

TAIYEN BIOTECH CO., LTD.
AND SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIODS ENDED 30 June 2026 AND 2025
WITH
REVIEW REPORT OF INDEPENDENT AUDITORS

The reader is advised that these financial statements have been prepared originally in Chinese. In the event of a conflict between these financial statements and the original Chinese version or difference in interpretation between the two versions, the Chinese language financial statements shall prevail.

Independent Auditors' Review Report

To TAIYEN BIOTECH CO., LTD.

Introduction

We have reviewed the accompanying consolidated balance sheets of TAIYEN BIOTECH CO., LTD. (the “Company”) and its subsidiaries as of 30 June 2026 and 2025, the related consolidated statements of comprehensive income for the-three month and six-month periods ended 30 June 2026 and 2025, changes in equity and cash flows for the six-month periods ended 30 June 2026 and 2025, and notes to the consolidated financial statements, including the summary of material accounting policies (together “the consolidated financial statements”). Management is responsible for the preparation and fair presentation of these 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” as endorsed and became effective by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, “Review of Financial Information Performed by the Independent Auditor of the Entity” of the Republic of China. 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 conducted in accordance with the Standards on Auditing of the Republic of China 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, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as at 30 June 2026 and 2025, and their consolidated financial performance for the three-month and six-month periods ended 30 June 2026 and 2025, and cash flows for the six-month periods ended 30 June 2026 and 2025, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” as endorsed and became effective by the Financial Supervisory Commission of the Republic of China.

Yao, Shih-Chieh

Hu, Tzu-Ren

Ernst & Young, Taiwan

31 July 2026

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, results of operations 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 accepted and applied in the Republic of China.

Accordingly, the accompanying consolidated financial statements and report of independent auditors are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice. As the consolidated financial statements are the responsibility of the management, Ernst & Young cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

English Translation of Consolidated Financial Statements Originally Issued in Chinese

TAIYEN BIOTECH CO.,LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

30 June 2026, 31 December 2025 and 30 June 2025

(Expressed in Thousands of New Taiwan Dollars)

ASSETS	Notes	30 June. 2026	31 Dec. 2025	30 June. 2025	LIABILITIES AND SHAREHOLDERS' EQUITY	Notes	30 June. 2026	31 Dec. 2025	30 June. 2025
Current assets					Current liabilities				
Cash and cash equivalents	IV/VI.1	\$1,569,373	\$1,349,371	\$1,610,795	Short-term borrowings	IV/VI.10	\$80,000	\$86,000	\$92,000
Current financial assets at fair value through profit or loss	IV/VI.2	384,491	384,990	334,510	Current contract liabilities	IV/VI.15	92,596	70,185	116,818
Current financial assets at amortized cost	IV/VI.3、16/VIII	11,799	11,411	31,656	Notes payable	IV	115,995	97,679	118,942
Current contract assets	IV/VI.15、16	312,649	323,222	337,691	Trade payable	IV/VII	230,630	231,640	277,119
Notes receivable, net	IV/VI.4、16	3,059	2,963	33,150	Other payables	IV	542,985	335,014	532,591
Trade receivable, net	IV/VI.5、16	103,511	197,844	156,480	Current tax liabilities	IV/VI.21	41,801	52,016	48,757
Inventories, net	IV/VI.6	366,181	376,805	364,700	Lease liabilities, current	IV/VI.17	6,154	7,405	7,326
Other current assets	IV/VII	125,722	109,618	88,134	Long-term borrowings, current portion	IV/VI.11/VIII	2,222	5,556	8,333
Total current assets		2,876,785	2,756,224	2,957,116	Other current liabilities	IV	49,213	74,390	62,734
					Total current liabilities		1,161,596	959,885	1,264,620
Non-current assets					Non-current liabilities				
Non-current financial assets at amortized cost	IV/VI.3、16/VIII	40,988	40,981	40,975	Long-term borrowings, non-current portion	IV/VI.11	-	-	2,222
Property, plant and equipment	IV/VI.7	4,055,840	4,085,095	3,976,373	Deferred tax liabilities	IV/VI.21	35,296	35,296	39,441
Right-of-use assets	IV/VI.17	29,935	33,950	30,814	Lease liabilities, non-current	IV/VI.17	23,847	26,563	23,465
Investment properties	IV/VI.8、17	1,201,813	1,208,278	1,214,743	Long-term deferred revenue	IV/VI.12	278,123	284,656	291,188
Intangible assets	IV	12,168	10,168	10,167	Net defined benefit liability, non-current	IV/VI.13	3,174	3,174	37,681
Deferred tax assets	IV/VI.21	57,032	57,032	63,646	Guarantee deposits		164,838	136,311	137,090
Prepayments for equipment		-	-	1,743	Other non-current liabilities, others		2,564	2,908	3,093
Refundable deposits		11,911	7,257	6,791	Total non-current liabilities		507,842	488,908	534,180
Other non-current assets	IV/VI.9	92,157	63,576	68,771	Total liabilities		1,669,438	1,448,793	1,798,800
Total non-current assets		5,501,844	5,506,337	5,414,023	Equity attributable to the parent company				
					Common stock	IV/VI.14	2,000,000	2,000,000	2,000,000
					Capital surplus	IV/VI.14	2,490,916	2,490,850	2,490,850
					Retained earnings	IV/VI.14			
					Legal reserve		1,502,393	1,460,351	1,460,351
					Special reserve		45,420	45,420	45,420
					Unappropriated earnings		671,577	819,540	580,617
					Subtotal		2,219,390	2,325,311	2,086,388
					Other equity		(1,115)	(2,393)	(4,899)
					Non-controlling interests	IV/VI.14、23	-	-	-
					Total equity		6,709,191	6,813,768	6,572,339
Total assets		\$8,378,629	\$8,262,561	\$8,371,139	Total liabilities and equity		\$8,378,629	\$8,262,561	\$8,371,139

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

TAIYEN BIOTECH CO.,LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three-month and six-month periods ended 30 June 2026 and 2025

(Expressed in thousands of New Taiwan Dollars, except for earnings per share)

ITEMS	NOTE	2026.4.1~ 2026.6.30	2025.4.1~ 2025.6.30	2026.1.1~ 2026.6.30	2025.1.1~ 2025.6.30
Operating revenues	IV/VI.15	\$769,009	\$857,197	\$1,558,509	\$1,676,386
Operating costs	IV/VI.6.9.13.18/VII	(476,186)	(484,709)	(946,714)	(980,177)
Gross profits		292,823	372,488	611,795	696,209
Operating expenses	IV/VI.9.13.16.17.18				
Sales and marketing expenses		(150,613)	(146,821)	(282,932)	(283,829)
General and administrative expenses	VII	(53,589)	(61,729)	(106,578)	(118,289)
Research and development expenses		(12,755)	(13,766)	(24,920)	(25,831)
Expected credit losses	IV/VI.16	-	(8,457)	-	(21,770)
Subtotal		(216,957)	(230,773)	(414,430)	(449,719)
Operating incomes		75,866	141,715	197,365	246,490
Non-operating income and expenses					
Other incomes	IV/VI.19	36,438	34,053	54,341	59,426
Other gains and losses	IV/VI.9、19	(17,429)	(65,360)	(36,849)	(76,647)
Financial costs	IV/VI.19	(2,144)	(2,111)	(2,916)	(3,632)
Subtotal		16,865	(33,418)	14,576	(20,853)
Income from continuing operations before income tax		92,731	108,297	211,941	225,637
Income tax expense	IV/VI.21	(13,108)	(18,891)	(37,862)	(47,398)
Net incomes		79,623	89,406	174,079	178,239
Other comprehensive incomes (losses)	IV/VI.20				
To be reclassified to profits or losses in subsequent periods					
Exchange differences resulting from translating the financial statements of foreign operations		407	(2,802)	1,278	(2,268)
Total other comprehensive income, net of tax		407	(2,802)	1,278	(2,268)
Total comprehensive income		\$80,030	\$86,604	\$175,357	\$175,971
Net income attributable to:					
Stockholders of the parent		\$79,623	\$87,139	\$174,079	\$184,420
Non-controlling interests		\$-	\$2,267	\$-	\$(6,181)
Comprehensive income attributable to:					
Stockholder of the parent		\$80,030	\$84,337	\$175,357	\$182,152
Non-controlling interests		\$-	\$2,267	\$-	\$(6,181)
Earnings per share (NTD)	VI.22				
Earnings per share-basic		\$0.40	\$0.43	\$0.87	\$0.92
Earnings per share-diluted		\$0.40	\$0.43	\$0.87	\$0.92

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

TAIYEN BIOTECH CO.,LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For the six-month periods ended 30 June 2026 and 2025
(Expressed in Thousands of New Taiwan Dollars)

ITEMS	Equity attributable to the parent company							Non-controlling interests	Total Equity
	Common Stock	Capital Surplus	Retained Earnings			Other equity	Total		
			Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange differences resulting from translating the financial statements of foreign operation			
Balance as of 1 January 2025	\$2,000,000	\$2,501,830	\$1,419,146	\$45,420	\$700,324	\$(2,631)	\$6,664,089	\$3,528	\$6,667,617
Appropriation and distribution of 2024 retained earnings									
Legal Reserve	-	-	41,205	-	(41,205)	-	-	-	-
Cash dividends – NT\$1.30 per share	-	-	-	-	(260,000)	-	(260,000)	-	(260,000)
Other changes in additional paid-in capital	-	53	-	-	-	-	53	-	53
Net income (loss) for the six-month period ended 30 June 2025	-	-	-	-	184,420	-	184,420	(6,181)	178,239
Other comprehensive income, net of tax for the six-month period ended 30 June 2025	-	-	-	-	-	(2,268)	(2,268)	-	(2,268)
Total comprehensive income (loss)	-	-	-	-	184,420	(2,268)	182,152	(6,181)	175,971
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	-	-	-	(2,922)	-	(2,922)	556	(2,366)
Changes in ownership interests in subsidiaries	-	(11,033)	-	-	-	-	(11,033)	2,097	(8,936)
Balance as of 30 June 2025	<u>\$2,000,000</u>	<u>\$2,490,850</u>	<u>\$1,460,351</u>	<u>\$45,420</u>	<u>\$580,617</u>	<u>\$(4,899)</u>	<u>\$6,572,339</u>	<u>\$-</u>	<u>\$6,572,339</u>
Balance as of 1 January 2026	\$2,000,000	\$2,490,850	\$1,460,351	\$45,420	\$819,540	\$(2,393)	\$6,813,768	\$-	\$6,813,768
Appropriation and distribution of 2025 retained earnings									
Legal Reserve	-	-	42,042	-	(42,042)	-	-	-	-
Cash dividends – NT\$1.40 per share	-	-	-	-	(280,000)	-	(280,000)	-	(280,000)
Other changes in additional paid-in capital	-	66	-	-	-	-	66	-	66
Net income for the six-month period ended 30 June 2026	-	-	-	-	174,079	-	174,079	-	174,079
Other comprehensive income, net of tax for the six-month period ended 30 June 2026	-	-	-	-	-	1,278	1,278	-	1,278
Total comprehensive income	-	-	-	-	174,079	1,278	175,357	-	175,357
Balance as of 30 June 2026	<u>\$2,000,000</u>	<u>\$2,490,916</u>	<u>\$1,502,393</u>	<u>\$45,420</u>	<u>\$671,577</u>	<u>\$(1,115)</u>	<u>\$6,709,191</u>	<u>\$-</u>	<u>\$6,709,191</u>

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

English Translation of Consolidated Financial Statements Originally Issued in Chinese

TAIYEN BIOTECH CO.,LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the six-month periods ended 30 June 2026 and 2025
(Expressed in Thousands of New Taiwan Dollars)

ITEMS	2026.1.1~ 2026.6.30	2025.1.1~ 2025.6.30	ITEMS	2026.1.1~ 2026.6.30	2025.1.1~ 2025.6.30
Cash flows from operating activities:			Cash flows from investing activities:		
Net income before tax	\$211,941	\$225,637	Acquisition of financial assets at amortized cost	(6)	(511)
Adjustments for:			Proceeds from disposal of financial assets at amortized cost	-	9,156
Income and expense adjustments:			Acquisition of financial assets at fair value through profit or loss	(80,000)	(40,000)
Depreciation	121,842	111,162	Proceeds from disposal of financial assets at fair value through profit or loss	83,886	48,933
Amortization	9,472	8,363	Acquisition of property, plant and equipment	(82,420)	(78,940)
Expected credit losses	-	21,770	Proceeds from disposal of property, plant and equipment	-	90
Net (gains) losses on financial assets or liabilities at fair value through profit or loss	(3,387)	2,874	Increase in refundable deposits	(4,654)	-
Interest expense	2,916	3,632	Decrease in refundable deposits	-	31,747
Interest revenue	(10,298)	(15,846)	Acquisition of intangible assets	(3,564)	-
Loss (gain) on disposal of property, plant and equipment	12	(23)	Increase in other non-current assets	-	(15)
Losses on disaster	2,937	3,238	Interest received	10,297	16,766
Changes in operating assets and liabilities:			Net cash (used in) investing activities	<u>(76,461)</u>	<u>(12,774)</u>
Contract assets	10,573	5,159	Cash flows from financing activities		
Notes receivable, net	(96)	(31,288)	Increase in short-term borrowings	84,000	94,000
Trade receivables, net	94,333	(24,666)	Decrease in short-term borrowings	(90,000)	(100,000)
Inventories	(29,549)	35,149	Repayments of long-term borrowings	(3,334)	(61,948)
Other current assets	(16,136)	(25,180)	Increase in guarantee deposits	28,527	562
Contract liabilities	22,411	7,055	Cash payments for the principal portion of the lease liabilities	(3,967)	(4,875)
Notes payable	17,346	9,526	Acquisition of subsidiary shares	-	(2,366)
Accounts payable	(1,010)	(36,047)	Interest paid	(1,121)	(1,816)
Others payable	(71,418)	(80,749)	Change of non-controlling interests	-	(8,936)
Other current liabilities	(25,177)	(8,522)	Other changes in capital surplus	66	53
Other non-current liabilities	(6,877)	(8,987)	Net cash provided (used in) financing activities	<u>14,171</u>	<u>(85,326)</u>
Cash generated from operations	<u>329,835</u>	<u>202,257</u>	Effect of exchange rate changes on cash and cash equivalents	<u>888</u>	<u>(2,267)</u>
Interest paid	<u>(387)</u>	<u>(408)</u>	Net increase in cash and cash equivalents	220,002	59,485
Income tax paid	<u>(48,044)</u>	<u>(41,997)</u>	Cash and cash equivalents at the beginning of period	<u>1,349,371</u>	<u>1,551,310</u>
Net cash provided by operating activities	<u>281,404</u>	<u>159,852</u>	Cash and cash equivalents at the end of period	<u>\$1,569,373</u>	<u>\$1,610,795</u>

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

English Translation of Financial Statements Originally Issued in Chinese
TAIYEN BIOTECH CO., LTD. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
For the Six-Month Periods Ended 30 June 2026 and 2025
(Expressed in Thousands of New Taiwan Dollars Unless Otherwise Stated)

I. HISTORY AND ORGANIZATION

1. Taiyen Biotech Co., Ltd. (the “Company”), formerly known as China Salt Company, was reorganized into a state-owned salt factory of Taiwan in 1951 and restructured into the main salt factory of Taiwan in 1952, which was under the charge of the Ministry of Economic Affairs. In 1995, the main salt factory was restructured and renamed as Taiyen Biotech Co., Ltd. As of 31 March 2026 and 2025, the Ministry of Economic Affairs held 38.88% ownership of Taiyen Biotech Co., Ltd. The Company’s registered office and the main business location is at No.297, Sec. 1, Chien-Kang Rd., South District, Tainan, Republic of China (R.O.C.).
2. The Company became a listed company on the Taiwan Stock Exchange on 18 November 2003.
3. Current main business item:
 - (1) Production, sales, import and export of the following products, by-products and their derivatives:
 - A. Various salt products.
 - B. Various seawater chemical products.
 - C. Bath salt, bath salt milk, salt soap, algae soap, and shampoo.
 - D. Beverage and drinking water.
 - E. Toothpaste, salt mouthwash, and contact lenses maintenance liquid.
 - F. Salt for washing vegetable, fruits and others.
 - G. Food and food additives.
 - H. Pharmaceuticals.
 - I. Cosmetics manufacturing.
 - J. Environmental medicine manufacturing.
 - (2) Sales, imports and exports of daily necessities and cosmetic products.
 - (3) Supply, introduction and management consulting of domestic and foreign industrial salt technology.

II. DATE AND PROCEDURES OF AUTHORIZATION OF FINANCIAL STATEMENTS FOR ISSUE

The consolidated financial statements of the Company and subsidiaries (hereinafter referred to as “the Group”) for the six-month periods ended 30 June 2026 and 2025 were authorized for issue by the Board of Directors on 31 July 2026.

III. NEWLY ISSUED OR REVISED STANDARDS AND INTERPRETATIONS

- (1) Changes in accounting policies resulting from applying for the first time certain standards and amendments

The Group applied for the first time International Financial Reporting Standards, International Accounting Standards, and Interpretations issued, revised or amended which are recognized by the Financial Supervisory Commission (“FSC”) and become effective for annual periods beginning on or after 1 January 2026. The application of these new standards and amendments had no material impact on the Group.

