<u>\$ 64,075</u>	<u>\$ 80,282</u>
Remuneration of directors	<u>\$ 32,036</u>	<u>\$ 40,140</u>

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

The compensation of employees and remuneration of directors for the years ended December 31, 2024 and 2023, which were approved by the Company's board of directors on March 12, 2025 and March 14, 2024, respectively, were as follows:

	<b>For the Year Ended December 31</b>			
	<b>2024</b>		<b>2023</b>	
	<b>Cash</b>	<b>Shares</b>	<b>Cash</b>	<b>Shares</b>
Compensation of employees	\$ 285,984	\$ -	\$ 189,119	\$ -
Remuneration of directors	142,992	-	94,560	-

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

Information on compensation of employees and remuneration of directors resolved by the Company's board of directors in 2025 and 2024 is available at the Market Observation Post System website of the Taiwan Stock Exchange.

## 27. INCOME TAXES

### a. Income tax recognized in profit or loss

The major components of tax expense were as follows:

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Current tax		
In respect of the current period	\$ 1,321,583	\$ 1,457,113
Land value increment tax	26	-
Adjustments for prior year's income tax	878	-
	<u>1,322,487</u>	<u>1,457,113</u>
Deferred tax		
In respect of the current period	<u>(104,892)</u>	<u>(64,959)</u>
Income tax expense recognized in profit or loss	<u>\$ 1,217,595</u>	<u>\$ 1,392,154</u>

### b. Income tax recognized in other comprehensive income

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Deferred tax		
In respect of the current period	\$ <u>18</u>	\$ <u>60</u>
Income tax recognized in other comprehensive income	<u>\$ <u>18</u></u>	<u>\$ <u>60</u></u>

### c. Income tax assessments

All of the Company's income tax returns through 2023, with the exception of 2022, have been assessed and approved by the tax authorities.

### d. Pillar Two Income Tax Legislation

The government of Vietnam enacted the Pillar Two income tax legislation effective from January 1, 2024. In addition, the governments of Indonesia, Singapore, and Brazil have successively enacted Pillar Two legislation, which became effective from January 1, 2025.

Under the Act, the Group is required to pay supplementary tax on profits of subsidiaries in the above jurisdictions that are collectively taxed at less than 15% of the effective tax rate. As of March 31, 2025, the total taxable amount of the subsidiaries in the above-mentioned regions of the merged company was not less than 15% of the effective tax rate, and the above-mentioned pillar two income tax law has no relevant current income tax impact on the merged company.

### e. Tax disputes related to the Indonesian subsidiary

The Indonesian Tax Bureau had made transfer pricing adjustments to the net profits for the tax period of year 2017 on two subsidiaries of the Group in Indonesia (the "Indonesian Subsidiaries") respectively and claimed for additional taxes together with administrative penalties and surcharges relating to corporate income tax and related withholding tax (the "Disputed Taxes"). The Disputed Taxes of the aforesaid Indonesian Subsidiaries amounted to US\$79,000 thousand and US\$30,000 thousand, respectively. During the year ended March 31, 2025, the Indonesian Subsidiaries had provisionally paid



approximately \$2,478,460 thousand (US\$75,400 thousand) and \$747,442 thousand (US\$22,800 thousand), respectively. The Indonesian Subsidiaries lodged appeals to the Supreme Court of the Republic of Indonesia (the “Supreme Court”) on July 29, 2024 and February 17, 2025, respectively. No ruling has been made by the Supreme Court as at the date of this report. It is expected that the process of the appeal may take around one to two years.

The management of the subsidiaries is of the view that the Indonesian Subsidiaries had fully paid the income tax for the tax period of year 2017 in accordance with applicable legal requirements, it is expected that the aforesaid amount provisionally paid will be recovered by the Indonesian Subsidiaries after the Tax Disputes are resolved. In assessing the recoverability of the aforesaid provisionally paid amount, the Group has taken into consideration all reasonable and supportable information that is available at the reporting date including the legal advice sought from the Indonesian Subsidiaries, and is of the view that the Supreme Court will allow the appeals. However, having considered the actual appeal process, effects of any potential changes in facts or circumstances, and the uncertainty about the final outcome of the appeals, the Group based on its best estimate has determined that \$912,129 thousand (US\$28,200 thousand) additional income tax expenses and administrative penalties of \$397,844 thousand (US\$12,300 thousand) (included in other expenses) are recognized in 2024, respectively recorded under income tax expenses and other losses. The remaining balance is recognized as current income tax assets of \$640,857 thousand (US\$19,300 thousand) and other receivables of \$1,275,072 thousand (US\$38,400 thousand), respectively.

## 28. EARNINGS PER SHARE

The basic earnings per share and diluted earnings per share were as follows:

	For the Three Months Ended March 31	
	2025	2024
<u>Net income (in thousand dollars)</u>		
Earnings used in the computation of earnings per share	<u>\$ 3,596,470</u>	<u>\$ 4,652,640</u>
<u>Weighted average number of shares outstanding (in thousand shares)</u>		
Weighted average number of ordinary shares used in the computation of basic earnings per share	2,946,787	2,946,787
Effects of potentially dilutive ordinary shares:		
Compensation of employees	<u>3,320</u>	<u>3,392</u>
Weighted average number of ordinary shares used in the computation of diluted earnings per share	<u>2,950,107</u>	<u>2,950,179</u>
<u>Earnings per share (in dollars)</u>		
Basic earnings per share	<u>\$ 1.22</u>	<u>\$ 1.58</u>
Diluted earnings per share	<u>\$ 1.22</u>	<u>\$ 1.58</u>

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

## 29. SHARE-BASED PAYMENT ARRANGEMENTS

### a. Information about Yue Yuen's employee share options

Information about the granted employee share options was as follows:

	For the Three Months Ended March 31	
	2025	2024
	Number of Shares (In Thousands)	Number of Shares (In Thousands)
Balance on January 1	1,570	1,705
Options granted	612	1,307
Options exercised	<u>(85)</u>	<u>-</u>
Balance on March 31	<u>2,097</u>	<u>3,012</u>

Yue Yuen recognized \$16,480 thousand and \$21,699 thousand in compensation costs for the three months ended March 31, 2025 and 2024, respectively.

### b. Information about Pou Sheng's employee share options

Information about the granted employee share options was as follows:

	For the Three Months Ended March 31	
	2025	2024
	Number of Shares (In Thousands)	Number of Shares (In Thousands)
Balance on January 1	22,080	5,227
Options cancelled	-	(21)
Options exercised	<u>-</u>	<u>(3,507)</u>
Balance on March 31	<u>22,080</u>	<u>1,699</u>

Pou Sheng recognized \$10,362 thousand and \$1,918 thousand in compensation costs for the three months ended March 31, 2025 and 2024, respectively.

### 30. EXPLANATORY COMMENTS ABOUT THE SEASONALITY OR CYCLICALITY OF INTERIM OPERATIONS

The Group's industry is not seasonal in nature. Based on historical experience, the sales of the Group are not seasonally dependent.

### 31. CAPITAL MANAGEMENT

The Group's capital management policy is to ensure that the Group has sufficient financial resources and operating plans to balance the working capital, capital expenditure, research and development expenditure, repayment of debt and dividends paid to shareholders within twelve months.

### 32. FINANCIAL INSTRUMENTS

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

Except those listed in the table below, the Group's management considers that the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values.

#### March 31, 2025

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial assets</u>					
Financial assets at amortized cost					
Bonds	\$ 12,725,548	\$ -	\$ 12,644,705	\$ -	\$ 12,644,705

#### December 31, 2024

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial assets</u>					
Financial assets at amortized cost					
Bonds	\$ 12,606,035	\$ -	\$ 12,394,101	\$ -	\$ 12,394,101

#### March 31, 2024

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
<u>Financial assets</u>					
Financial assets at amortized cost					
Bonds	\$ 2,634,683	\$ -	\$ 2,570,375	\$ -	\$ 2,570,375

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

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1, 2 and 3 based on the degree to which the fair value is observable:

1) The fair value hierarchy is as follows:

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 248,343	\$ -	\$ 248,343
Mutual funds	<u>1,412,973</u>	<u>-</u>	<u>2,328,145</u>	<u>3,741,118</u>
	<u>\$ 1,412,973</u>	<u>\$ 248,343</u>	<u>\$ 2,328,145</u>	<u>\$ 3,989,461</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Listed shares	\$ 24,907,951	\$ -	\$ -	\$ 24,907,951
Unlisted shares	<u>-</u>	<u>-</u>	<u>141,736</u>	<u>141,736</u>
	<u>\$ 24,907,951</u>	<u>\$ -</u>	<u>\$ 141,736</u>	<u>\$ 25,049,687</u>
Financial liabilities at FVTPL				
Derivative financial liabilities	<u>\$ -</u>	<u>\$ 151,913</u>	<u>\$ -</u>	<u>\$ 151,913</u>

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 74,237	\$ -	\$ 74,237
Mutual funds	<u>1,625,415</u>	<u>-</u>	<u>2,003,089</u>	<u>3,628,504</u>
	<u>\$ 1,625,415</u>	<u>\$ 74,237</u>	<u>\$ 2,003,089</u>	<u>\$ 3,702,741</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Listed shares	\$ 24,250,266	\$ -	\$ -	\$ 24,250,266
Unlisted shares	<u>-</u>	<u>-</u>	<u>145,296</u>	<u>145,296</u>
	<u>\$ 24,250,266</u>	<u>\$ -</u>	<u>\$ 145,296</u>	<u>\$ 24,395,562</u>
Financial liabilities at FVTPL				
Derivative financial liabilities	<u>\$ -</u>	<u>\$ 171,632</u>	<u>\$ -</u>	<u>\$ 171,632</u>

March 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Derivative financial assets	\$ -	\$ 184,413	\$ -	\$ 184,413
Mutual funds	<u>1,614,455</u>	<u>-</u>	<u>986,983</u>	<u>2,601,438</u>
	<u>\$ 1,614,455</u>	<u>\$ 184,413</u>	<u>\$ 986,983</u>	<u>\$ 2,785,851</u>
Financial assets at FVTOCI				
Investments in equity instruments				
Listed shares	\$ 24,556,244	\$ -	\$ -	\$ 24,556,244
Unlisted shares	<u>-</u>	<u>-</u>	<u>213,254</u>	<u>213,254</u>
	<u>\$ 24,556,244</u>	<u>\$ -</u>	<u>\$ 213,254</u>	<u>\$ 24,769,498</u>
Financial liabilities at FVTPL				
Derivative financial liabilities	<u>\$ -</u>	<u>\$ 160,259</u>	<u>\$ -</u>	<u>\$ 160,259</u>

- 2) There were no transfers between Levels 1 and 2 in the current and prior periods.
- 3) There was no reconciliation of Level 3 fair value measurements of financial assets except for additions, disposals and changes in fair value recognized in other comprehensive income.
- 4) The fair value of Level 2 financial assets and financial liabilities is determined as follows:
  - a) The fair value of financial instruments with standard terms and conditions and traded in active liquid markets is determined with reference to the quoted market prices.
  - b) The future cash flows of derivatives are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.
- 5) Valuation techniques and assumptions applied for Level 3 fair value measurement is as follows:

The fair values of unlisted shares and funds with no active market is determined using the asset approach, income approach and market approach.

c. Categories of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Financial assets</u>			
Financial assets at FVTPL			
Mandatorily at FVTPL	\$ 3,989,461	\$ 3,702,741	\$ 2,785,851
Financial assets at amortized cost (Note 1)	98,967,752	95,321,562	92,171,616
Financial assets at FVTOCI	25,049,687	24,395,562	24,769,498
<u>Financial liabilities</u>			
Financial liabilities at FVTPL			
Held for trading	151,913	171,632	160,259
Financial liabilities at amortized cost (Note 2)	113,399,289	104,208,786	108,181,753

Note 1: The balance included financial assets at amortized cost, which comprise cash and cash equivalents, financial assets at amortized cost, notes receivable, accounts receivable, other receivables and refundable deposits.

Note 2: The balances included financial liabilities at amortized cost, which comprise short-term borrowings, short-term bills payable, notes payable, accounts payable, other payables, long-term borrowings (including current portion), long-term payables and guarantee deposits.

d. Financial risk management objectives and policies

The Group's major financial instruments included equity investments, borrowings, receivables, payables, lease liabilities, refundable deposits and guarantee deposits. The Group's treasury function monitors and manages the financial risks relating to the operations of the Group through internal risk reports that analyze exposures by degree and magnitude of risks. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

1) Market risk

The Group's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The Group entered into a variety of derivative financial instruments to manage its exposure to foreign currency risk and interest rate risk.

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk. Exchange rate exposures were managed within approved policy parameters utilizing forward foreign exchange contracts and other derivative instruments.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities and the carrying amount of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 36 to the consolidated financial statements.

Sensitivity analysis

The Group was mainly exposed to the USD, RMB, HKD, VND and IDR.

The following table details the Group's sensitivity to 1% increase (decrease) in New Taiwan dollars (the functional currency) against the relevant foreign currencies. A positive (negative) number below indicates an increase (decrease) in pre-tax profit with New Taiwan dollars strengthening 1% against the relevant currency. For a 1% weakening of New Taiwan dollars against the relevant currency, there would be an equal and opposite impact on pre-tax profit and the balances below would be negative.

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
USD	\$ (15,372)	\$ 9,056
RMB	(29,773)	(44,317)
HKD	(36,162)	(26,266)
VND	30,406	37,716
IDR	(313)	(13,499)

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings and using interest rate swap contracts and forward interest rate contracts.

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

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Cash flow interest rate risk			
Financial liabilities	\$ 77,321,449	\$ 69,552,543	\$ 71,132,105

Sensitivity analysis

The sensitivity analysis below was based on the Group's floating rate liabilities. The analysis was prepared assuming the amount of the liabilities outstanding at the end of the reporting period was outstanding for the whole period. If there had been a 1% increase in interest rates, the Group's cash outflows would have increased by \$193,304 thousand and \$177,830 thousand during the three months ended March 31, 2025 and 2024, respectively.

c) Other price risk

The Group was exposed to equity price risk through its investments in listed equity securities and mutual funds. The investments are held for strategic rather than trading purposes. The Group does not actively trade these investments.

