

Notice to Readers:

The financial statement (Chinese version) of our company is audited by the CPA Liu, I-Ching and CPA Chuang Pi-Yu of Deloitte Taiwan. For the convenience of reading, the statement has been translated from Chinese to English. If there is any difference regarding the context or interpretation in the English version, the Chinese version shall prevail.

Stock Code: 1308

**ASIA POLYMER CORPORATION AND
SUBSIDIARIES**

**Consolidated Financial Statements and Independent
Auditors' Review Report
Q2 2026 and 2025**

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INDEPENDENT AUDITORS' REVIEW REPORT

To Asia Polymer Corporation:

Preface

We have reviewed the accompanying consolidated financial statements of Asia Polymer Corporation and its subsidiaries (the Group), which comprise the consolidated balance sheets as of June 30, 2026 and 2025, and the consolidated statements of comprehensive income from April 1 to June 30, 2026 and 2025, and from January 1 to June 30, 2026 and 2025, the consolidated statements of changes in equity and the consolidated statements of cash flows from January 1 to June 30, 2026 and 2025, and the notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the “consolidated financial statements”). It is the responsibility of management to prepare the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting”, which have been endorsed by the Financial Supervisory Commission and are effective for issuance.

Scope

We have conducted our review in accordance with Statement of Auditing Standards No. 2410, “Review of Financial Statements,” except for the basis of our qualified opinion. The procedures performed in reviewing the consolidated financial statements include inquiries (primarily of persons responsible for financial and accounting matters), analytical procedures and other review procedures. A review is significantly less in scope than an audit and, accordingly, we may not be able to discern all significant matters that could be identified by an audit and, accordingly, we cannot express an audit opinion.

The Basis for the Qualified Conclusion

As stated in Notes 12 and 13 of the consolidated financial statements, the financial statements of the non-significant subsidiaries and certain equity method investments included in the aforementioned consolidated financial statements were not reviewed by CPAs for the same period. The total assets and equity method investment balances as of June 30, 2026 and June 30, 2025 were NT\$1,865,322 thousand and NT\$2,498,220 thousand, respectively, accounting for 15% and 20% of the total consolidated assets. The total liabilities were NT\$33,159 thousand and NT\$26,461 thousand, respectively, accounting for 2% and 1% of the total consolidated liabilities. The unreviewed comprehensive income for the non-significant subsidiaries and certain equity method investments for the periods from April 1 to June 30, 2026 and 2025, and from January 1 to June 30, 2026 and 2025, were (NT\$198,892) thousand, (NT\$492,921) thousand, (NT\$261,188) thousand, and (NT\$721,289) thousand, respectively, representing 136%, 54%, (40)% and 65% of the total consolidated comprehensive income. The information related to the investees mentioned in the notes to the consolidated financial statements is based on the investees' unreviewed financial statements for the same period.

Qualified Conclusion

Based on our review, we are not aware of any material modifications that might have been made to the consolidated financial statements had we reviewed the financial statements of the immaterial subsidiaries and certain investments accounted for using the equity method, as described in the Basis for Qualified Conclusion, that are not in accordance, in all material respects, with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 as endorsed by the Financial Supervisory Commission and issued in effect. As a result, the consolidated financial statements of Asia Polymer Corporation and its subsidiaries as of June 30, 2026 and 2025, and the consolidated financial performance from April 1 to June 30, 2026 and 2025, as well as the consolidated financial performance and consolidated cash flows from January 1 to June 30, 2026 and 2025 are not fairly stated.

Deloitte & Touche

CPA Liu, I-Ching

CPA Chuang, Pi-Yu

Financial Supervisory Commission,
Jin Guan Zheng Shen Zi No. 1100356048

Financial Supervisory Commission,
Jin Guan Zheng Shen Zi No. 1070323246

August 7, 2026

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ASIA POLYMER CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2026 AND DECEMBER 31 AND JUNE 30, 2025
Unit: In Thousands of New Taiwan Dollars

Code	Assets	June 30, 2026		December 31, 2025		June 30, 2025	
		Amount	%	Amount	%	Amount	%
	Current Assets						
1100	Cash and cash equivalents (Note 6)	\$ 776,990	6	\$ 590,455	5	\$ 1,067,135	9
1110	Financial assets at fair value through profit and loss - current (Note 7)	266,153	2	467,420	4	625,082	5
1120	Financial assets at fair value through other comprehensive income - current (Note 8)	-	-	15,973	-	11,202	-
1136	Financial assets at amortized cost - current (Note 9)	229,548	2	383,822	3	89,983	1
1170	Accounts receivable (Notes 10 and 23)	308,192	2	164,855	2	191,643	1
1180	Accounts receivable from related parties (Notes 10, 23 and 29)	123,785	1	58,228	1	98,090	1
1200	Other receivables	5,790	-	11,175	-	3,756	-
1210	Other receivables from related parties (Note 29)	81,035	1	13,747	-	28,605	-
1220	Current tax assets (Note 4)	-	-	8,928	-	13,487	-
130X	Inventories (Note 11)	811,659	7	707,423	6	708,510	6
1410	Prepayments	224,209	2	231,099	2	152,410	1
1470	Other current assets	121	-	142	-	128	-
11XX	Total current assets	<u>2,827,482</u>	<u>23</u>	<u>2,653,267</u>	<u>23</u>	<u>2,990,031</u>	<u>24</u>
	Non-current assets						
1517	Financial assets at fair value through other comprehensive income - non-current (Note 8)	2,828,987	23	2,002,017	17	1,656,263	14
1535	Financial assets at amortized cost - non-current (Note 9)	53,778	-	51,423	-	47,070	-
1550	Investments accounted for using the equity method (Notes 13 and 30)	1,911,623	16	2,210,594	19	2,648,716	22
1600	Property, plant and equipment (Note 14)	3,463,814	28	3,514,866	30	3,616,990	29
1755	Right-of-use assets (Note 15)	7,756	-	8,092	-	8,372	-
1760	Investment properties (Note 16)	551,007	4	556,012	5	557,172	5
1840	Deferred tax assets (Note 4)	701,543	6	703,008	6	741,714	6
1900	Other non-current assets	3,935	-	7,130	-	2,779	-
15XX	Total non-current assets	<u>9,522,443</u>	<u>77</u>	<u>9,053,142</u>	<u>77</u>	<u>9,279,076</u>	<u>76</u>
1XXX	Total Assets	<u>\$ 12,349,925</u>	<u>100</u>	<u>\$ 11,706,409</u>	<u>100</u>	<u>\$ 12,269,107</u>	<u>100</u>
	Liabilities and Equity						
	Current Liabilities						
2120	Financial liabilities at fair value through profit or loss - current (Note 7)	\$ 460	-	\$ 676	-	\$ 629	-
2170	Accounts payable (Note 18)	251,974	2	202,902	2	330,495	3
2180	Accounts payable to related parties (Notes 18 and 29)	56,283	1	25,263	-	30,287	-
2200	Other payables (Note 19)	333,477	3	178,278	2	313,198	3
2220	Other payables to related parties (Note 29)	52,259	1	10,656	-	128,654	1
2230	Current tax liabilities (Note 4)	44,537	-	2,059	-	530	-
2250	Provision for liabilities - current (Note 20)	8,566	-	24,907	-	12,416	-
2280	Lease liabilities - current	6,999	-	6,648	-	6,578	-
2320	Current portion of long-term liabilities (Note 17)	393,156	3	392,774	4	392,216	3
2365	Provision for refunds - current	5,899	-	5,899	-	5,899	-
2399	Other current liabilities (Note 23)	34,983	-	22,719	-	16,133	-
21XX	Total current liabilities	<u>1,188,593</u>	<u>10</u>	<u>872,781</u>	<u>8</u>	<u>1,237,035</u>	<u>10</u>
	Non-current Liabilities						
2540	Long-term borrowings (Note 17)	196,919	2	393,556	3	590,075	5
2570	Deferred tax liabilities (Note 4)	38,990	-	35,767	-	35,424	-
2580	Lease liabilities - non-current	70,778	1	74,376	1	77,506	1
2640	Net defined benefit liabilities - non-current (Note 4)	69,623	-	72,711	1	79,056	1
2670	Other non-current liabilities	17,783	-	20,812	-	21,362	-
25XX	Total non-current liabilities	<u>394,093</u>	<u>3</u>	<u>597,222</u>	<u>5</u>	<u>803,423</u>	<u>7</u>
2XXX	Total liabilities	<u>1,582,686</u>	<u>13</u>	<u>1,470,003</u>	<u>13</u>	<u>2,040,458</u>	<u>17</u>
	Equity attributable to owners of the Company (Notes 8, 22 and 25)						
	Share Capital						
3110	Ordinary shares	5,937,438	48	5,937,438	51	5,937,438	48
3200	Capital Surplus	38,934	-	38,968	-	38,126	-
	Retained Earnings						
3310	Legal Reserve	2,382,202	19	2,382,202	20	2,382,202	19
3320	Special Reserve	552,648	5	552,648	5	552,669	5
3350	Unappropriated Earnings	1,413,127	11	1,587,097	13	2,082,398	17
3300	Total retained earnings	<u>4,347,977</u>	<u>35</u>	<u>4,521,947</u>	<u>38</u>	<u>5,017,269</u>	<u>41</u>
3400	Other Equity	442,890	4	(261,947)	(2)	(764,184)	(6)
3XXX	Total equity	<u>10,767,239</u>	<u>87</u>	<u>10,236,406</u>	<u>87</u>	<u>10,228,649</u>	<u>83</u>
	Total Liabilities and Equity	<u>\$ 12,349,925</u>	<u>100</u>	<u>\$ 11,706,409</u>	<u>100</u>	<u>\$ 12,269,107</u>	<u>100</u>

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to the review report issued by Deloitte Taiwan on August 7, 2026)

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ASIA POLYMER CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

FROM APRIL 1 TO JUNE 30, 2026 AND 2025, AND FROM JANUARY 1 TO JUNE 30, 2026 AND 2025

Unit: In Thousands of New Taiwan Dollars, Except Earnings (Losses) Per Share

Code		From April 1 to June 30, 2026		From April 1 to June 30, 2025		From January 1 to June 30, 2026		From January 1 to June 30, 2025	
		Amount	%	Amount	%	Amount	%	Amount	%
4100	Net revenue (Notes 23 and 29)	\$ 1,550,369	100	\$ 1,340,447	100	\$ 2,852,287	100	\$ 2,874,834	100
5110	Operating costs (Notes 11, 24, and 29)	<u>1,326,211</u>	<u>85</u>	<u>1,293,738</u>	<u>97</u>	<u>2,554,418</u>	<u>89</u>	<u>2,726,489</u>	<u>95</u>
5900	Gross Profit	<u>224,158</u>	<u>15</u>	<u>46,709</u>	<u>3</u>	<u>297,869</u>	<u>11</u>	<u>148,345</u>	<u>5</u>
	Operating Expenses (Notes 24 and 29)								
6100	Selling and marketing expenses	29,355	2	31,236	2	61,781	2	63,965	2
6200	General and administrative expenses	<u>26,917</u>	<u>2</u>	<u>26,674</u>	<u>2</u>	<u>54,676</u>	<u>2</u>	<u>59,092</u>	<u>2</u>
6000	Total operating expenses	<u>56,272</u>	<u>4</u>	<u>57,910</u>	<u>4</u>	<u>116,457</u>	<u>4</u>	<u>123,057</u>	<u>4</u>
6900	Net operating profit (loss)	<u>167,886</u>	<u>11</u>	<u>(11,201)</u>	<u>(1)</u>	<u>181,412</u>	<u>7</u>	<u>25,288</u>	<u>1</u>
	Non-operating income and expenses (Notes 13, 24 and 29)								
7100	Interest income	6,221	-	7,480	1	9,777	-	13,082	-
7010	Other income	35,021	2	36,558	3	50,212	2	52,228	2
7020	Other gains and losses	23,488	2	(101,817)	(8)	19,090	-	(95,805)	(3)
7510	Interest expense	(3,956)	-	(6,396)	(1)	(7,431)	-	(10,443)	(1)
7060	Share of profit or loss of associates	<u>(181,502)</u>	<u>(12)</u>	<u>(240,660)</u>	<u>(18)</u>	<u>(321,678)</u>	<u>(11)</u>	<u>(525,717)</u>	<u>(18)</u>
7000	Total non-operating income and expenses	<u>(120,728)</u>	<u>(8)</u>	<u>(304,835)</u>	<u>(23)</u>	<u>(250,030)</u>	<u>(9)</u>	<u>(566,655)</u>	<u>(20)</u>
7900	Net Income (Loss) before Tax	47,158	3	(316,036)	(24)	(68,618)	(2)	(541,367)	(19)
7950	Income tax expenses (benefits) (Notes 4 and 25)	<u>17,448</u>	<u>1</u>	<u>(19,867)</u>	<u>(2)</u>	<u>21,907</u>	<u>1</u>	<u>(8,217)</u>	<u>(1)</u>
8200	Net Income (Loss)	<u>29,710</u>	<u>2</u>	<u>(296,169)</u>	<u>(22)</u>	<u>(90,525)</u>	<u>(3)</u>	<u>(533,150)</u>	<u>(18)</u>
	Other comprehensive income for the period (Notes 4, 13 and 25)								
	Items that will not be reclassified subsequently to profit or loss:								
8316	Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	(153,400)	(10)	(372,687)	(28)	700,657	25	(356,120)	(13)
8320	Share of the other comprehensive income (loss) of associates accounted for using the equity method	(20,276)	(1)	(8,914)	-	6,331	-	(10,009)	-
8349	Income tax relating to items that will not be reclassified subsequently to profit or loss	<u>(258)</u>	<u>-</u>	<u>(943)</u>	<u>-</u>	<u>(785)</u>	<u>-</u>	<u>(254)</u>	<u>-</u>
8310		<u>(173,934)</u>	<u>(11)</u>	<u>(382,544)</u>	<u>(28)</u>	<u>706,203</u>	<u>25</u>	<u>(366,383)</u>	<u>(13)</u>