- (2) Standards or interpretations issued, revised or amended, by IASB which have been endorsed by FSC, and not yet adopted by the Group as at the date when the Group’s financial statements were authorized for issue, are listed below.

Items	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
a	IFRS 18 “Presentation and Disclosure in Financial Statements”	1 January 2027 (Note)
b	Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)	1 January 2027
c	Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21 and IAS 29)	1 January 2027
d	Amendments to the Fair Value Option for Investments in Associates and Joint Ventures (Amendments to IAS 28)	1 January 2027 (Note)

Note: On 25 September 2025, the FSC announced in a press release that Taiwan will adopt IFRS 18 in 2028. In addition, entities in Taiwan with a need for early adoption may elect to early adopt IFRS 18.

(a) IFRS 18 “Presentation and Disclosure in Financial Statements”

IFRS 18 replaces IAS 1 Presentation of Financial Statements. The main changes are as below:

- (1) Improved comparability in the statement of profit or loss (income statement)

IFRS 18 requires entities to classify all income and expenses within their statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. The first three categories are new, to improve the structure of the income statement, and requires all entities to provide new defined subtotals, including operating profit or loss. The improved structure and new subtotals will give investors a consistent starting point for analyzing entities’ performance and make it easier to compare entities.

- (2) Enhanced transparency of management-defined performance measures
IFRS 18 requires entities to disclose explanations of those entity-specific measures that are related to the income statement, referred to as management-defined performance measures.
- (3) Useful grouping of information in the financial statements
IFRS 18 sets out enhanced guidance on how to organize information and whether to provide it in the primary financial statements or in the notes. The changes are expected to provide more detailed and useful information. IFRS 18 also requires entities to provide more transparency about operating expenses, helping investors to find and understand the information they need.
- (b) Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures (IFRS 19)
This new standard and its amendment permit subsidiaries without public accountability to provide reduced disclosures when applying IFRS Accounting Standards in their financial statements. IFRS 19 is optional for subsidiaries that are eligible and sets out the disclosure requirements for subsidiaries that elect to apply it.
- (c) Translation to a Hyperinflationary Presentation Currency (Amendments to IAS 21 and IAS 29)

The amendments include:

- (1) Clarify that when the entity's functional currency is that of a non-hyperinflationary economy but its presentation currency is the currency of a hyperinflationary economy, the entity shall translate its results and financial position using the closing rate at the date of the most recent statement of financial position.
- (2) In the above circumstances, when the presentation currency ceases to be hyperinflationary economy, the entity shall not retranslate amounts that arose before the beginning of the reporting period.
- (3) When the entity's functional currency and presentation currency are the currency of a hyperinflationary economy, the entity shall apply the relevant accounting treatment in accordance with paragraph 34 of IAS 29.
- (d) Amendments to the Fair Value Option for Investments in Associates and Joint Ventures (Amendments to IAS 28)

The amendments are:

- (1) Clarify that the entity that has a main business activity of investing in particular types of assets (as set out in paragraph 49(a) of IFRS 18) is eligible to elect the fair value option in IAS 28; and
- (2) Require the entity to apply the amendments to IAS 28 at the same time, and on the same basis, as it applies IFRS 18.

The abovementioned standards, amendments and interpretations have been issued by the IASB, endorsed by the FSC, and are effective for annual reporting periods beginning on or after 1 January 2027. Except for the standards, amendments and interpretations described in (1), which are expected to affect the presentation and disclosures of the Group’s financial statements, the Group has assessed that the remaining new or amended standards and interpretations have no material impact on the Group.

- (3) Standards or interpretations issued, revised or amended, by IASB which have not been endorsed by FSC, and not yet adopted by the Group as at the date when the Group’s financial statements were authorized for issue, are listed below.

Items	New, Revised or Amended Standards and Interpretations	Effective Date issued by IASB
a	IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” — Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures	To be determined by IASB
b	IFRS 20 “Regulatory Assets and Regulatory Liabilities”	1 January 2029

- (a) IFRS 10 “Consolidated Financial Statements” and IAS 28 “Investments in Associates and Joint Ventures” — Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures

The amendments address the inconsistency between the requirements in IFRS 10 *Consolidated Financial Statements* and IAS 28 *Investments in Associates and Joint Ventures*, in dealing with the loss of control of a subsidiary that is contributed to an associate or a joint venture. IAS 28 restricts gains and losses arising from contributions of non-monetary assets to an associate or a joint venture to the extent of the interest attributable to the other equity holders in the associate or joint ventures. IFRS 10 requires full profit or loss recognition on the loss of control of the subsidiary. IAS 28 was amended so that the gain or loss resulting from the sale or contribution of assets that constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized in full.

IFRS 10 was also amended so that the gains or loss resulting from the sale or contribution of a subsidiary that does not constitute a business as defined in IFRS 3 between an investor and its associate or joint venture is recognized only to the extent of the unrelated investors’ interests in the associate or joint venture.

- (b) IFRS 20 “Regulatory Assets and Regulatory Liabilities”

This Standard sets out the requirements for the recognition, measurement, presentation and disclosure of regulatory assets, regulatory liabilities, regulatory income and regulatory expense, and will replace IFRS 14 *Regulatory Deferral Accounts*.

The abovementioned standards and interpretations issued by IASB have not yet been endorsed by FSC at the date when the Group's financial statements were authorized for issue, the local effective dates are to be determined by FSC. As the Group is still currently determining the potential impact of the new or amended standards and interpretations, it is not practicable to estimate their impact on the Group at this point in time. The remaining new or amended standards and interpretations have no material impact on the Group.

IV. SUMMARY OF MATERIAL ACCOUNTING POLICIES

1. Statement of compliance

The consolidated financial statements of the Group for the six-month periods ended 30 June 2026 and 2025 have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers ("the Regulations") and IAS 34 *Interim Financial Reporting* as endorsed and became effective by the FSC.

2. Basis of preparation

The consolidated financial statements have been prepared on a historical cost basis, except for financial instruments that have been measured at fair value. The consolidated financial statements are expressed in thousands of New Taiwan Dollars ("NT\$") unless otherwise stated.

3. Basis of consolidation

Preparation principle of consolidated financial statement

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- (1) power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- (2) exposure, or rights, to variable returns from its involvement with the investee, and
- (3) the ability to use its power over the investee to affect its returns

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- (1) the contractual arrangement with the other vote holders of the investee
- (2) rights arising from other contractual arrangements
- (3) the Group's voting rights and potential voting rights

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

Subsidiaries are fully consolidated from the acquisition date, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases. The financial statements of the subsidiaries are prepared for the same reporting period as the parent company, using uniform accounting policies. All intra-group balances, income and expenses, unrealized gains and losses and dividends resulting from intra-group transactions are eliminated in full.

A change in the ownership interest of a subsidiary, without a change of control, is accounted for as an equity transaction.

Total comprehensive income of the subsidiaries is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

If the Group loses control of a subsidiary, it:

- (1) derecognizes the assets (including goodwill) and liabilities of the subsidiary;
- (2) derecognizes the carrying amount of any non-controlling interest;
- (3) recognizes the fair value of the consideration received;
- (4) recognizes the fair value of any investment retained;
- (5) reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss, or transfer directly to retained earnings if required by other IFRSs; and
- (6) recognizes any resulting difference in profit or loss.

The consolidated entities are listed as follows:

Investor	Subsidiary	Main businesses	Percentage of ownership (%)		
			30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
The Company	Taiyen Biotech (Samoa) Co., Ltd. (Taiyen Samoa)	Reinvestment business	100%	100%	100%
The Company	Taiyen Green Energy Co., Ltd. (Taiyen Green Energy)	Energy related business	100%	100% (Note1)	100% (Note1)
Taiyen Samoa	Taiyen Biotech Co., Limited (Taiyen Hong Kong)	Reinvestment business	100%	100%	100%
Taiyen Hong Kong	Taiyen (Xiamen) Import&Export Co., Ltd. (Taiyen (Xiamen))	Commodity trading, import and export business	100%	100%	100%
Taiyen Green Energy	Yanwang Energy Co., Ltd. (Yanwang)	Energy related business	100% (Note2)	-%	-%

Note 1: To safeguard the interests of the Group, maintain corporate image, and fulfill corporate responsibilities, the Company and its subsidiary, Taiyen Green Energy, acquired all outstanding common shares of Taiyen Green Energy held by shareholders other than the Company. As a result, the Company's ownership interest increased from 66.75% to 100%.

Note 2: The subsidiary, Taiyen Green Energy, established a project-specific subsidiary to carry out project development.

4. Foreign currency transactions

The Group's consolidated financial statements are presented in NT\$, which is also the Company's functional currency. Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency.

Transactions in foreign currencies are initially recorded by the Group entities at their respective functional currency rates prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the functional currency closing rate of exchange ruling at the reporting date. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. Non-monetary items that are measured at historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions.

All exchange differences arising on the settlement of monetary items or on translating monetary items are taken to profit or loss in the period in which they arise except for the following:

- (1) Exchange differences arising from foreign currency borrowings for an acquisition of a qualifying asset to the extent that they are regarded as an adjustment to interest costs are included in the borrowing costs that are eligible for capitalization.
- (2) Foreign currency items within the scope of IFRS 9 Financial Instruments are accounted for based on the accounting policy for financial instruments.
- (3) Exchange differences arising on a monetary item that forms part of a reporting entity's net investment in a foreign operation are recognized initially in other comprehensive income and reclassified from equity to profit or loss on disposal of the net investment.

When a gain or loss on a non-monetary item is recognized in other comprehensive income, any exchange component of that gain or loss is recognized in other comprehensive income. When a gain or loss on a non-monetary item is recognized in profit or loss, any exchange component of that gain or loss is recognized in profit or loss.

5. Translation of financial statements in foreign currency

The assets and liabilities of foreign operations are translated into NT\$ at the closing rate of exchange prevailing at the reporting date and their income and expenses are translated at an average rate for the period. The exchange differences arising on the translation are recognized in other comprehensive income. On the disposal of a foreign operation, the cumulative amount of the exchange differences relating to that foreign operation, recognized in other comprehensive income and accumulated in the separate component of equity, is reclassified from equity to profit or loss when the gain or loss on disposal is recognized. The following partial disposals are accounted for as disposals:

- (a) when the partial disposal involves the loss of control of a subsidiary that includes a foreign operation; and
- (b) when the retained interest after the partial disposal of an interest in a joint arrangement or partial disposal of an interest in an associate that includes a foreign operation is financial asset that includes a foreign operation.

On the partial disposal of a subsidiary that includes a foreign operation that does not result in a loss of control, the proportionate share of the cumulative amount of the exchange differences recognized in other comprehensive income is re-attributed to the non-controlling interests in that foreign operation. In partial disposal of an associate or joint arrangement that includes a foreign operation that does not result in a loss of significant influence or joint control, only the proportionate share of the cumulative amount of the exchange differences recognized in other comprehensive income is reclassified to profit or loss.

Any goodwill and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition of a foreign operation are treated as assets and liabilities of the foreign operation and expressed in its functional currency.

6. Current and non-current distinction

An asset is classified as current when:

- (1) The Group expects to realize the asset, or intends to sell or consume it, in its normal operating cycle.
- (2) The Group holds the asset primarily for the purpose of trading.
- (3) The Group expects to realize the asset within twelve months after the reporting period.
- (4) The asset is cash or cash equivalent unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- (1) The Group expects to settle the liability in its normal operating cycle.
- (2) The Group holds the liability primarily for the purpose of trading.
- (3) The liability is due to be settled within twelve months after the reporting period.

- (4) The Group does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

7. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term, highly liquid time deposits or investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

8. Financial instruments

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities within the scope of IFRS 9 Financial Instruments are recognized initially at fair value plus or minus, in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial assets or financial liabilities

(1) Financial instruments: Recognition and Measurement

The Group accounts for regular way purchase or sales of financial assets on the trade date.

The Group classified financial assets as subsequently measured at amortized cost, fair value through other comprehensive income or fair value through profit or loss considering both factors below:

- A.the Group's business model for managing the financial assets and
- B.the contractual cash flow characteristics of the financial asset.

Financial assets measured at amortized cost

A financial asset is measured at amortized cost if both of the following conditions are met and presented as note receivables, trade receivable, financial assets measured at amortized cost and other receivables etc., on balance sheet as at the reporting date:

- A. the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- B. the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Such financial assets are subsequently measured at amortized cost (the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount and the maturity amount and adjusted for any loss allowance) and is not part of a hedging relationship. A gain or loss is recognized in profit or loss when the financial asset is derecognized, through the amortization process or in order to recognize the impairment gains or losses.

Interest revenue is calculated by using the effective interest method. This is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for:

- A. purchased or originated credit-impaired financial assets. For those financial assets, the Group applies the credit-adjusted effective interest rate to the amortized cost of the financial asset from initial recognition.
- B. financial assets that are not purchased or originated credit-impaired financial assets but subsequently have become credit-impaired financial assets. For those financial assets, the Group applies the effective interest rate to the amortized cost of the financial asset in subsequent reporting periods.

Financial asset measured at fair value through other comprehensive income

A financial asset is measured at fair value through other comprehensive income if both of the following conditions are met:

- A. the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- B. the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Recognition of gain or loss on a financial asset measured at fair value through other comprehensive income are described as below:

- A. A gain or loss on a financial asset measured at fair value through other comprehensive income recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains and losses, until the financial asset is derecognized or reclassified.
- B. When the financial asset is derecognized the cumulative gain or loss previously recognized in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment.
- C. Interest revenue is calculated by using the effective interest method. This is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for:
 - (a) Purchased or originated credit-impaired financial assets. For those financial assets, the Group applies the credit-adjusted effective interest rate to the amortized cost of the financial asset from initial recognition.
 - (b) Financial assets that are not purchased or originated credit-impaired financial assets but subsequently have become credit-impaired financial assets. For those financial assets, the Group applies the effective interest rate to the amortized cost of the financial asset in subsequent reporting periods.

Besides, for certain equity investments within the scope of IFRS 9 that is neither held for trading nor contingent consideration recognized by an acquirer in a business combination to which IFRS 3 applies, the Group made an irrevocable election to present the changes of the fair value in other comprehensive income at initial recognition. Amounts presented in other comprehensive income shall not be subsequently transferred to profit or loss (when disposal of such equity instrument, its cumulated amount included in other components of equity is transferred directly to the retained earnings) and these investments should be presented as financial assets measured at fair value through other comprehensive income on the balance sheet. Dividends on such investment are recognized in profit or loss unless the dividends clearly represent a recovery of part of the cost of investment.

Financial asset measured at fair value through profit or loss

Financial assets were classified as measured at amortized cost or measured at fair value through other comprehensive income based on aforementioned criteria. All other financial assets were measured at fair value through profit or loss and presented on the balance sheet as financial assets measured at fair value through profit or loss.

Such financial assets are measured at fair value, the gains or losses resulting from remeasurement is recognized in profit or loss which includes any dividend or interest received on such financial assets.

(2) Impairment of financial assets

The Group recognizes a loss allowance for expected credit losses on debt instrument investments measured at fair value through other comprehensive income and financial asset measured at amortized cost. The loss allowance on debt instrument investments measured at fair value through other comprehensive income is recognized in other comprehensive income and not reduce the carrying amount in the balance sheet.

The Group measures expected credit losses of a financial instrument in a way that reflects:

- A. an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes
- B. the time value of money; and
- C. reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The loss allowance is measured as follows:

- A. At an amount equal to 12-month expected credit losses: the credit risk on a financial asset has not increased significantly since initial recognition or the financial asset is determined to have low credit risk at the reporting date. In addition, the Group measures the loss allowance at an amount equal to lifetime expected credit losses in the previous reporting period, but determines at the current reporting date that the credit risk on a financial asset has increased significantly since initial recognition is no longer met.

- B. At an amount equal to the lifetime expected credit losses: the credit risk on a financial asset has increased significantly since initial recognition or financial asset that is purchased or originated credit-impaired financial asset.
- C. For trade receivable or contract assets arising from transactions within the scope of IFRS 15, the Group measures the loss allowance at an amount equal to lifetime expected credit losses.
- D. For lease receivables arising from transactions within the scope of IFRS 16, the Group measures the loss allowance at an amount equal to lifetime expected credit losses.

At each reporting date, the Group needs to assess whether the credit risk on a financial asset has increased significantly since initial recognition by comparing the risk of a default occurring at the reporting date and the risk of default occurring at initial recognition. Please refer to Note XII for further details on credit risk.

(3) Derecognition of financial assets

A financial asset is derecognized when:

- A. The rights to receive cash flows from the asset have expired.
- B. The Group has transferred the asset and substantially all the risks and rewards of the asset have been transferred.
- C. The Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

On derecognition of a financial asset in its entirety, the difference between the carrying amount and the consideration received or receivable including any cumulative gain or loss that had been recognized in other comprehensive income, is recognized in profit or loss.

(4) Financial liabilities and equity

Classification between liabilities or equity

The Group classifies the instrument issued as a financial liability or an equity instrument in accordance with the substance of the contractual arrangement and the definitions of a financial liability, and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. The transaction costs of an equity transaction are accounted for as a deduction from equity (net of any related income tax benefit) to the extent they are incremental costs directly attributable to the equity transaction that otherwise would have been avoided.