Sensitivity analysis

The sensitivity analysis below was determined based on the exposure to equity price risks at the end of the reporting period. If equity prices had declined by 1%, income before income tax for the three months ended March 31, 2025 and 2024 would have decreased by \$37,411 thousand and \$26,014 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL, and the other comprehensive income for the three months ended March 31, 2025 and 2024 would have decreased by \$249,269 thousand and \$245,752 thousand, respectively, as a result of the changes in fair value of financial assets at FVTOCI.

The Group's sensitivity to equity securities investment has not changed significantly from the previous year.

2) Credit risk

Financial instruments are evaluated for credit risk (which represents the potential loss that would be incurred by the Company if a counterparty or third party were to breach a contract). The risk includes the centralization of credit risk, components, contract figures, and accounts receivable. Besides, the Company requires significant clients to provide guarantees of a credit rating of intermediate or higher issued by a bank so as to effectively reduce its credit risk.

### 3) Liquidity risk

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

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

The tables have been drawn up based on the undiscounted cash flows of financial liabilities including both interest and principal from the earliest date on which the Group may be required to pay.

##### March 31, 2025

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	\$ 23,235,413	\$ 9,583,942	\$ 4,393,045	\$ 62,017	\$ 159,919
Lease liabilities	217,732	556,961	1,966,895	4,136,570	808,309
Floating interest rate liabilities	21,556,540	8,364,833	11,209,923	36,190,153	-
Financial guarantee contracts	<u>1,775,168</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 46,784,853</u>	<u>\$ 18,505,736</u>	<u>\$ 17,569,863</u>	<u>\$ 40,388,740</u>	<u>\$ 968,228</u>

##### December 31, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	\$ 21,262,534	\$ 5,852,982	\$ 8,858,310	\$ 63,105	\$ 156,388
Lease liabilities	264,319	543,151	1,911,100	4,220,246	819,100
Floating interest rate liabilities	17,430,302	7,305,138	10,691,040	34,126,063	-
Financial guarantee contracts	<u>1,752,824</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 40,709,979</u>	<u>\$ 13,701,271</u>	<u>\$ 21,460,450</u>	<u>\$ 38,409,414</u>	<u>\$ 975,488</u>

##### March 31, 2024

	On Demand or Less than 1 Month	1-3 Months	3 Months to 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>					
Non-interest bearing liabilities	\$ 22,722,159	\$ 7,318,445	\$ 5,518,223	\$ 100,575	\$ 154,435
Lease liabilities	218,586	810,558	1,803,239	4,685,365	1,198,912
Floating interest rate liabilities	15,710,845	8,318,712	8,669,827	38,432,721	-
Fixed interest rate liabilities	1,500,000	-	2,398,012	-	-
Financial guarantee contracts	<u>1,542,400</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 41,693,990</u>	<u>\$ 16,447,715</u>	<u>\$ 18,389,301</u>	<u>\$ 43,218,661</u>	<u>\$ 1,353,347</u>

The amounts included above for floating interest rate instruments for non-derivative financial liabilities were subject to change if floating interest rates differ from those estimates of interest rates determined at the end of the reporting period.



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

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

March 31, 2025

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>3 Months to 1 Year</b>	<b>1-5 Years</b>	<b>5+ Years</b>
Forward exchange contracts	\$ 34,121	\$ 49,057	\$ 65,660	\$ -	\$ -
Exchange rate swap contracts	<u>2,530</u>	<u>545</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 36,651</u>	<u>\$ 49,602</u>	<u>\$ 65,660</u>	<u>\$ -</u>	<u>\$ -</u>

December 31, 2024

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>3 Months to 1 Year</b>	<b>1-5 Years</b>	<b>5+ Years</b>
Forward exchange contracts	\$ 9,513	\$ 51,839	\$ 25,989	\$ -	\$ -
Exchange rate swap contracts	<u>28,517</u>	<u>32,935</u>	<u>22,839</u>	<u>-</u>	<u>-</u>
	<u>\$ 38,030</u>	<u>\$ 84,774</u>	<u>\$ 48,828</u>	<u>\$ -</u>	<u>\$ -</u>

March 31, 2024

	<b>On Demand or Less than 1 Month</b>	<b>1-3 Months</b>	<b>3 Months to 1 Year</b>	<b>1-5 Years</b>	<b>5+ Years</b>
Forward exchange contracts	\$ 20,708	\$ 50,803	\$ 69,385	\$ -	\$ -
Exchange rate option contracts	<u>-</u>	<u>-</u>	<u>19,363</u>	<u>-</u>	<u>-</u>
	<u>\$ 20,708</u>	<u>\$ 50,803</u>	<u>\$ 88,748</u>	<u>\$ -</u>	<u>\$ -</u>

### 33. TRANSACTIONS WITH RELATED PARTIES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

#### a. Related party names and categories

<b>Name</b>	<b>Related Party Category</b>
Oftenrich Holdings Limited	Associate
San Fang Chemical Industry Co., Ltd.	Associate
Ka Yuen Rubber Factory Limited	Joint venture
Twinways Investments Limited	Joint venture
Shandong Liwei Economic and Trade Co., Ltd.	Other related party

#### b. Operating revenue

<b>Account Item</b>	<b>Related Party Category</b>	<b>For the Three Months Ended March 31</b>	
		<b>2025</b>	<b>2024</b>
Sales	Associates	\$ 25,262	\$ 18,680
	Joint ventures	56,049	97,587
	Others	<u>54,244</u>	<u>41,008</u>
		<u>\$ 135,555</u>	<u>\$ 157,275</u>

The sales prices and receivable terms to related parties were not significantly different from those of non-related parties.

#### c. Purchases

<b>Account Item</b>	<b>Related Party Category</b>	<b>For the Three Months Ended March 31</b>	
		<b>2025</b>	<b>2024</b>
Purchases	Associates	\$ 908,591	\$ 822,478
	Joint ventures	<u>1,437,227</u>	<u>990,379</u>
		<u>\$ 2,345,818</u>	<u>\$ 1,812,857</u>

The purchase prices and payment terms from related parties were not significantly different from those of non-related parties.

#### d. Receivables from related parties

<b>Account Item</b>	<b>Related Party Category</b>	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Accounts receivable	Associates	\$ 7,853	\$ 18,249	\$ 15,808
	Joint ventures	28,485	40,296	40,672
	Others	<u>25,108</u>	<u>9,754</u>	<u>21,814</u>
		<u>\$ 61,446</u>	<u>\$ 68,299</u>	<u>\$ 78,294</u>

No expected credit loss was recognized for the three months ended March 31, 2025 and 2024 for the amounts owed by related parties.

e. Payables to related parties

<b>Account Item</b>	<b>Related Party Category</b>	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Accounts payable	Associates	\$ 826,424	\$ 708,727	\$ 720,744
	Joint ventures	<u>1,221,298</u>	<u>1,067,164</u>	<u>1,120,975</u>
		<u>\$ 2,047,722</u>	<u>\$ 1,775,891</u>	<u>\$ 1,841,719</u>

f. Financing provided

Please refer to Table 1 “Financing provided to others” of Note 37 to the consolidated financial statements.

g. Endorsements/guarantees provided

Please refer to Table 2 “Endorsements/guarantees provided” of Note 37 to the consolidated financial statements.

h. Compensation of key management personnel

	<b>For the Three Months Ended March 31</b>	
	<b>2025</b>	<b>2024</b>
Short-term employee benefits	<u>\$ 71,672</u>	<u>\$ 81,458</u>

The remuneration of directors and key management personnel was determined by the remuneration committee with regard to the performance of individuals and market trends.

### 34. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collateral for the issuance of gift vouchers:

	<b>March 31, 2025</b>	<b>December 31, 2024</b>	<b>March 31, 2024</b>
Financial assets at amortized cost - non-current	<u>\$ 56,367</u>	<u>\$ 59,198</u>	<u>\$ 47,498</u>

### 35. SIGNIFICANT COMMITMENTS AND UNRECOGNIZED LIABILITIES

- a. Outstanding letters of credit of the Group at the end of reporting period were as follows:

(Unit: In Thousands of Foreign Currencies)

Foreign Currencies	March 31, 2025	December 31, 2024	March 31, 2024
USD	\$ 1,276	\$ 1,224	\$ 1,416
VND	12,685,381	12,685,381	14,685,381

- b. The Company entered into project agreements with the Taiwan Small & Medium Enterprise Counseling Foundation. According to the project agreements, the Company has to provide promissory notes and the bank's guaranteed letter to Taiwan Small & Medium Enterprise Counseling Foundation as guarantee.
- c. The Group entered into a memorandum of cooperation with the government of Tamil Nadu, India, on April 17, 2023. According to the memorandum, the Group will invest approximately INR23 billion (approximately US\$276 million) in two stages during the 12-year investment period from 2023 to 2035 to set up a production base in the Special Economic Zone of Tamil Nadu.
- d. The unrecognized contractual commitments of the merged company are as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Procurement of property, plant and equipment	\$ 2,008,172	\$ 2,624,406	\$ 3,861,120
Procurement of intangible assets	<u>-</u>	<u>-</u>	<u>40,544</u>
	<u>\$ 2,008,172</u>	<u>\$ 2,624,406</u>	<u>\$ 3,901,664</u>

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

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

March 31, 2025

	Foreign Currencies (In Thousands)	Exchange Rate	Carrying Amount (In Thousands)
<u>Financial assets</u>			
Monetary items			
USD	\$ 90,200	33.205	\$ 2,995,103
NTD	1,743,333	1	1,743,333
RMB	2,329,235	4.573	10,651,593
HKD	865,729	4.268	3,694,932
VND	209,207,813	0.00128	267,786
IDR	208,684,236	0.00203	423,629

(Continued)

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount (In Thousands)</b>
Non-monetary items			
USD	\$ 10,346	33.205	\$ 343,551
NTD	698,500	1	698,500
RMB	154,282	4.573	705,503
VND	10,477,344	0.00128	13,411

Financial liabilities

Monetary items			
USD	43,913	33.205	1,458,141
NTD	1,390,055	1	1,390,055
RMB	1,678,248	4.573	7,674,626
HKD	18,432	4.268	78,669
VND	3,249,831,250	0.00128	4,159,784
IDR	193,054,187	0.00203	391,900
Non-monetary items			
USD	7	33.205	241
			(Concluded)

December 31, 2024

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount (In Thousands)</b>
<u>Financial assets</u>			
Monetary items			
USD	\$ 48,962	32.785	\$ 1,605,223
NTD	398,993	1	398,993
RMB	2,552,437	4.478	11,429,812
HKD	61,812	4.222	260,972
VND	362,921,260	0.00127	460,910
IDR	170,255,665	0.00203	345,619
Non-monetary items			
USD	5,025	32.785	164,731
NTD	753,957	1	753,957
RMB	154,120	4.478	690,150
VND	30,800,787	0.00127	39,117

Financial liabilities

Monetary items			
USD	116,733	32.785	3,827,105
NTD	1,527,825	1	1,527,825
RMB	1,597,533	4.478	7,153,755
HKD	18,749	4.222	79,157
VND	1,353,072,441	0.00127	1,718,402
IDR	156,297,537	0.00203	317,284

March 31, 2024

	<b>Foreign Currencies (In Thousands)</b>	<b>Exchange Rate</b>	<b>Carrying Amount (In Thousands)</b>
<u>Financial assets</u>			
Monetary items			
USD	\$ 44,917	32.000	\$ 1,437,343
NTD	198,944	1	198,944
RMB	2,439,211	4.408	10,752,040
HKD	664,935	4.089	2,718,918
VND	337,289,764	0.00127	428,358
IDR	818,459,113	0.00203	1,661,472
Non-monetary items			
USD	4,817	32.000	155,867
NTD	121,504	1	121,504
RMB	213,212	4.408	939,839
VND	50,116,535	0.00127	63,648
<u>Financial liabilities</u>			
Monetary items			
USD	73,208	32.000	2,342,658
NTD	2,491,002	1	2,491,002
RMB	1,433,730	4.408	6,319,884
HKD	22,588	4.089	92,361
VND	4,108,890,551	0.00127	5,218,291
IDR	143,496,059	0.00203	291,297

For the three months ended March 31, 2025 and 2024, net foreign exchange gains were \$142,327 thousand and gain were \$256,049 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the functional currencies of the Group's entities.

### 37. SEPARATELY DISCLOSED ITEMS

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) Intercompany relationships and significant intercompany transactions (Table 6)
- 7) Information on investees (Table 7)

b. Information on investments in mainland China

- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area (Table 8)
- 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party including transaction prices, payment terms, and unrealized gains or losses: (None).

### 38. SEGMENT INFORMATION

a. Information about reportable segments

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

- 1) Manufacturing of shoes;
- 2) Retail of sporting goods and wholesale business; and
- 3) Others.

b. Segment revenue and results

The Group's revenue and results by reportable segment were as follows:

For the three months ended March 31, 2025

	<b>Manufacturing of Shoes</b>	<b>Retail of Sporting Goods and Wholesale Business</b>	<b>Others</b>	<b>Total</b>
Revenues from external customers	<u>\$ 43,713,541</u>	<u>\$ 23,066,139</u>	<u>\$ 250,577</u>	<u>\$ 67,030,257</u>
Segment income	<u>\$ 5,802,438</u>	<u>\$ 1,638,730</u>	<u>\$ 170,955</u>	\$ 7,612,123
Administrative cost and remuneration of directors				(4,637,765)
Interest income				471,390
Rental income				287,976
Other income				313,193
Net loss on disposal of property, plant and equipment				(10,151)
Net foreign exchange gain				142,327
Net gain on disposal of associates				79,836
Net gain on financial assets at FVTPL				66,693
Other loss				(83,486)
Finance costs				(645,598)
Share of profit of associates and joint ventures				<u>2,657,410</u>
Income before income tax				<u>\$ 6,253,948</u>

For the three months ended March 31, 2024

	<b>Manufacturing of Shoes</b>	<b>Retail of Sporting Goods and Wholesale Business</b>	<b>Others</b>	<b>Total</b>
Revenue from external customers	<u>\$ 39,458,686</u>	<u>\$ 23,577,603</u>	<u>\$ 252,585</u>	<u>\$ 63,288,874</u>
Segment income	<u>\$ 6,177,691</u>	<u>\$ 1,849,488</u>	<u>\$ 177,295</u>	<u>\$ 8,204,474</u>
Administrative costs and remuneration of directors				(4,414,013)
Interest income				558,665
Rental income				208,420
Other income				278,337
Net loss on disposal of property, plant and equipment				(3,287)
Net foreign exchange gain				256,049
Net gain on disposal of associates				396,056
Net gain on financial assets at FVTPL				222,685
Impairment loss of assets				(206,391)
Gain on modification of lease				276,579
Other loss				(76,475)
Net loss on derecognition of financial assets at amortized cost				(3,516)
Finance costs				(710,247)
Share of profit of associates and joint ventures				<u>2,911,658</u>
Income before income tax				<u>\$ 7,898,994</u>

- 1) Sales between segments were made at market price.
- 2) Segment profit represented the profit before income tax earned by each segment without allocation of administration costs and remuneration of directors, interest income, rental income, other income, net loss on disposal of property, plant and equipment, net foreign exchange gain, disposal of net interest in associated companies, net gain on financial instruments, recognized of impairment loss, gain on modification of lease, other loss, net loss on derecognition of financial assets at amortized cost, finance costs and the share of profit of associates and joint ventures. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.