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Code		From April 1 to June 30, 2026		From April 1 to June 30, 2025		From January 1 to June 30, 2026		From January 1 to June 30, 2025	
		Amount	%	Amount	%	Amount	%	Amount	%
	Items that may be reclassified subsequently to profit or loss:								
8361	Exchange Differences on Translating the Financial Statements of Foreign Operations	(\$ 986)	-	(\$ 252,391)	(19)	\$ 35,213	1	(\$ 218,427)	(8)
8370	Share of the other comprehensive income (loss) of associates accounted for using the equity method	(1,366)	-	(35,460)	(3)	5,768	-	(32,328)	(1)
8399	Income tax relating to items that may be reclassified subsequently to profit or loss	<u>197</u>	<u>-</u>	<u>50,478</u>	<u>4</u>	<u>(7,043)</u>	<u>-</u>	<u>43,685</u>	<u>2</u>
8360		<u>(2,155)</u>	<u>-</u>	<u>(237,373)</u>	<u>(18)</u>	<u>33,938</u>	<u>1</u>	<u>(207,070)</u>	<u>(7)</u>
8300	Other comprehensive income for the period, net of income tax	<u>(176,089)</u>	<u>(11)</u>	<u>(619,917)</u>	<u>(46)</u>	<u>740,141</u>	<u>26</u>	<u>(573,453)</u>	<u>(20)</u>
8500	Total comprehensive income for the period	<u>(\$ 146,379)</u>	<u>(9)</u>	<u>(\$ 916,086)</u>	<u>(68)</u>	<u>\$ 649,616</u>	<u>23</u>	<u>(\$ 1,106,603)</u>	<u>(38)</u>
	Earnings (losses) per share (Note 26)								
9710	Basic	<u>\$ 0.05</u>		<u>(\$ 0.50)</u>		<u>(\$ 0.15)</u>		<u>(\$ 0.90)</u>	
9810	Diluted	<u>\$ 0.05</u>		<u>(\$ 0.50)</u>		<u>(\$ 0.15)</u>		<u>(\$ 0.90)</u>	

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

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ASIA POLYMER CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FROM JANUARY 1 TO JUNE 30, 2026 AND 2025
Unit: In Thousands of New Taiwan Dollars

		Equity attributable to owners of the Company (Notes 8, 22 and 25)						Other Equity		Total Equity
		Share Capital		Retained Earnings				Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Reviewed Gain (Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	
Code		Shares (In Thousands)	Amount	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings			
A1	Balance on January 1, 2025	593,743	\$ 5,937,438	\$ 38,130	\$ 2,382,202	\$ 554,105	\$ 2,762,548	\$ 7,754	(\$ 198,485)	\$ 11,483,692
B5	Appropriation and distribution of 2024 retained earnings Cash dividends distributed	-	-	-	-	-	(148,436)	-	-	(148,436)
B17	Reversal for special reserve	-	-	-	-	(1,436)	1,436	-	-	-
C7	Changes in capital surplus from investments in associates accounted for using the equity method	-	-	(4)	-	-	-	-	-	(4)
D1	Net losses from January 1 to June 30, 2025	-	-	-	-	-	(533,150)	-	-	(533,150)
D3	Other comprehensive income after tax for the period from January 1 to June 30, 2025	-	-	-	-	-	-	(207,070)	(366,383)	(573,453)
D5	Total comprehensive income from January 1 to June 30, 2025	-	-	-	-	-	(533,150)	(207,070)	(366,383)	(1,106,603)
Z1	Balance on June 30, 2025	593,743	\$ 5,937,438	\$ 38,126	\$ 2,382,202	\$ 552,669	\$ 2,082,398	(\$ 199,316)	(\$ 564,868)	\$ 10,228,649
A1	Balance on January 1, 2026	593,743	\$ 5,937,438	\$ 38,968	\$ 2,382,202	\$ 552,648	\$ 1,587,097	(\$ 59,512)	(\$ 202,435)	\$ 10,236,406
B5	Appropriation and distribution of 2025 retained earnings Cash dividends distributed	-	-	-	-	-	(118,749)	-	-	(118,749)
C7	Changes in capital surplus from investments in associates accounted for using the equity method	-	-	(34)	-	-	-	-	-	(34)
D1	Net losses from January 1 to June 30, 2026	-	-	-	-	-	(90,525)	-	-	(90,525)
D3	Other comprehensive income after tax for the period from January 1 to June 30, 2026	-	-	-	-	-	-	33,938	706,203	740,141
D5	Total comprehensive income from January 1 to June 30, 2026	-	-	-	-	-	(90,525)	33,938	706,203	649,616
Q1	Disposal of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	-	35,304	-	(35,304)	-
Z1	Balance on June 30, 2026	593,743	\$ 5,937,438	\$ 38,934	\$ 2,382,202	\$ 552,648	\$ 1,413,127	(\$ 25,574)	\$ 468,464	\$ 10,767,239

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to the review report issued by Deloitte Taiwan on August 7, 2026)

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ASIA POLYMER CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

FROM JANUARY 1 TO JUNE 30, 2026 AND 2025

Unit: In Thousands of New Taiwan Dollars

Code		From January 1 to June 30, 2026	From January 1 to June 30, 2025
	CASH FLOWS FROM OPERATING ACTIVITIES		
A10000	Net loss before tax for the period	(\$ 68,618)	(\$ 541,367)
A20010	Adjustments for:		
A20100	Depreciation expenses	194,773	170,807
A20200	Amortization expenses	135	248
A20400	Net (gain) loss on fair value change of financial assets at fair value through profit or loss	(20,853)	15,348
A20900	Interest expense	7,431	10,443
A21200	Interest income	(9,777)	(13,082)
A21300	Dividend income	(17,265)	(21,311)
A22300	Share of profit or loss of associates	321,678	525,717
A23700	Allowance for inventory valuation and obsolescence (reversal) loss	18,739	(4,396)
A24100	Net loss on foreign currency exchange	339	12,419
A29900	Deferred revenue	(198)	-
A30000	Changes in operating assets and liabilities		
A31115	Financial assets mandatorily classified as at fair value through profit or loss	221,904	(215,699)
A31150	Accounts receivable	(142,500)	170,413
A31160	Accounts receivable from related parties	(66,204)	(38,674)
A31180	Other receivables	5,411	123
A31190	Other receivables from related parties	(47,384)	18,533
A31200	Inventories	(121,806)	(114,799)
A31230	Prepayments	(10,696)	73,675
A31240	Other current assets	21	(7)
A32150	Accounts payable	49,045	94,448
A32160	Accounts payable from related parties	30,092	3,575
A32180	Other payables from unrelated parties	12,674	(17,623)
A32190	Other payables from related parties	(2,673)	(67,107)
A32200	Provision for liabilities	(16,341)	12,416
A32230	Other current liabilities	11,147	(38,899)
A32240	Net defined benefit liabilities - non- current	(3,088)	(2,152)
A33000	Cash generated from operations	345,986	33,049
A33100	Interest received	10,146	12,630

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Code		From January 1 to June 30, 2026	From January 1 to June 30, 2025
A33300	Interest paid	(\$ 7,394)	(\$ 10,405)
A33500	Income tax refund	26,314	340
AAAA	Net cash inflow generated from operating activities	375,052	35,614
CASH FLOWS FROM INVESTING ACTIVITIES			
B00010	Purchase of financial assets at fair value through other comprehensive income	(150,482)	2,390
B00020	Disposal of financial assets at fair value through other comprehensive income (FVTOCI)	46,195	-
B00040	Purchase of financial assets at amortized cost	(335,630)	(71,602)
B00060	Financial assets at amortized cost repayment of principal at maturity	491,719	72,427
B02700	Payments for property, plant and equipment	(51,870)	(227,192)
B03700	Increase in refundable deposits	(943)	(759)
B03800	Decrease in refundable deposits	3	294
B04500	Acquisition of intangible assets	(389)	(59)
B07600	Dividends received	1,448	379
BBBB	Net cash inflow (outflow) from investing activities	51	(224,122)
CASH FLOWS FROM FINANCING ACTIVITIES			
C01700	Repayments of long-term borrowings	(196,182)	(196,399)
C03000	Increase in guarantee deposits received	-	240
C03100	Decrease in guarantee deposits received	(2,066)	-
C04020	Repayment of the principal portion of lease liabilities	(3,247)	(2,837)
C04300	Other non-current liabilities	13	(71)
C04500	Dividends paid to owners of the Group	(37)	(2,767)
CCCC	Net cash used in financing activities	(201,519)	(201,834)
DDDD	Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	12,951	(11,479)
EEEE	Net increase (decrease) in cash and cash equivalents	186,535	(401,821)
E00100	Cash and cash equivalents at the beginning of the period	590,455	1,468,956
E00200	Cash and cash equivalents at the ending of the period	\$ 776,990	\$ 1,067,135

The accompanying notes are an integral part of the consolidated financial statements.
(Please refer to the review report issued by Deloitte Taiwan on August 7, 2026)

Notice to Readers:

The financial statement (Chinese version) of our company is audited by the CPA Liu, I-Ching and CPA Chuang Pi-Yu of Deloitte Taiwan. For the convenience of reading, the statement has been translated from Chinese to English. If there is any difference regarding the context or interpretation in the English version, the Chinese version shall prevail.

ASIA POLYMER CORPORATION AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FROM JANUARY 1 TO JUNE 30, 2026 AND 2025
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

Asia Polymer Corporation (the “Company”) was established in January 1977. The Company designs, develops, manufactures and sells low-density polyethylene (LDPE), medium-density polyethylene (MDPE), and ethylene vinyl acetate copolymer (EVA).

The ordinary shares of the Company have been listed on the Taiwan Stock Exchange. As of June 30, 2026, the ultimate parent company, USI Corporation, held 36.08% of ordinary shares of the Company.

The functional currency of the Company is the New Taiwan dollar, and the consolidated financial statements of the Group and its subsidiaries, collectively referred to as the “Group,” are presented in the Group’s functional currency.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were issued after they had been approved by the Board of Directors on August 7, 2026.

3. APPLICATION OF NEW AND REVISED STANDARDS AND INTERPRETATIONS

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

The Group evaluated the initial application of the IFRS Accounting Standards approved by the FSC and issued into effect will not result in significant changes in the accounting policies of the Group.

- b. The IFRS Accounting Standards endorsed by the FSC for application starting from 2027

New IFRSs	Effective Date Announced by IASB
IFRS 18 “Expression and Disclosure in Financial Statements”	January 1, 2027 (Note 1)
IFRS 19 “Subsidiaries without Public Accountability: Disclosures” (including amendments for 2025)	January 1, 2027
Amendment to IAS 21 “Translation to a Hyperinflationary Presentation”	January 1, 2027
Amendments to IAS 28 “Fair Value Option for Investments in Associates and Joint Ventures”	January 1, 2027 (Note 2)

Note 1: Domestic enterprises shall adopt IFRS 18 effective January 1, 2028. Early adoption is permitted.

Note 2: These amendments shall be applied at the same time an entity first applies IFRS 18.

IFRS 18 “Presentation and Disclosure in Financial Statements” and its related accompanying amendments, together with the amendments to IAS 28 “Fair Value Option for Investments in Associates and Joint Ventures”

IFRS 18 will replace IAS 1 ‘Presentation of Financial Statements’. The main changes in this standard include:

- The Group should assess whether it has a specified main business activity of investing in particular types of assets and providing financing to customers, and accordingly classify items of income and expense in the statement of profit or loss into the following categories: operating, investing, financing, income taxes, and discontinued operations.
- The income statement should report operating income, pre-financing income before tax, as well as subtotals and totals of income.
- Provide guidance to strengthen the consolidation and subdivision provisions: The Group must identify assets, liabilities, equity, income, expenses, and cash flows from individual transactions or other matters, and classify and consolidate them based on common characteristics, so that each line item reported in the main financial statements has at least one similar characteristic. The items with dissimilar characteristics should be classified in the main financial statements and notes. When the Group cannot find a more informative name, it will label such items as “Other”.
- Disclosure of performance measures defining management levels: When the Group engages in public communication outside of financial statements and communicates the perspective of management levels on the overall financial performance of the Group, relevant information regarding the disclosure of performance measures should be disclosed in a single note to the financial statements. This includes the description of the measures, how they are calculated, adjustments to subtotals or totals as defined by IFRS accounting standards, and the impact of income tax and non-controlling interests related to the adjustments.

On initial application of IFRS 18, an entity that is a venture capital organization, or a mutual fund, unit trust or similar entity (or that holds investments indirectly through such

entities) may change its election for measuring an investment in an associate or a joint venture from the equity method to fair value through profit or loss. The amendments to IAS 28 clarify that the aforementioned “similar entities” include entities whose main business activity, as assessed under IFRS 18, is investing in particular types of assets. If the Group meets the aforementioned conditions, it may elect to make this change on the date of initial application.

In addition, IAS 7 “Statement of Cash Flows” will be amended accordingly as follows:

- When the Group prepares cash flows from operating activities using the indirect method, operating profit or loss shall be used as the starting point for reconciliation.
- Interest and dividends received by the Group shall be classified as investing activities, while interest and dividends paid shall be classified as financing activities. If the Group is assessed to have a specified main business activity, it shall consider the classification of dividend income, interest income, and interest expense presented in the statement of profit or loss, and determine the classification of dividends received, interest received, and interest paid in the statement of cash flows accordingly. However, each of the aforementioned cash flows may be classified in only one category of activities in the statement of cash flows.