Financial liabilities

Financial liabilities within the scope of IFRS 9 Financial Instruments are classified as financial liabilities at fair value through profit or loss or financial liabilities measured at amortized cost upon initial recognition.

Financial liabilities at amortized cost

Financial liabilities measured at amortized cost include interest bearing loans and borrowings that are subsequently measured using the effective interest rate method after initial recognition. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the effective interest rate method amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or transaction costs.

Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified (whether or not attributable to the financial difficulty of the debtor), such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts and the consideration paid or payable, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss.

(5) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the balance sheet if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

9. Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (1) In the principal market for the asset or liability, or
- (2) In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible to by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

10. Inventories

Inventories are valued at lower of cost and net realizable value item by item.

Costs incurred in bringing each inventory to its present location and condition are accounted for as follows:

Raw materials – Purchase cost on a weighted average basis.

Finished goods and work in progress – Cost of direct materials and labor and a proportion of manufacturing overheads based on normal operating capacity but excluding borrowing costs.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

Rendering of services is accounted in accordance with IFRS 15 and not within the scope of inventories.

11. Property, plant and equipment

Property, plant and equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of dismantling and removing the item and restoring the site on which it is located and borrowing costs for construction in progress if the recognition criteria are met. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. When significant parts of property, plant and equipment are required to be replaced in intervals, the Group recognized such parts as individual assets with specific useful lives and depreciation, respectively. The carrying amount of those parts that are replaced is derecognized in accordance with the derecognition provisions of IAS 16 Property, plant and equipment. When a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred.

Depreciation is calculated on a straight-line basis over the estimated economic lives of the following assets:

Land improvements	2~40 years
Buildings	2~65 years
Machinery and equipment	2~50 years
Transportation equipment	2~20 years
Other equipment	2~30 years

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is recognized in profit or loss.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

12. Investment properties

The Group's owned investment properties are measured initially at cost, including transaction costs. The carrying amount includes the cost of replacing part of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day servicing of an investment property. Subsequent to initial recognition, other than those that meet the criteria to be classified as held for sale (or are included in a disposal group that is classified as held for sale) in accordance with IFRS 5 Non-current Assets Held for Sale and Discontinued Operations, investment properties are measured using the cost model in accordance with the requirements of IAS 16 Property, plant and equipment for that model. If investment properties are held by a lessee as right-of-use assets and is not held for sale in accordance with IFRS 5, investment properties are measured in accordance with the requirements of IFRS 16.

Depreciation is calculated on a straight-line basis over the estimated economic lives of the following assets:

Land improvements	3~25 years
Buildings	9~55 years

Investment properties are derecognized when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss in the period of derecognition.

The Group transfers properties to or from investment properties according to the actual use of the properties.

The Group transfers to or from investment properties when there is a change in use for these assets. Properties are transferred to or from investment properties when the properties meet, or cease to meet, the definition of investment property and there is evidence of the change in use.

13. Leases

The Group assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset for a period of time, the Group assesses whether, throughout the period of use, has both of the following:

- (1) the right to obtain substantially all of the economic benefits from use of the identified asset; and
- (2) the right to direct the use of the identified asset.

For a contract that is, or contains, a lease, the Group accounts for each lease component within the contract as a lease separately from non-lease components of the contract. For a contract that contains a lease component and one or more additional lease or non-lease components, the Group allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components. The relative stand-alone price of lease and non-lease components shall be determined on the basis of the price the lessor, or a similar supplier, would charge the Group for that component, or a similar component, separately. If an observable stand-alone price is not readily available, the Group estimates the stand-alone price, maximizing the use of observable information.

Group as a lessee

Except for leases that meet and elect short-term leases or leases of low-value assets, the Group recognizes right-of-use asset and lease liability for all leases which the Group is the lessee of those lease contracts.

At the commencement date, the Group measures the lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group uses its incremental borrowing rate. At the commencement date, the lease payments included in the measurement of the lease liability comprise the following payments for the right to use the underlying asset during the lease term that are not paid at the commencement date:

- (1) fixed payments (including in-substance fixed payments), less any lease incentives receivable;

- (2) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- (3) amounts expected to be payable by the lessee under residual value guarantees;
- (4) the exercise price of a purchase option if the Group is reasonably certain to exercise that option; and
- (5) payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

After the commencement date, the Group measures the lease liability on an amortized cost basis, which increases the carrying amount to reflect interest on the lease liability by using an effective interest method; and reduces the carrying amount to reflect the lease payments made.

At the commencement date, the Group measures the right-of-use asset at cost. The cost of the right-of-use asset comprises:

- (1) the amount of the initial measurement of the lease liability;
- (2) any lease payments made at or before the commencement date, less any lease incentives received;
- (3) any initial direct costs incurred by the lessee; and
- (4) an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

For subsequent measurement of the right-of-use asset, the Group measures the right-of-use asset at cost less any accumulated depreciation and any accumulated impairment losses. That is, the Group measures the right-of-use applying a cost model.

If the lease transfers ownership of the underlying asset to the Group by the end of the lease term or if the cost of the right-of-use asset reflects that the Group will exercise a purchase option, the Group depreciates the right-of-use asset from the commencement date to the end of the useful life of the underlying asset. Otherwise, the Group depreciates the right-of-use asset from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

The Group applies IAS 36 “Impairment of Assets” to determine whether the right-of-use asset is impaired and to account for any impairment loss identified.

Except for those leases that the Group accounted for as short-term leases or leases of low-value assets, the Group presents right-of-use assets and lease liabilities in the balance sheet and separately presents lease-related interest expense and depreciation charge in the statements of comprehensive income.

For short-term leases or leases of low-value assets, the Group elects to recognize the lease payments associated with those leases as an expense on either a straight-line basis over the lease term or another systematic basis.

Group as a lessor

At inception of a contract, the Group classifies each of its leases as either an operating lease or a finance lease. A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership of an underlying asset. A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership of an underlying asset. At the commencement date, the Group recognizes assets held under a finance lease in its balance sheet and present them as a receivable at an amount equal to the net investment in the lease.

For a contract that contains lease components and non-lease components, the Group allocates the consideration in the contract applying IFRS 15.

The Group recognizes lease payments from operating leases as rental income on either a straight-line basis or another systematic basis. Variable lease payments for operating leases that do not depend on an index or a rate are recognized as rental income when incurred.

14. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is its fair value as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses, if any. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in profit or loss for the year in which the expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with finite lives are amortized over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life is reviewed at least at the end of each financial year. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset is accounted for by changing the amortization period or method, as appropriate, and are treated as changes in accounting estimates.

Intangible assets with indefinite useful lives are not amortized, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in profit or loss when the asset is derecognized.

Computer software

The cost of computer software is amortized on a straight-line basis over the estimated useful life (2 to 10 years).

15. Impairment of non-financial assets

The Group assesses at the end of each reporting period whether there is any indication that an asset in the scope of IAS 36 Impairment of Assets may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's ("CGU") fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

For assets excluding goodwill, an assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the Group estimates the asset's or cash-generating unit's recoverable amount. A previously recognized impairment loss is reversed only if there has been an increase in the estimated service potential of an asset which in turn increases the recoverable amount. However, the reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years.

A cash generating unit, or groups of cash-generating units, to which goodwill has been allocated is tested for impairment annually at the same time, irrespective of whether there is any indication of impairment. If an impairment loss is to be recognized, it is first allocated to reduce the carrying amount of any goodwill allocated to the cash generating unit (group of units), then to the other assets of the unit (group of units) pro rata on the basis of the carrying amount of each asset in the unit (group of units). Impairment losses relating to goodwill cannot be reversed in future periods for any reason.

An impairment loss of continuing operations or a reversal of such impairment loss is recognized in profit or loss.

16. Provisions

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Group expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

The liability to pay a levy is recognized progressively if the obligating event occurs over a period of time.

When the unavoidable cost of meeting the obligations under the contract exceeds the expected receivable economic benefits from the contract, the provision of onerous contract should be recognized.

Provision for decommissioning, restoration and rehabilitation costs

The provision for decommissioning, restoration and rehabilitation costs arose on construction of a property, plant and equipment. Decommissioning costs are provided at the present value of expected costs to settle the obligation using estimated cash flows and are recognized as part of the cost of that particular asset. The cash flows are discounted at a current pre-tax rate that reflects the risks specific to the decommissioning liability. The unwinding of the discount is expensed as incurred and recognized as a finance cost. The estimated future costs of decommissioning are reviewed annually and adjusted as appropriate. Changes in the estimated future costs or in the discount rate applied are added to or deducted from the cost of the asset.

Provision for Warranties

A provision is recognized for expected warranty claims on products sold, based on past experience, management's judgement and other known factors.

17. Revenue recognition

The Group's revenue from contracts with customers primarily include sale of goods, rendering of services and sale of solar power. The accounting treatment are explained as follows:

Sale of goods

The Group manufactures and sells goods. Sales are recognized when control of the goods is transferred to the customer and the goods are delivered to the customers (i.e. when the customer has the ability to direct the use of, and obtain substantially all of the remaining benefits from the goods). The main products of the Group are various salt products, drinking water, skincare products, etc., and revenue is recognized based on the consideration stated in the contract. For certain sales of goods transactions, they are usually accompanied by volume discounts (based on the accumulated total sales amount for a specified period). Therefore, revenue from these sales is recognized based on the price specified in the contract, net of the estimated volume discounts. The Group estimates the discounts using the expected value method based on historical experiences. Revenue is only recognized to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognized will not occur and when the uncertainty associated with the variable consideration is subsequently resolved. During the period specified in the contract, refund liability is recognized for the expected volume discounts.

The Group provides its customer with a warranty with the purchase of the products. The warranty provides assurance that the product will operate as expected by the customers. And the warranty is accounted in accordance with IAS 37.

The credit period of the Group's sale of goods is from 90 to 150 days. For most of the contracts, when the Group transfers the goods to customers and has a right to an amount of consideration that is unconditional, these contracts are recognized as trade receivable. The Group usually collects the payments shortly after transfer of goods to customers; therefore, there is no significant financing component to the contract. For some of the contracts, the Group has transferred the goods to customers but does not has a right to an amount of consideration that is unconditional, these contacts should be presented as contract assets. Beside, in accordance with IFRS 9, the Group measures the loss allowance for a contract asset at an amount equal to the lifetime expected credit losses.

Rendering of services

The Group provides solar engineering design, application services and professional integration services. Throughout the process of providing labor services, the entity's performance creates or enhances an asset that the customer controls as the asset is created or enhanced, meets the criteria which satisfies a performance obligation and recognizes revenue over time.

Most of the contractual considerations of the Group are collected evenly throughout the contract periods. When the Group has performed the services to customers but does not have a right to an amount of consideration that is unconditional, these contracts should be presented as contract assets. However, for some rendering of services contracts, part of the consideration was received from customers upon signing the contract, and the Group has the obligation to provide the services subsequently; accordingly, these amounts are recognized as contract liabilities.

When the outcome of the construction contract could not be reasonably estimated, cost recovery method would be applied. Revenue could only be recognized to the same amount of costs incurred.

When the situation changes, the estimation of revenue, costs and stage of completion should be revised. During the period that the management was informed, the changes should be reflected on the income.

The period between the transfers of contract liabilities to revenue is usually within one year, thus, no significant financing component has arisen.

Construction Contract

The Group mostly provides solar energy construction services. As the Group provides the services over the contract period, the customers simultaneously receive control of the asset.

Hence, the related revenue is recognized by the percentage of completion method over the contract period.

Most of the contractual considerations of the Group are collected evenly throughout the contract periods. When the Group has performed the services to customers but does not have a right to an amount of consideration that is unconditional, these contracts should be presented as contract assets. However, for some rendering of services contracts, part of the consideration was received from customers upon signing the contract, and the Group has the obligation to provide the services subsequently; accordingly, these amounts are recognized as contract liabilities.

When the outcome of the construction contract could not be reasonably estimated, cost recovery method would be applied. Revenue could only be recognized to the same amount of costs incurred.

When the situation changes, the estimation of revenue, costs and stage of completion should be revised. During the period that the management was informed, the changes should be reflected on the income.

The period between the transfers of contract liabilities to revenue is usually within one year, thus, no significant financing component has arisen.

Sale of solar power

The Group recognizes revenue based on the actual amount of electricity sold and the rate charged, starting from the date on which it obtains the equipment registration letter from the Energy Administration. The revenue from electricity sales is calculated monthly from the date when Taiwan Power Company installed the meter at the premises of the Group as agreed.

18. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective assets. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

19. Post-employment benefits

All regular employees of the Company and its domestic subsidiaries are entitled to a pension plan that is managed by an independently administered pension fund committee. Fund assets are deposited under the committee's name in the specific bank account and hence, not associated with the Company and its domestic subsidiaries. Therefore, fund assets are not included in the Group's consolidated financial statements. Pension benefits for employees of the overseas subsidiaries and the branches are provided in accordance with the respective local regulations.

For the defined contribution plan, the Company and its domestic subsidiaries will make a monthly contribution of no less than 6% of the monthly wages of the employees subject to the plan. The Company recognizes expenses for the defined contribution plan in the period in which the contribution becomes due. Overseas subsidiaries and branches make contribution to the plan based on the requirements of local regulations.

Post-employment benefit plan that is classified as a defined benefit plan uses the Projected Unit Credit Method to measure its obligations and costs based on actuarial assumptions. Re-measurements, comprising of the effect of the actuarial gains and losses, the effect of the asset ceiling (excluding net interest) and the return on plan assets, excluding net interest, are recognized as other comprehensive income with a corresponding debit or credit to retained earnings in the period in which they occur. Past service costs are recognized in profit or loss on the earlier of:

- (a) the date of the plan amendment or curtailment, and
- (b) the date that the Group recognizes restructuring-related costs or termination benefits

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset, both as determined at the start of the annual reporting period, taking account of any changes in the net defined benefit liability (asset) during the period as a result of contribution and benefit payment.

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 and disclosed for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events.

20. Share-based payment transactions

The cost of equity-settled transactions between the Group and its subsidiaries is recognized based on the fair value of the equity instruments granted. The fair value of the equity instruments is determined by using an appropriate pricing model.

The cost of equity-settled transactions is recognized, together with a corresponding increase in other capital reserves in equity, over the period in which the performance and/or service conditions are fulfilled. The cumulative expense recognized for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Group's best estimate of the number of equity instruments that will ultimately vest. The income statement expense or credit for a period represents the movement in cumulative expense recognized as at the beginning and end of that period.

No expense is recognized for awards that do not ultimately vest, except for equity-settled transactions where vesting is conditional upon a market or non-vesting condition, which are treated as vesting irrespective of whether or not the market or non-vesting condition is satisfied, provided that all other performance and/or service conditions are satisfied.

Where the terms of an equity-settled transaction award are modified, the minimum expense recognized is the expense as if the terms had not been modified, if the original terms of the award are met. An additional expense is recognized for any modification that increases the total fair value of the share-based payment transaction, or is otherwise beneficial to the employee as measured at the date of modification.

Where an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognized for the award is recognized immediately. This includes any award where non-vesting conditions within the control of either the entity or the employee are not met. However, if a new award is substituted for the cancelled award, and designated as a replacement award on the date that it is granted, the cancelled and new awards are treated as if they were a modification of the original award, as described in the previous paragraph.

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.

The cost of restricted stocks issued is recognized as salary expense based on the fair value of the equity instruments on the grant date, together with a corresponding increase in other capital reserves in equity, over the vesting period. The Group recognized unearned employee salary which is a transitional contra equity account; the balance in the account will be recognized as salary expense over the passage of vesting period.

21. Income taxes

Income tax expense (income) is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Current income tax relating to items recognized in other comprehensive income or directly in equity is recognized in other comprehensive income or equity and not in profit or loss.

The income tax for undistributed earnings is recognized as income tax expense in the subsequent year when the distribution proposal is approved by the shareholders' meeting.

Deferred tax

Deferred tax is provided on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences, except:

- (1) Where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination; at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and at the time of the transaction, does not give rise to equal taxable and deductible temporary differences.
- (2) In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint arrangements, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except:

- (1) Where the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination; at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and at the time of the transaction, does not give rise to equal taxable and deductible temporary differences.
- (2) In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint arrangements, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date. The measurement of deferred tax assets and deferred tax liabilities reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities. Deferred tax relating to items recognized outside profit or loss is recognized outside profit or loss. Deferred tax items are recognized in correlation to the underlying transaction either in other comprehensive income or directly in equity. Deferred tax assets are reassessed at each reporting date and are recognized accordingly.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current income tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

According to the temporary exception in the International Tax Reform – Pillar Two Model Rules (Amendments to IAS 12), information about deferred tax assets and liabilities related to Pillar Two income tax will neither be recognized nor be disclosed.

Interim period income tax expense is accrued using the tax rate that would be applicable to expected total annual earnings, that is, the estimated average annual effective income tax rate applied to the pre-tax income of the interim period. The estimated average annual effective income tax rate only includes current income tax. The recognition and measurement of deferred tax follow the annual financial reporting requirements in accordance with IAS 12. The Group recognizes the effect of change in tax rate for deferred taxes in full if the new tax rate is enacted by the end of the interim reporting period, by charging to profit or loss, other comprehensive income, or directly to equity.

V. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Group's consolidated financial statements require management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

1. Judgement

In the process of applying the Group's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the consolidated financial statements:

Operating lease commitment-Group as the lessor

The Group has entered into commercial property leases on its investment property portfolio. The Group has determined, based on an evaluation of the terms and conditions of the arrangements, that it retains all the significant risks and rewards of ownership of these properties and accounts for the contracts as operating leases.

Revenue recognition from service contracts and construction contracts

The Group recognizes revenue from service contracts and construction contracts by using the input method to measure the percentage of completion. The percentage of completion is estimated based on the proportion of contract costs incurred to the estimated total contract costs to determine the percentage of completion of the contract.

The estimates of total costs and contract items which are determined by management based on the nature of different projects, expected contract amount, duration, implementation methods of project, etc., which may affect the calculation of the percentage of completion.

2. Estimation and assumptions

The key assumptions concerning the future and other key sources for estimating uncertainty at the reporting date, that would have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(1) Fair value of financial instruments

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using valuation techniques including income approach (for example the discounted cash flow model) or the market approach. Changes in assumptions about these factors could affect the reported fair value of the financial instruments. Please refer to Note XII for more details.

(2) Net realizable value of inventories

Estimates of net realizable value of inventories take into consideration that inventories may be damaged, become wholly or partially obsolete, or their selling prices have declined. The estimates are based on the most reliable evidence available at the time the estimates are made. Please refer to Note VI for more details.

(3) Fair value of investment properties

When the fair value of investment properties cannot be quoted in the active market, the fair value is measured via the fair value model, including income approach – discounted cash flow method, or market approach. The changes of appraisal parameters used in the assessments will vary the fair value of investment properties. Please refer to Note VI for more details.

(4) Impairment of non-financial assets

An impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs to sell and its value in use. The fair value less costs to sell calculation is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date less incremental costs that would be directly attributable to the disposal of the asset or cash generating unit. The value in use calculation is based on a discounted cash flow model. The cash flows projections are derived from the budget for the next five years and do not include restructuring activities that the Group is not yet committed to or significant future investments that will enhance the asset's performance of the cash generating unit being tested. The recoverable amount is most sensitive to the discount rate used for the discounted cash flow model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes. The key assumptions used to determine the recoverable amount for the different cash generating units, including a sensitivity analysis, are further explained in Note VI.

(5) Pension benefits

The cost of post-employment benefit and the present value of the pension obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions. These include the determination of the rate discount and changes of the future salary, etc.

For more details of the principal assumptions used to measure the cost of post-employment benefit and the pension obligation, please refer to Note VI.

(6) Revenue recognition-sales returns and allowance

The Group estimates sales returns and allowance based on historical experience and other known factors at the time of sale, which reduces the operating revenue. In assessing the above-mentioned sales returns and allowance, on the basis of highly probable that a significant reversal in the amount of cumulative revenue recognized will not occur. Please refer to Note VI for more details.

(7) Trade receivables—estimation of impairment loss

The Group estimates the impairment loss of trade receivables at an amount equal to lifetime expected credit losses. The credit loss is the present value of the difference between the contractual cash flows that are due under the contract (carrying amount) and the cash flows that expects to receive (evaluate forward looking information). However, as the impact from the discounting of short-term receivables is not material, the credit loss is measured by the undiscounted cash flows. Where the actual future cash flows are lower than expected, a material impairment loss may arise. Please refer to Note VI for more details.

(8) Provision

The Group estimates provision for onerous contracts based on historical experience and other known factors.

The Group regularly assesses the likelihood and related legal costs of obligations arising from legal lawsuits, and when the present obligation is probable and the amount can be reasonably estimated, the Group recognizes provision for the legal matters.

(9) Income tax

Uncertainties exist with respect to the interpretation of complex tax regulations and the amount and timing of future taxable income. Given the wide range of international business relationships and the long-term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax income

and expense already recorded. The Group establishes provisions, based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which it operates. The amount of such provisions is based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective Group company's domicile.

Deferred tax assets are recognized for all carryforward of unused tax losses and unused tax credits and deductible temporary differences to the extent that it is probable that taxable profit will be available or there are sufficient taxable temporary differences against which the unused tax losses, unused tax credits or deductible temporary differences can be utilized. The amount of deferred tax assets determined to be recognized is based upon the likely timing and the level of future taxable profits and taxable temporary differences together with future tax planning strategies.

VI. CONTENTS OF SIGNIFICANT ACCOUNTS

1. Cash and cash equivalents

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Cash on hand	\$1,075	\$1,107	\$1,641
Saving account	760,036	643,115	713,640
Cash equivalents			
Time deposits with maturities within 12 months	808,262	705,149	895,514
Total	<u>\$1,569,373</u>	<u>\$1,349,371</u>	<u>\$1,610,795</u>

Cash and cash equivalents were not pledged.

2. Financial assets at fair value through profit or loss

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Mandatorily measured at fair value through profit or loss:			
Funds	<u>\$384,491</u>	<u>\$384,990</u>	<u>\$334,510</u>
Current	<u>\$384,491</u>	<u>\$384,990</u>	<u>\$334,510</u>

Financial assets at fair value through profit or loss were not pledged.

3. Financial assets measured at amortized cost

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Time deposits	\$52,787	\$52,392	\$43,901
Restricted deposit	-	-	28,730
Total	<u>\$52,787</u>	<u>\$52,392</u>	<u>\$72,631</u>
Current	\$11,799	\$11,411	\$31,656
Non-current	40,988	40,981	40,975
Total	<u>\$52,787</u>	<u>\$52,392</u>	<u>\$72,631</u>

Please refer to Note VI(16) for more details on loss allowance and Note VIII for more details on financial assets measured at amortized cost under pledge and Note XII for more details on credit risk.

4. Notes receivable

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Notes receivable	\$3,059	\$2,963	\$33,150
Less: loss allowance	-	-	-
Total	<u>\$3,059</u>	<u>\$2,963</u>	<u>\$33,150</u>

Notes receivable were not pledged.

The Group follows the requirement of IFRS 9 to assess the impairment. Please refer to Note VI(16) for more details on loss allowance and Note XII for details on credit risk.

5. Trade receivables

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Trade receivables	\$214,495	\$308,828	\$298,895
Less: loss allowance	(110,984)	(110,984)	(142,415)
Total	<u>\$103,511</u>	<u>\$197,844</u>	<u>\$156,480</u>

Trade receivables were not pledged.

Trade receivables are generally on 90-150 day terms. The total carrying amounts as of 30 June 2026, 31 December 2025 and 30 June 2025 were NT\$214,495 thousand, NT\$308,828 thousand and NT\$298,895 thousand, respectively.

Please refer to Note VI(16) for more details on loss allowance of trade receivables for the six-month periods ended 30 June 2026 and 2025. Please refer to Note XII for more details on credit risk management.

6. Inventories

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Raw materials	\$23,992	\$29,029	\$29,926
Supplies and parts	96,389	89,197	90,748
Work in progress	37,237	37,861	34,964
Finished goods	173,960	178,651	163,052
Merchandise	34,603	42,067	46,010
Total	<u>\$366,181</u>	<u>\$376,805</u>	<u>\$364,700</u>

The cost of inventories recognized in expenses amounted to NT\$467,873 thousand and NT\$478,403 thousand for the three-month periods ended 30 June 2026 and 2025, including the write-down of inventories in the amount of NT\$788 thousand and the write-down of inventories in the amount of NT\$20 thousand for the three-month periods ended 30 June 2026 and 2025.

The cost of inventories recognized as expenses amounted to NT\$931,603 thousand and NT\$969,832 thousand for the six-month period ended 30 June 2026 and 2025, respectively, including the reversal of write-down of inventories in the amount of NT\$530 thousand and the write-down of inventories in the amount of NT\$928 thousand for the six-month periods ended 30 June 2026 and 2025, respectively.

No inventories were pledged.

7. Property, plant and equipment

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Owner occupied property, plant and equipment	<u>\$4,055,840</u>	<u>\$4,085,095</u>	<u>\$3,976,373</u>

	Land	Land improvements	Buildings	Machinery and equipment	Transportation equipment	Other facilities	Construction in progress	Total
Cost:								
As at 1 Jan. 2026	\$1,816,038	\$202,028	\$1,653,909	\$3,482,079	\$31,917	\$125,897	\$79,362	\$7,391,230
Additions	-	-	1,396	89	(3)	238	79,651	81,371
Disposals	-	-	-	(16,924)	(37)	(1,979)	-	(18,940)
Transfers	-	18,444	33,699	44,665	581	5,272	(102,661)	-
Exchange differences	-	-	-	-	-	17	-	17
Other changes	-	-	(1,363)	1,826	-	-	-	463
As at 30 Jun. 2026	<u>\$1,816,038</u>	<u>\$220,472</u>	<u>\$1,687,641</u>	<u>\$3,511,735</u>	<u>\$32,458</u>	<u>\$129,445</u>	<u>\$56,352</u>	<u>\$7,454,141</u>
As at 1 Jan. 2025	\$1,816,038	\$198,977	\$1,568,490	\$3,346,245	\$30,234	\$130,073	\$186,564	\$7,276,621
Additions	-	-	205	159	951	261	84,814	86,390
Disposals	-	-	(441)	(120,432)	(1,081)	(1,216)	-	(123,170)
Transfers	-	2,599	18,717	121,117	1,612	4,147	(148,192)	-
Exchange differences	-	-	-	-	-	(34)	-	(34)
Other changes	-	-	-	1,688	-	-	-	1,688
As at 30 Jun. 2025	<u>\$1,816,038</u>	<u>\$201,576</u>	<u>\$1,586,971</u>	<u>\$3,348,777</u>	<u>\$31,716</u>	<u>\$133,231</u>	<u>\$123,186</u>	<u>\$7,241,495</u>
Depreciation and impairment:								
As at 1 Jan. 2026	\$5,356	\$179,143	\$954,670	\$2,038,914	\$24,469	\$103,583	\$-	\$3,306,135
Depreciation	-	2,952	29,671	73,010	1,174	4,555	-	111,362
Disposals	-	-	-	(16,912)	(37)	(1,979)	-	(18,928)
Transfers	-	-	-	-	-	-	-	-
Exchange differences	-	-	-	-	-	16	-	16
Other changes	-	-	(284)	-	-	-	-	(284)
As at 30 Jun. 2026	<u>\$5,356</u>	<u>\$182,095</u>	<u>\$984,057</u>	<u>\$2,095,012</u>	<u>\$25,606</u>	<u>\$106,175</u>	<u>\$-</u>	<u>\$3,398,301</u>
As at 1 Jan. 2025	\$5,356	\$173,526	\$918,463	\$2,059,941	\$23,235	\$107,925	\$-	\$3,288,446
Depreciation	-	3,108	27,465	63,339	1,224	4,676	-	99,812
Disposals	-	-	(442)	(120,431)	(1,081)	(1,149)	-	(123,103)
Transfers	-	-	-	-	-	-	-	-
Exchange differences	-	-	-	-	-	(33)	-	(33)
Other changes	-	-	-	-	-	-	-	-
As at 30 Jun. 2025	<u>\$5,356</u>	<u>\$176,634</u>	<u>\$945,486</u>	<u>\$2,002,849</u>	<u>\$23,378</u>	<u>\$111,419</u>	<u>\$-</u>	<u>\$3,265,122</u>
Net carrying amount as at:								
As at 30 Jun. 2026	<u>\$1,810,682</u>	<u>\$38,377</u>	<u>\$703,584</u>	<u>\$1,416,723</u>	<u>\$6,852</u>	<u>\$23,270</u>	<u>\$56,352</u>	<u>\$4,055,840</u>
As at 31 Dec. 2025	<u>\$1,810,682</u>	<u>\$22,885</u>	<u>\$699,239</u>	<u>\$1,443,165</u>	<u>\$7,448</u>	<u>\$22,314</u>	<u>\$79,362</u>	<u>\$4,085,095</u>
As at 30 Jun. 2025	<u>\$1,810,682</u>	<u>\$24,942</u>	<u>\$641,485</u>	<u>\$1,345,928</u>	<u>\$8,338</u>	<u>\$21,812</u>	<u>\$123,186</u>	<u>\$3,976,373</u>

Please refer to Note VIII for more details on property, plant and equipment under pledge.

8. Investment properties

	Land	Land improvements	Buildings	Total
Cost:				
As at 1 Jan. 2026	\$941,735	\$3,196	\$443,141	\$1,388,072
Disposals	-	-	-	-
Other changes	-	-	-	-
As at 30 Jun. 2026	<u>\$941,735</u>	<u>\$3,196</u>	<u>\$443,141</u>	<u>\$1,388,072</u>
As at 1 Jan. 2025	\$941,735	\$3,196	\$443,141	\$1,388,072
Disposals	-	-	-	-
Other changes	-	-	-	-
As at 30 Jun. 2025	<u>\$941,735</u>	<u>\$3,196</u>	<u>\$443,141</u>	<u>\$1,388,072</u>
Depreciation and impairment:				
As at 1 Jan. 2026	\$5,715	\$2,780	\$171,299	\$179,794
Depreciation	-	71	6,394	6,465
Disposals	-	-	-	-
Other changes	-	-	-	-
As at 30 Jun. 2026	<u>\$5,715</u>	<u>\$2,851</u>	<u>\$177,693</u>	<u>\$186,259</u>
As at 1 Jan. 2025	\$5,715	\$2,655	\$158,512	\$166,882
Depreciation	-	53	6,394	6,447
Disposals	-	-	-	-
Other changes	-	-	-	-
As at 30 Jun. 2025	<u>\$5,715</u>	<u>\$2,708</u>	<u>\$164,906</u>	<u>\$173,329</u>
Net carrying amount as at:				
30 Jun. 2026	<u>\$936,020</u>	<u>\$345</u>	<u>\$265,448</u>	<u>\$1,201,813</u>
31 Dec. 2025	<u>\$936,020</u>	<u>\$416</u>	<u>\$271,842</u>	<u>\$1,208,278</u>
30 Jun. 2025	<u>\$936,020</u>	<u>\$488</u>	<u>\$278,235</u>	<u>\$1,214,743</u>
	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Rental income from investment property	\$9,582	\$9,921	\$16,779	\$17,392
Less: Direct operating expenses from investment property generating rental income	(5,973)	(5,638)	(12,062)	(11,804)
Direct operating expenses from investment property not generating rental income	-	-	-	-
Total	<u>\$3,609</u>	<u>\$4,283</u>	<u>\$4,717</u>	<u>\$5,588</u>

No investment properties were pledged.

As of 30 June 2026, 31 December 2025 and 30 June 2025, the fair value of investment properties held by the Group amounted to NT\$5,085,152 thousand, NT\$5,085,152 thousand and NT\$4,922,369 thousand, respectively. The above-mentioned fair value was assessed by independent external valuation professionals, and was classified at level 3.

Fair value has been determined under the support of market evidence. Leased plants and lands in the signed lease contract, should be assessed using the income approach. Construction lands should be comprehensively assessed using the land development analysis approach of the comparison method and the cost approach, among which farming and grazing lands are subject to development restrictions therefore can only be assessed using the comparison method. Buildings should be assessed using the cost method, below are the parameters mainly used:

Income approach: An approach that the subject property which apply an appropriate capitalization rate on the date of value opinion to capitalize the average objective annual net operating income in the future into an indication of value.

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Average income capitalization rate	-	-	-

Comparison method: A method based on the value of the comparable properties is through comparison, analysis, adjustment and other means to estimate the value of the subject property in comparison.

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Condition adjustment percentage	100%	100%	100%
Date adjustment percentage	100%-112.8%	100%-112.8%	100%-110%
Local factor adjustment percentage	89%-111%	89%-111%	100%
Individual factor adjustment percentage	88.7%-112.3%	88.7%-112.3%	90%-111%

Cost approach: An approach to estimate the value of the subject property, by deducting the accrued depreciation or other item due to be subtracted from the reproduction or replacement cost, based on the date of value opinion.

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Residual price rate	0%-10%	0%-10%	0%-10%
Residual service life	5-33.6 years	5-33.6 years	1.83-24.42 years

9. Other non-current assets

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Tourism assets	\$1,453	\$1,723	\$1,933
Other non-current assets - other	90,704	61,853	66,838
Total	<u>\$92,157</u>	<u>\$63,576</u>	<u>\$68,771</u>

Tourism assets is mainly the Salt Mountain in Cigu. In order to operate in the tourism and travel industry, and preserve the salt history of Taiwan, the salt mountains were reclassified as tourism assets on 1 January 2009 and were amortized in twenty years based on its future economic benefits.

Other assets are mainly materials purchased and recognized by the Group and were later transferred to other assets according to their nature, amortized in three to five years based on their future economic benefits.

For the three-month and six-month periods ended June 30, 2026 and 2025, the amortization costs of the Group's tourism assets amounted to NT\$134 thousand, NT\$149 thousand, NT\$269 thousand and NT\$299 thousand, respectively, recorded under non-operating income and expenses – other gain and loss.

For the three-month and six-month periods ended 30 June 2026 and 2025, the amortization costs of the Group's other assets recognized in operating costs and expenses amounted to NT\$3,975 thousand, NT\$2,985 thousand, NT\$7,639 thousand, and NT\$6,525 thousand, respectively.