TABLE 1

## POU CHEN CORPORATION AND SUBSIDIARIES

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

No. (Note 1)	Financing Company	Borrowing Company	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing (Note 2)	Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Notes 3 and 4)	Aggregate Financing Limit (Notes 3 and 4)	Note
													Item	Value			
1	Dongguan Baoqiao Electronic Technology Co., Ltd.	Shanggao Yisen Industry Co., Ltd.	Accounts receivable from related parties	Yes	\$ 68,595 (RMB 15,000,000)	\$ 68,595 (RMB 15,000,000)	\$ 68,595 (RMB 15,000,000)	1.00	2	\$ -	Operating capital	\$ -	-	\$ -	\$ 336,950	\$ 336,950	
2	Dongguan Yuming Electronic Technology Co., Ltd.	Shanggao Yisen Industry Co., Ltd.	Accounts receivable from related parties	Yes	45,730 (RMB 10,000,000)	45,730 (RMB 10,000,000)	45,730 (RMB 10,000,000)	1.00	2	-	Operating capital	-	-	-	344,094	344,094	
3	Wang Yi Construction Co., Ltd.	Barits Development Corporation	Accounts receivable from related parties	Yes	26,000	26,000	26,000	1.29	2	-	Operating capital	-	-	-	26,017	26,017	
4	Song Ming Investments Co., Ltd.	Barits Development Corporation	Accounts receivable from related parties	Yes	100,000	100,000	100,000	1.29	2	-	Operating capital	-	-	-	1,347,175	1,347,175	
5	Orisol Asia Limited	Orisol Vietnam Co., Ltd.	Accounts receivable from related parties	Yes	29,417 (US\$ 900,000)	28,888 (US\$ 870,000)	28,888 (US\$ 870,000)	3.00	2	-	Operating capital	-	-	-	591,626	591,626	
6	Prime Asia (S.E. Asia) Leather Corporation	Prime Asia (Vietnam) Co., Ltd.	Accounts receivable from related parties	Yes	587,729 (US\$ 17,700,000)	587,729 (US\$ 17,700,000)	587,729 (US\$ 17,700,000)	1.50	2	-	Operating capital	-	-	-	1,577,466	1,577,466	
7	Yue Yuen Industrial (Holdings) Limited	Pt. Pou Yuen Indonesia	Accounts receivable from related parties	Yes	2,639,798 (US\$ 79,500,000)	2,639,798 (US\$ 79,500,000)	2,639,798 (US\$ 79,500,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pt. Glostar Indonesia	Accounts receivable from related parties	Yes	2,606,594 (US\$ 78,500,000)	2,606,594 (US\$ 78,500,000)	2,606,594 (US\$ 78,500,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pt. Nikomas Gemilang	Accounts receivable from related parties	Yes	5,279,595 (US\$ 159,000,000)	5,279,595 (US\$ 159,000,000)	5,279,595 (US\$ 159,000,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pt. Pou Chen Indonesia	Accounts receivable from related parties	Yes	962,945 (US\$ 29,000,000)	962,945 (US\$ 29,000,000)	962,945 (US\$ 29,000,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pouyuen Vietnam Company Limited	Accounts receivable from related parties	Yes	8,168,430 (US\$ 246,000,000)	8,168,430 (US\$ 246,000,000)	8,168,430 (US\$ 246,000,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pou Hung Vietnam Company Limited	Accounts receivable from related parties	Yes	896,535 (US\$ 27,000,000)	896,535 (US\$ 27,000,000)	896,535 (US\$ 27,000,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pou Li Vietnam Company Limited	Accounts receivable from related parties	Yes	896,535 (US\$ 27,000,000)	896,535 (US\$ 27,000,000)	896,535 (US\$ 27,000,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pou Phong Vietnam Company Limited	Accounts receivable from related parties	Yes	630,895 (US\$ 19,000,000)	630,895 (US\$ 19,000,000)	630,895 (US\$ 19,000,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Yue De Vietnam Company Limited	Accounts receivable from related parties	Yes	2,423,965 (US\$ 73,000,000)	2,423,965 (US\$ 73,000,000)	2,423,965 (US\$ 73,000,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pou Sung Vietnam Company Limited	Accounts receivable from related parties	Yes	5,013,955 (US\$ 151,000,000)	5,013,955 (US\$ 151,000,000)	5,013,955 (US\$ 151,000,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pro Kingtex Industrial Company Limited	Accounts receivable from related parties	Yes	78,364 (US\$ 2,360,000)	78,364 (US\$ 2,360,000)	78,364 (US\$ 2,360,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Precious Full Investments Ltd.	Accounts receivable from related parties	Yes	1,104,066 (US\$ 33,250,000)	1,104,066 (US\$ 33,250,000)	1,104,066 (US\$ 33,250,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Solar Link International Inc.	Accounts receivable from related parties	Yes	104,264 (US\$ 3,140,000)	104,264 (US\$ 3,140,000)	104,264 (US\$ 3,140,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Ct TNHH Mtv Dịch Vụ Thương Mại Tu Vạn	Accounts receivable from related parties	Yes	9,962 (US\$ 300,000)	9,962 (US\$ 300,000)	9,962 (US\$ 300,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Xuat Nhập Khẩu Vạn Thuận	Accounts receivable from related parties	Yes	2,546,825 (US\$ 76,700,000)	2,546,825 (US\$ 76,700,000)	2,546,825 (US\$ 76,700,000)	3.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Pt. Hardases Abadi Indonesia	Accounts receivable from related parties	Yes	91,460 (RMB 20,000,000)	91,460 (RMB 20,000,000)	91,460 (RMB 20,000,000)	1.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Yang Xin Pou Jia Shoes Manufacturing Co., Ltd.	Accounts receivable from related parties	Yes	352,121 (RMB 77,000,000)	352,121 (RMB 77,000,000)	352,121 (RMB 77,000,000)	1.00	2	-	Operating capital	-	-	-	58,948,053	58,948,053	
		Dongguan Yu Xiang Shoes Material Co., Ltd.	Accounts receivable from related parties	Yes						-	Operating capital	-	-	-			
8	Hero Luck Group Ltd.	High Glory Footwear India Private Ltd.	Accounts receivable from related parties	Yes	730,510 (US\$ 22,000,000)	730,510 (US\$ 22,000,000)	730,510 (US\$ 22,000,000)	3.00	2	-	Operating capital	-	-	-	3,873,430	3,873,430	
9	The Look (Macao Commercial Offshore) Company Limited	Dongguan Yusheng Shoe Industry Co., Ltd.	Accounts receivable from related parties	Yes	457,300 (RMB 100,000,000)	457,300 (RMB 100,000,000)	457,300 (RMB 100,000,000)	1.00	2	-	Operating capital	-	-	-	2,321,080	2,321,080	
10	Pou Chien Enterprise Co., Ltd.	Yue Yuen Industrial (Holdings) Limited	Accounts receivable from related parties	Yes	1,553,371 (US\$ 47,330,000)	1,239,543 (US\$ 37,330,000)	1,239,543 (US\$ 37,330,000)	3.00	2	-	Operating capital	-	-	-	2,373,465	2,373,465	
		Prime Asia Leather Corporation	Accounts receivable from related parties	Yes	464,870 (US\$ 14,000,000)	464,870 (US\$ 14,000,000)	464,870 (US\$ 14,000,000)	3.00	2	-	Operating capital	-	-	-	2,373,465	2,373,465	
		I-Tech. Sporting Enterprise Ltd.	Accounts receivable from related parties	Yes	300,000	300,000	151,230	1.29	2	-	Operating capital	-	-	-	2,373,465	2,373,465	
11	Dongguan Yusheng Shoe Industry Co., Ltd.	Dong Guan Pou Chen Footwear Company Limited	Accounts receivable from related parties	Yes	1,097,520 (RMB 240,000,000)	1,097,520 (RMB 240,000,000)	1,051,790 (RMB 230,000,000)	1.00	2	-	Operating capital	-	-	-	1,852,805	1,852,805	
		Shanggao Yisen Industry Co., Ltd.	Accounts receivable from related parties	Yes	201,212 (RMB 44,000,000)	201,212 (RMB 44,000,000)	201,212 (RMB 44,000,000)	1.00	2	-	Operating capital	-	-	-	1,852,805	1,852,805	
12	Rui Jin Pou Yuen Footwear Development Co., Ltd.	Yu Xing (Jishui) Footwear Co., Ltd.	Accounts receivable from related parties	Yes	37,499 (RMB 8,200,000)	37,499 (RMB 8,200,000)	37,499 (RMB 8,200,000)	1.00	2	-	Operating capital	-	-	-	248,422	248,422	
		Yue Yuen (Anfu) Footwear Co., Ltd.	Accounts receivable from related parties	Yes	67,590 (RMB 15,000,000)	-	-	-	2	-	Operating capital	-	-	-	248,422	248,422	
13	Bao Hong (Yangzhou) Shoes Co., Ltd.	Shanggao Yisen Industry Co., Ltd.	Accounts receivable from related parties	Yes	77,741 (RMB 17,000,000)	77,741 (RMB 17,000,000)	77,741 (RMB 17,000,000)	1.00	2	-	Operating capital	-	-	-	771,494	771,494	
		Yisen (YiFeng) Mould Co., Ltd.	Accounts receivable from related parties	Yes	27,036 (RMB 6,000,000)	-	-	-	2	-	Operating capital	-	-	-	771,494	771,494	
14	Dong Guan Yue Yuan Footwear Products Company Limited	Dong Guan Pou Chen Footwear Company Limited	Accounts receivable from related parties	Yes	320,110 (RMB 70,000,000)	320,110 (RMB 70,000,000)	320,110 (RMB 70,000,000)	1.00	2	-	Operating capital	-	-	-	350,970	350,970	

(Continued)

No. (Note 1)	Financing Company	Borrowing Company	Financial Statement Account	Related Party	Maximum Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing (Note 2)	Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Notes 3 and 4)	Aggregate Financing Limit (Notes 3 and 4)	Note
													Item	Value			
15	Pouyuen Vietnam Company Limited	Tech Mastery Vietnam Company Limited	Accounts receivable from related parties	Yes	\$ 313,150 (US\$ 9,580,838)	\$ 311,784 (US\$ 9,389,671)	\$ 311,784 (US\$ 9,389,671)	2.50	2	\$ -	Operating capital	\$ -	-	\$ -	\$ 3,713,521	\$ 3,713,521	
16	Pou Sung Vietnam Company Limited	Tech Mastery Vietnam Company Limited	Accounts receivable from related parties	Yes	182,671 (US\$ 5,588,822)	181,874 (US\$ 5,477,308)	181,874 (US\$ 5,477,308)	2.50	2	-	Operating capital	-	-	-	4,406,735	4,406,735	
17	Pou Chen Vietnam Enterprise Ltd.	Tech Mastery Vietnam Company Limited	Accounts receivable from related parties	Yes	156,575 (US\$ 4,790,419)	-	-	-	2	-	Operating capital	-	-	-	2,018,453	2,018,453	
18	Precious Full Investments Limited	Bangladesh Pou Hung Industrial Limited	Accounts receivable from related parties	Yes	630,895 (US\$ 19,000,000)	630,895 (US\$ 19,000,000)	630,895 (US\$ 19,000,000)	-	2	-	Operating capital	-	-	-	5,673,669	5,673,669	
		Pou Yuen Cambodia Enterprise, Ltd.			302,398 (US\$ 9,107,000)	302,398 (US\$ 9,107,000)	302,398 (US\$ 9,107,000)	-	2	-	Operating capital	-	-	-	5,673,669	5,673,669	
19	Wealthplus Holdings Limited	Pou Chen Corporation	Accounts receivable from related parties	Yes	9,200,589 (US\$ 43,000,000) (RMB 1,394,000,000) (NT\$ 1,398,012)	9,200,589 (US\$ 43,000,000) (RMB 1,394,000,000) (NT\$ 1,398,012)	9,200,589 (US\$ 43,000,000) (RMB 1,394,000,000) (NT\$ 1,398,012)	-	2	-	Operating capital	-	-	-	181,883,331	181,883,331	
20	Pou Sheng (China) Investment Group Co., Ltd.	Qingdao Pou-Sheng International Sport Products Co., Ltd.	Loans receivable	Yes	1,671,290 (RMB 365,469,033)	1,671,290 (RMB 365,469,033)	32,926 (RMB 7,200,000)	3.45	2	-	Operating capital	-	-	-	6,685,160	6,685,160	

Note 1: The Company is coded as follows:

- a. The Company is coded “0”.
- b. The investee is coded consecutively beginning from “1” in the order presented in the table above.

Note 2: The nature of financing is code as follows:

- a. Business relationship is coded 1.
- b. The need for short-term financing is coded 2.

Note 3: According to the Company’s policy, procedure of financing provided to others as follows:

- a. The maximum amount permitted to a single borrower is listed based on the types of financing reasons as follows:
  - 1) Business relationship: Each of the financing amount shall not exceed the amount of our business relationship. Business relationship means higher amount of the purchases from or sales to both sides in the current year or in the future year and shall not exceed 10% of the Company's net worth.
  - 2) The need for short-term financing: Each of the financing amount shall not exceed 10% of the Company's net worth.
- b. The total maximum amount permitted to a single borrower is listed based on the types of financing reasons as follows:
  - 1) Business relationship: Each of the financing amount shall not exceed 10% of the Company’s net worth.
  - 2) The need for short-term financing: Each of the financing amount shall not exceed 40% of the Company’s net worth.
  - 3) Among foreign companies which the Company holds 100% voting rights directly and indirectly, when financing is necessary, the amount is not limited by the above information. However, the limit amount of financing to others during one year shall not exceed the borrowers’ net worth.