The Group does not expect to early adopt IFRS 18 and its related accompanying amendments.

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

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

New IFRSs	Effective Date Announced by IASB (Note)
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 20 “Regulatory Assets and Regulatory Liabilities”	January 1, 2029

Note: Unless stated otherwise, the above New/Revised/Amended Standards and Interpretations are effective for annual reporting periods beginning on or after their respective effective dates.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact that the application of the above standards and interpretations will have on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 Interim Financial Reporting as endorsed and issued into effect by the FSC. The consolidated financial statements do not include all IFRS Accounting Standards disclosures required by the entire annual financial report.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments that are measured at fair value and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

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

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

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Group and the entities controlled by the Group (i.e., its subsidiaries). When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Group.

See Note 12 and Tables 4 to 5 for detailed information on subsidiaries (including the percentages of ownership and main businesses).

d. Other significant accounting policies

Except as noted below, please refer to the summary of significant accounting policies in the consolidated financial statements for the year 2025.

1) Defined benefits - Post-employment benefits

Pension cost for the interim period is calculated using the actuarially determined pension cost rate as of the prior year-end, based on the beginning of the year to the end of the current period, which is adjusted for significant market fluctuations, significant plan amendments, liquidations or other significant one-time events during the period.

2) Income Tax Expense

Income tax expense represents the sum of the tax currently payables and deferred income tax. Income taxes for interim periods are evaluated on an annual basis, and the pre-tax benefit for the period is calculated using the tax rate applicable to the expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Please refer to the description of significant accounting judgments, estimates and key sources of assumption uncertainty in the consolidated financial statements for 2025.

6. CASH AND CASH EQUIVALENTS

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand and revolving funds	\$ 192	\$ 147	\$ 159
Checking accounts and demand deposits	365,756	227,448	201,774
Cash equivalents			
Time deposits	311,173	362,860	525,666
Reverse repurchase agreements collateralized by bonds	99,869	-	339,536
	<u>\$ 776,990</u>	<u>\$ 590,455</u>	<u>\$ 1,067,135</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets - current</u>			
Mandatorily classified as at FVTPL			
Non-derivative financial assets			
— Domestic listed shares	\$ 156,895	\$ 152,378	\$ 107,056
— Foreign listed shares	37,919	32,069	26,057
— Mutual funds	15,326	224,610	431,133
— Beneficiary securities	56,013	58,363	60,836
	<u>\$ 266,153</u>	<u>\$ 467,420</u>	<u>\$ 625,082</u>
<u>Financial liabilities - current</u>			
Held for trading			
Derivative instruments (not under hedge accounting)			
— Foreign exchange forward contracts	\$ 460	\$ 676	\$ 629

The Group generated net gain (loss) of NT\$24,769 thousand and net income of NT\$(11,975) thousand for the period from January 1 to June 30, 2026 and 2025, respectively, from financial assets and liabilities measured at fair value through profit or loss.

At the end of the reporting period, outstanding foreign exchange forward contracts not under hedge accounting were as follows:

June 30, 2026

	<u>Currency</u>	<u>Maturity Date</u>	<u>Notional Amount (thousand)</u>
Sell	USD/NTD	From July 2 to July 10, 2026	USD 1,560 /NTD 49,283

December 31, 2025

	<u>Currency</u>	<u>Maturity Date</u>	<u>Notional Amount (thousand)</u>
Sell	USD/NTD	From January 6 to January 8, 2026	USD 720 /NTD 21,951

June 30, 2025

	<u>Currency</u>	<u>Maturity Date</u>	<u>Notional Amount (thousand)</u>
Sell	USD/NTD	July 17, 2025, to August 21, 2025	USD 1,710 /NTD 50,358

The Group entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities. However, those contracts did not meet the criteria of hedge effectiveness and, therefore, were not accounted for using hedge accounting.

8. FINANCIAL ASSETS AT FVTOCIInvestments in equity instruments

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
<u>Current</u>			
Domestic investments			
Listed shares	<u>\$ -</u>	<u>\$ 15,973</u>	<u>\$ 11,202</u>
<u>Non-current</u>			
Domestic investments			
Listed shares	<u>\$ 2,448,393</u>	<u>\$ 1,773,779</u>	<u>\$ 1,426,133</u>
Unlisted shares	<u>252,670</u>	<u>105,904</u>	<u>113,342</u>
Subtotal	<u>2,701,063</u>	<u>1,879,683</u>	<u>1,539,475</u>
Foreign investments			
Listed shares	<u>4,044</u>	<u>4,681</u>	<u>3,883</u>
Unlisted preferred shares	<u>123,880</u>	<u>117,653</u>	<u>112,905</u>
Subtotal	<u>127,924</u>	<u>122,334</u>	<u>116,788</u>
	<u>\$ 2,828,987</u>	<u>\$ 2,002,017</u>	<u>\$ 1,656,263</u>

These investments in equity instruments are held for medium- to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair

value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

The investee, KHL IB Venture Capital Co., Ltd., reduced its capital and returned cash to its shareholders in February and December 2025, respectively. The Group received NT\$11,802 thousand back in total, according to its shareholding ratio.

In August 2025, the Group adjusted the investment position to diversify risks and sold a portion of its common shares of PELL Bio-Med Technology Co. Ltd. at fair value. The related unrealized gains of \$12,245 thousand booked in other equity - financial assets at fair value through other comprehensive income were transferred to retained earnings.

From April to June 2026, the Group adjusted the investment position to diversify risks and successively sold common shares of Wafer Works Corporation at fair value. The related unrealized gains of NT\$35,304 thousand booked in other equity - financial assets at fair value through other comprehensive income were transferred to retained earnings.

In April 2026, the Group acquired 4,230 thousand shares of privately placed common stock of CTCI Corporation at an issue price of NT\$35.48 per share.

9. **FINANCIAL ASSETS AT AMORTIZED COST**

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Current</u>			
Time deposits with original maturities of more than 3 months	\$ 130,580	\$ 86,505	\$ 89,983
Reverse repurchase agreements collateralized by bonds with original maturities of more than 3 months	98,968	297,317	-
	<u>\$ 229,548</u>	<u>\$ 383,822</u>	<u>\$ 89,983</u>
<u>Non-current</u>			
Time deposits with original maturities of more than 12 months	<u>\$ 53,778</u>	<u>\$ 51,423</u>	<u>\$ 47,070</u>

10. ACCOUNTS RECEIVABLE

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Accounts receivable</u>			
At amortized cost			
Gross carrying amount	\$ 310,192	\$ 166,855	\$ 193,643
Less: Allowance for loss	(<u>2,000</u>)	(<u>2,000</u>)	(<u>2,000</u>)
	<u>\$ 308,192</u>	<u>\$ 164,855</u>	<u>\$ 191,643</u>
 Accounts receivable from related parties	 <u>\$ 123,785</u>	 <u>\$ 58,228</u>	 <u>\$ 98,090</u>

The average credit period of sales of goods was 15-90 days. No interest was charged on accounts receivable since the credit period was short.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes the Group's credit risk was significantly reduced.

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

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

June 30, 2026

	Not Past Due	Overdue by 1 to 60 days	Overdue by 61 to 90 days	Total
Gross carrying amount	\$ 433,977	\$ -	\$ -	\$ 433,977
Loss allowance (Lifetime ECL)	(<u>2,000</u>)	<u>-</u>	<u>-</u>	(<u>2,000</u>)
Amortized cost	<u>\$ 431,977</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 431,977</u>

December 31, 2025

	<u>Not Past Due</u>	<u>Overdue by 1 to 60 days</u>	<u>Overdue by 61 to 90 days</u>	<u>Total</u>
Gross carrying amount	\$ 225,083	\$ -	\$ -	\$ 225,083
Loss allowance (Lifetime ECL)	(2,000)	-	-	(2,000)
Amortized cost	<u>\$ 223,083</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 223,083</u>

June 30, 2025

	<u>Not Past Due</u>	<u>Overdue by 1 to 60 days</u>	<u>Overdue by 61 to 90 days</u>	<u>Total</u>
Gross carrying amount	\$ 291,733	\$ -	\$ -	\$ 291,733
Loss allowance (Lifetime ECL)	(2,000)	-	-	(2,000)
Amortized cost	<u>\$ 289,733</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 289,733</u>

The above aging schedule was based on the number of days overdue.

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

	<u>From January 1 to June 30, 2026</u>	<u>From January 1 to June 30, 2025</u>
Beginning and ending balances	<u>\$ 2,000</u>	<u>\$ 2,000</u>

11. INVENTORIES

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Finished goods	\$ 561,531	\$ 517,670	\$ 531,937
Work in process	28,241	30,288	19,905
Raw materials	158,708	102,929	104,455
Production supplies	<u>63,179</u>	<u>56,536</u>	<u>52,213</u>
	<u>\$ 811,659</u>	<u>\$ 707,423</u>	<u>\$ 708,510</u>

The Group's cost of sales related to inventories was NT\$1,326,211 thousand, NT\$1,293,738 thousand, NT\$2,554,418 thousand, and NT\$2,726,489 thousand from April 1 to June 30, 2026 and 2025, and from January 1 to June 30, 2026 and 2025, respectively.

The cost of goods sold from April 1 to June 30, 2026 and 2025, as well as the decrease in inventory value and the recovery of obsolete inventory from January 1 to June 30, 2026 and 2025, were NT\$18,406 thousand, NT\$11,297 thousand, NT\$18,739 thousand, and NT\$(4,396) thousand, respectively. The decrease or increase in net realizable value of inventory is due to the rise in selling prices in the market.

12. SUBSIDIARY

Subsidiaries included in the consolidated financial statements

The entities included in the consolidated financial statements:

Investor Company	Name of Subsidiary	Nature of Activities	% of Ownership		
			June 30, 2026	December 31, 2025	June 30, 2025
The Company	APC Investment Co., Ltd. (APCIC)	Investment	100.00%	100.00%	100.00%
The Company	APC (BVI) Holding Co., Ltd. (APC(BVI))	Reinvestment	100.00%	100.00%	100.00%
The Company	USI International Corp. (USIIC)	Reinvestment	70.00%	70.00%	70.00%
APC (BVI)	USI International Corp. (USIIC)	Reinvestment	30.00%	30.00%	30.00%
APC (BVI)	USI Trading (Shanghai) Co., Ltd (USITA)	Sales of chemical products and equipment, etc.	100.00%	100.00%	100.00%

Asia Polymer Investment Corporation, APC (BVI), USIIC and USITA are not material subsidiaries and their financial statements have not been reviewed by an auditor.

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Material associates</u>			
Ever Conquest Global Ltd. (ECGL)	\$ 418,210	\$ 711,201	\$ 1,159,274
<u>Associates that are not individually material</u>			
<u>Listed company</u>			
China General Plastics Corporation (CGPC)	621,196	623,422	638,900
Acme Electronics Corporation (ACME)	94,180	91,434	83,488
<u>Unlisted company</u>			
China General Terminal & Distribution Corporation (CGTD)	283,425	287,145	296,409
ACME Electronics (Cayman) Corp. (ACME (Cayman))	244,977	245,092	225,907
Swanson Plastics Corporation (SPC)	181,652	177,315	175,460

(Continued on the next page)

(Continued)

	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan United Venture Capital Corporation (TUVVC)	\$ 2,762	\$ 2,745	\$ 2,785
USI Optronics Corporation (USIO)	618	1,381	1,797
Zhangzhou Taiju Trading Co., Ltd. (GUL)	14,029	21,348	19,665
Xiamen USI Trading Co., Ltd. (XUL)	36,415	35,977	28,013
Swanson Technologies Corporation (STC)	14,159	13,534	17,018
	<u>\$ 1,911,623</u>	<u>\$ 2,210,594</u>	<u>\$ 2,648,716</u>

a. Material associates

Name of Associates	Nature of Activities	Principal Place of Business	Proportion of Ownership and Voting Rights		
			June 30, 2026	December 31, 2025	June 30, 2025
ECGL	Reinvestment	British Virgin Islands	40.87%	40.87%	40.87%

The Group uses the equity method to account for the above associate.

The summarized financial information below represents amounts shown in the associates' consolidated financial statements prepared in accordance with IFRS Accounting Standard and adjusted by the Group for equity accounting purposes.