10. Short-term borrowings (Note)

	Interest Rates (%)	As at		
		30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Unsecured bank loans	2.58%	<u>\$80,000</u>	<u>\$86,000</u>	<u>\$92,000</u>

The Group's unused short-term lines of credits amounted to NT\$0 thousand as at 30 June 2026, 31 December 2025 and 30 June 2025, respectively.

(Note) Taiyen Green Energy engaged in borrowing to replenish capital.

11. Long-term borrowings (Note)

Details of long-term borrowings as at 30 June 2026, 31 December 2025 and 30 June 2025 are as follows:

Lenders	As at 30 Jun. 2026	Interest Rate	Maturity date and terms of repayment
First Commercial Bank – unsecured bank loan	\$2,222	2.18%	From 20 October 2023 to 20 October 2026, with interest payable monthly from the start date. Principal is repaid in 36 monthly installments. From the first to the 35 th installment, the amount of NT\$556 thousand is paid monthly. The remaining principal and interest shall be paid in full by the last installment.
Subtotal	2,222		
Less: current portion	(2,222)		
Total	\$-		

Lenders	As at 31 Dec. 2025	Interest Rate	Maturity date and terms of repayment
First Commercial Bank – unsecured bank loan	\$5,556	2.18%	From 20 October 2023 to 20 October 2026, with interest payable monthly from the start date. Principal is repaid in 36 monthly installments. From the first to the 35 th installment, the amount of NT\$556 thousand is paid monthly. The remaining principal and interest shall be paid in full by the last installment.
Subtotal	5,556		
Less: current portion	(5,556)		
Total	\$-		

Lenders	As at 30 Jun. 2025	Interest Rate	Maturity date and terms of repayment
First Commercial Bank – unsecured bank loan	\$1,666	2.18%	From 20 December 2022 to 20 December 2025, with interest payable monthly from the start date. Principal is repaid in 36 monthly installments. From the first to the 35 th installment, the amount of NT\$278 thousand is paid monthly. The remaining principal and interest shall be paid in full by the last installment.

		As at	Interest	Maturity date and terms of repayment
Lenders		30 Jun. 2025	Rate	
First	Commercial	8,889	2.18%	From 20 October 2023 to 20 October 2026, with interest payable monthly from the start date. Principal is repaid in 36 monthly installments. From the first to the 35 th installment, the amount of NT\$556 thousand is paid monthly. The remaining principal and interest shall be paid in full by the last installment.
Bank	– unsecured bank loan			
Subtotal		10,555		
Less: current portion		(8,333)		
Total		<u>\$2,222</u>		

(Note) Taiyen Green Energy engaged in borrowing to replenish capital.

No long-term borrowings were pledged.

12. Deferred revenue

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Deferred revenue	<u>\$278,123</u>	<u>\$284,656</u>	<u>\$291,188</u>

Note 1: The Group signed a real estate lease contract with Quanhua Investment Co., Ltd. on 19 April 2012 in order to revitalize the land asset (the lease period was from 25 April 2012 to 24 April 2047 for 35 years.) Five parcels of land located in Nos. 750, 750-1, 751, 752 of Emei Section and No. 781 of Yancheng Section at Taoyuan City were leased to Quanhua Investment Co., Ltd., with the lessee being the builder of the buildings for the Group (the proprietor and the applicant for the first registration of the ownership of the building are both the Group). After the construction is completed, the new building and the underlying property of the lease will be operated by Quanhua Investment Co., Ltd., and it shall pay the rent and royalties. The construction cost of the new building shall be borne by Quanhua Investment Co., Ltd. In the amount of NT\$400,000 thousand (tax included). According to the requirements, it shall be regarded as rental income of the Group and amortized using the residual years after the completion and actual operation. The unamortized amount as of 30 June 2026 was NT\$252,333 thousand (tax included).

Note 2: The Group and the Tainan Technology Industrial Park Service Center of the Industrial Development Bureau, Ministry of Economic Affairs signed a land lease agreement for the Biotechnology Plant No.1 and the R&D Center. During the lease period, the Group applied to purchase the leased land of the Biotechnology Plant No.1 according to the land leasing regulations of the Tainan Technology Industrial Park. The leased land was acquired at the original price when the lease was approved and the contract was signed. The rent paid during the lease period can be used to offset the payment without interest. In April 2016, the rent paid was recognized as deferred income and amortized using the residual service life of Biotechnology Plant No.1. As of 30 June 2026, the unamortized amount was NT\$22,692 thousand.

Note 3: The Company's subsidiary, Taiyen Green Energy, jointly participated in the "Smart Fishery-Photovoltaic Symbiosis Industry Solution Refinement Project" organized by the Institute for Information Industry in prior years with JIN CHENG ENERGY CO., LTD. (hereinafter referred to as Jin Cheng Energy) to establish a "Smart Fishery-Photovoltaic Symbiosis Demonstration Base." After the project concluded, both parties entered into an agreement whereby Jin Cheng Energy transferred the ownership of the demonstration base to Taiyen Green Energy at no cost, while Jin Cheng Energy obtained a 20-year roof usage right free of charge. Taiyen Green Energy recognized the fair value of the building as deferred income, which is being amortized over its remaining useful life. As of 30 June 2026, the unamortized amount was NT\$3,098 thousand.

13. Post-employment benefits

Defined contribution plan

Expenses under the defined contribution plan for the three-month periods ended 30 June 2026 and 2025 were NT\$4,457 thousand and NT\$4,380 thousand, respectively.

Expenses under the defined contribution plan for the six-month periods ended 30 June 2026 and 2025 were NT\$8,755 thousand and NT\$10,012 thousand, respectively

Defined benefits plan

Expenses under the defined benefits plan for the three-month periods ended 30 June 2026 and 2025 were NT\$3,142 thousand and NT\$3,168 thousand, respectively.

Expenses under the defined benefits plan for the six-month periods ended 30 June 2026 and 2025 were NT\$6,299 thousand and NT\$6,675 thousand, respectively.

14. Equity

(1) Common stock

As of 30 June 2026, 31 December 2025 and 30 June 2025, the Group's authorized capital all amounted to NT\$8,000,000 thousand; with the paid-in capital all amounted to NT\$2,000,000 thousand, divided into 200,000 thousand shares at NT\$10 par value. Each share has one voting right and a right to receive dividends.

(2) Capital surplus

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Additional paid-in capital	\$2,477,486	\$2,477,486	\$2,477,486
Donated assets received	8,775	8,775	8,775
Changes in ownership interests in subsidiaries	4,284	4,284	4,284
Changes in other capital surplus	371	305	305
Total	<u>\$2,490,916</u>	<u>\$2,490,850</u>	<u>\$2,490,850</u>

According to the Company Act, the capital reserve shall not be used except for making good the deficit of the Company. When a company incurs no loss, the capital reserves related to the income derived from the issuance of new shares at a premium or income from endowments received by the Company may be allocated as capital under a certain percentage of paid-in capital annually. The said capital reserves distribution may be made in cash to its shareholders in proportion to the number of shares being held by each of them.

(3) Retained earnings and dividend policies

The Company's Articles of Incorporation provide that if the Company makes profit after the annual closing, the profit shall first pay for taxes and make up for accumulated losses then shall appropriate 10% as legal reserve unless where the legal reserve reaches the amount of the total capital. Special reserves may be distributed or reversed according to operation needs or relevant regulations. If there is any remaining amount after distribution of stock dividends, the shareholders will resolve at the shareholders' meeting the shareholders bonus. The distribution of dividends to shareholders may be combined with more than 10% of the accumulated undistributed surplus, of which the cash portion shall not be less than 50%.

The policy of dividend distribution should reflect factors such as the current and future investment environment, fund requirements, domestic and international competition and capital budgets; as well as the interest of the shareholders, share bonus equilibrium and long-term financial planning, etc. The Board of Directors shall make the distribution proposal annually and report it at the shareholders' meeting.

According to the Company Act, the Company is required to set aside amount to legal reserve unless where such legal reserve amounts to the total paid-in capital. The legal reserve may be used to make good the deficit of the Company. When the Company incurs no loss, it may distribute the portion of legal serve which exceeds 25% of the paid-in capital by issuing new shares or by cash in proportion to the number of shares being held by each of the shareholders.

According to existing regulations, when the Company distributes distributable earnings, it shall set aside to special reserve, from the profit/loss of the current period and the undistributed earnings from the previous period, an amount equal to “other net deductions from shareholders’ equity for the current fiscal year, provided that if the company has already set aside special reserve in the first-time adoption of the IFRS, it shall set aside supplemental special reserve based on the difference between the amount already set aside and other net deductions from shareholders’ equity. For any subsequent reversal of other net deductions from shareholders’ equity, the amount reversed may be distributed from the special reserve.

On 31 March 2021, the FSC issued Order No. Jin-Guan-Cheng-Fa-Zi 1090150022, which sets out the following provisions for compliance: On a public company's first-time adoption of the IFRS, for any unrealized revaluation gains and cumulative translation adjustments (gains) recorded to shareholders’ equity that the company elects to transfer to retained earnings by application of the exemption under IFRS 1, the company shall set aside special reserve. For any subsequent use, disposal or reclassification of related assets, the special reserve in the amount equal to the reversal may be released for earnings distribution.

As of 30 June 2026 and 2025, the Company adopted the IFRS for the first time that the special reserve amounted to both NT\$45,420 thousand.

Details of the 2025 and 2024 earnings distribution and dividends per share as approved and resolved by the shareholders’ meeting on 24 June 2026 and 26 June 2025, respectively, are as follows:

	Appropriation of earnings		Cash dividends per share (NT\$)	
	2025	2024	2025	2024
Legal reserve	\$42,042	\$41,205		
Cash dividends	280,000	260,000	\$1.4	\$1.3

Please refer to Note VI (18) for details on employees’ compensation and remuneration to directors.

(4) Non-controlling interests

	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Beginning balance	\$-	\$3,528
Profit (loss) attributable to non-controlling interests	-	(6,181)
Acquisition of the additional interest in a subsidiary	-	556
Buying back treasury shares by the subsidiary	-	2,097
Ending balance	<u>\$-</u>	<u>\$-</u>

15. Operating revenue

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Revenue from contracts with customers				
Sale of goods	\$759,281	\$817,338	\$1,521,641	\$1,627,412
Revenue arising from rendering of services	2,716	32,221	24,917	37,654
Construction contract revenue	279	-	559	839
Electricity sales revenue	6,733	7,638	11,392	10,481
Total	<u>\$769,009</u>	<u>\$857,197</u>	<u>\$1,558,509</u>	<u>\$1,676,386</u>

Information regarding revenue from contracts with customers for the three-month and six-month periods ended 30 June 2026 and 2025 is as follows:

(1) Disaggregation of revenue

For the three-month period ended 30 June 2026:

	Salt products and packaged water	Biotech health, cosmetics and cleaning products	Construction and services	Other Dept.	Total
Sales of goods	\$639,704	\$105,882	\$-	\$13,695	\$759,281
Rendering of services	-	-	2,716	-	2,716
Construction revenue	-	-	279	-	279
Electricity sales revenue	-	-	-	6,733	6,733
Total	<u>\$639,704</u>	<u>\$105,882</u>	<u>\$2,995</u>	<u>\$20,428</u>	<u>\$769,009</u>
Timing of revenue recognition:					
At a point in time	\$639,704	\$105,882	\$-	\$20,428	\$766,014
Over time	-	-	2,995	-	2,995
Total	<u>\$639,704</u>	<u>\$105,882</u>	<u>\$2,995</u>	<u>\$20,428</u>	<u>\$769,009</u>

For the three-month period ended 30 June 2025:

	Salt products and packaged water	Biotech health, cosmetics and cleaning products	Construction and services	Other Dept.	Total
Sales of goods	\$673,022	\$130,244	\$-	\$14,072	\$817,338
Rendering of services	-	-	32,221	-	32,221
Construction revenue	-	-	-	-	-
Electricity sales revenue	-	-	-	7,638	7,638
Total	<u>\$673,022</u>	<u>\$130,244</u>	<u>\$32,221</u>	<u>\$21,710</u>	<u>\$857,197</u>
Timing of revenue recognition:					
At a point in time	\$673,022	\$130,244	\$-	\$21,710	\$824,976
Over time	-	-	32,221	-	32,221
Total	<u>\$673,022</u>	<u>\$130,244</u>	<u>\$32,221</u>	<u>\$21,710</u>	<u>\$857,197</u>

For the six-month period ended 30 June 2026:

	Salt products and packaged water	Biotech health, cosmetics and cleaning products	Construction and services	Other Dept.	Total
Sales of goods	\$1,288,007	\$205,301	\$-	\$28,333	\$1,521,641
Rendering of services	-	-	24,917	-	24,917
Construction revenue	-	-	559	-	559
Electricity sales revenue	-	-	-	11,392	11,392
Total	<u>\$1,288,007</u>	<u>\$205,301</u>	<u>\$25,476</u>	<u>\$39,725</u>	<u>\$1,558,509</u>
Timing of revenue recognition:					
At a point in time	\$1,288,007	\$205,301	\$-	\$39,725	\$1,533,033
Over time	-	-	25,476	-	25,476
Total	<u>\$1,288,007</u>	<u>\$205,301</u>	<u>\$25,476</u>	<u>\$39,725</u>	<u>\$1,558,509</u>

For the six-month period ended 30 June 2025:

	Salt products and packaged water	Biotech health, cosmetics and cleaning products	Construction and services	Other Dept.	Total
Sales of goods	\$1,350,452	\$247,584	\$-	\$29,376	\$1,627,412
Rendering of services	-	-	37,654	-	37,654
Construction revenue	-	-	839	-	839
Electricity sales revenue	-	-	146	10,335	10,481
Total	<u>\$1,350,452</u>	<u>\$247,584</u>	<u>\$38,639</u>	<u>\$39,711</u>	<u>\$1,676,386</u>
Timing of revenue recognition:					
At a point in time	\$1,350,452	\$247,584	\$146	\$39,711	\$1,637,893
Over time	-	-	38,493	-	38,493
Total	<u>\$1,350,452</u>	<u>\$247,584</u>	<u>\$38,639</u>	<u>\$39,711</u>	<u>\$1,676,386</u>

(2) Contract balances

A. Contract assets – current

	As at			
	30 Jun. 2026	1 Jan. 2026	30 Jun. 2025	1 Jan. 2025
Rendering of services	<u>\$312,649</u>	<u>\$323,222</u>	<u>\$337,691</u>	<u>\$342,850</u>

The significant changes in the Group's balances of contract assets during the six-month periods ended 30 June 2026 and 2025 are as follows:

	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
The beginning balance transferred to trade receivables	\$(10,750)	\$(55)
Changes in the measurement of progress	177	2,419
Impairment	-	(7,523)

B. Contract liabilities - current

	As at			
	30 Jun. 2026	1 Jan. 2026	30 Jun. 2025	1 Jan. 2025
Sales of goods	\$50,668	\$28,834	\$39,934	\$33,603
Rendering of services	41,928	41,351	76,884	76,160
Total	<u>\$92,596</u>	<u>\$70,185</u>	<u>\$116,818</u>	<u>\$109,763</u>

The significant changes in the Group's balances of contract liabilities for the six-month periods ended 30 June 2026 and 2025 are as follows:

	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
The beginning balance transferred to revenue	\$(28,941)	\$(56,240)
Increase in receipts in advance during the period (excluding the amount incurred and transferred to revenue during the period)	51,352	63,295

(3) Transaction price allocated to unsatisfied performance obligations

The Group's transaction price allocated to unsatisfied performance obligations (including partially unsatisfied) amounted to NT\$63,178 thousand and NT\$311,599 thousand as at 30 June 2026 and 2025, respectively. Revenue was recognized using the degree of completion of performance obligations.

16. Expected credit losses / (gains)

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Operating expense- Expected credit losses/gains				
Contract assets	\$-	\$-	\$-	\$-
Notes receivable	-	-	-	-
Trade receivables	-	8,457	-	21,770
Other receivables	-	-	-	-
Total	<u>\$-</u>	<u>\$8,457</u>	<u>\$-</u>	<u>\$21,770</u>

Please refer to Note XII for more details on credit risk.

As of 30 June 2026 and 2025, the credit risk for the Group's financial assets measured at amortized cost was assessed as low. Therefore, the loss allowance was measured at an amount equal to 12-month expected credit losses. As the Group transacts with financial institutions with good credit ratings, no allowance for losses has been provisioned for the six-month periods ended 30 June 2026 and 2025.

The Group measures the loss allowance of its contract assets, trade receivables (including notes receivable and trade receivables) and other receivables at an amount equal to lifetime expected credit losses. The assessment of the Group's loss allowance as of 30 June 2026, 31 December 2025 and 30 June 2025 is as follows:

- (1) As of 30 June 2026, 31 December 2025 and 30 June 2025, the total book value of the contract asset was NT\$360,880 thousand, NT\$371,453 thousand and NT\$385,964 thousand, respectively.
- (2) The Group considers the trade receivables by the counterparties' credit rating, geographical region and industry sector, and the Group individually assesses and provides for losses for the counterparties with overdue receivables. As of 30 June 2026, 31 December 2025 and 30 June 2025, the individually assessed amounts were NT\$110,852 thousand, NT\$149,686 thousand and NT\$146,941 thousand, respectively, and the loss allowances amounted to NT\$110,852 thousand, NT\$110,852 thousand and NT\$142,283 thousand, respectively. The other loss allowance is measured by using a provision matrix with a rate of 0.08%. The details are as follows:

As at 30 June 2026

	Not yet due (Note)	Overdue			Total
		<=90 days	90-180 days	>=180 days	
Gross carrying amount	\$106,600	\$-	\$102	\$-	\$106,702
Loss rate					0.08%
Lifetime expected credit losses					(132)
Carrying amount					<u>\$106,570</u>

Note: None of the Group's notes receivable were overdue.