Note 4: Dongguan Baoqiao Electronic Technology Co., Ltd. for subsidiaries in which Pou Chen holds 100% voting rights directly and indirectly: The financing amount and each of the financing amount shall not exceed 100% of total equity of Dongguan Baoqiao Electronic Technology Co., Ltd.'s financial statement. Dongguan Yuming Electronic Technology Co., Ltd. for subsidiaries in which Pou Chen holds 100% voting rights directly and indirectly: The financing amount and each of the financing amount shall not exceed 100% of total equity of Dongguan Yuming Electronic Technology Co., Ltd.'s financial statement. When Wang Yi Construction Co., Ltd. engages in fund lending, the financing amount shall not exceed 40% of total equity in the Wang Yi Construction Co., Ltd.'s financial statements. When Yue Yuen Industrial (Holdings) Limited engages in fund lending, the financing amount shall not exceed 40% of total equity in the Yue Yuen’s consolidated financial statements. Foreign companies on which Yue Yuen Industrial (Holdings) Limited holds 100% voting rights directly and indirectly: The financing amount shall not exceed 100% of total equity of Yue Yuen's consolidated financial statement. If the lender or the borrower is registered in Taiwan, the financing amount shall not exceed 40% of total equity of lender's financial statement. When Wealthplus Holdings Limited engages in fund lending, the financing amount shall not exceed 100% of total equity in the Wealthplus Holdings Limited’s consolidated financial statements. For subsidiaries in which Pou Sheng (China) Investment Group Co., Ltd holds not 100% voting rights directly. The financing amount shall not exceed 40% of total equity of lender's financial statement.

(Concluded)

POU CHEN CORPORATION AND SUBSIDIARIES

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

No. (Note 1)	Endorsement/ Guarantee Provider	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party (Note 3)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 3)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries (Note 4)	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent (Note 4)	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China (Note 4)	Note
		Name	Relationship (Note 2)											
0	Pou Chen Corporation	Wealthplus Holdings Limited Pro Arch International Development Enterprise Inc. Barits Development Corporation Windsor Entertainment Co., Ltd. Pou Shine Investment Co., Ltd. Pou Yuen Technology Co., Ltd. Pou Yii Development Co., Ltd.	b b b b b b b	\$ 142,037,984 142,037,984 142,037,984 142,037,984 142,037,984 142,037,984 142,037,984	\$ 29,416,500 62,294 8,292,300 80,000 1,750,000 100,000 600,000	\$ 29,220,400 58,401 8,292,300 80,000 1,750,000 100,000 600,000	\$ - 58,401 2,725,400 30,000 609,200 - 139,120	\$ - - - - - - -	21 - 6 - 1 - -	\$ 284,075,968 284,075,968 284,075,968 284,075,968 284,075,968 284,075,968 284,075,968	Y Y Y Y Y Y Y	N N N N N N N	N N N N N N N	
1	Yue Yuen Industrial (Holdings) Limited	Cohen Enterprises Inc.  Oftenrich Holdings Limited  Chang Yang Material Corp. Pt. Selalu Cinta Indonesia  Orisol Taiwan Limited Pou Phong Vietnam Company Ltd.  Pt. KMK Global Sports  Pt. Shoenary Javanesia Inc.  Yue Dean Technology Corporation I-Tech Sporting Enterprises Ltd.	f  f b  b b  b  b b	88,422,079  88,422,079  88,422,079 88,422,079  88,422,079 88,422,079  88,422,079  88,422,079 88,422,079	1,079,163 (US\$ 32,500,000) 687,345 (US\$ 20,700,000) 8,660 3,498,977 (US\$ 105,375,000) 90,000 298,845 (US\$ 9,000,000) 2,938,643 (US\$ 88,500,000) 1,353,104 (US\$ 40,750,000) 1,500,000 2,000,000	1,079,163 (US\$ 32,500,000) 687,345 (US\$ 20,700,000) 8,660 3,498,977 (US\$ 105,375,000) - 298,845 (US\$ 9,000,000) 2,938,643 (US\$ 88,500,000) 1,353,104 (US\$ 40,750,000) 1,500,000 2,000,000	745,535 (US\$ 22,452,500) -  1,584 2,316,675 (US\$ 69,768,866) - -  475,911 (US\$ 14,332,515) 1,051,935 (US\$ 31,680,000) 60,000 935,600	- - - - - - - - - - - - - -	1 - - 2 - - - - 2 1 1	221,055,198  221,055,198  221,055,198 221,055,198  221,055,198 221,055,198  221,055,198 221,055,198  221,055,198 221,055,198	N  N N  N N  N  N N  N N	N  N N  N N  N  N N  N N	N  N N  N N  N  N N  N N	
2	Pou Sheng International (Holdings) Limited	Shaanxi Pousheng Trading Co., Ltd.  Shanghai Pou-Yuen Sport Products Business Trading Co., Ltd.  Hefei Pouxun Sporting Goods Co., Ltd. Henan YYSPO RTS Sport Products Co., Ltd. Zhejiang Shengdao Sporting-Goods Co., Ltd.  Yue Cheng (Kun Shan) Sports Co., Ltd. Qingdao Pou-Sheng International Sport Products Co., Ltd. Bao Sheng Dao Ji (Beijing) Trading Company Ltd.  Pou Yuen Trading Corporation  Taiwan Taisong Trading Co., Ltd. Guangzhou Pou-Yuen Trading Co., Ltd.  Pou Sheng (China) Investment Group Co., Ltd.  Taicang Yue-Shen Sporting Goods Co., Ltd.  Yue-Shen (Taicang) Footwear Co., Ltd. PCG Bros Sports Management Co., Ltd. Hainan Baoxun Electronic Commerce Co., Ltd.	b  b  b b  b b  b b  b b  b b  b b  b b	80,251,440  80,251,440  80,251,440 80,251,440  80,251,440 80,251,440  80,251,440 80,251,440  80,251,440 80,251,440  80,251,440 80,251,440  80,251,440 80,251,440  80,251,440 80,251,440  80,251,440 80,251,440  80,251,440 80,251,440  80,251,440 80,251,440	6,516,223 (RMB 945,701,422) (US\$ 66,000,000) 12,616,704 (RMB 2,279,723,044) (US\$ 66,000,000) 229,980 (RMB 50,290,839) 217,289 (RMB 47,515,578) 5,121,146 (RMB 640,633,258) (US\$ 66,000,000) 2,532,390 (RMB 561,256,637) 211,131 (RMB 46,168,997) 4,826,725 (RMB 576,250,852) (US\$ 66,000,000) 772,820 (RMB 4,000,000) (NT\$ 640,000) 70,000 2,191,530 (US\$ 66,000,000) 8,853,705 (RMB 1,456,850,000) (US\$ 66,000,000) 2,396,170 (RMB 44,749,548) (US\$ 66,000,000) 205,785 (RMB 44,999,971) 166,025 (US\$ 5,000,000) 13,381,205 (RMB 2,490,900,000) (US\$ 66,000,000)	6,516,223 (RMB 945,701,422) (US\$ 66,000,000) 12,616,704 (RMB 2,279,723,044) (US\$ 66,000,000) 229,980 (RMB 50,290,839) 217,289 (RMB 47,515,578) 5,121,146 (RMB 640,633,258) (US\$ 66,000,000) 2,475,167 (RMB 541,256,637) 211,131 (RMB 46,168,997) 4,826,725 (RMB 576,250,852) (US\$ 66,000,000) 772,820 (RMB 4,000,000) (NT\$ 640,000) 70,000 2,191,530 (US\$ 66,000,000) 8,853,705 (RMB 1,456,850,000) (US\$ 66,000,000) 2,396,170 (RMB 44,749,548) (US\$ 66,000,000) 205,785 (RMB 44,999,971) 166,025 (US\$ 5,000,000) 8,895,548 (RMB 1,466,000,000) (US\$ 66,000,000)	2,389 (RMB 522,412)  16,098 (RMB 3,520,335)  -  23,760 (RMB 5,195,729) -  96,494 (RMB 21,100,735) -  4,894 (RMB 1,070,282)  209,300  - - - - 1,690,292 (RMB 369,624,258)  8,962 (RMB 1,959,760)  9,506 (RMB 2,078,826) -  9,109 (RMB 1,991,862)	- -						

(Continued)

No. (Note 1)	Endorsement/ Guarantee Provider	Endorsee/Guarantee		Limit on Endorsement/ Guarantee Given on Behalf of Each Party (Note 3)	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collateral	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note 3)	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries (Note 4)	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent (Note 4)	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China (Note 4)	Note
		Name	Relationship (Note 2)											
2	Pou Sheng International (Holdings) Limited	Hainan Shengwei Electronic Commerce Co., Ltd.	b	\$ 80,251,440	\$ 16,596,480 (RMB 3,150,000,000) (US\$ 66,000,000)	\$ 16,596,480 (RMB 3,150,000,000) (US\$ 66,000,000)	\$ 704,194 (RMB 153,989,434)	\$ -	39	\$ 160,502,880	N	N	Y	
		Dalian YYSports Sport Industrial Development Co., Ltd.	b	80,251,440	202,722 (RMB 44,330,230)	202,722 (RMB 44,330,230)	-	-	-	160,502,880	N	N	Y	
		Shanghai YYSports Sport Industrial Development Co., Ltd.	b	80,251,440	457,300 (RMB 100,000,000)	457,300 (RMB 100,000,000)	-	-	1	160,502,880	N	N	Y	
		Harbin YYSports Sport Industrial Development Co., Ltd.	b	80,251,440	182,920 (RMB 40,000,000)	182,920 (RMB 40,000,000)	-	-	-	160,502,880	N	N	Y	
		Jiangxi Baoyuan Trading Co., Ltd.	b	80,251,440	182,920 (RMB 40,000,000)	182,920 (RMB 40,000,000)	-	-	-	160,502,880	N	N	Y	
		Guizhou YYSports Sport Industrial Development Co., Ltd.	b	80,251,440	182,920 (RMB 40,000,000)	182,920 (RMB 40,000,000)	-	-	-	160,502,880	N	N	Y	
		Changsha YYSports Sport Industrial Development Co., Ltd.	b	80,251,440	182,920 (RMB 40,000,000)	182,920 (RMB 40,000,000)	-	-	-	160,502,880	N	N	Y	
		Nanning Pou Guan Sports Goods Co., Ltd.	b	80,251,440	182,920 (RMB 40,000,000)	182,920 (RMB 40,000,000)	-	-	-	160,502,880	N	N	Y	
		Fujian Baoda Sports Goods Co., Ltd	b	80,251,440	182,920 (RMB 40,000,000)	182,920 (RMB 40,000,000)	-	-	-	160,502,880	N	N	Y	
3	Pou Sheng (China) Investment Group Co., Ltd.	Shanghai Pou-Yuen Sport Products Business Trading Co., Ltd.	b	33,425,795	1,297,560 (RMB 287,580,000)	1,294,525 (RMB 283,080,000)	16,196 (RMB 3,541,438)	-	8	66,851,589	N	N	Y	
		Hefei Pouxun Sporting Goods Co., Ltd.	b	33,425,795	51,933 (RMB 11,510,000)	32,057 (RMB 7,010,000)	1,534 (RMB 335,387)	-	-	66,851,589	N	N	Y	
		Shaanxi Pousheng Trading Co., Ltd.	b	33,425,795	60,020 (RMB 13,125,000)	60,020 (RMB 13,125,000)	2,577 (RMB 563,522)	-	-	66,851,589	N	N	Y	
		Taicang Yue-Shen Sporting Goods Co., Ltd.	b	33,425,795	31,165 (RMB 6,815,000)	31,165 (RMB 6,815,000)	-	-	-	66,851,589	N	N	Y	
		Henan YYSports Sport Products Co., Ltd.	b	33,425,795	91,460 (RMB 20,000,000)	91,460 (RMB 20,000,000)	-	-	1	66,851,589	N	N	Y	
		Qingdao Pou-Sheng International Sport Products Co., Ltd.	b	33,425,795	106,619 (RMB 23,315,000)	106,619 (RMB 23,315,000)	-	-	1	66,851,589	N	N	Y	
		Shanghai Shengdao Sports Goods Company Limited	b	33,425,795	914,600 (RMB 200,000,000)	914,600 (RMB 200,000,000)	109,365 (RMB 23,915,309)	-	5	66,851,589	N	N	Y	
		Shanghai Shengjie Sports Goods Company Limited	b	33,425,795	903,716 (RMB 197,620,000)	903,716 (RMB 197,620,000)	-	-	5	66,851,589	N	N	Y	
		Changsha Shengdao Sports Goods Co.	b	33,425,795	55,356 (RMB 12,105,000)	55,356 (RMB 12,105,000)	4,089 (RMB 894,186)	-	-	66,851,589	N	N	Y	
		Kunshan Bao Kuen Smart Chain Information Technology Co.	b	33,425,795	104,722 (RMB 22,900,000)	104,722 (RMB 22,900,000)	-	-	1	66,851,589	N	N	Y	
		Shanghai Dongzhijie Sporting Goods Development Co., Ltd.	b	33,425,795	4,573 (RMB 1,000,000)	4,573 (RMB 1,000,000)	-	-	-	66,851,589	N	N	Y	
		Harbin YYSports Sport Industrial Development Co., Ltd.	b	33,425,795	2,401 (RMB 525,000)	2,401 (RMB 525,000)	-	-	-	66,851,589	N	N	Y	
		Dalian YYSports Sport Industrial Development Co., Ltd.	b	33,425,795	25,266 (RMB 5,525,000)	25,266 (RMB 5,525,000)	4,144 (RMB 906,187)	-	-	66,851,589	N	N	Y	
		Bao Sheng Dao Ji (Beijing) Trading Company Ltd.	b	33,425,795	4,802 (RMB 1,050,000)	4,802 (RMB 1,050,000)	-	-	-	66,851,589	N	N	Y	
		Zhejiang YYSports Sport Industrial Development Co., Ltd.	b	33,425,795	26,542 (RMB 5,804,000)	26,542 (RMB 5,804,000)	-	-	-	66,851,589	N	N	Y	
		Fujian Baoda Sports Goods Co., Ltd	b	33,425,795	36,629 (RMB 8,010,000)	36,629 (RMB 8,010,000)	3 (RMB 634)	-	-	66,851,589	N	N	Y	
		Jiangxi Baoda Sports Goods Co., Ltd	b	33,425,795	960 (RMB 210,000)	960 (RMB 210,000)	-	-	-	66,851,589	N	N	Y	
		Guizhou YYSports Sport Industrial Development Co., Ltd.	b	33,425,795	960 (RMB 210,000)	960 (RMB 210,000)	-	-	-	66,851,589	N	N	Y	
		Senda (Chengdu) Trading Co., Ltd.	b	33,425,795	480 (RMB 105,000)	480 (RMB 105,000)	-	-	-	66,851,589	N	N	Y	
		Yue-Shen (Taicang) Footwear Co., Ltd.	b	33,425,795	50 (RMB 11,000)	50 (RMB 11,000)	-	-	-	66,851,589	N	N	Y	
		Kunshan Taisong Premium Trading Co., Ltd.	b	33,425,795	4,573 (RMB 1,000,000)	4,573 (RMB 1,000,000)	770 (RMB 168,354)	-	-	66,851,589	N	N	Y	
		Hainan Pou Xun E-Commerce Co., Ltd.	b	33,425,795	41,157 (RMB 9,000,000)	41,157 (RMB 9,000,000)	-	-	-	66,851,589	N	N	Y	

(Continued)

Note 1: The Company is coded as follows:

- a. The Company is coded “0”.
- b. The investee is coded consecutively beginning from “1” in the order presented in the table above.