ECGL

	June 30, 2026	December 31, 2025	June 30, 2025
Current Assets	\$ 1	\$ 1	\$ 1
Non-current assets	<u>1,023,341</u>	<u>1,740,278</u>	<u>2,836,695</u>
Equity	<u>\$ 1,023,342</u>	<u>\$ 1,740,279</u>	<u>\$ 2,836,696</u>
Proportion of the Group's ownership	40.87%	40.87%	40.87%
Equity attributable to the Group	<u>\$ 418,210</u>	<u>\$ 711,201</u>	<u>\$ 1,159,274</u>
Carrying amount of investment	<u>\$ 418,210</u>	<u>\$ 711,201</u>	<u>\$ 1,159,274</u>

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
The Group's share of:				
Net loss for the period	(\$ 190,427)	(\$ 212,004)	(\$ 307,449)	(\$ 461,266)
Other comprehensive gain (loss)	(<u>1,705</u>)	(<u>168,816</u>)	<u>14,458</u>	(<u>146,466</u>)
Total comprehensive income (loss)	(<u>\$ 192,132</u>)	(<u>\$ 380,820</u>)	(<u>\$ 292,991</u>)	(<u>\$ 607,732</u>)

The Company and USI Corporation signed a joint venture contract for a Fujian Gulei Petrochemical Co., Ltd. investment on April 17, 2014. The related entities of the contract or commitments are Ho Tung Chemical Corporation, LCY Chemical Corporation, Hsin Tay Petroleum Co., Ltd., Chenery Global Corporation and Lien Hwa Corporation. The main contents of the contract and commitments include: (1) the shareholders establish Ever Victory Global Limited (hereinafter referred to as “EVG”) and agree to pass the establishment of the 100% owned company named Dynamic Ever Investments Limited in Hong Kong (hereinafter referred to as “DEI”), whose purpose is to build oil refineries and produce ethylene as well as seven other products on the Gulei Peninsula in Zhangzhou, Fujian Province, as approved by the Investment Commission at Taiwan’s Ministry of Economic Affairs and according to the operating business permitted by the Joint Venture’s Board of Directors; (2) DEI establishes a joint venture company in accordance with the laws of the People’s Republic of China between China Petrochemical Corporation or its affiliated enterprises; Fujian Refining and Chemical Co., Ltd. establishes a joint venture company in accordance with the laws of the People’s Republic of China in Fujian Province between China Petrochemical Corporation or its affiliated enterprises (hereinafter referred to as “Gulei Group”) and acquire 50% of the shares of Gulei Group as a basis for cooperative investment.

Furthermore, due to the increase in the investment amount specified in the “Fujian Gulei Petrochemical Co., Ltd. Joint Venture Agreement” signed by DEI and Fujian Refining and Chemical Co., Ltd., some of the counterparties to the original joint venture agreement or commitment are unable to subscribe or participate in the subsequent capital increase procedures according to the proportion of investment as stipulated in the original joint venture agreement. To ensure the continuity and achievement of the business objectives of the original agreement, a joint venture agreement was re-signed on September 30, 2016, and CTCI Corporation was added as a new contract or commitment counterparty. On December 18, 2019, the new joint venture agreement was signed and new counterparties,

Fubon Financial Holding Venture Capital Co. and Hongfu Investment Co., Ltd. were added to the agreement as counterparties.

In order to increase Gulei Group's operating capital, EVG and Hong Kong Dor Po Investment Company Limited (as "DOR PO") signed a joint venture contract for an investment in DEI on June 5, 2019. According to the joint venture contract, DOR PO will invest US\$109,215 thousand to participate in the capital increase of DEI. As of June 30, 2026, DOR PO had invested US\$103,915 thousand and acquired 15% ownership interest in DEI.

As of June 30, 2026, the Company and USI Corporation had accumulatively invested US\$170,475 thousand (approximately NT\$5,255,587 thousand) and US\$246,670 thousand (approximately NT\$7,645,981 thousand) in Ever Conquest Global, respectively, and re-invested in DEI through Ever Conquest Global's reinvestment in EVG. The Company and USI Corporation jointly hold a proportion of ownership of 67.4% in EVG. DEI cumulatively invested a total of RMB4,657,200 thousand in Gulei Group.

Because the Group's interest in Gulei Group is limited to the total of the carrying amount of its investment and its other long-term interests therein, the Group has discontinued recognizing its share of losses of Gulei Group. The share of losses not recognized for the current period and cumulatively is as follows:

	From April 1 to June 30, 2026	From January 1 to June 30, 2026
Amount for the period	(\$ 268,002)	(\$ 268,002)
Accumulated amount	(\$ 268,002)	(\$ 268,002)

b. Aggregate information of associates that are not individually material

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
The Group's share of:				
Net Income (Loss)	\$ 8,925	(\$ 28,656)	(\$ 14,229)	(\$ 64,451)
Other comprehensive gain (loss)	(20,495)	(36,760)	16,425	(33,133)
Total comprehensive income (loss)	(\$ 11,570)	(\$ 65,416)	\$ 2,196	(\$ 97,584)

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

Name of Associates	June 30, 2026	December 31, 2025	June 30, 2025
CGPC	8.07%	8.07%	8.07%
ACME	4.66%	4.66%	4.66%
CGTD	33.33%	33.33%	33.33%
ACME (Cayman)	13.63%	13.63%	13.63%
SPC	7.95%	7.95%	7.95%
TUVC	8.33%	8.33%	8.33%
STC	15.00%	15.00%	15.00%
USIO	9.20%	9.20%	9.20%
GUL	30.00%	30.00%	30.00%
XUL	30.00%	30.00%	30.00%

Please refer to Table 4 "Information on Investees" and Table 5 "Information on Investments in Mainland China" for the nature of activities, principal places of business and countries of incorporation of the associates.

In June 2026, the shareholders of GUL resolved to dissolve and liquidate the company. As of the date on which these consolidated financial statements were authorized for issue, the liquidation process had not yet been completed.

The Group's percentage of ownership over CGPC, ACME, ACME (Cayman), SPC, TUVC, STC, and USIO was less than 20%. These associates were accounted for using the equity method, as the Group retained significant influence over them due to the ultimate parent company retaining control over them.

The market prices of the investments accounted for using the equity method in publicly traded shares calculated by the closing price at the end of the reporting period are summarized as follows.

Name of Associates	June 30, 2026	December 31, 2025	June 30, 2025
CGPC	<u>\$ 614,209</u>	<u>\$ 513,404</u>	<u>\$ 459,953</u>
ACME	<u>\$ 495,879</u>	<u>\$ 281,659</u>	<u>\$ 195,872</u>

The calculation of the equity in earnings and other comprehensive income shares of investments and the Group using the equity method is based on unreviewed financial statements for the same period, except for CGPC, ACME and ACME (Cayman), which are based on reviewed financial statements for the same period. The rest is based on the unreviewed financial statements for the same period.

14. PROPERTY, PLANT AND EQUIPMENT

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Carrying amount for each category</u>			
Freehold Land	\$ 228,229	\$ 228,229	\$ 228,229
Buildings and Improvements	377,495	385,904	392,284
Machinery and Equipment	2,308,204	1,516,689	1,570,403
Transportation Equipment	866	997	1,126
Other Equipment	11,301	11,059	5,980
Construction in Progress and Prepayments for Equipment	<u>537,719</u>	<u>1,371,988</u>	<u>1,418,968</u>
	<u>\$ 3,463,814</u>	<u>\$ 3,514,866</u>	<u>\$ 3,616,990</u>

No impairment loss was recognized or reversed from January 1 and June 30, 2026 and 2025. The accrual of depreciation expenses is conducted on a straight-line basis over the estimated useful lives as follows:

Buildings and Improvements	
Factory and improvements	15 to 40 years
Office building, laboratory and improvements	10 to 40 years
Storage rooms	11 to 45 years
Engineering systems	35 to 40 years
Others	2 to 20 years
Machinery and Equipment	3 to 22 years
Transportation Equipment	4 to 7 years
Other Equipment	3 to 10 years

In order to support the relocation of petrochemical storage facilities in the old port area conducted by Taiwan International Ports Corporation Ltd. (TIPC), China General Terminal & Distribution Co. (CGTD) leases the terminal facilities and back-line lands of Phase II Petrochemical Oil Storage and Transportation Center of Kaohsiung Port Container Center, with the lease term from August 1, 2017 to July 31, 2042. The rent is paid on quarterly basis. The Board of Directors of the Group resolved to build the Intercontinental Phase II Petrochemical Oil Products Center in 2019.

15. LEASE ARRANGEMENTS

a. Right-of-use assets

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amounts of right-of-use assets			
Land	<u>\$ 7,756</u>	<u>\$ 8,092</u>	<u>\$ 8,372</u>

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Depreciation charge for right-of-use assets				
Land	\$ <u>168</u>	\$ <u>166</u>	\$ <u>336</u>	\$ <u>332</u>

Except for the depreciation expense recognized listed above, there was no significant sublease or impairment of the Group's right-of-use assets from January 1 to June 30, 2026 and 2025.

The Group has been subleasing its leasehold office spaces located in Taipei to other companies under operating leases. The related right-of-use assets are presented as investment properties (as set out in Note 16). The amounts disclosed above with respect to the right-of-use assets do not include right-of-use assets that meet the definition of investment properties.

b. Lease liabilities

Range of discount rate for lease liabilities was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Land	1.06%	1.06%	1.06%
Building	2.16%	2.16%	2.16%

c. Other lease information

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Expenses relating to short-term leases	\$ <u>1,244</u>	\$ <u>1,170</u>	\$ <u>2,500</u>	\$ <u>2,301</u>
Expenses relating to variable lease payments not included in the measurement of lease liabilities	\$ <u>217</u>	\$ <u>273</u>	\$ <u>460</u>	\$ <u>528</u>
Total cash outflow for leases			(\$ <u>7,017</u>)	(\$ <u>6,540</u>)

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

16. INVESTMENT PROPERTIES

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Carrying amount for each category</u>			
Land	\$ 370,202	\$ 370,202	\$ 370,202
Buildings and Improvements	113,946	115,432	113,073
Right-of-use assets	<u>66,859</u>	<u>70,378</u>	<u>73,897</u>
	\$ <u>551,007</u>	\$ <u>556,012</u>	\$ <u>557,172</u>

Right-of-use assets included in investment properties are units of office space and subleased under operating leases.

The investment properties were leased out for 5 years. The lessees do not have bargain purchase options to acquire the investment properties at the expiry of the lease periods.

The maturity analysis of lease payments receivable under operating leases of investment properties from June 30, 2026 and December 31, 2025 and June 30, 2025 was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Year 1	\$ 21,984	\$ 31,379	\$ 32,083
Year 2	5,914	12,969	16,767
Year 3	-	837	4,982
	<u>\$ 27,898</u>	<u>\$ 45,185</u>	<u>\$ 53,832</u>

The investment properties held by the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings and Improvements	
Main buildings and improvements	5 to 50 years
Right-of-use assets	10 years

The fair value of the investment property (i.e. the land) located in Linyuan Industrial Park, which is for industrial use, cannot be reliably determined due to infrequent market transactions. The investment properties - land (excluding those located in Linyuan Industrial Park), buildings and improvements were not evaluated by the independent appraisers. The fair values of these investment properties were measured by the Group's management with reference to the transaction prices of similar properties in the neighborhood. The fair value of the right-of-use asset was measured using expected rental income deducting the net amount of all expected payments, plus relevant recognized lease liabilities.

The fair values of the proceeds as of June 30, 2026 and December 31, 2025 and June 30, 2025, are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Fair Value	<u>\$ 1,940,889</u>	<u>\$ 1,955,001</u>	<u>\$ 2,137,118</u>

17. **BORROWINGS**

Long-term borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
Unsecured borrowings	\$ 590,075	\$ 786,330	\$ 982,291
Less: Current portion due within one year	(393,156)	(392,774)	(392,216)
Long-term borrowings	<u>\$ 196,919</u>	<u>\$ 393,556</u>	<u>\$ 590,075</u>
Range of interest rates	1.175%~1.675%	1.175%~1.675%	1.175%~1.675%

Through “Action Plan for Accelerated Investment by Domestic Corporations” the Company obtained a low-interest bank loan, which should be used for subsidized eligible projects. The difference between the market interest rate recognized and measured for the bank loan and the interest paid at preferential rate was recognized as government grant.

Some of the Group’s loan agreements stipulate that the current ratio and debt ratio as stated on the financial statements shall not be less than a specified percentage, and that if such a percentage fails to be met, the Group shall propose improvement measures to the banks concerned. As of June 30, 2026, the Group did not violate these financial ratios and terms.

18. **ACCOUNTS PAYABLE (INCLUDING RELATED PARTIES)**

	June 30, 2026	December 31, 2025	June 30, 2025
Arising from operation	<u>\$ 308,257</u>	<u>\$ 228,165</u>	<u>\$ 360,782</u>

The average credit period was 30 days. The Group had financial risk management policies in place to ensure that all payables were paid within the pre-agreed credit terms.

19. **OTHER PAYABLES FROM NON-RELATED PARTIES**

	June 30, 2026	December 31, 2025	June 30, 2025
Payables for dividends	\$ 82,526	\$ 8,090	\$ 101,845
Payables for equipment	78,120	10,151	74,661
Payables for utilities	51,894	56,908	71,135
Payables for salaries or bonuses	45,802	52,233	28,203
Payables for surrogate shopping	36,989	12,123	-
Others	<u>38,146</u>	<u>38,773</u>	<u>37,354</u>
	<u>\$ 333,477</u>	<u>\$ 178,278</u>	<u>\$ 313,198</u>

20. PROVISION FOR LIABILITIES - CURRENT

	June 30, 2026	December 31, 2025	June 30, 2025
Carbon fee	<u>\$ 8,566</u>	<u>\$ 24,907</u>	<u>\$ 12,416</u>

The Group has recognized provisions for carbon fee liabilities in accordance with Taiwan's Regulations Governing the Collection of Carbon Fees and related laws starting from 2025. The Group's provisions for carbon fee liabilities are calculated based on the standard rate.

21. RETIREMENT BENEFIT PLANS

The pension expense related to the defined benefit plan recognized from April 1 to June 30, 2026 and 2025, and from January 1 to June 30, 2026 and 2025, was calculated based on the pension cost rates actuarially determined as of December 31, 2025 and 2024, respectively, and the amounts were NT\$449 thousand, NT\$535 thousand, NT\$899 thousand, and NT\$1,071 thousand, respectively.