As at 31 December 2025

	Not yet due (Note)	Overdue			Total
		<=90 days	90-180 days	>=180 days	
Gross carrying amount	\$162,018	\$87	\$-	\$-	\$162,105
Loss rate					0.08%
Lifetime expected credit losses					(132)
Carrying amount					<u>\$161,973</u>

Note: None of the Group's notes receivable were overdue.

As at 30 June 2025

	Not yet due (Note)	Overdue			Total
		<=90 days	90-180 days	>=180 days	
Gross carrying amount	\$185,071	\$-	\$33	\$-	\$185,104
Loss rate					0.08%
Lifetime expected credit losses					(132)
Carrying amount					<u>\$184,972</u>

Note: None of the Group's notes receivable were overdue.

The movements in the provision for impairment of contract assets, notes receivable, trade receivables and other receivables during the six-month periods ended 30 June 2026 and 2025 are as follows:

	Contract assets	Notes receivable	Trade receivables	Other receivables
Balance as at 1 Jan. 2026	\$-	\$-	\$110,984	\$-
Addition/(reversal) for the current period	-	-	-	-
Write off	-	-	-	-
Balance as at 30 Jun. 2026	<u>\$-</u>	<u>\$-</u>	<u>\$110,984</u>	<u>\$-</u>
Balance as at 1 Jan. 2025	\$-	\$-	\$157,974	\$-
Addition/(reversal) for the current period	-	-	21,770	-
Write off	-	-	(37,329)	-
Balance as at 30 Jun. 2025	<u>\$-</u>	<u>\$-</u>	<u>\$142,415</u>	<u>\$-</u>

17. Leases

(1) Group as a lessee

The Group leases various properties, including real estate such as land and buildings and transportation equipment. The lease terms range from 1 to 20 years.

The Group's leases effect on the financial position, financial performance and cash flows are as follows:

A. Amounts recognized in the balance sheet

(a) Right-of-use assets

The carrying amount of right-of-use assets

	As at		
	30 Jun. 2026	31 Dec. 2025	30 June. 2025
Land	\$20,635	\$21,620	\$22,604
Buildings	5,400	6,459	2,007
Transportation equipment	3,815	5,747	6,040
Other equipment	85	124	163
Total	<u>\$29,935</u>	<u>\$33,950</u>	<u>\$30,814</u>

During the six-month periods ended 30 June 2026 and 2025, the Group's additions to right-of-use assets amounted to NT\$0 thousand and NT\$3,889 thousand, respectively.

(b) Lease liabilities

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Lease liabilities	<u>\$30,001</u>	<u>\$33,968</u>	<u>\$30,791</u>
Current	\$6,154	\$7,405	\$7,326
Non-current	<u>23,847</u>	<u>26,563</u>	<u>23,465</u>
Total	<u>\$30,001</u>	<u>\$33,968</u>	<u>\$30,791</u>

Please refer to Note VI(19) for the interest on lease liabilities recognized during the six-month periods ended 30 June 2026 and 2025 and refer to Note XII(5) Liquidity Risk Management for the maturity analysis for lease liabilities.

B. Amounts recognized in the statement of profit or loss

Depreciation charge for right-of-use assets

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Land	\$492	\$519	\$984	\$984
Buildings	530	801	1,059	1,693
Transportation equipment	960	1,066	1,933	2,187
Other equipment	<u>19</u>	<u>20</u>	<u>39</u>	<u>39</u>
Total	<u>\$2,001</u>	<u>\$2,406</u>	<u>\$4,015</u>	<u>\$4,903</u>

C. Income and costs relating to leasing activities

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
The expenses relating to short-term leases	<u>\$595</u>	<u>\$1,462</u>	<u>\$1,318</u>	<u>\$2,775</u>

D. Cash outflow relating to leasing activities

During the six-month periods ended 30 June 2026 and 2025, the Group's total cash outflows for leases amounted to NT\$5,638 thousand and NT\$8,024 thousand, respectively.

(2) Group as a lessor

Please refer to Note VI(8) for details on the Group's owned investment properties. Leases of owned investment properties are classified as operating leases as they do not transfer substantially all the risks and rewards incidental to ownership of underlying assets.

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Lease income for operating leases				
Income relating to fixed lease payments and variable lease payments that depend on an index or a rate	\$9,632	\$9,971	\$16,879	17,492

Please refer to Note VI(8) for relevant disclosure of property, plant and equipment for operating leases under IFRS 16. For operating leases entered by the Group, the undiscounted lease payments to be received and a total of the amounts for the remaining years as at 30 June 2026, 31 December 2025, and 30 June 2025 are as follows:

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Not later than one year	\$23,073	\$27,657	\$28,115
Later than one year but not later than two years	22,805	25,784	37,219
Later than two years but not later than three years	22,824	25,604	53,656
Later than three years but not later than four years	21,146	24,793	66,202
Later than four years but not later than five years	20,659	26,410	83,512
Later than five years	261,345	364,585	376,049
Total	\$371,852	\$494,833	\$644,753

18. Employee benefit, depreciation, and amortization expenses by function are summarized as follows:

	3-month periods ended 30 June.					
	2026			2025		
	Operating costs	Operating expenses	Total amount	Operating costs	Operating expenses	Total amount
Employee benefits expense						
Salaries	\$46,958	\$74,698	\$121,656	\$48,448	\$75,392	\$123,840
Labor and health insurances	4,631	8,479	13,110	4,766	8,238	13,004
Pension	2,976	4,623	7,599	3,097	4,451	7,548
Other employee benefits expense	3,073	3,708	6,781	2,684	3,473	6,157
Depreciation	45,645	15,074	60,719	40,487	14,899	55,386
Amortization	3,707	1,268	4,975	2,752	1,125	3,877

	6-month periods ended 30 June.					
	2026			2025		
	Operating costs	Operating expenses	Total amount	Operating costs	Operating expenses	Total amount
Employee benefits expense						
Salaries	\$95,786	\$149,767	\$245,553	\$99,679	\$154,370	\$254,049
Labor and health insurances	9,543	14,455	23,998	9,802	14,954	24,756
Pension	5,953	9,101	15,054	6,259	10,428	16,687
Other employee benefits expense	5,570	6,396	11,966	5,096	6,300	11,396
Depreciation	91,701	30,141	121,842	81,272	29,890	111,162
Amortization	7,080	2,392	9,472	6,047	2,316	8,363

According to Article of Incorporation, 2.25~5% profit of the current year is distributable as employees' compensation (with not less than fifty percent of the total employee remuneration distributed to entry-level employees) and no higher than 2% profit of the current year is distributable as remuneration to directors, excluding independent directors.

The director's remuneration of the Company is directly related to the Company's operating performance of the year. The director's remuneration is relatively higher when the Company's operating performance is good. The director's remuneration will be submitted to the remuneration committee for review to avoid future risks.

The Company's managers' and employees' overall salary and remuneration packages mainly include basic salary, bonus, employee remuneration and other benefits. With respect to the standard of remuneration payment, the basic salary is based on the market salary level of the position held by the employee and the Company's policy; the bonus and employee remuneration are directly linked to the Company's operating performance during the current year, and the welfare complies with the laws and regulations, taking into account the employee's needs to design the measures that all employees can share.

Information on the board resolution regarding the employees' compensation and remuneration to directors is available from the "Market Observation Post System" on the website of the TWSE.

Based on the profit for the three-month and six-month periods ended 30 June 2026 and 2025, the Company estimated employees' compensation and directors' remuneration of NT\$3,637 thousand and NT\$1,455 thousand, NT\$8,385 thousand and NT\$3,354 thousand, NT\$3,824 thousand and NT\$1,529 thousand, and NT\$9,265 thousand and NT\$3,706 thousand, respectively, which were recognized as employee benefits expense.

Based on the profit level, the Company estimated the employees' compensation and remuneration to directors for year ended 31 December 2025 to be 4% and 1.6% profit of the year, respectively, recognized as employee salary expenses. As such, employees' compensation and directors' remuneration for the year ended 31 December 2025 amounted to NT\$21,074 thousand and NT\$8,430 thousand, respectively. A resolution was passed at the board meeting held on 6 March 2026 to distribute employees' compensation and remuneration to directors. No material differences existed between the estimated amount and the actual amount of distribution.

Based on the profit level, the Company estimated the employees' compensation and remuneration to directors for year ended 31 December 2024 to be 3.75% and 1.5% profit of the year, respectively, recognized as employee salary expenses. As such, employees' compensation and directors' remuneration for the year ended 31 December 2024 amounted to NT\$19,193 thousand and NT\$7,677 thousand, respectively. A resolution was passed at the board meeting held on 7 March 2025 to distribute employees' compensation and remuneration to directors. No material differences existed between the estimated amount and the actual amount of distribution.

19. Non-operating income and expenses

(1) Other income

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Rental income	\$9,632	\$9,971	\$16,879	\$17,492
Interest income				
Financial assets				
measured at amortized				
cost	6,078	7,297	10,298	15,846
Others	20,728	16,785	27,164	26,088
Total	<u>\$36,438</u>	<u>\$34,053</u>	<u>\$54,341</u>	<u>\$59,426</u>

Other income is mainly tourism income and parking fees of Cigu Salt Mountain.

(2) Other gains and losses

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
(Losses) gains on disposal of property, plant and equipment	\$(12)	\$23	\$(12)	\$23
Foreign exchange gains (losses), net	(237)	(40,056)	2,524	(31,491)
Gains (losses) on financial assets at fair value through profit or loss	3,779	(5,190)	3,387	(2,874)
(Losses) on disaster	(1,858)	(2,879)	(2,937)	(3,238)
(Losses) on compensation (Note1)	(845)	(543)	(845)	(543)
Other expenses (Note2)	(18,256)	(16,715)	(38,966)	(38,524)
Total	<u>\$(17,429)</u>	<u>\$(65,360)</u>	<u>\$(36,849)</u>	<u>\$(76,647)</u>

Note1:The compensation loss was recognized upon the termination of the contract and estimated based on the Settlement Agreement relating to Labor Arbitration Case No. 11 of 2025.

Note2:Other expenses are mainly depreciation expenses of Cigu Salt Mountain's property, plant and equipment, maintenance expenses, outsourcing cost, bank handling fees and remittance commissions.

(3) Finance costs

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Interest on borrowings from bank	\$(543)	\$(667)	\$(1,108)	\$(1,736)
Interest on lease liabilities	(176)	(186)	(353)	(374)
Other interest expenses	(1,425)	(1,258)	(1,455)	(1,522)
Total	<u>\$(2,144)</u>	<u>\$(2,111)</u>	<u>\$(2,916)</u>	<u>\$(3,632)</u>

20. Components of other comprehensive income

3-month period ended 30 June 2026

	Arising during the period	Reclassification adjustments during the period	Income tax relating to components of other comprehensive income	Other comprehensive income (loss), net of tax
To be reclassified to profit or loss in subsequent periods:				
Exchange differences resulting from translating the financial statements of foreign operations	\$407	\$-	\$-	\$407

3-month period ended 30 June 2025

	Arising during the period	Reclassification adjustments during the period	Income tax relating to components of other comprehensive income	Other comprehensive income (loss), net of tax
To be reclassified to profit or loss in subsequent periods:				
Exchange differences resulting from translating the financial statements of foreign operations	\$(2,802)	\$-	\$-	\$(2,802)

6-month period ended 30 June 2026

	Arising during the period	Reclassification adjustments during the period	Income tax relating to components of other comprehensive income	Other comprehensive income (loss), net of tax
To be reclassified to profit or loss in subsequent periods:				
Exchange differences resulting from translating the financial statements of foreign operations	\$1,278	\$-	\$-	\$1,278

6-month period ended 30 June 2025

	Arising during the period	Reclassification adjustments during the period	Income tax relating to components of other comprehensive income	Other comprehensive income (loss), net of tax
To be reclassified to profit or loss in subsequent periods:				
Exchange differences resulting from translating the financial statements of foreign operations	<u>\$ (2,268)</u>	<u>\$-</u>	<u>\$-</u>	<u>\$ (2,268)</u>

21. Income tax

The major components of income tax expense for the six-month periods ended 30 June 2026 and 2025 are as follows:

Income tax expense recognized in profit or loss

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Current income tax expense:				
Current income tax charge	\$18,217	\$21,633	\$42,241	\$50,140
Adjustments in respect of current income tax of prior periods	(5,109)	(3,632)	(4,379)	(2,742)
Deferred tax expense (income):				
Deferred tax expense (income) relating to origination and reversal of temporary differences	-	890	-	-
Total income tax expense	<u>\$13,108</u>	<u>\$18,891</u>	<u>\$37,862</u>	<u>\$47,398</u>

The assessment of income tax returns

As of 30 June 2026, the assessment of income tax returns of the Group is as follows:

	<u>The assessment of income tax returns</u>
The Company	Assessed and approved up to 2024
Subsidiary - Taiyen Green Energy	Assessed and approved up to 2024

22.Earnings per share

Basic earnings per share amounts are calculated by dividing the net profit for the year attributable to ordinary equity holders of the parent entity by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share amounts are calculated by dividing the net profit attributable to ordinary equity holders of the parent (after adjusting for interest on the convertible bonds payable) by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
(1) Basic earnings per share				
Profit attributable to ordinary equity holders of the Company (in thousands NT\$)	<u>\$79,623</u>	<u>\$87,139</u>	<u>\$174,079</u>	<u>\$184,420</u>
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Basic earnings per share (NT\$)	<u>\$0.40</u>	<u>\$0.43</u>	<u>\$0.87</u>	<u>\$0.92</u>
(2) Diluted earnings per share				
Profit attributable to ordinary equity holders of the Company (in thousands NT\$)	<u>\$79,623</u>	<u>\$87,139</u>	<u>\$174,079</u>	<u>\$184,420</u>
Weighted average number of ordinary shares outstanding for basic earnings per share (in thousands)	200,000	200,000	200,000	200,000
Effect of dilution:				
Employee compensation-stock (in thousands)	263	282	263	282
Weighted average number of ordinary shares outstanding after dilution (in thousands)	<u>200,263</u>	<u>200,282</u>	<u>200,263</u>	<u>200,282</u>
Diluted earnings per share (NT\$)	<u>\$0.40</u>	<u>\$0.43</u>	<u>\$0.87</u>	<u>\$0.92</u>

There have been no other transactions involving shares or potential ordinary shares between the reporting date and the date of completion of the financial statements.

23. Changes in Ownership Interests in Subsidiaries

Acquisition of additional interest in a subsidiary

On 27 June 2025, the Group acquired an additional 6.96% of the voting shares of the subsidiary - Taiyen Green Energy, increasing its ownership to 73.71%. A cash consideration of NT\$2,366 thousand was paid to the non-controlling interest shareholders. The carrying amount of the subsidiary - Taiyen Green Energy's net assets (excluding goodwill on the original acquisition) was NT\$12,366 thousand. Following is a schedule of additional interest acquired in Company's subsidiary - Taiyen Green Energy including changes in non controlling interests and adjustments to accumulated other comprehensive income:

Cash consideration paid to non-controlling shareholders	\$2,366
Increase (decrease) to non-controlling interests	556
Difference recognized in capital surplus or retained earning within equity	<u>\$2,922</u>

Buying back treasury shares by the subsidiary

The subsidiary - Taiyen Green Energy has bought back treasury shares from non-controlling interests on 27 June 2025. Consequently the Group's ownership interest in Company's subsidiary - Taiyen Green Energy was increased to 100%. A cash consideration of NT\$8,936 thousand was paid to the non-controlling interest shareholders. The carrying amount of the subsidiary - Taiyen Green Energy's net assets (excluding goodwill on the original acquisition) was NT\$3,430 thousand. Following is a schedule of additional interest acquired in Company's subsidiary - Taiyen Green Energy including changes in non-controlling interests and adjustments to accumulated other comprehensive income:

Additional cash received from the issuance of new shares	\$8,936
Increase (decrease) to non-controlling interests	2,097
Difference recognized in capital surplus or retained earning within equity	<u>\$11,033</u>

VII. RELATED PARTY TRANSACTIONS

Information of the related parties that had transactions with the Group during the financial reporting period is as follows:

Significant transactions with related parties

Key management personnel compensation

	1 Apr.2026 ~30 Jun.2026	1 Apr.2025 ~30 Jun.2025	1 Jan.2026 ~30 Jun.2026	1 Jan.2025 ~30 Jun.2025
Short-term employee benefits	\$3,834	\$3,006	\$13,174	\$12,926
Post-employment benefits	149	149	298	298
Total	<u>\$3,983</u>	<u>\$3,155</u>	<u>\$13,472</u>	<u>\$13,224</u>

VIII. ASSETS PLEDGED AS COLLATERAL

The following table list asset of the Group pledged as collateral:

Item	Carrying amount as at			Purpose of pledge
	30 Jun.2026	31 Dec.2025	30 Jun.2025	
Financial assets measured at amortized costs	\$36,407	\$36,400	\$36,901	Guarantee Deposits
Financial assets measured at amortized costs	-	-	28,730	Current account subject to provisional attachment by the court
Financial assets measured at amortized costs	7,000	7,000	7,000	The guarantee for the provisional attachment
Total	<u>\$43,407</u>	<u>\$43,400</u>	<u>\$72,631</u>	

IX. SIGNIFICANT CONTINGENCIES AND UNRECOGNIZED CONTRACTUAL COMMITMENTS

1. The Group signed a contract with a salt company and a shipping company in Australia on 20 January 2025 to purchase and import industrial sun-dried salt and agreed on the related transportation terms. The contract period is 2 year (From 1 March 2025 to 28 February 2027). According to this contract, the Group may acquire a fixed amount of sun-dried salt for industrial and food processing purposes in accordance with the agreed price each year. The annual purchase amount (including transportation costs) is about NT\$300 million. After the contract expires, the Group will reopen the bid.
2. The Group signed a natural gas sales contract for industrial fuel use with CPC Corporation, Taiwan (hereinafter referred to as CPC) on 7 March 2025. The contract period is 3 years (From 1 July 2025 to 30 June 2028). According to this contract, the Group agrees to purchase 800 thousand cubic meters of gas from CPC in accordance with the CPC natural gas price list each month, and the Group will base its use on this amount evenly.
3. The Group signed a property purchase contract with Far Eastern New Century Co., Ltd. (hereinafter referred to as FENC) on 26 December 2025. The Group purchased PET bottles from FENC for approximately NT\$200 million. According to this contract, after the Group signs the contract, the contracted goods will be delivered to the designated place in batches according to the instruction of Tung-Hsiao Fine Salt Factory to complete the transaction until the contract volume is reached.
4. As of 30 June 2026, the Group was involved in the following activities that were not shown in the financial statements.