Note 2: Relationships for guarantee provider and guarantee are as follows:

- a. Business relationship.
- b. A company in which the Company directly and indirectly holds more than 50% of the voting shares.
- c. A company that directly and indirectly holds more than 50% of the voting shares in the Company.
- d. A company in which the Company directly and indirectly holds more than 90% of the voting shares.
- e. A company fulfills its contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
- f. A company where all capital contributing shareholders make endorsements/guarantees for their jointly invested company in proportion to their shareholding percentages.
- g. A company where companies in the same industry provide among themselves joint and several security for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

Note 3: According to the Company’s procedures for the Management of Endorsements and Guarantees, the aggregate amount of endorsements/guarantees provided by the Company shall not exceed 200% of its net worth. Meanwhile, the amount of endorsements/guarantees provided by the Company for any single entity shall not exceed 100% of the Company’s net worth. The aggregate amount of endorsements/guarantees provided by the Yue Yuen Industrial (Holdings) Limited shall not exceed 150% of its net worth. Meanwhile, the amount of endorsements/guarantees provided by the Company for any single entity shall not exceed 60% of the Company’s net worth. The aggregate amount of endorsements/guarantees provided by the Pou Sheng International (Holdings) Limited shall not exceed 400% of its net worth. Meanwhile, the amount of endorsements/guarantees provided by the Company for any single entity shall not exceed 200% of the Company’s net worth. The aggregate amount of endorsements/guarantees provided by the Pou Sheng (China) Investment Group Co., Ltd. shall not exceed 400% of its net worth. Meanwhile, the amount of endorsements/guarantees provided by the Company for any single entity shall not exceed 200% of the Company’s net worth.

Note 4: Endorsement/guarantee given by listed parent on behalf of subsidiaries, by subsidiaries on behalf of listed parent, and on behalf of companies in mainland China is coded “Y”.

(Concluded)

TABLE 3

POU CHEN CORPORATION AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD  
MARCH 31, 2025  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2025				Note
				Shares	Carrying Amount	Percentage of Ownership	Fair Value	
Pou Chen Corporation	Ordinary shares							
	Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	208,288,378	\$ 8,310,706	1.40	\$ 8,310,706	
	Taiwan Paiho Limited	None	Financial assets at FVTOCI - current	615,473	38,836	0.21	38,836	
	Zhiyuan Venture Capital Co., Ltd.	None	Financial assets at FVTOCI - non-current	3,825,000	40,027	10.71	40,027	
	New Loulan Corporation., Ltd.	None	Financial assets at FVTOCI - non-current	100,000	788	4.00	788	
Wealthplus Holdings Limited	Bonds							
	10-Year U.S. Dollar-Denominated Subordinated Bonds Issued by Cathay Life Insurance Co., Ltd.	None	Financial assets at amortized cost - non-current	-	99,615 (US\$ 3,000,000)	-	99,625 (US\$ 3,000,000)	
	Ordinary shares							
	Golden Brands Developments Ltd.	None	Financial assets at FVTOCI - non-current	12,873,905	25,284 (US\$ 761,432)	5.88	25,284 (US\$ 761,432)	
	Great Team Backend Foundry, Inc.	None	Financial assets at FVTOCI - non-current	1,352,511	46,325 (US\$ 1,395,129)	7.05	46,325 (US\$ 1,395,129)	
	Bonds							
	Senior Unsecured Corporate Bond Issued by Emirates NBD Bank PJSC (XS2297529799)	None	Financial assets at amortized cost - current	-	147,465 (US\$ 4,441,032)	-	149,449 (US\$ 4,500,786)	
	Senior Unsecured Corporate Bond Issued by QNB Finance Ltd. (XS2196300698)	None	Financial assets at amortized cost - current	-	73,072 (US\$ 2,200,641)	-	72,644 (US\$ 2,187,730)	
	Senior debt issued by the BPCE Group. (FR001400MWP6)	None	Financial assets at amortized cost - non-current	-	116,832 (US\$ 3,518,496)	-	116,920 (US\$ 3,521,151)	
	Senior debt issued by the Barclays Group. (US06738EBY05)	None	Financial assets at amortized cost - non-current	-	202,871 (US\$ 6,109,644)	-	202,116 (US\$ 6,086,905)	
	Senior debt issued by the Barclays Group. (US06738ECK91)	None	Financial assets at amortized cost - non-current	-	175,140 (US\$ 5,274,510)	-	174,517 (US\$ 5,255,751)	
	Senior debt issued by the Barclays Group. (US06738ECR45)	None	Financial assets at amortized cost - non-current	-	342,288 (US\$ 10,308,340)	-	338,536 (US\$ 10,195,350)	
	Qatar National Bank Senior Bond (XS2454678009)	None	Financial assets at amortized cost - non-current	-	159,482 (US\$ 4,802,946)	-	164,005 (US\$ 4,939,177)	
	Senior debt issued by Banco Internacional de España. (US05964HBA23)	None	Financial assets at amortized cost - non-current	-	573,569 (US\$ 17,273,560)	-	570,334 (US\$ 17,176,143)	
	Senior debt issued by Banco Internacional de España. (US05964HBG92)	None	Financial assets at amortized cost - non-current	-	343,146 (US\$ 10,334,188)	-	338,670 (US\$ 10,199,350)	
	Senior debt issued by BNP Paribas S.A. (US09659X2V32)	None	Financial assets at amortized cost - non-current	-	471,444 (US\$ 14,197,978)	-	473,238 (US\$ 14,252,000)	
	Senior debt issued by Crédit Agricole S.A. (US22536PAJ03)	None	Financial assets at amortized cost - non-current	-	727,250 (US\$ 21,901,815)	-	727,988 (US\$ 21,924,030)	
	Senior debt issued by Crédit Agricole S.A. (US22536PAL58)	None	Financial assets at amortized cost - non-current	-	264,811 (US\$ 7,975,035)	-	262,213 (US\$ 7,896,800)	
	Senior debt issued by Société Générale S.A. (US83368TBR86)	None	Financial assets at amortized cost - non-current	-	343,270 (US\$ 10,337,905)	-	342,807 (US\$ 10,323,960)	
	Senior debt issued by Société Générale S.A. (US83368TBV98)	None	Financial assets at amortized cost - non-current	-	167,369 (US\$ 5,040,484)	-	167,615 (US\$ 5,047,893)	
	Senior debt issued by Société Générale S.A. (US83368TBW71)	None	Financial assets at amortized cost - non-current	-	338,281 (US\$ 10,187,653)	-	337,989 (US\$ 10,178,868)	
	Perpetual debt issued by Société Générale S.A. (USF43628B413)	None	Financial assets at amortized cost - non-current	-	105,259 (US\$ 3,169,990)	-	100,860 (US\$ 3,037,500)	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2025				Note
				Shares	Carrying Amount	Percentage of Ownership	Fair Value	
Wealthplus Holdings Limited	Senior debt issued by Citigroup Inc. (US172967MP39)	None	Financial assets at amortized cost - non-current	-	\$ 263,780 (US\$ 7,943,969)	-	\$ 257,686 (US\$ 7,760,465)	
	Senior debt issued by Bank of America. (US06051GGA13)	None	Financial assets at amortized cost - non-current	-	324,164 (US\$ 9,762,517)	-	322,915 (US\$ 9,724,900)	
	Senior debt issued by Bank of America. (US06051GLG28)	None	Financial assets at amortized cost - non-current	-	574,253 (US\$ 17,294,150)	-	573,434 (US\$ 17,269,496)	
	Senior debt issued by Santander Holdings USA, Inc. (US80282KBF21)	None	Financial assets at amortized cost - non-current	-	586,245 (US\$ 17,655,334)	-	583,004 (US\$ 17,557,739)	
	Senior debt issued by Santander Holdings USA, Inc. (US80282KBJ43)	None	Financial assets at amortized cost - non-current	-	171,559 (US\$ 5,166,653)	-	170,506 (US\$ 5,134,956)	
	Senior debt issued by Goldman Sachs Financial Company International. (XS2688673172)	None	Financial assets at amortized cost - non-current	-	93,757 (US\$ 2,823,581)	-	94,027 (US\$ 2,831,725)	
	Corporate senior debt issued by Goldman Sachs Bank. (US38141GWB66)	None	Financial assets at amortized cost - non-current	-	328,975 (US\$ 9,907,385)	-	328,580 (US\$ 9,895,500)	
	Senior debt issued by National Westminster Bank Plc. (USG6382G7N69)	None	Financial assets at amortized cost - non-current	-	167,414 (US\$ 5,041,824)	-	167,453 (US\$ 5,043,000)	
	Senior debt issued by National Westminster Bank Plc. (US639057AS70)	None	Financial assets at amortized cost - non-current	-	167,414 (US\$ 5,041,828)	-	166,121 (US\$ 5,002,900)	
	Perpetual debt issued by National Westminster Group Plc. (US780099CK11)	None	Financial assets at amortized cost - non-current	-	122,850 (US\$ 3,699,741)	-	116,756 (US\$ 3,516,205)	
	Senior debt issued by ING Group. (US456837BL64)	None	Financial assets at amortized cost - non-current	-	271,060 (US\$ 8,163,225)	-	270,533 (US\$ 8,147,360)	
	Senior debt issued by Nomura Holdings, Inc. (US65535HBC25)	None	Financial assets at amortized cost - non-current	-	341,959 (US\$ 10,298,400)	-	339,508 (US\$ 10,224,600)	
	Senior debt issued by Wells Fargo & Company. (US95000U3A91)	None	Financial assets at amortized cost - non-current	-	267,580 (US\$ 8,058,430)	-	266,478 (US\$ 8,025,227)	
	Senior debt issued by Wells Fargo & Company. (US95000U3L56)	None	Financial assets at amortized cost - non-current	-	170,451 (US\$ 5,133,286)	-	169,634 (US\$ 5,108,687)	
	Senior debt issued by Standard Chartered PLC. (USG84228FQ64)	None	Financial assets at amortized cost - non-current	-	173,186 (US\$ 5,215,666)	-	170,541 (US\$ 5,136,000)	
	Senior debt issued by Standard Chartered PLC. (USG84228GG73)	None	Financial assets at amortized cost - non-current	-	304,997 (US\$ 9,185,267)	-	303,984 (US\$ 9,154,760)	
	Senior debt issued by Standard Chartered PLC. (XS2150091739)	None	Financial assets at amortized cost - non-current	-	164,484 (US\$ 4,953,595)	-	162,640 (US\$ 4,898,047)	
	Perpetual debt issued by Standard Chartered Bank. (SG84228EH74)	None	Financial assets at amortized cost - non-current	-	359,333 (US\$ 10,821,662)	-	332,880 (US\$ 10,025,000)	
	Senior debt issued by HSBC Holdings plc. (US404280CG21)	None	Financial assets at amortized cost - non-current	-	292,410 (US\$ 8,806,219)	-	297,456 (US\$ 8,958,173)	
	Senior debt issued by HSBC Holdings plc. (US404280DH94)	None	Financial assets at amortized cost - non-current	-	170,963 (US\$ 5,148,710)	-	166,042 (US\$ 5,000,500)	
	Senior debt issued by HSBC Holdings plc. (US404280ED71)	None	Financial assets at amortized cost - non-current	-	170,681 (US\$ 5,140,230)	-	168,200 (US\$ 5,065,500)	
	Senior debt issued by HSBC Holdings plc. (US404280EG03)	None	Financial assets at amortized cost - non-current	-	903,956 (US\$ 27,223,496)	-	903,402 (US\$ 27,206,815)	
	Senior debt issued by UBS Group AG. (USH42097EX11)	None	Financial assets at amortized cost - non-current	-	647,391 (US\$ 19,496,798)	-	645,715 (US\$ 19,446,320)	
	Senior debt issued by Mizuho Financial Group, Inc. (US60687YCZ07)	None	Financial assets at amortized cost - non-current	-	206,568 (US\$ 6,220,993)	-	205,683 (US\$ 6,194,340)	
	Senior debt issued by Mizuho Financial Group, Inc. (US60687YDD85)	None	Financial assets at amortized cost - non-current	-	509,813 (US\$ 15,353,511)	-	505,312 (US\$ 15,217,950)	
	Perpetual debt issued by Deutsche Bank. (US251525AN16)	None	Financial assets at amortized cost - non-current	-	129,109 (US\$ 3,888,229)	-	126,557 (US\$ 3,811,377)	
	<u>Structured products</u> Redeemable structured deposits offered by East Asia Bank.	None	Financial assets at amortized cost - non-current	-	747,113 (US\$ 22,500,000)	-	747,113 (US\$ 22,500,000)	
Win Fortune Investments Limited	<u>Fund</u> Taiwan Paiho Limited	None	Financial assets at FVTOCI - current	775,170	48,913	0.26	48,913	
	Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	135,928,701	5,423,555	0.92	5,423,555	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	March 31, 2025				Note
				Shares	Carrying Amount	Percentage of Ownership	Fair Value	
Pou Yuen Technology Co., Ltd.	<u>Ordinary shares</u> Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	18,510,895	\$ 738,585	0.12	\$ 738,585	
Barits Development Corporation	<u>Ordinary shares</u> Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	145,269,116	5,796,238	0.98	5,796,238	
	Hsieh Yu Company Ltd.	None	Financial assets at FVTOCI - non-current	32,000	320	1.07	320	
	Huan Hsieh Company Ltd.	None	Financial assets at FVTOCI - non-current	20,000	-	1.00	-	
Song Ming Investments Co., Ltd.	<u>Ordinary shares</u> Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	53,683,713	2,141,980	0.37	2,141,980	
Windsor Entertainment Co., Ltd.	<u>Ordinary shares</u> Taichung International Entertainment Corporation	None	Financial assets at FVTOCI - non-current	3	15,090	0.09	15,090	
Pou Yii Development Co., Ltd.	<u>Ordinary shares</u> Mega Financial Holding Company Ltd.	None	Financial assets at FVTOCI - current	43,529,856	1,736,841	0.29	1,736,841	
Yue Yuen Industrial (Holdings) Limited	<u>Ordinary shares</u> Risheng Chemical Industry Co., Ltd.	None	Financial assets at FVTOCI - current	4,912,281	89,907	4.94	89,907	
					(US\$ 2,707,630)		(US\$ 2,707,630)	
	Taiwan Paiho Limited	None	Financial assets at FVTOCI - non-current	9,528,228	601,312	3.20	601,312	
					(US\$ 18,109,083)		(US\$ 18,109,083)	
	Keg Big Dome Sports Co., Ltd.	None	Financial assets at FVTOCI - non-current	1,000,000	13,902	11.76	13,902	
					(US\$ 418,678)		(US\$ 418,678)	
	<u>Bonds</u> 10-year Subordinated Bonds Issued by Cathay Life Insurance Co., Ltd.	None	Financial assets at amortized cost - current	-	90,015	-	90,065	
					(US\$ 2,710,895)			
	10-year Subordinated Bonds Issued by Fubon Life Insurance Co., Ltd.	None	Financial assets at amortized cost - current	-	100,017	-	100,067	
					(US\$ 3,012,105)			