22. EQUITY

a. Ordinary shares

	June 30, 2026	December 31, 2025	June 30, 2025
Number of shares authorized (in thousands)	<u>620,000</u>	<u>620,000</u>	<u>620,000</u>
Shares authorized	<u>\$ 6,200,000</u>	<u>\$ 6,200,000</u>	<u>\$ 6,200,000</u>
Number of shares issued and fully paid (in thousands)	<u>593,743</u>	<u>593,743</u>	<u>593,743</u>
Shares issued	<u>\$ 5,937,438</u>	<u>\$ 5,937,438</u>	<u>\$ 5,937,438</u>

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

b. Capital Surplus

	June 30, 2026	December 31, 2025	June 30, 2025
Unpaid dividends	<u>\$ 27,387</u>	<u>\$ 27,387</u>	<u>\$ 26,642</u>
Share of changes in capital surplus of associates	<u>11,547</u>	<u>11,581</u>	<u>11,484</u>
	<u>\$ 38,934</u>	<u>\$ 38,968</u>	<u>\$ 38,126</u>

Capital surplus which arises from unclaimed dividends and the share of changes in capital surplus of associates may be used to offset a deficit only.

c. Retained earnings and dividends policy

Under the dividends policy as set forth in the amended Articles, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as a legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings shall be used by the Company's Board of Directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders. For the policies on the distribution of employees' compensation and remuneration of directors after the amendment, refer to "Employees' compensation and remuneration of directors" in Note 24-7.

As the Company is in the maturation stage, for research and development needs and business diversification, the amount of dividends for shareholders shall be no less than 10% of distributable retained earnings for the current year, among which the amount of cash dividends shall be no less than 10%. If the distributable retained earnings per share of the current year are less than \$0.1, the retained earnings are not to be distributed.

An appropriation of earnings to the legal reserve shall be made until the legal reserve equals the Group's paid-in capital. The legal reserve may be used to offset deficits. If the Group has no deficit and the legal reserve has exceeded 25% of the Group's paid-in capital, the excess may be transferred to capital or distributed in cash.

The appropriations of earnings for 2025 and 2024 approved in the shareholders' meetings on May 28, 2026 and May 28, 2025, respectively, were as follows:

	2025	2024
Cash dividends	<u>\$ 118,749</u>	<u>\$ 148,436</u>
Cash dividends per share (NT\$)	\$ 0.20	\$ 0.25

d. Special Reserve

	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Beginning Balance	<u>\$ 552,648</u>	<u>\$ 554,105</u>
Reversal for special reserve		
Disposal of property, plant and equipment	<u>-</u>	(<u>1,436</u>)
Ending balance	<u>\$ 552,648</u>	<u>\$ 552,669</u>

The special reserve established for property, plant and equipment, excluding land, shall be reversed upon disposal upon first-time adoption of IFRS accounting standards.

23. REVENUE

a. Revenue from contracts with customers

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Revenue from sale of goods	<u>\$ 1,550,369</u>	<u>\$ 1,340,447</u>	<u>\$ 2,852,287</u>	<u>\$ 2,874,834</u>

b. Contract balances

	June 30, 2026	December 31, 2025	June 30, 2025	January 1, 2025
Accounts receivable (Note 10)	<u>\$ 431,977</u>	<u>\$ 223,083</u>	<u>\$ 289,733</u>	<u>\$ 437,032</u>
Contract liabilities (presented in other current liabilities)	<u>\$ 33,186</u>	<u>\$ 21,760</u>	<u>\$ 14,856</u>	<u>\$ 54,560</u>

24. NET LOSS FOR THE PERIOD

a. Interest income

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Bank deposits	\$ 3,429	\$ 3,520	\$ 5,650	\$ 6,349
Reverse repurchase agreements collateralized by bonds	938	1,888	2,273	4,400
Others	<u>1,854</u>	<u>2,072</u>	<u>1,854</u>	<u>2,333</u>
	<u>\$ 6,221</u>	<u>\$ 7,480</u>	<u>\$ 9,777</u>	<u>\$ 13,082</u>

b. Other income

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Rental income	\$ 13,543	\$ 13,630	\$ 27,219	\$ 27,307
Dividend income				
Financial assets at FVTPL	2,062	1,040	2,062	1,040
Investments in equity instruments at FVTOCI	15,203	20,271	15,203	20,271
Others	<u>4,213</u>	<u>1,617</u>	<u>5,728</u>	<u>3,610</u>
	<u>\$ 35,021</u>	<u>\$ 36,558</u>	<u>\$ 50,212</u>	<u>\$ 52,228</u>

c. Other gains and losses

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Net gain on fair value changes of financial assets and liabilities at fair value through profit (loss)	\$ 28,339	(\$ 15,927)	\$ 20,853	(\$ 15,348)
Net gain (loss) on foreign currency exchange	107	(57,187)	7,961	(43,005)
Others	<u>(4,958)</u>	<u>(28,703)</u>	<u>(9,724)</u>	<u>(37,452)</u>
	<u>\$ 23,488</u>	<u>(\$ 101,817)</u>	<u>\$ 19,090</u>	<u>(\$ 95,805)</u>

d. Interest expense

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Interest on bank loans	\$ 3,548	\$ 5,962	\$ 6,621	\$ 9,569
Interest on lease liabilities	<u>408</u>	<u>434</u>	<u>810</u>	<u>874</u>
	<u>\$ 3,956</u>	<u>\$ 6,396</u>	<u>\$ 7,431</u>	<u>\$ 10,443</u>

The Group did not capitalize interest for the period from January 1 to June 30, 2026 and 2025.

e. Depreciation and amortization

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Property, plant and equipment	\$ 100,897	\$ 82,391	\$ 188,522	\$ 164,550
Investment properties	2,958	2,942	5,915	5,925
Right-of-use assets	168	166	336	332
Intangible Assets	<u>51</u>	<u>138</u>	<u>135</u>	<u>248</u>
Total	<u>\$ 104,074</u>	<u>\$ 85,637</u>	<u>\$ 194,908</u>	<u>\$ 171,055</u>

An analysis of depreciation expenses by function

Operating Cost	\$ 101,022	\$ 82,505	\$ 188,775	\$ 164,777
Operating Expenses	43	52	83	105
Other gains and losses	<u>2,958</u>	<u>2,942</u>	<u>5,915</u>	<u>5,925</u>
	<u>\$ 104,023</u>	<u>\$ 85,499</u>	<u>\$ 194,773</u>	<u>\$ 170,807</u>

An analysis of amortization expenses by function

Operating Expenses	<u>\$ 51</u>	<u>\$ 138</u>	<u>\$ 135</u>	<u>\$ 248</u>
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f. Employee benefits expense

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Post-employment benefits				
Defined contribution plans	\$ 2,702	\$ 2,496	\$ 5,120	\$ 4,955
Defined benefit plans	<u>449</u>	<u>535</u>	<u>899</u>	<u>1,071</u>
	3,151	3,031	6,019	6,026
Other employee benefits	<u>87,220</u>	<u>74,641</u>	<u>173,785</u>	<u>151,599</u>
Total employee benefits expense	<u>\$ 90,371</u>	<u>\$ 77,672</u>	<u>\$ 179,804</u>	<u>\$ 157,625</u>

An analysis of employee benefits expense by function

Operating Cost	\$ 76,077	\$ 66,067	\$ 152,579	\$ 134,123
Operating Expenses	<u>14,294</u>	<u>11,605</u>	<u>27,225</u>	<u>23,502</u>
	<u>\$ 90,371</u>	<u>\$ 77,672</u>	<u>\$ 179,804</u>	<u>\$ 157,625</u>

g. Employees' compensation and remuneration of directors

The Company accrued employees' compensation and remuneration of directors and supervisors at rates of no less than 1% and no higher than 1%, respectively, of net profit before income tax. In accordance with the August 2024 amendments to the Securities and Exchange Act, the Company obtained shareholder approval at the 2025 shareholders' meeting to amend the Articles, stipulating that when the Company makes profit for the year, entry-level employees shall receive no less than 40% of the total employees' compensation to be distributed. From January 1 to June 30, 2026 and 2025, due to losses, employee remuneration (including remuneration for entry-level employees) and director remuneration was not estimated.

In both 2025 and 2024, due to losses, employee and director remuneration were not estimated.

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate. Information on the employees' compensation and remuneration of directors resolved by the Company's Board of Directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

h. Gains or losses on foreign currency exchange

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Foreign exchange gains	\$ 4,046	\$ 1,094	\$ 14,712	\$ 15,935
Foreign exchange losses	(3,939)	(58,281)	(6,751)	(58,940)
Net gain (loss)	<u>\$ 107</u>	<u>(\$ 57,187)</u>	<u>\$ 7,961</u>	<u>(\$ 43,005)</u>

25. TAXATION

a. Income tax recognized in profit or loss

Major components of income tax expenses (benefits) are as follows:

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Current tax				
In respect of the current period	\$ 39,241	(\$ 7,323)	\$ 47,233	\$ 2,192
Adjustments for prior years	(20,429)	(5,834)	(22,186)	(9,083)
	<u>18,812</u>	<u>(13,157)</u>	<u>25,047</u>	<u>(6,891)</u>
Deferred income tax				
In respect of the current period	(1,364)	(6,710)	(3,140)	(3,680)
Adjustments for prior years	-	-	-	2,354
	<u>(1,364)</u>	<u>(6,710)</u>	<u>(3,140)</u>	<u>(1,326)</u>
Income tax expenses (benefits) recognized in profit or loss	<u>\$ 17,448</u>	<u>(\$ 19,867)</u>	<u>\$ 21,907</u>	<u>(\$ 8,217)</u>

b. Income tax recognized in other comprehensive income

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
<u>Deferred income tax</u>				
Generated for the period				
— Translation of foreign operations	\$ 197	\$ 50,478	(\$ 7,043)	\$ 43,685
— Unrealized gain (loss) on financial assets at fair value through other comprehensive income	(258)	(943)	(785)	(254)
Total income tax (expense) gain recognized in other comprehensive income	(\$ 61)	\$ 49,535	(\$ 7,828)	\$ 43,431

c. Income tax assessments

The Company and APCIC's income tax declaration through 2024 have been approved by the tax authorities.

26. EARNINGS (LOSSES) PER SHARE

Unit: NT\$ Per Share

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Basic earnings (losses) per share	\$ 0.05	(\$ 0.50)	(\$ 0.15)	(\$ 0.90)
Diluted earnings (losses) per share	\$ 0.05	(\$ 0.50)	(\$ 0.15)	(\$ 0.90)

The net profit (loss) and weighted average number of ordinary shares used to calculate the earnings (losses) per share from continuing operations were as follows:

Net Income (Loss)

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Net profit (loss) used to calculate the net earnings (losses) per share for basic and diluted purposes	\$ 29,710	(\$ 296,169)	(\$ 90,525)	(\$ 533,150)

Unit: In thousand shares

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
<u>Number of Shares</u>				
Weighted average number of ordinary shares used in the computation of basic and diluted earnings (losses) per share	593,743	593,743	593,743	593,743

If the Group offered to settle compensation paid to employees in cash or shares, the Group assumed the entire amount of the compensation would be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, if the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the shareholders resolve the number of shares to be distributed to employees at their meeting in the following year.

27. CAPITAL MANAGEMENT

The Group manages its capital to ensure that the Group will be able to continue as a going concern while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity of the Group (comprising issued capital, reserves, retained earnings, and other equity).

28. FINANCIAL INSTRUMENTS

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

The Group's management believes that the carrying amounts of financial assets and financial liabilities which are recognized in the consolidated financial statements approximate their fair values.

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

1) Fair value hierarchy

June 30, 2026

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic listed shares	\$ 156,895	\$ -	\$ -	\$ 156,895
Foreign listed shares	37,919	-	-	37,919
Mutual funds	15,326	-	-	15,326
Beneficiary securities	56,013	-	-	56,013
	<u>\$ 266,153</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 266,153</u>
<u>Financial assets at FVTOCI</u>				
<u>Investments in equity instruments</u>				
Domestic listed shares	\$ 2,448,393	\$ -	\$ -	\$ 2,448,393
Foreign listed shares	4,044	-	-	4,044
Domestic unlisted shares	-	-	252,670	252,670
Foreign unlisted shares	-	-	123,880	123,880
	<u>\$ 2,452,437</u>	<u>\$ -</u>	<u>\$ 376,550</u>	<u>\$ 2,828,987</u>
<u>Financial liabilities at FVTPL</u>				
Derivative instruments	<u>\$ -</u>	<u>\$ 460</u>	<u>\$ -</u>	<u>\$ 460</u>

December 31, 2025

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic listed shares	\$ 152,378	\$ -	\$ -	152,378
Foreign listed shares	32,069	-	-	32,069
Mutual funds	224,610	-	-	224,610
Beneficiary securities	<u>58,363</u>	<u>-</u>	<u>-</u>	<u>58,363</u>
	<u>\$ 467,420</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 467,420</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Domestic listed shares	\$ 1,789,752	\$ -	\$ -	\$ 1,789,752
Foreign listed shares	4,681	-	-	4,681
Domestic unlisted shares	-	-	105,904	105,904
Foreign unlisted shares	<u>-</u>	<u>-</u>	<u>117,653</u>	<u>117,653</u>
	<u>\$ 1,794,433</u>	<u>\$ -</u>	<u>\$ 223,557</u>	<u>\$ 2,017,990</u>
<u>Financial liabilities at FVTPL</u>				
Derivative instruments	<u>\$ -</u>	<u>\$ 676</u>	<u>\$ -</u>	<u>\$ 676</u>

June 30, 2025

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic listed shares	\$ 107,056	\$ -	\$ -	\$ 107,056
Foreign listed shares	26,057	-	-	26,057
Mutual funds	431,133	-	-	431,133
Beneficiary securities	<u>60,836</u>	<u>-</u>	<u>-</u>	<u>60,836</u>
	<u>\$ 625,082</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 625,082</u>
<u>Financial assets at FVTOCI</u>				
Investments in equity instruments				
Domestic listed shares	\$ 1,437,335	\$ -	\$ -	\$ 1,437,335
Foreign listed shares	3,883	-	-	3,883
Domestic unlisted shares	-	-	113,342	113,342
Foreign unlisted shares	<u>-</u>	<u>-</u>	<u>112,905</u>	<u>112,905</u>
	<u>\$ 1,441,218</u>	<u>\$ -</u>	<u>\$ 226,247</u>	<u>\$ 1,667,465</u>
<u>Financial liabilities at FVTPL</u>				
Derivative instruments	<u>\$ -</u>	<u>\$ 629</u>	<u>\$ -</u>	<u>\$ 629</u>

There were no transfers between Levels 1 and 2 From January 1 to June 30, 2026 and 2025.