(1) Issued yet unused letters of credit (in thousands):

Currency	As of 30 Jun. 2026
USD	USD 0

(2) The guaranteed notes issued by suppliers for the outsourcing services and construction, which were received by subsidiary - Taiyen Green Energy, amounted to NT\$82,360 thousand.

5. As of 30 June 2026, the "Chiayi Yizhu Fishing and Electricity Symbiosis Case EPC Turnkey Project" contracted by the subsidiary - Taiyen Green Energy had been inspected by the proprietor and Ministry of Economic Affairs, and the application for the change of an agricultural permit was submitted to the competent authority in accordance with the relevant regulations. Pursuant to the contract, if the project is delayed, Taiyen Green Energy shall pay liquidated damages; however, if affected by factors such as the COVID-19 pandemic, force majeure events and delays occurred that were not attributable to Taiyen Green Energy, the Company has applied for an extension of the construction period in accordance with the contract. The force majeure events included the government's transportation plan during lunar new year, the level 3 alert due to COVID-19, muddy conditions during the plum rain season or other weather conditions which made construction work impossible. Considering these various factors and based on negotiation between the two parties, Taiyen Green Energy believed that the possibility of paying penalties was low, and hence the contingent liability was not accrued. Additionally, for the additional construction payments related to this project, Taiyen Green Energy is still negotiating with the contractors. For the construction payments that are more likely to occur, they were accrued by Taiyen Green Energy.

Taiyen Green Energy, one of the Company's subsidiary, filed an arbitration claim with the Chinese Arbitration Association, Taipei, on April 8, 2025, in relation to the aforementioned engineering contract. TCC Chia-Chien Green Energy Corporation Ltd. filed counterclaims on January 13, 2026 and March 12, 2026, seeking compensation for liquidated damages for delayed performance, losses arising from the revocation of usage permits for certain areas due to the absence of aquaculture activities, and losses resulting from power generation efficiency not meeting the PR80 standard. As of the reporting date, the arbitration is still in progress. With respect to the matters raised in the counterclaims, Taiyen Green Energy has assessed the likelihood of payment for each disputed matter and has provisioned for contingent liabilities based on the assessment results.

6. Lian Ting Construction Co., Ltd. (Lian Ting) filed for mediation to the Chinese Arbitration Association, Taipei, on 12 June 2023 regarding the dispute with Taiyen Green Energy over the "Power Plant Civil Engineering Contract" and the additional works. However, as the mediation was unsuccessful, Lian Ting applied for arbitration with the Chinese Arbitration Association, Taipei on 8 January 2024. As of the reporting date of the financial statements, this case was still under arbitration. Also, Lian Ting filed for mediation to the Chinese Arbitration Association, Taipei on 28 November 2024 for the final contract payment dispute. However, as the mediation was unsuccessful, Lian Ting applied for arbitration with the Chinese Arbitration Association, Taipei on 6 May 2025. As of the reporting date of the financial statements, the case was still under arbitration. Taiyen Green Energy assessed each construction dispute individually and recognized the construction costs which were more likely to occur as estimated accounts payables.

7. On 6 June 2024, Taiyen Green Energy filed for arbitration with the Chinese Arbitration Association, Taipei, regarding contract performance disputes under the “Solar PV System Application and Installation Service Contract” with Sunwallet Co., Ltd. The arbitration proceedings have been suspended as the relevant parties of the project, including the end client and other contractors, have resumed negotiations, and Taiyen Green Energy, entered into a framework settlement agreement with Sunwallet Co., Ltd. and other project-related parties on 9 May 2025. On March 17, 2026, Taiyen Green Energy submitted a declaration to assume the arbitration proceedings and a petition to withdraw the arbitration with the Chinese Arbitration Association, Taipei.
8. Goldsunny Electric Engineering Co., Ltd. and Taiyen Green Energy filed for mediation to the Chinese Arbitration Association, Taipei, on 14 August 2024 regarding the disputes over the “Mounting Brackets and PV Module Installation Project”, “Extra-High Voltage Equipment Installation and Integration Project” and “Site Environment and Power Monitoring System Project”. However, as the mediation was unsuccessful, Goldsunny applied for arbitration with the Chinese Arbitration Association, Taipei on 3 January 2025. An arbitral award was rendered by the Chinese Arbitration Association, Taipei, on May 5, 2026. The outcome of the arbitration had no material impact on Taiyen Green Energy’s current operations and financial position. As Taiyen Green Energy Co., Ltd. disagreed with the aforementioned arbitration award, it filed an action with the Taiwan Tainan District Court on June 2, 2026, to set aside the arbitration award. As of the reporting date, the case remained in the first instance court proceedings.
9. MRE 7 Ltd. filed for mediation to the Chinese Arbitration Association, Taipei, Taipei on 30 December 2024 regarding the dispute with Taiyen Green Energy over the “Solar PV System Application and Installation Service Contract”. However, as the mediation was unsuccessful, MRE applied for arbitration with the Chinese Arbitration Association, Taipei, Taipei on 22 April 2025. As of the reporting date of the financial statements, this case was still under arbitration. Taiyen Green Energy assessed each dispute individually and recognized the construction costs which were more likely to occur as estimated accounts payables.
10. The former management of Taiyen Green Energy made decisions that contravened the board directors' instructions during their tenure and harmed the Company's interests. To safeguard the Company's rights and interests, the Company and the subsidiary, Taiyen Green Energy, have initiated various legal actions in accordance with the law. On 22 October 2024, prosecutors searched and investigated the Company and the subsidiary, Taiyen Green Energy. Both entities have fully cooperated with the investigation to assist in clarifying the facts of the case. On 27 February 2025, parts of the investigation were concluded and indictments were filed.

Based on the information stated in the indictments, the Company and the subsidiary, Taiyen Green Energy, have assessed, on an item-by-item basis, the extent of damages to the Company's interests and the strategies for seeking compensation. On September 5, 2025, the Company and the subsidiary, Taiyen Green Energy, filed an incidental civil action attached to the criminal proceedings with the Criminal Division of the Tainan District Court, seeking damages. Subsequently, on October 27, 2025, the Company received a motion to participate in the incidental civil action filed by the Securities and Futures Investors Protection Center. The case is currently pending before the court.

Although the final outcome of the aforementioned cases will depend on future legal proceedings, most of the payments related to the decisions in question had already been recognized as costs or losses in prior years. Therefore, they had no material impact on the current operations or financial position of the Company and its subsidiary, Taiyen Green Energy.

11. Fu-Power Electric & Engineering Co., Ltd. initiated a civil action on 11 February 2025 with the Tainan District Court regarding performance disputes arising from the "Mechanical and Electrical Equipment Sale and Purchase Agreement" with the subsidiary, Taiyen Green Energy. As of the reporting date, the case is still under first-instance trial. Taiyen Green Energy assessed each dispute individually and recognized the amounts which were more likely to occur as estimated accounts payables.
12. XX Chen initiated a civil action on 11 March 2025 with the Tainan District Court regarding performance disputes arising from the "Aquaculture Use Agreement for Fishery-Solar Hybrid Facility Fish Pond Site" with the subsidiary, Taiyen Green Energy. The subsidiary Taiyen Green Energy has assessed, on an item-by-item basis, the likelihood of compensation for each disputed matter.

On 4 December 2025, the subsidiary received a civil judgment, under which the plaintiff's claims and application for provisional enforcement were dismissed. The plaintiff filed a civil appeal on 22 December 2025.

Taiyen Green Energy received a civil judgment on June 16, 2026, which dismissed the plaintiff's claims. The plaintiff subsequently filed a civil notice of appeal on July 17, 2026. As of the reporting date, the case remained pending in the litigation proceedings.

13. The subsidiary, Taiyen Green Energy, received a civil complaint filed by Chern Feng Engineering Tech Co., Ltd. on 23 July 2025. The litigation pertains to performance disputes arising from the "Chiayi Yizhu Fishery-Solar Hybrid Project EPC Turnkey Steel Structure Procurement Contract" between the parties and was filed with the Tainan District Court. Taiyen Green Energy assessed each dispute individually and recognized the payments which were more likely to occur as estimated accounts payables.

14. Shang-Deng Technology Enterprise Co., Ltd. and Taiyen Green Energy filed for mediation to the Chinese Arbitration Association, Taipei, on 19 September 2025 regarding the disputes over the “Medium-Voltage Substation Equipment Installation and Integration Works for the EPC Turnkey Project of the Chiayi Yizhu Fishery-Solar Hybrid Development”. However, as the mediation was unsuccessful, Shang-Deng applied for arbitration with the Chinese Arbitration Association, Taipei on 24 February 2026. As of the reporting date of the financial statements, this case was still under arbitration, Taiyen Green Energy assessed each dispute individually and recognized the payments which were more likely to occur as estimated accounts payables.
15. The subsidiary, Taiyen Green Energy Co., Ltd., filed a petition for civil mediation with the Taiwan Kaohsiung District Court on June 2, 2026 in connection with the contractual disputes with Sense Energy Co., Ltd. and Santi Renewable Energy Co., Ltd. The mediation proceedings have been concluded and no settlement was reached. As of the reporting date, whether there would be further legal proceedings were still unclear.

X. LOSS DUE TO MAJOR DISASTERS

None.

XI. SIGNIFICANT SUBSEQUENT EVENTS

None.

XII. OTHER

1. Categories of financial instruments

Financial assets

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Financial assets at fair value through profit or loss:			
Mandatorily measured at fair value through profit or loss	\$384,491	\$384,990	\$334,510
Financial assets measured at amortized cost:			
Cash and cash equivalents (excluding cash on hand)	1,568,298	1,348,264	1,609,154
Financial assets measured at amortized cost	52,787	52,392	72,631
Notes receivable	3,059	2,963	33,150
Trade receivables	103,511	197,844	156,480
Other receivables (accounted as other current assets)	13,411	9,676	13,878
Refundable deposits	11,911	7,257	6,791
Subtotal	1,752,977	1,618,396	1,892,084
Total	\$2,137,468	\$2,003,386	\$2,226,594

Financial liabilities

	As at		
	30 Jun. 2026	31 Dec. 2025	30 Jun. 2025
Financial liabilities at amortized cost:			
Short-term borrowings	\$80,000	\$86,000	\$92,000
Trade and other payables	889,610	664,333	928,652
Long-term borrowings (current portion included)	2,222	5,556	10,555
Guarantee deposits	164,838	136,311	137,090
Lease liabilities	30,001	33,968	30,791
Total	<u>\$1,166,671</u>	<u>\$926,168</u>	<u>\$1,199,088</u>

2. Financial risk management objectives and policies

The Group's principal risk management objective is to manage the market risk, credit risk and liquidity risk related to its operating activities. The Group identifies measures and manages the aforementioned risks based on the Group's policy and risk appetite.

The Group has established appropriate policies, procedures and internal controls for financial risk management. Before entering into significant transactions, due approval process by the Board of Directors must be carried out based on related protocols and internal control procedures. The Group complies with its financial risk management policies at all times.

3. Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise currency risk, interest rate risk, and other price risk (such as equity risks).

In practice, it is rarely the case that a single risk variable will change independently from other risk variable, there is usually interdependencies between risk variables. However, the sensitivity analysis disclosed below does not take into account the interdependencies between risk variables.

Foreign currency risk

The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense is denominated in a different currency from the Group's functional currency) and the Group's net investments in foreign subsidiaries.

The Group has certain foreign currency receivables to be denominated in the same foreign currency with certain foreign currency payables, therefore natural hedge is received. Hedge accounting is not applied as they did not qualify for hedge accounting criteria. Furthermore, as net investments in foreign subsidiaries are for strategic purposes, they are not hedged by the Group.

The foreign currency sensitivity analysis of the possible change in foreign exchange rates on the Group's profit is performed on significant monetary items denominated in foreign currencies as of the end of the reporting period. The Group's foreign currency risk is mainly affected by USD, AUD and CNY. The information of the sensitivity analysis is as follows:

- (1) When NTD strengthens/weakens against USD by 1%, the profit for the six-month periods ended 30 June 2026 and 2025 increases/decreases by NT\$338 thousand and NT\$1,901 thousand, respectively.
- (2) When NTD strengthens/weakens against AUD by 1%, the profit for the six-month periods ended 30 June 2026 and 2025 increases/decreases by NT\$661 thousand and NT\$560 thousand, respectively.
- (3) When NTD strengthens/weakens against CNY by 1%, the profit for the six-month periods ended 30 June 2026 and 2025 increases/decreases by NT\$15 thousand and NT\$11 thousand, respectively.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group mainly invests in fixed interest rate financial assets and borrowings, therefore, the impact interest rate risk has on the Group is insignificant.

4. Credit risk management

Credit risk is the risk that a counterparty will not meet its obligations under a contract, leading to a financial loss. The Group is exposed to credit risk from operating activities (primarily for contract assets, trade receivables and notes receivables) and from its financing activities, including bank deposits and other financial instruments.

Credit risk is managed by each business unit subject to the Group's established policy, procedures and control relating to customer credit risk management. Credit limits are established for all customers based on their financial position, rating from credit rating agencies, historical experience, prevailing economic condition and the Group's internal rating criteria etc. Certain counter parties' credit risk will also be managed by taking credit enhancing procedures, such as requesting for prepayment or insurance.

As of 30 June 2026, 31 December 2025, and 30 June 2025, contract assets and trade receivables from top ten customers represented 91%, 89% and 84% of the total contract assets and trade receivables of the Group, respectively. The credit concentration risk of other contract assets and trade receivables is insignificant.

Credit risk from balances with banks, fixed income securities and other financial instruments is managed by the Group's treasury in accordance with the Group's policy. The Group only transacts with counterparties approved by the internal control procedures, which are banks and financial institutions, companies and government entities with good credit rating. Consequently, there is no significant credit risk for these counterparties.

5. Liquidity risk management

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of cash and cash equivalents, highly liquid securities, lease and bank borrowings. The table below summarizes the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments and contractual maturity. The payment amount includes the contractual interest. The undiscounted payment relating to borrowings with variable interest rates is extrapolated based on the estimated interest rate yield curve as of the end of the reporting period.