Note: The marketable securities stated here are related to shares, debentures and beneficiary certificates and the derivative products caused by those of “IFRS 9 Financial Instruments”. For information on the investments in subsidiaries, associates and joint ventures please refer to Tables 7 and 8.

(Concluded)



**TABLE 4**

**POU CHEN CORPORATION AND SUBSIDIARIES**

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

Buyer	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Payable or Receivable		Note
			Purchases/ Sales	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
Pou Chen Corporation	Yue Yuen Industrial (Holdings) Limited	The subsidiary	(Sale)	\$ (2,148,419)	(99)	D/A 45 days	-	-	\$ 1,412,044	99	
Yue Yuen Industrial (Holdings) Limited	Pou Chen Corporation	The parent company	Purchase	2,148,419 (US\$ 65,311,415)	5	D/A 45 days	-	-	(1,412,044) (US\$ (42,525,041))	(7)	
	Ka Yuen Rubber Factory Limited	The joint venture	Purchase	639,380 (US\$ 19,437,000)	2	D/A 45 days	-	-	(606,489) (US\$ (18,265,000))	(3)	
	Twinways Investments Limited	The joint venture	Purchase	580,235 (US\$ 17,639,000)	1	D/A 45 days	-	-	(430,038) (US\$ (12,951,000))	(2)	
	Top Units Developments Ltd.	The joint venture	Purchase	155,725 (US\$ 4,734,000)	-	D/A 45 days	-	-	(144,475) (US\$ (4,351,000))	(1)	
	San Fang Chemical Industry Co., Ltd.	The associate	Purchase	447,240 (US\$ 13,596,000)	1	D/A 45 days	-	-	(364,392) (US\$ (10,974,000))	(2)	
	Nan Pao Resins Chemical Co., Ltd.	The associate	Purchase	422,372 (US\$ 12,840,000)	1	D/A 45 days	-	-	(444,017) (US\$ (13,372,000))	(2)	

**TABLE 5**

**POU CHEN CORPORATION AND SUBSIDIARIES**

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

Company Name	Related Party	Relationship	Financial Statement Account and Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Actions Taken		
Pou Chen Corporation	Yue Yuen Industrial (Holdings) Limited	The subsidiary	\$ 1,412,044	6	\$ -	-	\$ 926,171	\$ -

POU CHEN CORPORATION AND SUBSIDIARIES

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

No. (Note 1)	Investee Company	Counterparty	Relationship (Note 2)	Transaction Details			
				Financial Statement Accounts	Amount	Payment Terms	% of Total Sales or Assets (Note 3)
0	Pou Chen Corporation	Yue Yuen Industrial (Holdings) Limited	a	Operating revenue	\$ 2,148,419	D/A 45 days	3
		Yue Yuen Industrial (Holdings) Limited	a	Accounts receivable	1,412,044	D/A 45 days	-

Note 1: The Company and its subsidiaries are coded as follows:

- a. The Company is coded “0”.
- b. The subsidiaries are coded consecutively beginning from “1” in the order presented in the table above.

Note 2: Nature of relationship is as follows:

- a. From the parent company to its subsidiary.
- b. From a subsidiary to its parent company.
- c. Between subsidiaries.

Note 3: The percentage calculation is based on the consolidated total operating revenue or total assets. For balance sheet items, each item’s period-end balance is shown as a percentage to consolidated total assets as of March 31, 2025. For profit or loss items, cumulative amounts are shown as a percentage to the consolidated total operating revenue for the three months ended March 31, 2025.

TABLE 7

## POU CHEN CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES  
FOR THE THREE MONTHS ENDED MARCH 31, 2025  
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2025			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2025	December 31, 2024	Shares	%	Carrying Amount			
Pou Chen Corporation	Wealthplus Holdings Limited	British Virgin Islands	Investing in footwear, electronic and peripheral products	\$ 295,429 (US\$ 9,222,000)	\$ 295,429 (US\$ 9,222,000)	9,222,000	100.00	\$ 107,345,907 (US\$ 3,232,823,591)	\$ 1,616,745 (US\$ 49,148,642)	\$ 1,619,713 (US\$ 49,238,881)	
	Win Fortune Investments Limited	British Virgin Islands	Investing activities	3,230 (US\$ 100,000)	3,230 (US\$ 100,000)	100,000	100.00	2,671,853 (US\$ 80,465,380)	27,464 (US\$ 834,914)	27,528 (US\$ 836,852)	
	Windsor Entertainment Co., Ltd.	ROC	Entertainment and resort operations	71,000	71,000	7,100,000	100.00	94,778	12,617	5,267	
	Pou Shine Investment Co., Ltd.	ROC	Investing activities	1,124,667	1,124,667	133,094,460	100.00	4,961,490	7,937	7,937	
	Pan Asia Insurance Services Co., Ltd.	ROC	Agency of property and casualty insurance	5,000	5,000	-	100.00	6,725	(328)	(327)	
	Barits Development Corporation	ROC	Import and export of shoe-related materials and investing activities	2,117,293	2,117,293	357,895,636	99.49	12,410,476	(4,062)	(3,987)	
	Pou Yuen Technology Co., Ltd.	ROC	Rental of real estate	966,450	966,450	30,456,252	97.82	790,460	3,318	523	
	Pro Arch International Development Enterprise Inc.	ROC	Design and manufacture of footwear products	2,643,184	2,643,184	20,000,000	100.00	245,405	1,880	1,975	
	Pou Yii Development Co., Ltd.	ROC	Rental and sale of real estate	40,320	40,320	7,875,000	15.00	255,349	(1,619)	(243)	
	Wang Yi Construction Co., Ltd.	ROC	Construction	5,356	5,356	367,305	7.82	-	(495)	76	
	Ruen Chen Investment Holding Co., Ltd.	ROC	Investment holding	15,652,000	15,652,000	6,595,300,000	20.00	47,926,842	10,579,321	2,115,864	
	Nan Shan Life Insurance Co., Ltd.	ROC	Sale of life insurance	370	370	10,634	-	366	11,927,282	12	
Wealthplus Holdings Limited	Yue Yuen Industrial (Holdings) Limited	Hong Kong	Manufacturing and sale of athletic and casual footwear and sports apparel	24,199,976 (US\$ 747,132,133)	24,199,976 (US\$ 747,132,133)	806,836,663	50.28	70,343,316 (US\$ 2,118,455,543)	2,453,941 (US\$ 74,599,223)	1,238,013 (US\$ 37,635,283)	
	Venture Well Holdings Ltd.	British Virgin Islands	Sale of electronic components	160,000 (US\$ 4,933,705)	160,000 (US\$ 4,933,705)	4,798,114	31.55	10,031 (US\$ 302,108)	(129) (US\$ (3,910))	(41) (US\$ (1,234))	
Win Fortune Investments Limited	Yue Yuen Industrial (Holdings) Limited	Hong Kong	Manufacturing and sale of athletic and casual footwear and sports apparel	404,026 (US\$ 12,769,118)	404,026 (US\$ 12,769,118)	17,307,172	1.08	1,509,577 (US\$ 45,462,330)	2,453,941 (US\$ 74,599,223)	26,557 (US\$ 807,331)	
Pou Shine Investment Co., Ltd.	Barits Development Corporation	ROC	Import and export of shoe-related materials and investing activities	2,583	2,583	459,860	0.13	15,894	(4,062)	(5)	
	Nan Shan Life Insurance Co., Ltd.	ROC	Sale of life insurance	189,772	189,772	13,624,400	0.09	265,232	11,927,282	11,057	
Barits Development Corporation	Song Ming Investments Co., Ltd.	ROC	Investing activities	1,218,879	1,218,879	120,486,400	100.00	3,402,767	(967)	(967)	
	Wang Yi Construction Co., Ltd.	ROC	Construction	62,787	62,787	4,218,250	89.75	57,932	(495)	(444)	
	Pou Chin Development Co., Ltd.	ROC	Agency of land demarcation	200,000	200,000	20,000,000	100.00	199,420	144	144	
	Nan Shan Life Insurance Co., Ltd.	ROC	Sale of life insurance	189,920	189,920	13,635,035	0.09	265,519	11,927,282	11,068	
Song Ming Investments Co., Ltd.	Pou Yii Development Co., Ltd.	ROC	Rental and sale of real estate	262,500	262,500	39,375,000	75.00	1,276,744	(1,619)	(1,215)	
	Pou Yuen Technology Co., Ltd.	ROC	Rental of real estate	21,240	21,240	619,220	1.99	22,758	3,318	66	
Pou Yuen Technology Co., Ltd.	Pearl Dove International Limited	British Virgin Islands	Investment holding	78,348 (US\$ 2,573,883)	78,348 (US\$ 2,573,883)	25,901	100.00	242,551 (US\$ 7,304,663)	1,474 (US\$ 44,820)	1,474 (US\$ 44,820)	
Yue Yuen Industrial (Holdings) Limited	Eagle Nice (International) Holdings Limited	British Cayman Islands	Manufacturing of wearing apparel and clothing accessories	1,297,712 (US\$ 39,972,084)	1,297,712 (US\$ 39,972,084)	192,000,000	33.44	2,987,561 (US\$ 89,973,235)	(141,195) (US\$ (4,292,279))	(47,215) (US\$ (1,435,338))	
	Oftenrich Holdings Limited	Bermuda	Manufacturing and sale of footwear	1,339,783 (US\$ 42,210,159)	1,339,783 (US\$ 42,210,159)	5,400	45.00	3,272,985 (US\$ 98,569,032)	182,215 (US\$ 5,539,293)	81,997 (US\$ 2,492,682)	
	Prosperous Industrial (Holdings) Ltd.	British Cayman Islands	Manufacturing and sale of gym bags	583,740 (US\$ 18,000,000)	583,740 (US\$ 18,000,000)	252,000,000	22.50	847,510 (US\$ 26,403,565)	201,791 (US\$ 6,134,387)	45,403 (US\$ 1,380,237)	
	San Fang Chemical Industry Co., Ltd.	ROC	Manufacturing and sale of synthetic leather	2,352,729 (US\$ 72,579,822)	2,392,495 (US\$ 73,806,583)	158,962,075	39.96	5,045,413 (US\$ 151,947,380)	462,309 (US\$ 14,054,094)	184,739 (US\$ 5,616,016)	
	Nan Pao Resins Chemical Co., Ltd.	ROC	Manufacturing and sale of chemical materials	429,014 (US\$ 13,410,884)	432,697 (US\$ 13,525,999)	16,858,248	13.98	2,032,446 (US\$ 61,209,022)	702,289 (US\$ 21,349,428)	98,180 (US\$ 2,984,650)	
	Just Lucky Investments Limited	British Virgin Islands	Property management	26,207 (US\$ 808,130)	26,207 (US\$ 808,130)	808,130	38.30	56,614 (US\$ 1,704,990)	1,104 (US\$ 33,573)	423 (US\$ 12,858)	
	Natural Options Limited	British Virgin Islands	Manufacturing of foam	11,144 (US\$ 343,638)	11,144 (US\$ 343,638)	340,870	38.30	7,821 (US\$ 235,527)	(89) (US\$ (2,714))	(34) (US\$ (1,039))	
	Rise Bloom International Limited	Hong Kong	Processing and sale of foam	24,312 (US\$ 760,000)	24,312 (US\$ 760,000)	760,000	38.00	33,306 (US\$ 1,003,055)	(947) (US\$ (28,793))	(360) (US\$ (10,941))	