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

Financial assets at FVTOCI - Equity instruments

	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Beginning Balance	\$ 223,557	\$ 240,856
Recognized in other comprehensive income (included in unrealized gain on financial assets at FVTOCI)	2,912	(12,219)
Purchase	150,081	-
Decrease for this period	<u>-</u>	<u>(2,390)</u>
Ending balance	<u>\$ 376,550</u>	<u>\$ 226,247</u>

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

Type of Financial Instruments	Valuation Techniques and Inputs
Derivatives - foreign exchange forward contracts	Discounted cash flow: Future cash flows are estimated based on observable forward exchange rates at the end of the reporting period and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

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

The Group's financial department used valuation techniques in measuring Level 3 fair value of financial instruments. The assumptions of and the inputs to the measurement are based on information from independent resources. The results of the measurement are evaluated against the market state and reviewed periodically to ensure that they are reasonable. The fair values of domestic and foreign unlisted equity securities were determined using the asset-based approach, and its private-placement equity investments using the market approach. In this approach, the fair value is determined by the latest net value of the investee company and the financial and business conditions of an observable company. If the discount for the lack of marketability decreases, the fair value of investments will increase. When the net asset value of the investee company increased/decreased by 1%, it increased/decreased the fair value by NT\$3,766 thousand and NT\$2,262 thousand from January 1 to June 30, 2026 and 2025.

c. Categories of financial instruments

	June 30, 2026	December 31, 2025	June 30, 2025
<u>Financial assets</u>			
Measured at FVTPL			
Mandatorily classified as at FVTPL	\$ 266,153	\$ 467,420	\$ 625,082
Financial assets at amortized cost (Note 1)	1,582,697	1,276,344	1,528,920
Financial assets at FVTOCI			
Investments in equity instruments	2,828,987	2,017,990	1,667,465
<u>Financial liabilities</u>			
Measured at FVTPL			
Held for trading	460	676	629
Financial liabilities at amortized cost (Note 2)	1,239,628	1,155,057	1,761,912

Note 1: The balances include financial assets at amortized cost, which comprise cash and cash equivalents, time deposits and RS with original maturities exceeding three months, accounts receivable, other receivables and refundable deposits.

Note 2: The balances include financial liabilities at amortized cost, which comprise accounts payable, other payables, current portion of long-term borrowings, long-term borrowings, and guarantee deposits received.

d. Financial risk management objectives and policies

The Group's risk control and hedging strategy are influenced by its operational environment. The Group properly monitors and manages the risks related to business nature and according to the principle of risk diversification. These risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

There has been no change to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to foreign currency risk. In order to avoid the impact of foreign currency exchange rate changes, which lead to deductions in foreign currency denominated assets and fluctuations in their future cash flows, the Group used the natural offset between foreign currency assets and liabilities and foreign exchange forward contracts on the net position. The Group sought to minimize the effects of these risks by using foreign exchange forward contracts to hedge risk exposures. The use of foreign exchange forward contracts was governed by the Group's policies approved by the Board of Directors. Compliance with policies and exposure limits was reviewed by internal auditors on a continuous basis. The Group did not enter into or trade foreign exchange forward contracts for speculative purposes.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities is set out in Note 31. See Note 7 for the carrying value of derivative instruments with additional exposure to foreign exchange rate risk.

Sensitivity analysis

The Company was mainly exposed to the USD. The sensitivity analysis includes only outstanding foreign currency denominated monetary items at the end of the reporting period. When the functional currency of the Group appreciates/depreciates against the US dollar by 3%, the pre-tax net loss of the Group for the period from January 1 to June 30 in 2026 and 2025 will increase/decrease by NT\$13,005 thousand and NT\$9,366 thousand, respectively.

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

b) Interest rate risk

The Group was exposed to fair value interest rate risk because the Group held financial assets and financial liabilities at fixed rates; the Group was exposed to cash flow interest rate risk because the Group held financial assets and financial liabilities at floating rates. The Group's management personnel monitors the changes in the market rates on a regular basis and adjusts the floating rate financial liabilities to make the Group's rates approach market rates in response to the risk caused by changing market rates.

The carrying amount of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Fair value interest rate risk			
— Financial assets	\$ 694,368	\$ 798,105	\$ 1,002,255
— Financial liabilities	77,777	81,024	84,084
Cash flow interest rate risk			
— Financial assets	356,544	218,892	192,469
— Financial liabilities	590,075	786,330	982,291

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for both financial assets and liabilities at the end of the reporting period. A 0.5% increase or decrease was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates. With all other variables are held constant, a 0.5% increase/decrease in market interest rates, financial assets and liabilities exposed to cash flow interest rate risk would

increase/decrease the Group's net loss before income tax by NT\$584 thousand/NT\$1,975 thousand from January 1 to June 30, 2026 and 2025.

c) Other price risk

The Group was exposed to fair value risk through its investments in domestic and foreign stocks, as well as beneficial securities. The Group manages this exposure by maintaining a portfolio of investments with different risks. In addition, the Group has appointed a special team to monitor price risk.

Sensitivity analysis

The following sensitivity analysis was based on the prices of securities as of the balance sheet date. However, in the financial assets at fair value through profit or loss in which the Group invested, the risk of price fluctuation of money market funds was very limited, so it was not included in the analysis.

If the marketable securities price increases/decreases by 5%, the net loss before tax for January 1 to June 30, 2026 and 2025 would increase/decrease by NT\$12,541 thousand and NT\$10,787 thousand respectively due to the increase/decrease in the fair value of financial assets (excluding investment in money market funds) measured through profit or loss. Other comprehensive income before tax from January 1 to June 30, 2026 and 2025 will increase/decrease by NT\$141,449 thousand and NT\$83,373 thousand due to the increase/decrease in fair value of financial assets measured at fair value through other comprehensive income.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group, could be equal to the total of the following:

- a) The carrying amount of the respective recognized financial assets as stated in the balance sheets; and
- b) The maximum amount the entity would have to pay if the financial guarantee is called upon, irrespective of the likelihood of the guarantee being exercised.

The Group adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk

of financial loss from defaults. The Group's exposure and the credit ratings of its counterparties are continuously monitored.

The Group transacted with a large number of unrelated customers in a variety of areas, and, thus, no concentration of credit risk was observed. Ongoing credit evaluations are performed on the financial conditions of trade receivables; therefore, the Group's credit risk is limited.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows.

As such cash and cash equivalents are sufficient to finance the Group's operations, there is no liquidity risk arising from the deficiency of funds to fulfill contractual obligations.

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

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods based on the probable earliest repayment dates. The table was drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows.

June 30, 2026

	On Demand or Less than 1 Year	1 to 5 Years	5+ Years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing liabilities	\$ 643,990	\$ -	\$ -
Lease liabilities	8,294	35,232	42,116
Floating interest rate liabilities	396,264	197,242	-
	<u>\$ 1,048,548</u>	<u>\$ 232,474</u>	<u>\$ 42,116</u>

December 31, 2025

	On Demand or Less than 1 Year	1 to 5 Years	5+ Years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing liabilities	\$ 361,113	\$ -	\$ -
Lease liabilities	8,232	34,920	46,765
Floating interest rate liabilities	<u>399,411</u>	<u>395,089</u>	<u>-</u>
	<u>\$ 768,756</u>	<u>\$ 430,009</u>	<u>\$ 46,765</u>

June 30, 2025

	On Demand or Less than 1 Year	1 to 5 Years	5+ Years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing liabilities	\$ 771,458	\$ -	\$ -
Lease liabilities	8,232	34,547	51,095
Floating interest rate liabilities	<u>401,913</u>	<u>597,707</u>	<u>-</u>
	<u>\$ 1,181,603</u>	<u>\$ 632,254</u>	<u>\$ 51,095</u>

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

Liquidity analysis of derivative financial instruments with gross delivery is prepared on the basis of undiscounted gross cash inflows and outflows. When the amount payable or receivable is not fixed, the amount disclosed is determined by the expected interest rate derived from the yield curve on the balance sheet date.

June 30, 2026

	On Demand or Less than 1 Month	1 to 3 Months
<u>Gross settled</u>		
Foreign exchange forward contracts		
— Inflows	\$ 49,283	\$ -
— Outflows	(49,743)	-
	<u>(\$ 460)</u>	<u>\$ -</u>

December 31, 2025

	<u>On Demand or Less than 1 Month</u>	<u>1 to 3 Months</u>
<u>Gross settled</u>		
Foreign exchange forward contracts		
— Inflows	\$ 21,951	\$ -
— Outflows	(22,630)	-
	<u>(\$ 679)</u>	<u>\$ -</u>

June 30, 2025

	<u>On Demand or Less than 1 Month</u>	<u>1 to 3 Months</u>
<u>Gross settled</u>		
Foreign exchange forward contracts		
— Inflows	\$ 24,787	\$ 25,571
— Outflows	(24,612)	(25,491)
	<u>\$ 175</u>	<u>\$ 80</u>

c) Financing facilities

Bank loans are an essential source of liquidity for the Group. The table below details the used and unused amount of bank loans at the end of the reporting period:

	<u>June 30, 2026</u>	<u>December 31, 2025</u>	<u>June 30, 2025</u>
Unsecured bank facilities			
— Amount used	\$ 591,462	\$ 788,615	\$ 985,769
— Amount unused	<u>5,010,000</u>	<u>4,710,000</u>	<u>5,270,000</u>
	<u>\$ 5,601,462</u>	<u>\$ 5,498,615</u>	<u>\$ 6,255,769</u>

29. TRANSACTIONS WITH RELATED PARTIES

The Company's ultimate parent is USI Corporation, which held 36.08% of the ordinary shares of the Company as of June 30, 2026 and December 31 and June 30, 2025.

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

- a. Names and relationships of the related parties which have significant transactions with the Company are summarized as follows:

Related Party Name	Relationship with the Group
USI Corporation (USI)	Ultimate parent company
Union Polymer International Investment Corp.	Parent entity
China General Plastics Corporation	Associate
China General Terminal & Distribution Corporation (CGTD)	Associate
Acme Electronics Corporation	Associate
USI Optronics Corporation	Associate
Swanson Plastics Corp.	Associate
Swanson Plastics (Kunshan) Corp.	Associate
Taiwan VCM Corporation (TVCM)	Associate
CGPC Polymer Corporation	Associate
Swanson Technologies Corporation	Associate
Fujian Gulei Petrochemical Co., Ltd.	Associate
Global Green Technology Corporation	Associate
Dynamic Ever Investments Limited (DEI)	Associate
Zhangzhou USI Trading Co., Ltd.	Associate
Xiamen USI Trading Co., Ltd.	Associate
Swanson Plastics (Malaysia) Sdn. Bhd.	Associate
Swanson Plastics (India) Private Limited	Associate
PT . Swanson Plastics Indonesia Ltd.	Associate
Taita Chemical Company, Ltd. (TTC)	Fellow subsidiary
Taiwan United Venture Management Corporation (TUVN)	Fellow subsidiary
USI Management Consulting Corporation (UM)	Fellow subsidiary
USI Investment Co., Ltd.	Fellow subsidiary
Chong Loong Trading Co., Ltd.	Fellow subsidiary
USI (Hong Kong) Company Limited	Fellow subsidiary
USI Green Energy Corporation (SG)	Fellow subsidiary
USI Education Foundation (USIF)	Essential related party
Delmind Inc.	Essential related party (as of September 12, 2025, classified as an unrelated party)

b. Sales of goods

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Ultimate parent company	\$ 76,917	\$ 121,079	\$ 135,140	\$ 193,762
Associate	84,681	22,185	114,906	42,317
Fellow subsidiary	<u>1,495</u>	<u>1,686</u>	<u>1,495</u>	<u>10,024</u>
	<u>\$ 163,093</u>	<u>\$ 144,950</u>	<u>\$ 251,541</u>	<u>\$ 246,103</u>

Sales of goods to related parties were made at the Group's usual prices and conditions which were the same as those to unrelated parties.

c. Purchases

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Ultimate parent company	\$ 62,097	\$ 39,178	\$ 98,006	\$ 76,441
Associate	<u>5,882</u>	<u>5,863</u>	<u>14,965</u>	<u>15,988</u>
	<u>\$ 67,979</u>	<u>\$ 45,041</u>	<u>\$ 112,971</u>	<u>\$ 92,429</u>

Purchases from related parties were made at market prices which were at the Group's usual prices and conditions which were the same as those from unrelated parties.

d. Operating service fees (classified under operating costs)

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Associate				
CGTD	<u>\$ 8,860</u>	<u>\$ 4,629</u>	<u>\$ 18,717</u>	<u>\$ 12,483</u>

The Company has engaged CGTD to handle the transportation, storage, and loading/unloading operations of ethylene. The operating service fees are paid on a monthly basis.

e. Green energy electricity expenses (classified under operating costs)