Non-derivative financial liabilities

	Less than 1 year	2 to 3 years	4 to 5 years	> 5 years	Total
As at 30 Jun. 2026					
Borrowings	\$82,482	\$-	\$-	\$-	\$82,482
Trade and other payables	889,610	-	-	-	889,610
Lease liabilities (Note)	6,811	8,836	5,939	14,040	35,626
As at 31 Dec. 2025					
Borrowings	\$91,909	\$-	\$-	\$-	\$91,909
Trade and other payables	664,333	-	-	-	664,333
Lease liabilities (Note)	8,100	9,963	6,795	15,120	39,978
As at 30 Jun. 2025					
Borrowings	\$101,021	\$2,232	\$-	\$-	\$103,253
Trade and other payables	928,652	-	-	-	928,652
Lease liabilities (Note)	7,945	7,712	4,818	16,200	36,675

Note: Information about the maturities of lease liabilities is provided in the table below:

	Maturities				
	Less than 5 years	6 to 10 years	11 to 15 years	> 15 years	Total
As at 30 Jun. 2026	\$21,586	\$10,800	\$3,240	\$-	\$35,626
As at 31 Dec. 2025	\$24,858	\$10,800	\$4,320	\$-	\$39,978
As at 30 Jun. 2025	\$20,475	\$10,800	\$5,400	\$-	\$36,675

6. Reconciliation of liabilities arising from financing activities

Reconciliation of liabilities for the six-month period ended 30 June 2026:

	Short-term borrowings	Leases liabilities	Long-term borrowings	Total liabilities from financing activities
As at 1 Jan. 2026	\$86,000	\$33,968	\$5,556	\$125,524
Cash flows	(6,000)	(4,320)	(3,334)	(13,654)
Non-cash changes	-	353	-	353
As at 30 Jun.2026	<u>\$80,000</u>	<u>\$30,001</u>	<u>\$2,222</u>	<u>\$112,223</u>

Reconciliation of liabilities for the six-month period ended 30 June 2025

	Short-term borrowings	Leases liabilities	Long-term borrowings	Total liabilities from financing activities
As at 1 Jan. 2025	\$98,000	\$34,696	\$72,503	\$205,199
Cash flows	(6,000)	(5,249)	(61,948)	(73,197)
Non-cash changes	-	1,344	-	1,344
As at 30 Jun. 2025	<u>\$92,000</u>	<u>\$30,791</u>	<u>\$10,555</u>	<u>\$133,346</u>

7. Fair values of financial instruments

(1) The methods and assumptions applied in determining the fair value of financial instruments:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used by the Group to measure or disclose the fair values of financial assets and financial liabilities:

- A. The carrying amount of cash and cash equivalents, trade receivable, trade payable and other current liabilities approximate their fair value due to their short maturities.
- B. For financial assets and liabilities traded in an active market with standard terms and conditions, their fair value is determined based on market quotation price (including listed equity securities, beneficiary certificates, bonds and futures etc.) at the reporting date.
- C. Fair value of equity instruments without market quotations (including private placement of listed equity securities, unquoted public company and private company equity securities) are estimated using the market method valuation techniques based on parameters such as prices based on market transactions of equity instruments of identical or comparable entities and other relevant information (for example, inputs such as discount for lack of marketability, P/E ratio of similar entities and Price-Book ratio of similar entities).

- D. Fair value of debt instruments without market quotations, bank loans, bonds payable and other non-current liabilities are determined based on the counterparty prices or valuation method. The valuation method uses DCF method as a basis, and the assumptions such as the interest rate and discount rate are primarily based on relevant information of similar instrument (such as yield curves published by the Taipei Exchange, average prices for Fixed Rate Commercial Paper published by Reuters and credit risk, etc.)
- E. The fair value of derivatives which are not options and without market quotations, is determined based on the counterparty prices or discounted cash flow analysis using interest rate yield curve for the contract period. Fair value of option-based derivative financial instruments is obtained using on the counterparty prices or appropriate option pricing model (for example, Black-Scholes model) or other valuation method (for example, Monte Carlo Simulation).

(2) Fair value of financial instruments measured at amortized cost

The Group's book value of financial assets and liabilities measured by amortized cost reasonably approximated their fair value.

(3) Fair value measurement hierarchy for financial instruments

Please refer to Note XII(8) for fair value measurement hierarchy for financial instruments of the Group.

8. Fair value measurement hierarchy

(1) Fair value measurement hierarchy

All asset and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole. Level 1, 2 and 3 inputs are described as follows:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 – Unobservable inputs for the asset or liability

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorization at the end of each reporting period.

(2) Fair value measurement hierarchy of the Group's assets and liabilities

The Group does not have assets that are measured at fair value on a non-recurring basis. Fair value measurement hierarchy of the Group's assets and liabilities measured at fair value on a recurring basis is as follows:

As at 30 June 2026

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets:				
Financial assets at fair value through profit or loss				
Funds	\$384,491	\$-	\$-	\$384,491

As at 31 December 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets:				
Financial assets at fair value through profit or loss				
Funds	\$384,990	\$-	\$-	\$384,990

As at 30 June 2025

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets:				
Financial assets at fair value through profit or loss				
Funds	\$334,510	\$-	\$-	\$334,510

Transfers between Level 1 and Level 2 during the period

During the six-month periods ended 30 June 2026 and 2025, there were no transfers between Level 1 and Level 2 fair value measurements.

(3) Fair value measurement hierarchy of the Group's assets and liabilities not measured at fair value but for which the fair value is disclosed

As at 30 June 2026

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Financial assets not measured at fair value but for which the fair value is disclosed:				
Investment properties	\$-	\$-	\$1,201,813	\$1,201,813
Financial assets measured at amortized cost				
Time deposits	-	52,787	-	52,787

As at 31 December 2025

	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value but for which the fair value is disclosed:				
Investment properties	\$-	\$-	\$1,208,278	\$1,208,278
Financial assets measured at amortized cost				
Time deposits	-	52,392	-	52,392

As at 30 June 2025

	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value but for which the fair value is disclosed:				
Investment properties	\$-	\$-	\$1,214,743	\$1,214,743
Financial assets measured at amortized cost				
Time deposits	-	43,901	-	43,901

9. Significant assets and liabilities denominated in foreign currencies

Information regarding the significant assets and liabilities denominated in foreign currencies is listed below:

As of 30 June 2026			
Financial assets	Foreign currencies	Foreign exchange rate	NTD
Monetary items:			
USD	\$1,061	31.85	\$33,793
AUD	3,017	21.90	66,072
CNY	315	4.690	1,477
As of 31 December 2025			
Financial assets	Foreign currencies	Foreign exchange rate	NTD
Monetary items:			
USD	\$2,021	31.43	\$63,520
AUD	2,969	21.01	62,379
CNY	255	4.496	1,146

	As of 30 June 2025		
	Foreign		
Financial assets	Foreign currencies	exchange rate	NTD
Monetary items:			
USD	\$6,487	29.30	\$190,069
AUD	2,926	19.14	56,004
CNY	268	4.091	1,096

The above information is disclosed based on the carrying amount of foreign currency (after conversion to functional currency).

The Group has various functional currencies, no information about the foreign exchange gains or losses by a specific currency is available. For the six-month periods ended 30 June 2026 and 2025, the foreign exchange gains or losses on monetary financial assets and financial liabilities amounted to NT\$2,524 thousand and NT\$(31,491) thousand, respectively.

10. Capital management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize shareholder value. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust dividend payment to shareholders, return capital to shareholders or issue new shares.

XIII. OTHER DISCLOSURE

1. Information on significant transactions:

- (1) Financing provided to others for the six-month period ended 30 June 2026: None.
- (2) Endorsement/Guarantee provided to others for the six-month period ended 30 June 2026: None.
- (3) Significant securities held as of 30 June 2026 (excluding subsidiaries, associates and joint venture): Please refer to Attachment 1.
- (4) Individual securities acquired or disposed of with accumulated amount exceeding the lower of NT\$300 million or 20 percent of the capital stock for the six-month period ended 30 June 2026: None.
- (5) Trade receivables from related parties with amounts exceeding the lower of NT\$100 million or 20 percent of capital stock as of 30 June 2026: None.
- (6) Others: The business relationships, significant transactions and between amounts parent company and subsidiaries: Please refer to Attachment 2.

2. Information on investees:

Information on the investee companies over which the company has significant influence, control, or joint control, directly or indirectly, and which are not located in mainland China: Please refer to Attachment 3.

3. Information on investment in mainland China:

- (1) Relevant information of investee in mainland China: Please refer to Attachment 4.
- (2) Significant transactions through third regions directly or indirectly with the investees in Mainland China: None.

XIV. OPERATING SEGMENT INFORMATION

For management purposes, the Group is organized into business units based on their products and services and has four reportable segments as follows:

1. Salt products and packaged water department
2. Biotech health, cosmetics and cleaning products department
3. Construction and services department
4. Other department

No operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured based on significant accounting policies information consistent with those in the consolidated financial statements. However, income taxes are managed on a group basis and are not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

Information on reportable segments' profit or loss, assets and liabilities

For the three-month period ended 30 June 2026:

	Salt products and packaged water	Biotech health, cosmetics and cleaning products	Construction and services	Others	Adjustments and eliminations	Total
Revenue from External customer	\$639,704	\$105,882	\$2,995	\$20,428	\$-	\$769,009
Inter-segment (Note)	-	-	-	4,920	(4,920)	-
Total revenue	<u>\$639,704</u>	<u>\$105,882</u>	<u>\$2,995</u>	<u>\$25,348</u>	<u>\$(4,920)</u>	<u>\$769,009</u>
Segment profit	<u>\$65,966</u>	<u>\$19,132</u>	<u>\$(2,593)</u>	<u>\$8,129</u>	<u>\$2,097</u>	<u>\$92,731</u>

For the three-month period ended 30 June 2025:

	Salt products and packaged water	Biotech health, cosmetics and cleaning products	Construction and services	Others	Adjustments and eliminations	Total
Revenue from External customer	\$673,022	\$130,244	\$32,221	\$21,710	\$-	\$857,197
Inter-segment (Note)	-	-	-	6,520	(6,520)	-
Total revenue	<u>\$673,022</u>	<u>\$130,244</u>	<u>\$32,221</u>	<u>\$28,230</u>	<u>\$(6,520)</u>	<u>\$857,197</u>
Segment profit	<u>\$102,817</u>	<u>\$32,711</u>	<u>\$6,799</u>	<u>\$(28,188)</u>	<u>\$(5,842)</u>	<u>\$108,297</u>

For the six-month period ended 30 June 2026:

	Salt products and packaged water	Biotech health, cosmetics and cleaning products	Construction and services	Others	Adjustments and eliminations	Total
Revenue from External customer	\$1,288,007	\$205,301	\$25,476	\$39,725	\$-	\$1,558,509
Inter-segment (Note)	-	-	345	15,373	(15,718)	-
Total revenue	<u>\$1,288,007</u>	<u>\$205,301</u>	<u>\$25,821</u>	<u>\$55,098</u>	<u>\$(15,718)</u>	<u>\$1,558,509</u>
Segment profit	<u>\$168,754</u>	<u>\$32,819</u>	<u>\$(411)</u>	<u>\$11,884</u>	<u>\$(1,105)</u>	<u>\$211,941</u>

For the six-month period ended 30 June 2025:

	Salt products and packaged water	Biotech health, cosmetics and cleaning products	Construction and services	Others	Adjustments and eliminations	Total
Revenue from External customer	\$1,350,452	\$247,584	\$38,639	\$39,711	\$-	\$1,676,386
Inter-segment (Note)	-	-	164	12,952	(13,116)	-
Total revenue	<u>\$1,350,452</u>	<u>\$247,584</u>	<u>\$38,803</u>	<u>\$52,663</u>	<u>\$(13,116)</u>	<u>\$1,676,386</u>
Segment profit	<u>\$203,146</u>	<u>\$59,918</u>	<u>\$(529)</u>	<u>\$(29,704)</u>	<u>\$(7,194)</u>	<u>\$225,637</u>

Note: Inter-segment revenue is eliminated on consolidation and recorded under the “adjustment and elimination” column.

Attachment 1

Securities held as at 30 June 2026

Holding Company	Type and name of securities(note)	Relations with securities issuer	Account	As of 30 June, 2026				Note
				Number of shares or units	Amount	Holding ratio	Fair Value	
The Company	Money Market Fund—Fubon Money Market Fund	-	Financial assets at fair value through profit or loss - current	2,094,435.14	\$33,152	-	\$33,152	
	Money Market Fund—Yuanta Wan Tai Money Market Fund	-	"	684,186.40	11,028	-	11,028	
	Money Market Fund—Yuanta De-Li Money Market Fund	-	"	615,695.30	10,699	-	10,699	
	Money Market Fund—Shin Kong Chi-Shin Money Market Fund	-	"	1,969,750.74	32,480	-	32,480	
	Money Market Fund—Franklin Templeton Sinoam Money Market Fund	-	"	2,959,309.49	32,649	-	32,649	
	Money Market Fund—Cathay Taiwan Money Market Fund	-	"	2,432,059.50	32,166	-	32,166	
	Money Market Fund—Fubon Chi-Hsiang Money Market Fund	-	"	1,278,422.10	21,353	-	21,353	
	Money Market Fund—Union Money Market Fund	-	"	764,198.81	10,757	-	10,757	
	Money Market Fund—SinoPac TWD Money Market Fund	-	"	724,653.40	10,750	-	10,750	
	Bond Fund—PineBridge Global Multi-Strategy High Yield Bond Found A	-	"	3,822,184.03	60,981	-	60,981	
	Bond Fund—Nomura Fallen Angel Non-Investment Grade Bond Fund-Accumulate-TWD	-	"	2,874,859.91	31,772	-	31,772	
	Bond Fund—E.SUN USD High Yield Bond Fund-TWD(A)	-	"	2,977,238.95	33,555	-	33,555	
	Bond Fund - FSITC Global High Yield Bond Fund A Acc(TWD)	-	"	1,247,193.80	20,893	-	20,893	
	Bond Fund—Allianz Global Investors All Seasons Harvest Fund of Bond Funds-A-TWD	-	"	2,981,775.20	42,256	-	42,256	
				27,425,962.77	\$384,491		\$384,491	

Note: The securities mentioned in this table refer to stocks, bonds, beneficiary certificates and securities derived from the above items mentioned in IFRS No. 9 "Financial Instruments".

Attachment 2

The business relationship, significant transactions and amounts between parent company and subsidiaries

Number (Note 1)	Name of the Related Party	Transaction with the Related Party	Relationship with the Related Party (Note 2)	Nature of Transactions				
				Item	Amount	Transaction Terms	Percentage of Total Consolidated Revenue or Total Consolidated Assets (Note 3)	Note
0	The Company	Taiyen Xiamen	1	Purchase	\$15,009	Paid by contract price after acceptance	0.96%	Note 4

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

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

Note 2: Transactions are categorized as follows:

1. The holding company to subsidiary.
2. Subsidiary to holding company.
3. Subsidiary to subsidiary.

Note 3: The percentage with respect to the consolidated asset/liability for transactions of balance sheet items are based on each item's balance at period-end.

For profit or loss items, interim cumulative balances are used as basis.

Note 4: Has been written off when preparing consolidated financial statements.

Attachment 3

The investee that the Company has significant influence or controller directly or indirectly

Name of investment company	Investee company name	Location	Main Business	Original investment amount		Held at the end of the period			Net income (loss) of investee company	Investment income (loss) (Note1)	Note
				30-Jun-26	31-Dec-25	Number of shares	Ratio	Amount			
The Company	Taiyen Green Energy	No. 360, Gaofa 2nd Rd., Guiren Dist., Tainan City	Energy-related business	\$237,982	\$237,982	27,322,450	100%	\$(18,842)	\$(411)	\$(411)	(Note2)
The Company	Taiyen Samoa	Novasage Chambers, PO Box 3018, Level 2 CCCS Building, Beach Road, Apia, Samoa	Reinvestment Business	49,541	49,541	1,600,000	100%	31,747	1,516	1,516	(Note2)
Taiyen Samoa	Taiyen Hong Kong	Room 2701, 27/F, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong	Reinvestment Business	49,541 (USD1,600 thousand)	49,541 (USD1,600 thousand)	1,600,000	100%	31,747	1,516	1,516	(Note2)
Taiyen Green Energy	Yanwang	No. 297, Jiankang 1st Rd., South Dist., Tainan City	Energy related business	1,000	-	100,000	100%	716	(284)	(284)	(Note2)

Note 1: Excluded from upstream transaction elimination of unrealized profits and losses between the company.

Note 2: The intercompany balances and transactions have been eliminated in the preparation of the consolidated financial statements.

Attachment 4

Information on investments in mainland China

Name of investee company in mainland China	Main business	Total amount of Capital	Method of Investment (Note 1)	Outflow of investments from Taiwan at beginning of the period	Accumulated inflow and outflow of investments from Taiwan		Accumulated outflow of investments from Taiwan at the end of the period	Net income (loss) of investee company	Percentage of direct(indirect) ownership by the Company	Investment income (loss) (Note 2)	Carrying amount of investments at the end of the period (Note 2)	Cumulated inward remittance of earnings and limits on investment in mainland China	Note
					Outflow	Inflow							
Taiyen (Xiamen)	Operating various commodity sales and import and export business	USD1,600 thousand	2	USD1,600 thousand	-	-	USD1,600 thousand	\$1,516	100%	\$1,516	\$31,747	-	(Note 5)

Accumulated outflow of investments in mainland China from Taiwan at the end of the period	The amount of investment approved by the Investment Commission, MOEA	According to the regulations of the Investment Commission, MOEA, about investments to mainland China
\$50,960 (USD1,600 thousand) (Note 3)	\$50,960 (USD1,600 thousand) (Note 3)	Equity\$6,709,191*60%=\$4,025,515 (Note 4)

Note 1: Method of investments are divided into the following three types; the table can be only noted with number:

- 1.Direct investment in mainland China.
- 2.Through the third region entity: Taiyen Samoa indirectly invested in Taiyen Xiamen via investment in Taiyen Hong Kong.
- 3.Other methods.

Note 2: The financial statements of the investee company has been audited by the independent auditors of EY.

Note 3: The amount of NTD in the table was calculated with the exchange rate of 31.85 at the end of June 2026.

Note 4: According to 97.8.22 "Licensing Measures for Engagement in the Mainland Area or Technology Cooperation", "Investment or Technology Cooperation Review Principles in the Mainland Area" Amendments,

investors' upper limit ratio of the cumulative investment amount in Mainland Area is : 60% of the net value or net value of the merger, whichever is higher.

Note 5:The intercompany balances and transactions have been eliminated in the preparation of the consolidated financial statements.