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		As of March 31, 2025			Net Income (Loss) of the Investee	Share of Profit (Loss)	Note
				March 31, 2025	December 31, 2024	Shares	%	Carrying Amount			
Yue Yuen Industrial (Holdings) Limited	Prosperlink Limited	Samoa	Processing and sale of foam	\$ 17,432	\$ 17,432	570,000	38.00	\$ 22,183	\$ (1,956)	\$ (743)	
				(US\$ 570,000)	(US\$ 570,000)			(US\$ 668,061)	(US\$ (59,448))	(US\$ (22,590))	
	Pou Ming Paper Products Manufacturing Co., Ltd.	British Virgin Islands	Manufacturing of paper products	66,937	66,937	1,000,000	20.00	10,896	2,287	457	
				(US\$ 2,163,800)	(US\$ 2,163,800)			(US\$ 328,142)	(US\$ 69,533)	(US\$ 13,907)	
	Brandblack Inc.	USA	Sale of footwear	68,762	68,762	1,135,796	31.25	-	-	-	
				(US\$ 2,275,000)	(US\$ 2,275,000)						
	Jumbo Power Enterprises Limited	British Virgin Islands	Manufacturing and sale of footwear	259,742	259,742	8,000,000	50.00	411,238	1,264	632	
				(US\$ 8,000,000)	(US\$ 8,000,000)			(US\$ 12,384,809)	(US\$ 38,412)	(US\$ 19,206)	
	Ka Yuen Rubber Factory Limited	British Virgin Islands	Manufacturing and sale of rubber sole	322,733	322,733	10,000,000	50.00	986,077	129,985	64,992	
				(US\$ 10,000,000)	(US\$ 10,000,000)			(US\$ 29,696,641)	(US\$ 3,951,512)	(US\$ 1,975,756)	
	Hua Jian Industrial Holding Co., Limited	British Virgin Islands	Manufacturing and sale of women clothing and footwear	460,031	460,031	2,241	22.41	-	-	-	
				(US\$ 13,684,113)	(US\$ 13,684,113)						
	Cohen Enterprises Inc.	British Virgin Islands	Manufacturing and sale of footwear leather products	623,276	623,276	20,000,000	50.00	359,199	(108,117)	(54,058)	
				(US\$ 20,215,015)	(US\$ 20,215,015)			(US\$ 10,817,626)	(US\$ (3,286,722))	(US\$ (1,643,361))	
	Twinways Investments Limited	British Virgin Islands	Manufacturing and sale of footwear accessory injection crepe	551,432	551,432	17,500,000	50.00	1,330,933	213,047	106,524	
				(US\$ 17,500,000)	(US\$ 17,500,000)			(US\$ 40,082,294)	(US\$ 6,476,584)	(US\$ 3,238,292)	
	Top Units Developments Ltd.	British Virgin Islands	Manufacturing of footwear accessories	418,997	418,997	5,390,000	49.00	865,743	111,733	54,749	
				(US\$ 14,079,196)	(US\$ 14,079,196)			(US\$ 26,072,681)	(US\$ 3,396,666)	(US\$ 1,664,366)	

(Concluded)

POU CHEN CORPORATION AND SUBSIDIARIES

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

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025	Note
					Outward	Inward							
Great Team Backend Foundry, Inc.	Processing and manufacturing of transistors	\$ 2,642,140 (US\$ 88,116,600)	b	\$ -	\$ -	\$ -	\$ -	\$ -	2.21	\$ - (RMB 10,130,165)	\$ 46,325 (RMB 10,130,165)	\$ -	(Note 3)
Yue-Shen (Taicang) Footwear Co., Ltd.	Finished shoes, semi-finished products, components and production and marketing of moulds	554,646 (US\$ 17,100,000)	b	-	-	-	-	(12,850) (RMB (2,847,928))	32.13	(4,129) (RMB (915,039)) b, 1)	250,354 (RMB 54,746,211)	-	
Dongguan Yuming Electronic Technology Co., Ltd.	Production and marketing of over 17 inches color-image monitor, motherboards and other products	475,745 (US\$ 14,500,000)	b	-	-	-	-	2,527 (RMB 560,070)	100.00	2,527 (RMB 560,070) b, 1)	357,340 (RMB 78,141,247)	-	
Yue Cheng (Kun Shan) Sports Co., Ltd.	Operating sporting goods and equipment, spare parts production and marketing business	435,402 (US\$ 14,200,000)	b	-	-	-	-	31,748 (RMB 7,036,269)	32.13	10,201 (RMB 2,260,753) b, 1)	1,249,067 (RMB 273,139,425)	-	
Dongguan Baoqiao Electronic Technology Co., Ltd.	Production and marketing of other optical appliances and instruments	147,645 (US\$ 4,500,000)	b	-	-	-	-	17,480 (RMB 3,874,112)	100.00	17,480 (RMB 3,874,112) b 2)	349,123 (RMB 76,344,347)	-	
Poushun Paper Products Manufacturing Co., Ltd.	Production and sale of shoe inner boxes, cartons	68,901 (US\$ 2,100,000)	b	-	-	-	-	3,464 (RMB 767,794)	10.27	356 (RMB 78,852) b, 1)	10,067 (RMB 2,201,375)	-	
Pouhong Footwear Industrial Ltd.	Production and operation of casual shoes, sports shoes	49,215 (US\$ 1,500,000)	b	-	-	-	-	279 (RMB 61,841)	51.36	143 (RMB 31,761) b, 1)	23,371 (RMB 5,110,731)	-	
Shanggao Yisen Industry Co., Ltd.	Production and sale of finished shoes, semi-finished products, components and moulds	945,204 (US\$ 30,390,000)	b	-	-	-	-	9,570 (RMB 2,120,914)	51.36	4,915 (RMB 1,089,302) b, 1)	982,882 (RMB 214,931,499)	-	
Bao Hong (Yangzhou) Shoes Co., Ltd.	Production of needles, woven garments, footwear and sales of self-produce products	2,591,184 (US\$ 85,291,730)	b	-	-	-	-	(19,316) (RMB (4,280,971))	51.36	(9,921) (RMB (2,198,707)) b, 1)	347,804 (RMB 76,055,973)	-	
Dong Guan Yu Yuen Mold Co., Ltd.	Production and sale of molds for non-metallic products	3,281 (US\$ 100,000)	b	-	-	-	-	10 (RMB 2,218)	51.36	5 (RMB 1,139) b, 1)	3,415 (RMB 746,714)	-	
Zhong Shan Glory Shoes Ind., Ltd.	Production and operation of various types of leather shoes products	951,490 (US\$ 29,000,000)	b	-	-	-	-	7,878 (RMB 1,745,934)	23.11	1,821 (RMB 403,485) b, 1)	227,280 (RMB 49,700,318)	-	
Zhong Ao Multiplex Management Group Limited	Stadium management, wholesale and retail of clothing and footwear accessories	2,055,560 (RMB 431,795,000)	b	-	-	-	-	(34,986) (RMB (7,754,061))	20.44	(7,151) (RMB (1,584,930)) b, 1)	640,784 (RMB 140,123,265)	-	
ShangGao Yisen Ka Yuen Industry Co., Ltd.	Production and sale of footwear products	77,432 (US\$ 2,360,000)	b	-	-	-	-	3,994 (RMB 885,140)	25.68	1,026 (RMB 227,304) b, 1)	50,083 (RMB 10,951,896)	-	
Bao Sheng Dao Ji (BeiJing) Trading Company Ltd.	Retail business of sports goods and accessories	1,988,061 (US\$ 65,000,000)	b	-	-	-	-	59,396 (RMB 13,164,073)	32.13	19,084 (RMB 4,229,617) b, 1)	600,278 (RMB 131,265,662)	-	
Qingdao Pou-Sheng International Sport Products Co., Ltd.	Sales of sports and casual shoes and accessories	94,800 (RMB 20,000,000)	b	-	-	-	-	136,577 (RMB 30,269,667)	23.13	31,590 (RMB 7,001,374) b, 1)	386,921 (RMB 84,609,909)	-	
Guizhou Pou-Sheng Sport Products Co., Ltd.	Sales of sports and casual shoes and accessories	322,886 (US\$ 10,000,000)	b	-	-	-	-	9,137 (RMB 2,025,049)	32.13	2,936 (RMB 650,648) b, 1)	152,584 (RMB 33,366,203)	-	
Nanning Pou-Kung Sport Products Co., Ltd.	Retail business of sports goods and accessories	42,653 (US\$ 1,300,000)	b	-	-	-	-	13,393 (RMB 2,968,321)	32.13	4,303 (RMB 953,722) b, 1)	(18,593) (RMB 4,065,772)	-	

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025	Note
					Outward	Inward							
Shanghai Pou-Yuen Sport Products Business Trading Co., Ltd.	Retail business of sports goods and accessories	\$ 1,567,250 (US\$ 50,000,000)	b	\$ -	\$ -	\$ -	\$ -	\$ 256,922 (RMB 56,941,925)	32.13	\$ 82,549 (RMB 18,295,440) b, 1)	\$ 1,917,904 (RMB 419,397,392)	\$ -	
Yangzhou Baoyi Shoes Manufacturing Co., Ltd.	Vulcanized shoes, sports shoes, casual shoes and other footwear manufacturing, marketing	729,906 (US\$ 22,456,800)	b	-	-	-	-	(2,365) (RMB (524,065))	25.68	(607) (RMB (134,580)) b, 1)	210,662 (RMB 46,066,436)	-	
Dalian YYSPTS Sport Industrial Development Co., Ltd.	Development and sale of sports goods, clothing, shoes and hats, fitness equipment and related products	928,000 (RMB 200,000,000)	b	-	-	-	-	(31,021) (RMB (6,875,274))	32.13	(9,967) (RMB (2,209,025)) b, 1)	543,910 (RMB 118,939,344)	-	
YYSPTS (Chengdu) Business Trading Co., Ltd.	Retail business of sports goods and accessories	689,194 (US\$ 22,400,000)	b	-	-	-	-	(14,117) (RMB (3,128,710))	32.13	(4,536) (RMB (1,005,255)) b, 1)	188,473 (RMB 41,214,194)	-	
Guangzhou Pou-Yuen Trading Co., Ltd.	Retail business of sports goods and accessories	710,251 (US\$ 23,310,000)	b	-	-	-	-	(1,498) (RMB (332,025))	32.13	(481) (RMB (106,680)) b, 1)	222,476 (RMB 48,649,922)	-	
Dragon Light (China) Sporting Goods Co., Ltd.	Development and sale of sports goods, clothing, shoes and hats, fitness equipment and related products	2,111,340 (US\$ 66,000,000)	b	-	-	-	-	(257) (RMB (56,926))	32.13	(83) (RMB (18,290)) b, 1)	835,980 (RMB 182,807,697)	-	
Kunshan Baoyuanyi Sports Goods Co., Ltd.	Shopping mall management and property management	2,111,340 (US\$ 66,000,000)	b	-	-	-	-	-	32.13	- b, 1)	750,761 (RMB 164,172,607)	-	
Shaanxi Pousheng Trading Co., Ltd.	Engaged in wholesale, retail and import and export business of sports goods, fitness equipment and sportswear	2,012,320 (US\$ 66,000,000)	b	-	-	-	-	58,415 (RMB 12,946,500)	32.13	18,769 (RMB 4,159,710) b, 1)	1,466,691 (RMB 320,728,361)	-	
Taicang Yue-Shen Sporting Goods Co., Ltd.	Engaged in the production and sales of shoe products, semi-finished products, moulds and related sports goods	393,720 (US\$ 12,000,000)	b	-	-	-	-	(65,723) (RMB (14,566,276))	32.13	(21,117) (RMB (4,680,145)) b, 1)	333,510 (RMB 72,930,152)	-	
Hangzhou Pou-Hung Sport Products Co., Ltd.	Design, development, production and processing of sports goods, sports instruments, sportswear, sports shoes and accessories	67,308 (RMB 14,200,000)	b	-	-	-	-	-	16.07	- b, 1)	-	-	
Rui Jin Pou Yuen Footwear Development Co., Ltd.	Production and sale of sports shoes, casual shoes and semi-finished products	356,697 (US\$ 12,000,000)	b	-	-	-	-	(1,900) (RMB (421,139))	51.36	(976) (RMB (216,297)) b, 1)	123,797 (RMB 27,071,303)	-	
Yang Xin Pou Jia Shoes Manufacturing Co., Ltd.	Production and sale of shoes uppers, footwear and garments	1,737,815 (RMB 387,563,020)	b	-	-	-	-	(21,466) (RMB (4,757,588))	51.36	(11,025) (RMB (2,443,497)) b, 1)	684,648 (RMB 149,715,230)	-	
Jiangxi Province Yutai Shoe Co., Ltd.	Production and sale of footwear products and semi-finished products	918,125 (US\$ 30,000,000)	b	-	-	-	-	(5,782) (RMB (1,281,507))	51.36	(2,970) (RMB (658,182)) b, 1)	102,765 (RMB 22,472,092)	-	
Dongguan Yu Xiang Shoes Material Co., Ltd.	Production and sale of footwear products	295,820 (US\$ 9,500,000)	b	-	-	-	-	17,685 (RMB 3,919,574)	51.36	9,083 (RMB 2,013,093) b, 1)	241,479 (RMB 52,805,422)	-	
Jiang Xi Hwa Ching Foam Ltd.	Manufacturing and sale of plastic foam, plastic packaging materials and other plastic products	63,600 (US\$ 2,000,000)	b	-	-	-	-	951 (RMB 210,789)	19.52	186 (RMB 41,146) b, 1)	16,124 (RMB 3,525,892)	-	
Yue Yuen (Anfu) Footwear Co., Ltd.	Production and marketing of finished shoes, semi-finished products and components and modules	1,763,350 (US\$ 60,000,000)	b	-	-	-	-	31,862 (RMB 7,061,685)	51.36	16,364 (RMB 3,626,882) b, 1)	1,398,951 (RMB 305,915,398)	-	
Dong Guan Bao Yu Shoes Co., Ltd.	Production and sale of sports shoes, casual shoes, leather shoes, children's shoes, semi-finished footwear and footwear materials	66,780 (US\$ 2,100,000)	b	-	-	-	-	(416) (RMB (92,241))	51.36	(214) (RMB (47,375)) b, 1)	3,090 (RMB 675,708)	-	
Dongguan De Chang Zi Xun Co., Ltd.	Business management consultation, marketing planning and other services	10,290 (US\$ 350,000)	b	-	-	-	-	523 (RMB 115,856)	51.36	268 (RMB 59,504) b, 1)	17,306 (RMB 3,784,399)	-	