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Fellow subsidiary				
SG	<u>\$ 3,489</u>	<u>\$ 3,711</u>	<u>\$ 7,018</u>	<u>\$ 6,558</u>

f. Management fee (under general and administrative expenses)

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Ultimate parent company				
USI	\$ 2,308	\$ 3,001	\$ 4,420	\$ 6,096
Fellow subsidiary				
UM	<u>11,734</u>	<u>12,677</u>	<u>23,460</u>	<u>28,252</u>
	<u>\$ 14,042</u>	<u>\$ 15,678</u>	<u>\$ 27,880</u>	<u>\$ 34,348</u>

g. Acquisition of property, plant and equipment

Related Party Category/Name	Receipt of Payment	
	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Essential related party	<u>\$ -</u>	<u>\$ 7,486</u>

h. Lease arrangements - Company is lessee

Lease expense

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Ultimate parent company	<u>\$ 717</u>	<u>\$ 619</u>	<u>\$ 1,439</u>	<u>\$ 1,240</u>

i. Lease arrangement - Group is lessor

Rental income

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Ultimate parent company	<u>\$ 628</u>	<u>\$ 467</u>	<u>\$ 1,227</u>	<u>\$ 928</u>
Parent entity	<u>-</u>	<u>-</u>	<u>18</u>	<u>8</u>
Associate				
TVCN	3,159	3,272	6,317	6,544
Others	<u>1,651</u>	<u>1,829</u>	<u>3,306</u>	<u>3,680</u>
	<u>4,810</u>	<u>5,101</u>	<u>9,623</u>	<u>10,224</u>
Fellow subsidiary				
TTC	1,732	1,642	3,463	3,378
Others	<u>491</u>	<u>480</u>	<u>976</u>	<u>972</u>
	<u>2,223</u>	<u>2,122</u>	<u>4,439</u>	<u>4,350</u>
	<u>\$ 7,661</u>	<u>\$ 7,690</u>	<u>\$ 15,307</u>	<u>\$ 15,510</u>

The associate leased land from the Company under a three-year lease agreement, with a fixed monthly rental amount. At the end of the lease period, the associate has no preferential right to purchase the land it leases.

j. Donation expenses (under general and administrative expenses)

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Essential related party				
USIF	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,500</u>	<u>\$ 3,000</u>

k. Management income (under other income)

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Associate				
DEI	<u>\$ 662</u>	<u>\$ 36</u>	<u>\$ 891</u>	<u>\$ 699</u>

l. Investment consultant fees (under other gains and losses)

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Fellow subsidiary				
TUVN	<u>\$ 439</u>	<u>\$ 417</u>	<u>\$ 877</u>	<u>\$ 833</u>

m. Commission expenses (recorded under selling and marketing expenses)

Related Party Category/Name	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Fellow subsidiary				
USI (Hong Kong)				
Company Limited	<u>\$ 147</u>	<u>\$ -</u>	<u>\$ 147</u>	<u>\$ -</u>

n. Accounts receivable

Related Party Category/Name	June 30, 2026	December 31, 2025	June 30, 2025
Ultimate parent company			
USI	\$ 46,116	\$ 39,761	\$ 85,143
Associate	<u>77,669</u>	<u>18,467</u>	<u>12,947</u>
	<u>\$ 123,785</u>	<u>\$ 58,228</u>	<u>\$ 98,090</u>

o. Other receivables

Related Party Category/Name	June 30, 2026	December 31, 2025	June 30, 2025
Ultimate parent company			
USI	\$ 68,904	\$ 135	\$ 20,595
Associate	12,119	13,026	7,355
Fellow subsidiary	<u>12</u>	<u>586</u>	<u>655</u>
	<u>\$ 81,035</u>	<u>\$ 13,747</u>	<u>\$ 28,605</u>

Other receivables – related party amounts mainly include payments from the ultimate parent company for the allocation of ethylene to the Company, cash dividends receivable, as well as payments from the ultimate parent company and related companies, including sibling companies, for office rentals and management service fees.

p. Accounts payable

Related Party Category/Name	June 30, 2026	December 31, 2025	June 30, 2025
Ultimate parent company			
USI	\$ 54,775	\$ 23,677	\$ 28,528
Associate	<u>1,508</u>	<u>1,586</u>	<u>1,759</u>
	<u>\$ 56,283</u>	<u>\$ 25,263</u>	<u>\$ 30,287</u>

q. Other payables from unrelated parties

Related Party Category/Name	June 30, 2026	December 31, 2025	June 30, 2025
Ultimate parent company			
USI	\$ 2,879	\$ 3,271	\$ 65,861
Parent entity			
UPIIC	42,849	-	53,561
Associate	4,305	6,692	6,732
Fellow subsidiary	<u>2,226</u>	<u>693</u>	<u>2,500</u>
	<u>\$ 52,259</u>	<u>\$ 10,656</u>	<u>\$ 128,654</u>

Other payables-Related party funds mainly refer to the funds allocated and purchased by our company to the ultimate parent company and related enterprises, as well as the payable cash dividends.

r. Compensation and bonus of key management personnel

	From April 1 to June 30, 2026	From April 1 to June 30, 2025	From January 1 to June 30, 2026	From January 1 to June 30, 2025
Short-term employee benefits	<u>\$ 3,684</u>	<u>\$ 3,739</u>	<u>\$ 6,945</u>	<u>\$ 6,995</u>

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

30. SIGNIFICANT COMMITMENTS, CRITICAL EVENTS AFTER THE REPORTING DATE AND CONTINGENCIES

a. Significant commitments

The amount available under unused letters of credit as of June 30, 2026 was \$670,000 thousand.

b. Key contingencies

With regard to the gas explosions in the evening on July 31, 2014, where the Company's investee company accounted for using the equity method China General Terminal & Distribution Corporation (CGTD) was contracted by LCY Chemical Corp. (LCY) to operate the propene pipelines, the criminal part of the gas explosion case was also dismissed on appeal by the Supreme Court on September 15, 2021, and all three of CGTD's employees were acquitted.

CGTD arrived at an agreement with the Kaohsiung City Government on February 12, 2015, pledging certificates of bank deposits of NT\$239,153 thousand, interest included, to the Kaohsiung City Government as collateral for the loss caused by the gas explosion. The Kaohsiung City Government also filed civil procedure requests in succession against

LCY Chemical Corp., CGTD and CPC Corporation, Taiwan (“CPC”). In addition, Taiwan Power Company Limited separately applied to the court on August 27, 2015 and November 26, to execute a provisional attachment on the assets of CGTD. CGTD has deposited a cash amount of NT\$ 99,207 thousand with the court, thereby avoiding the provisional attachment. Similarly, Taiwan Water Corporation also separately applied to the court on February 3, 2017 and March 2, to execute a provisional attachment on the assets of CGTD. At the end of July 31, 2026, the bank deposit seized from CGTD was worth NT\$6,401 thousand.

As for the victims of the gas explosion, CGTD, LCY Chemical Corp. and the Kaohsiung City Government signed a tripartite agreement on July 17, 2015, agreeing to negotiate compensation in advance for all the heirs and claimants of the 32 victims (hereinafter referred to as “the families of the victims”). Each victim’s family received NT\$12,000 thousand, and the total compensation was NT\$384,000 thousand. The compensation was advanced by LCY Chemical Corp. LCY Chemical Corp. was in charge of negotiating the compensation with the victims’ families and signing the settlement agreement on behalf of the three parties. In accordance with the tripartite agreement, CGTD paid NT\$157,347 thousand to LCY Chemical Corp. on August 10, 2022 according to the proportion of fault liability of 30% in the first-instance judgments of this case. After settling the civil litigation later, compensation will be made according to the determined liability proportion.

As for the seriously injured, CGTD, LCY Chemical Corp. and the Kaohsiung City Government signed a tripartite agreement for the compensation of the 65 seriously injured victims’ families on October 25, 2017. Compensation was paid by CGTD and the Kaohsiung City Government, and CGTD was in charge of negotiating the compensation with the seriously injured victims’ families and signing the settlement agreement on behalf of the three parties with the 64 seriously injured victims’ families.

As of July 31, 2026, the victims and victims’ families had written letters or filed civil procedures (and criminal procedures) against LCY Chemical Corp., CGTD and CPC for compensation. To reduce the lawsuit costs, CGTD had reached a settlement on the original claim for NT\$46,677 thousand, and the amount of the compensation was NT\$4,519 thousand. The total amount of compensation sought in the ongoing litigation and the settlement amount agreed upon for the deceased and severely injured individuals, as mentioned earlier, is approximately NT\$3,826,801 thousand. The first instance judgments of some of the above-mentioned civil cases (the amount of compensation

requested is approximately NT\$1,616,883 thousand) have been gradually announced, starting from June 22, 2018. The proportion of fault liability of the Kaohsiung City Government, LCY Chemical Corp. and CGTD is 4:3:3 in most judgments. The total amount of compensation that CGTD, LCY Chemical Corp. and the other defendants should pay is about NT\$489,861 thousand, of which CGTD was exempted to pay NT\$6,194 thousand.

For the civil cases that have been adjudicated in the first instance and have not been settled, an appeal has been filed for the second instance. Starting from July 10, 2024, the second instance has been adjudicated continuously. For the second instance cases ruled by July 31, 2026, there are 9 cases involving the Kaohsiung City Government's claims for compensation (total claim amount of approximately NT\$1,137,677 thousand). Among these, 8 cases determined that CGTD, together with LCY Chemical Corp., should jointly bear 10% (5 cases) or 20% (3 cases) of the liability for negligence. CGTD's joint compensation amount with LCY Chemical Corp. totals NT\$79,726 thousand. In one case, CGTD was found to be solely responsible for 10% of the negligence and should compensate NT\$297 thousand on its own. Additionally, in the second-instance cases ruled regarding Taiwan Power Company's claim (claim amount NT\$265,822 thousand), National Health Insurance Administration's claim (claim amount NT\$35,688 thousand), and Taiwan Water Corporation's claim (claim amount NT\$28,643 thousand), it was determined that CGTD, together with LCY Chemical Corp., should jointly compensate NT\$120,143 thousand. The aforementioned second-instance cases have been adjudicated, and except for those that cannot be appealed to the third instance, CGTD has filed appeals to the third instance for all other cases. The rest of the cases are still under trial in the Court of First Instance (the amount of compensation requested is approximately NT\$1,707,093 thousand).

The proportion of liability for negligence determined in relation to this gas explosion incident, according to the relevant rulings is used to estimate the amount of settlement for victims and seriously injured and the civil litigation compensation amount (including settled cases). The maximum amount of the insurance compensation was deducted to calculate the amount payable by CGTD and the NT\$136,375 thousand has been included in the estimate on the account. However, the actual amount of such settlement and compensation shall not be confirmed until the proportion of liability to be shared by CGTD is determined in accordance with the civil action.

31. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The following information is expressed in aggregate in foreign currencies other than the functional currency of the Group, and the exchange rates disclosed refer to the exchange rates at which these foreign currencies were translated into the functional currency. Significant assets and liabilities denominated in foreign currencies are as follows:

Units: The foreign currency / carrying amount is in thousand dollars, except the exchange rate in dollars.
June 30, 2026

	Foreign Currency	Exchange Rate	Functional Currency	Carrying Amount
<u>Financial assets</u>				
<u>Monetary items</u>				
USD	\$ 14,186	31.8500 (USD:TWD)	\$ 451,821	\$ 451,821
USD	559	6.8109 (USD:RMB)	3,805	17,795
RMB	3,580	0.1468 (RMB: USD)	526	16,741
RMB	3,494	4.6763 (RMB: NTD)	16,338	16,338
JPY	9,859	0.1963 (JPY:NTD)	1,935	1,935
<u>Non-monetary items</u>				
Associates accounted for using the equity method				
USD	13,131	31.8500 (USD:TWD)	418,210	418,210
RMB	10,787	0.1468 (RMB: USD)	1,584	50,444
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD	1,133	31.8500 (USD:TWD)	36,101	36,101
JPY	1,900	0.1963 (JPY:NTD)	373	373
<u>Non-monetary items</u>				
Derivative instruments				
USD	1,560	31.8500 (USD:TWD)	460	460

December 31, 2025

	Foreign Currency	Exchange Rate	Functional Currency	Carrying Amount
<u>Financial assets</u>				
<u>Monetary items</u>				
USD	\$ 7,716	31.4300 (USD:TWD)	\$ 242,504	\$ 242,504
USD	597	7.0288 (USD:RMB)	4,199	18,777
RMB	3,386	0.1423 (RMB:USD)	482	15,143
RMB	6,642	4.4716 (RMB:NTD)	29,699	29,699
<u>Non-monetary items</u>				
Associates accounted for using the equity method				
USD	22,628	31.4300 (USD:TWD)	711,201	711,201
RMB	12,820	0.1423 (RMB:USD)	1,824	57,325
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD	1,631	31.4300 (USD:TWD)	51,264	51,264
<u>Non-monetary items</u>				
Derivative instruments				
USD	720	31.4300 (USD:TWD)	676	676

June 30, 2025

	Foreign Currency	Exchange Rate	Functional Currency	Carrying Amount
<u>Financial assets</u>				
<u>Monetary items</u>				
USD	\$ 13,753	29.300 (USD:TWD)	\$ 402,950	\$ 402,950
USD	504	7.1586 (USD:RMB)	3,611	14,781
RMB	3,074	0.1397 (RMB:USD)	429	12,580
RMB	6,072	4.0930 (RMB:NTD)	24,852	24,852
<u>Non-monetary items</u>				
Associates accounted for using the equity method				
USD	39,566	29.300 (USD:TWD)	1,159,274	1,159,274
RMB	11,649	0.1397 (RMB:USD)	1,627	47,678
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD	3,602	29.300 (USD:TWD)	105,528	105,528
<u>Non-monetary items</u>				
Derivative instruments				
USD	1,710	29.300 (USD:TWD)	629	629

For the periods from April 1 to June 30, 2026 and 2025, and from January 1 to June 30, 2026 and 2025, realized and unrealized net foreign exchange (losses) gains of the Group were NT\$107 thousand, NT\$(57,187) thousand, NT\$7,961 thousand, and NT\$(43,005) thousand, respectively. It is impractical to disclose net foreign exchange (losses) gains by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies.

32. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions:

- 1) Financing provided to others. (None)
- 2) Endorsements/guarantees provided. (None)
- 3) Material marketable securities held (excluding investments in subsidiaries, associates and interests in joint ventures). (Table 1)
- 4) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 2)
- 5) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (None)
- 6) Others: Intercompany relationships and significant intercompany transactions. (Table 3)

b. Information about investees. (Table 4)

c. Information on investments in mainland China

- 1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 5)
- 2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: (Table 3)
 - a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the year.
 - b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the year.
 - c) The amount of property transactions and the amount of the resultant gains or losses.
 - d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the year and the purposes.
 - e) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to financing of funds.
 - f) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services.

33. SEGMENT INFORMATION

Operating segments: According to IFRS 8 “Operating Segments,” the Group is a single operating segment that produces and sells petrochemical products, and therefore, there is no need to disclose the information of operating segments.

ASIA POLYMER CORPORATION AND SUBSIDIARIES

MATERIAL MARKETABLE SECURITIES HELD

June 30, 2026

TABLE 1

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Group	Financial Statement Account	Ending Balance				Remark(s)
				Unit/Number of Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Share							
The Company	Harbinger Venture Capital Corp.	—	Financial assets at fair value through other comprehensive income - non-current	2,377	\$ 9	1.20%	\$ 9	
The Company	KHL IB Venture Capital Co., Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	11,951,984	102,189	11.90%	102,189	
The Company	USI CORPORATION	Ultimate parent company	Financial assets at fair value through other comprehensive income - non-current	101,355,673	1,358,166	8.53%	1,358,166	
The Company	CTCI Corporation	—	Financial assets at fair value through other comprehensive income - non-current	15,893,437	665,140	1.68%	665,140	
The Company	CTCI Corporation (Private Equity)	—	Financial assets at fair value through other comprehensive income - non-current	4,230,000	150,472	0.45%	150,472	
The Company	AU Optronics Corporation	—	Financial assets at fair value through other comprehensive income - non-current	7,694,812	251,620	0.10%	251,620	
The Company	PELL Bio-Med Technology Co. Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	199,158	173,467	0.30%	173,467	
The Company	Taiwan Cement Corporation	—	Financial assets at fair value through profit or loss - current	2,000,000	48,100	0.03%	48,100	
The Company	Quanta Storage Corporation	—	Financial assets at fair value through profit or loss - current	200,000	15,500	0.08%	15,500	
The Company	TECO Electric & Machinery Co., Ltd.	—	Financial assets at fair value through profit or loss - current	250,000	17,525	0.01%	17,525	
The Company	Sercomm Corporation	—	Financial assets at fair value through profit or loss - current	300,000	24,240	0.10%	24,240	
The Company	Zeon Corp.	—	Financial assets at fair value through profit or loss - current	39,500	18,261	0.02%	18,261	
The Company	Kyushu Electric Power Co., Inc.	—	Financial assets at fair value through profit or loss - current	20,000	6,449	-	6,449	
	Beneficiary securities							
The Company	Cathay No. 1 Real Estate Investment Trust Fund	—	Financial assets at fair value through profit or loss - current	4,053,000	56,013	-	56,013	
	Share							
APC (BVI)	Budworth Investment Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	40,467	-	4.45%	-	Note 1
APC (BVI)	Silicon Technology Investment (Cayman) Corp. - preference shares	—	Financial assets at fair value through other comprehensive income - non-current	1,139,776	123,880	2.21%	123,880	
APC (BVI)	NeuroSky, Inc. - series D preference shares	—	Financial assets at fair value through other comprehensive income - non-current	2,397,364	-	0.37%	-	Note 1
APC (BVI)	Solargiga Energy Holdings Ltd.	—	Financial assets at fair value through other comprehensive income - non-current	14,863,333	4,044	0.45%	4,044	
APC (BVI)	Teratech Corp.	—	Financial assets at fair value through other comprehensive income - non-current	112,000	-	0.67%	-	Note 1
	Share							
APCIC	USI CORPORATION	Ultimate parent company	Financial assets at fair value through profit or loss - current	44,808	600	-	600	
APCIC	Taiwan Cement Corporation	—	Financial assets at fair value through profit or loss - current	1,000,000	24,050	0.01%	24,050	
APCIC	Quanta Storage Corporation	—	Financial assets at fair value through profit or loss - current	100,000	7,750	0.04%	7,750	
APCIC	TECO Electric & Machinery Co., Ltd.	—	Financial assets at fair value through profit or loss - current	100,000	7,010	-	7,010	
APCIC	Sercomm Corporation	—	Financial assets at fair value through profit or loss - current	150,000	12,120	0.05%	12,120	
APCIC	Zeon Corp.	—	Financial assets at fair value through profit or loss - current	21,600	9,985	0.01%	9,985	
APCIC	Kyushu Electric Power Co., Inc.	—	Financial assets at fair value through profit or loss - current	10,000	3,224	-	3,224	
	Mutual funds							
APCIC	Cathay Taiwan Money Market Fund	—	Financial assets at fair value through profit or loss - current	1,158,802	15,326	-	15,326	

Note 1: The carrying amount of long-term equity investments in the company was zero due to the investment losses recognized in prior years.

Note 2: Please refer to Tables 4 and 5 for information on investments in subsidiaries and associates.

ASIA POLYMER CORPORATION AND SUBSIDIARIES

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

From January 1 to June 30, 2026

TABLE 2

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Buyer/Seller	Counterparty	with the Issuer	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Remark(s)
			Purchase/Sale	Amount	% of Total (%)	Credit period	Unit Price	Credit period	Cash balance	% of Total (%)	
The Company	USI	Ultimate parent company	Sales of goods	(\$ 135,031)	(5)	60 days	No material discrepancy	No material discrepancy	\$ 46,116	10	

ASIA POLYMER CORPORATION AND SUBSIDIARIES
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS

From January 1 to June 30, 2026

TABLE 3

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Number (Note 1)	Trader Name	Counterparty	Relationship (Note 2)	Transactions Details			
				Financial Statement Account	Amount (Note 4)	Transaction Details	% of Total Consolidated Operating Revenue or Total Assets (%) (Note 3)
0	The Company	USITA	1	Accounts receivable from related parties	\$ 8,761	No material discrepancy	0.07
0	The Company	USITA	1	Sales of goods	34,048	No material discrepancy	1.19

Note 1: The information about the transactions between the parent company and the subsidiaries should be marked in the note column as follows:

1. The Group: 0.
2. The subsidiaries: 1 onward.

Note 2: The direction of the investment is as follows:

1. The Group to the subsidiaries.
2. The subsidiaries to the Group.
3. Between subsidiaries.

Note 3: The following numerals indicate the manner of ratio calculation of the respective transaction type: Asset or liability: The ratio was calculated based on the ending balance of total consolidated assets; Income or loss: The ratio was calculated based on the midterm accumulated amounts of total consolidated sales revenue.

Note 4: All intercompany transactions have been eliminated on consolidation.

ASIA POLYMER CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEEES

From January 1 to June 30, 2026

TABLE 4

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor Company	Investee	Location	Main Businesses and Products	Original Investment Amount		Holding at the End of Period			Net Income (Loss) of Investee	Share of Profits (Loss)	Remark(s)
				Ending of current year	Ending of previous year	Number of Shares	Percentage (%)	Carrying Amount			
The Company	APC (BVI)	British Virgin Islands	Investment	\$ 438,734	\$ 438,734	11,342,594	100.00	\$ 722,462	(\$ 3,119)	(\$ 3,119)	Subsidiary (Note 1)
The Company	APCIC	Taiwan	Investment	200,000	200,000	20,000,000	100.00	146,107	6,871	6,871	Subsidiary (Note 1)
The Company	USIIC	British Virgin Islands	Investment	66,885	66,885	2,100,000	70.00	68,167	1,532	1,072	Subsidiary (Note 1)
The Company	CGPC	Taiwan	Manufacturing and marketing of plastic products	247,412	247,412	46,886,185	8.07	621,196	12,365	998	Investments accounted for using the equity method
The Company	CGTD	Taiwan	Warehousing and transportation of petro chemical raw materials	41,082	41,082	25,053,469	33.33	283,425	(28,902)	(9,634)	Investments accounted for using the equity method
The Company	SPC	Taiwan	Manufacture and marketing of stretch films and industrial use multi-layer films	75,242	75,242	12,266,779	7.95	181,652	31,782	2,526	Investments accounted for using the equity method
The Company	ACME	Taiwan	Manufacture and marketing of manganese-zinc and ferrite powder	76,241	76,241	6,801,315	3.20	64,587	875	28	Investments accounted for using the equity method
The Company	TUVC	Taiwan	Venture investment	30,309	30,309	832,666	8.33	2,762	(780)	(65)	Investments accounted for using the equity method
The Company	USIO	Taiwan	Manufacture and marketing of sapphire products	59,725	59,725	5,972,464	9.20	619	28,682	(762)	Investments accounted for using the equity method
The Company	ECGL	British Virgin Islands	Investment	5,429,629	5,429,629	170,475,000	40.87	418,210	(752,315)	(307,449)	Investments accounted for using the equity method
APC (BVI)	ACME (Cayman)	Cayman Islands	Investment	219,128	219,128	9,951,820	13.63	244,977	(42,790)		APC (BVI) investments accounted for using the equity method
APC (BVI)	USIIC	British Virgin Islands	Investment	28,665	28,665	900,000	30.00	29,214	1,532		APC (BVI) investments accounted for using the equity method (Note 1)
APCIC	ACME	Taiwan	Manufacture and marketing of manganese-zinc and ferrite powder	39,523	39,523	3,116,262	1.46	29,593	875		APCIC investments accounted for using the equity method
APCIC	STC	Taiwan	Farming, sales, research and development of agricultural products and production and sales of EVA packaging films and other high value-added plastic products	52,500	52,500	3,000,015	15.00	14,159	3,571		APCIC investments accounted for using the equity method
ECGL	EVG	British Virgin Islands	Investment	13,286,068	13,286,068	417,145,000	67.40	1,023,341	(1,116,150)		Ever Conquest Global investments accounted for using the equity method
EVG	DEI	Hong Kong	Investment	18,754,873	18,754,873	588,850,000	85.00	377,764	(1,338,007)		Ever Victory Global investments accounted for using the equity method

Note 1: All intercompany transactions have been eliminated on consolidation.

Note 2: Please refer to Table 5 for information on investee companies in mainland China.

ASIA POLYMER CORPORATION AND SUBSIDIARIES

Information on investments in mainland China

From January 1 to June 30, 2026

TABLE 5

Unit: In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investee Company	Main Businesses and Products	Paid-in capital (Note 4)	Method and Medium of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of the Beginning of the Period (Note 4)	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan at the End of the Period (Note 4)	Net Income (Loss) of Investee (Note 3)	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 3)	Carrying Amount at the End of the Period (Note 4)	Accumulated Repatriation of Investment Income at the End of the Period
					Outflow	Inflow						
ACME Electronics (Kunshan)	Manufacture and marketing of manganese-zinc soft ferrite core	\$ 978,591	(1)	\$ 133,049	\$ -	\$ -	\$ 133,049	\$ 1,404	13.63	\$ 191	\$ 93,105	\$ -
USITA	Sales of chemical products and equipment, etc.	79,625	(2)	96,684	-	-	96,684	4,153	100.00	4,153	201,350	-
GL	Manufacture of crude oil and petroleum products	43,556,929	(3)	5,028,569	-	-	5,028,569	(4,966,132)	11.71	(313,375)	-	-
GUL	Engaged in the business of importing and distributing various chemical raw materials and products	46,763	(2) (Note 2)	14,029	-	-	14,029	(2,858)	30.00	(857)	14,029	-
XUL	Engaged in the business of importing and distributing various chemical raw materials and products	46,763	(2)	14,029	-	-	14,029	(3,930)	30.00	(1,179)	36,415	-
DEIP	Property management	98,202	(3)	22,993	-	-	22,993	861	23.41	202	23,544	-

Accumulated Outward Remittance for Investment in Mainland China as of the End of the Period	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
\$5,460,784 (Note 5)	\$7,294,002	\$ - (Note 6)

Note 1: Method and Medium of Investment:

(1) APC holds indirect investments through ACME (Cayman).

(2) APC holds indirect investments through APC (BVI).

(3) APC holds indirect investments through Ever Conquest Global.

Note 2: The Company reinvested in 50% of the outstanding shares of Gulei via Ever Conquest Global (40.87%), then via EVG (67.40%), and finally via DEI (85.00%).

Note 3: The calculation was based on the average exchange rate from January 1, 2026, to June 30, 2026.

Note 4: The calculation was based on the exchange rate as of June 30, 2026.

Note 5: This includes the Company's investment in Silicon Technology Investment (Cayman) Corp. through APC (BVI). (STIC) and Solargiga Energy Holdings Ltd., who make indirect investments in companies located in China.

Note 6: As the Company has obtained the certificate of compliance with the operational scope issued by the Industrial Development Bureau, MOEA in Order No. 11451021970 on July 14, 2025, the upper limit on investments is not applicable.