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025	Note
					Outward	Inward							
Yiyang Yujing Shoes Industrial Co., Ltd.	Production and sale of finished and semi-finished sports shoes and casual shoes	\$ 743,983 (US\$ 24,000,000)	b	\$ -	\$ -	\$ -	\$ -	\$ (3,720) (RMB (824,455))	51.36	\$ (1,911) (RMB (423,440)) b, 1)	\$ 60,861 (RMB 13,308,694)	\$ -	
Jiangxi Uniscien Consulting Co., Ltd.	Business management consultation, marketing planning and other services	10,442 (US\$ 350,000)	b	-	-	-	-	514 (RMB 113,994)	51.36	264 (RMB 58,547) b, 1)	9,447 (RMB 2,065,761)	-	
Yu Xing (Jishui) Footwear Co., Ltd.	Production and sale of sports shoes	183,840 (US\$ 6,400,000)	b	-	-	-	-	(3,103) (RMB (687,702))	51.36	(1,594) (RMB (353,204)) b, 1)	27,212 (RMB 5,950,570)	-	
YangXin Pou Jia Yuen Shoes Manufacturing Co., Ltd.	Production and sale of rubber soles	87,258 (US\$ 3,000,000)	b	-	-	-	-	(1,743) (RMB (386,352))	25.68	(448) (RMB (99,215)) b, 1)	4,251 (RMB 929,600)	-	
Pou Sheng (China) Investment Group Co., Ltd.	Business of investment, technical services and wholesale, import and export sports goods, sportswear, sports shoes and leisure shoes	4,550,741 (US\$ 152,922,400)	b	-	-	-	-	(518) (RMB (114,791))	32.13	(166) (RMB (36,882)) b, 1)	4,505,084 (RMB 985,148,456)	-	
Yichun Yisen Industry Co., Ltd.	Production and sale of footwear and mold products	410,130 (US\$ 14,000,000)	b	-	-	-	-	17,437 (RMB 3,864,551)	51.36	8,956 (RMB 1,984,834) b, 1)	395,597 (RMB 86,507,115)	-	
Dong Guan Pou Chen Footwear Company Limited	Production and sale of footwear products, semi-finished footwear products and accessories, moulding tools and engaged in the wholesale and import and export business of footwear products	1,223,925 (RMB 263,827,800)	b	-	-	-	-	(42,230) (RMB (9,359,526))	51.36	(21,689) (RMB (4,807,052)) b, 1)	808,022 (RMB 176,693,993)	-	
Dongguan Yusheng Shoe Industry Co., Ltd.	Production and sale of finished shoes, semi-finished shoes and mold products and engaged in research and development of shoes, finished shoes, mold products	1,469,176 (RMB 319,970,250)	b	-	-	-	-	60,023 (RMB 13,302,893)	51.36	30,828 (RMB 6,832,366) b, 1)	1,042,647 (RMB 228,000,643)	-	
Dong Guan Yue Yuan Footwear Products Company Limited	Production and sale of footwear products, semi-finished footwear products, mold products and engaged in wholesale and import and export business of footwear products	1,026,777 (RMB 217,720,430)	b	-	-	-	-	(9,021) (RMB (1,999,346))	51.36	(4,633) (RMB (1,026,864)) b, 1)	170,537 (RMB 37,292,221)	-	
Jilin Xinfangwei Sports Goods Company Limited	Sports goods sales	196,160 (RMB 40,000,000)	b	-	-	-	-	-	15.90	- b, 1)	-	-	
Dong Guan Yue Guan Paper Products Co., Ltd.	Production and sale of cartons and engaged in research and development of cartons	48,693 (RMB 10,000,000)	b	-	-	-	-	(219) (RMB (48,500))	10.27	(22) (RMB (4,981)) b, 1)	4,677 (RMB 1,022,664)	-	
Kun Shan YYSports E-Commerce Co., Ltd.	Network technology development, technical consultation, technical services and retail and wholesale of sports goods, sports equipment	89,367 (US\$ 3,000,000)	b	-	-	-	-	33,260 (RMB 7,371,405)	32.13	10,686 (RMB 2,368,432) b, 1)	(13,255) (RMB (2,898,579))	-	
Hunan Huaqing Foam Products Co., Ltd.	Processing and production of plastic foam, foam daily products, shoe products and composite products	76,819 (US\$ 2,500,000)	b	-	-	-	-	(509) (RMB (112,915))	6.89	(35) (RMB (7,780)) b, 1)	3,250 (RMB 710,589)	-	
Kun Shan Taisong Trading Co., Ltd.	Wholesale and retail of clothing, footwear, glasses and watches	790,110 (US\$ 26,500,000)	b	-	-	-	-	(5,347) (RMB (1,184,965))	32.13	(1,718) (RMB (380,729)) b, 1)	(219,779) (RMB (48,060,114))	-	
Kun Shan Pou-Han Sport Culture Development Co., Ltd.	Management consultants, wholesale of sports goods and equipment wholesale, other sports services and other art performance assistant services	48,278 (US\$ 1,500,000)	b	-	-	-	-	6 (RMB 1,437)	32.13	2 (RMB 462) b, 1)	12,408 (RMB 2,713,227)	-	
Yisen (YiFeng) Mould Co., Ltd.	Production and sale of mould products	479,284 (US\$ 14,850,000)	b	-	-	-	-	(1,373) (RMB (304,307))	51.36	(705) (RMB (156,292)) b, 1)	190,340 (RMB 41,622,582)	-	
Zhu Hai Yu Yuan Industrial Co., Ltd.	Processing, production and sale of footwear products	1,408 (RMB 300,000)	b	-	-	-	-	(7,885) (RMB (1,747,510))	51.36	(4,050) (RMB (897,521)) b, 1)	(99) (RMB (21,722))	-	

(Continued)



Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025	Note
					Outward	Inward							
Changsha YYSPTS Sport Products Co., Ltd.	Sales of sports goods and equipment	\$ 22,825 (RMB 5,000,000)	b	\$ -	\$ -	\$ -	\$ -	\$ 33,406 (RMB 7,403,879)	32.13	\$ 10,733 (RMB 2,378,866) b, 1)	\$ 3,432 (RMB 750,511)	\$ -	
Henan YYSPTS Sport Products Co., Ltd.	Retail business of sports goods and accessories	9,130 (RMB 2,000,000)	b	-	-	-	-	21,793 (RMB 4,829,946)	32.13	7,002 (RMB 1,551,862) b, 1)	35,088 (RMB 7,672,887)	-	
Shenyang Pou-Yi Trading Co., Ltd.	Retail business of sports goods and accessories	182,600 (RMB 40,000,000)	b	-	-	-	-	20,588 (RMB 4,563,009)	32.13	6,615 (RMB 1,466,095) b, 1)	(26,268) (RMB (5,744,165))	-	
Zhejiang Shengdao Sporting-Goods Co., Ltd.	Retail business of sports goods and accessories	228,250 (RMB 50,000,000)	b	-	-	-	-	(2,762) (RMB (612,161))	32.13	(887) (RMB (196,687)) b, 1)	320,265 (RMB 70,033,970)	-	
Mudanjiang YYSPTS Sport Technology Co., Ltd.	Sports services, research and development of sports fitness equipment and retail business of sports goods	4,565 (RMB 1,000,000)	b	-	-	-	-	2,957 (RMB 655,351)	32.13	950 (RMB 210,564) b, 1)	15,094 (RMB 3,300,745)	-	
Widevision Investment (Shenzhen) Co., Ltd.	Business management consulting, economic information consulting and market management planning	13,833 (RMB 3,000,000)	b	-	-	-	-	(642) (RMB (142,242))	100.00	(642) (RMB (142,242)) b, 1)	14,930 (RMB 3,264,923)	-	
Chongqing Baoyu Sports Goods Company Limited	Wholesale and retail of sports goods, sports equipment, clothing, shoes, caps and accessories and premises leasing	8,994 (RMB 2,000,000)	b	-	-	-	-	2,513 (RMB 557,010)	32.13	808 (RMB 178,967) b, 1)	(26,907) (RMB (5,883,894))	-	
Kuo Yuen Tannery	Production, processing, sales, research and development of shoe materials, import and export goods or technic	176,844 (RMB 41,047,490)	b	-	-	-	-	(8,207) (RMB (1,819,011))	25.68	(2,108) (RMB (467,122)) b, 1)	21,729 (RMB 4,751,656)	-	
Yangzhou Yuhong Garment Co., Ltd.	Engaged in the processing and production of apparel, apparel accessories, and selling our own products	588,725 (US\$ 19,749,000)	b	-	-	-	-	(9,844) (RMB (2,181,808))	51.36	(5,056) (RMB (1,120,576)) b, 1)	275,684 (RMB 60,285,060)	-	
Yifeng Kun Ching Foam Ltd.	Production, sales, processing of plastic foam and foam daily products	8,994 (US\$ 300,000)	b	-	-	-	-	80 (RMB 17,742)	19.52	16 (RMB 3,463) b, 1)	4,898 (RMB 1,071,055)	-	
Zhongshan Hwa Ching Foam Co., Ltd.	Production of foam products	29,980 (US\$ 1,000,000)	b	-	-	-	-	842 (RMB 186,657)	19.67	166 (RMB 36,715) b, 1)	15,091 (RMB 3,300,064)	-	
Hubei PouShou Sports Goods Trading Company Limited	Management consultants, wholesale of sports goods, sports equipment, clothing, shoes, caps and accessories and advertising design agency	4,191 (RMB 1,000,000)	b	-	-	-	-	(3,284) (RMB (727,814))	32.13	(1,055) (RMB (233,847)) b, 1)	(18,815) (RMB (4,114,287))	-	
Dong Guan Orisol Trading Company Ltd.	Wholesale or repair of shoe-related machinery and parts	27,850 (US\$ 1,000,000)	b	-	-	-	-	2,948 (RMB 653,447)	51.36	1,514 (RMB 335,610) b, 1)	25,346 (RMB 5,542,570)	-	
Shanghai Shengjie Sports Goods Co., Ltd.	Retail business of sports goods and accessories	67,095 (RMB 15,000,000)	b	-	-	-	-	19,920 (RMB 4,414,841)	32.13	6,400 (RMB 1,418,489) b, 1)	126,488 (RMB 27,659,664)	-	
Suzhou Baocheng Sports Goods Trading Co., Ltd.	Retail business of sports goods and accessories	2,204 (RMB 500,000)	b	-	-	-	-	2,629 (RMB 582,565)	32.13	845 (RMB 187,178) b, 1)	6,781 (RMB 1,482,902)	-	
Fujian Pou Yuan Sporting Goods Co., Ltd.	Retail business of sports goods and accessories	856,400 (RMB 200,000,000)	b	-	-	-	-	(11,033) (RMB (2,445,222))	32.13	(3,545) (RMB (785,650)) b, 1)	357,574 (RMB 78,192,406)	-	
Xinjiang Shengdao Sporting-Goods Co., Ltd.	Retail business of sports goods and accessories	21,635 (RMB 5,000,000)	b	-	-	-	-	(2,748) (RMB (609,087))	32.13	(883) (RMB (195,700)) b, 1)	3,814 (RMB 833,953)	-	
Hainan Shengzhuo E-Commerce Co., Ltd.	Retail business of sports goods and accessories	22,615 (RMB 5,000,000)	b	-	-	-	-	45,431 (RMB 10,069,015)	23.13	10,508 (RMB 2,328,963) b, 1)	29,804 (RMB 6,517,385)	-	

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025	Note
					Outward	Inward							
Ka Te Footwear Material (Shishi) Limited	Production and sale of footwear	\$ 253,200 (US\$ 8,000,000)	b	\$ -	\$ -	\$ -	\$ -	\$ (12,269) (RMB (2,719,225))	16.69	\$ (2,048) (RMB (453,839)) b, 1)	\$ 40,836 (RMB 8,929,733)	\$ -	
Shanghai Shengdao Warehouse Trading Co., Ltd.	Retail business of sports goods and accessories	4,523 (RMB 1,000,000)	b	-	-	-	-	(1,195) (RMB (264,844))	32.13	(384) (RMB (85,094)) b, 1)	104 (RMB 22,638)	-	
Jiangsu Baoyuan Sports Goods Co., Ltd	Retail business of sports goods and accessories	44,780 (RMB 10,000,000)	b	-	-	-	-	(33,260) (RMB (7,371,475))	32.13	(10,686) (RMB (2,368,455)) b, 1)	7,104 (RMB 1,553,555)	-	

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2025	Investment Amount Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 4)
\$ -	\$ 24,468,265 (US\$ 736,884,971)	\$ 85,222,790

Note 1: Methods of investments have following types:

- a. Direct investment in mainland China.
- b. Indirect investment in the Company located in mainland China through a third place of the subsidiaries of Wealthplus Holdings Limited and Yue Yuen Industrial Holdings Limited.
- c. Other.

Note 2: Investment profit or loss recognized in the current period:

- a. If it is in the preparation stage, there is no investment gains and losses, it should be noted.
- b. The amount of investment gain (loss) was recognized in following bases:
  - 1) Based on the financial statements audited by an ROC CPA firm cooperating with an international CPA firm.
  - 2) Based on the financial statements audited by the auditor of parent company.

Note 3: Financial assets at FVTOCI.

Note 4: The limitation of the amount is in accordance with the provisions of the “Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China” which was passed on August 29, 2008.

(Concluded)

TABLE 8-1

POU CHEN CORPORATION AND SUBSIDIARIES

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

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2025	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of March 31, 2025	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of March 31, 2025	Accumulated Repatriation of Investment Income as of March 31, 2025	Note
					Outward	Inward							
Kunshan Yuanying Electronics Technology Co., Ltd.	Manufacturing and sale of alloy	\$ 85,936 (US\$ 2,620,000)	b	\$ -	\$ -	\$ -	\$ -	\$ 263 (RMB 58,272)	100.00	\$ 263 (RMB 58,272) b 1)	\$ 117,311 (RMB 25,652,964)	\$ -	

Accumulated Outward Remittance for Investment in Mainland China as of March 31, 2025	Investment Amount Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA (Note 3)
\$ -	\$ 191,593 (US\$ 5,770,000)	\$ 686,537

Note 1: Methods of investments have following types:

- a. Direct investment in mainland China.
- b. Indirect investment in the Company located in mainland China through a third region of Pearl Dove International Limited.
- c. Other.

Note 2: Investment profit or loss recognized in the current period:

- a. If it is in the preparation stage, there is no investment gains and losses, it should be noted.
- b. The amount of investment gain (loss) was recognized on following bases:
  - 1) Based on the financial statements audited by an ROC CPA firm cooperating with an international CPA firm.
  - 2) Based on the financial statements audited by the auditor of parent company.

Note 3: The limitation of the amount is in accordance with the provisions of the “Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China” which was amended on August 29, 2008.