

**TON YI INDUSTRIAL CORP. AND  
SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT  
DECEMBER 31, 2025 AND 2024**

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For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

TON YI INDUSTRIAL CORP. AND SUBSIDIARIES  
DECEMBER 31, 2025 AND 2024 CONSOLIDATED FINANCIAL STATEMENTS  
AND INDEPENDENT AUDITORS' REPORT  
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TON YI INDUSTRIAL CORP.

Declaration of Consolidated Financial Statements of Affiliated Enterprises

For the year ended December 31, 2025, pursuant to Criteria Governing Preparation of Affiliation Reports, Consolidated Business Reports and Consolidated Financial Statements of Affiliated Enterprises, the entities that are required to be included in the consolidated financial statements of affiliates, are the same as the entities required to be included in the consolidated financial statements under International Financial Reporting Standards 10. Also, if relevant information that should be disclosed in the consolidated financial statements of affiliates has all been disclosed in the consolidated financial statements of parent and subsidiary companies, it shall not be required to prepare consolidated financial statements of affiliates.

Hereby declare,

TON YI INDUSTRIAL CORP.

March 3, 2026

## INDEPENDENT AUDITORS' REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of Ton Yi Industrial Corp.

### **Opinion**

We have audited the accompanying consolidated balance sheets of Ton Yi Industrial Corp. and its subsidiaries (the "Group") as of December 31, 2025 and 2024, and the related consolidated statements of comprehensive income, of changes in equity and of cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of material accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission.

### **Basis for opinion**

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants and Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the Group in accordance with the Norm of Professional Ethics for Certified Public Accountants in the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Group's 2025 consolidated financial statements. These matters were addressed in the context of our audit of the consolidated financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

### **Existence of sales revenues**

#### Description

Refer to Note 4(29) for the accounting policy on revenue recognition and Note 6(19) for details of operating revenue.

The Group has a large volume of transactions from sales of numerous kinds of products to a wide range of customers in many different locations such as Taiwan, Asia, Europe, America, etc. For the customers and dealers who are from remote districts, the sales revenue transactions need more time for verification. Thus, the existence of sales revenue has been identified as a key audit matter.

#### How our audit addressed the matter

Our key audit procedures performed in respect of the above key audit matter included the following:

1. Inspecting whether approved additions to the merchandise master file data had been correctly entered in the merchandise master file which include basic information of customers, such as name of representative, location of company, amount of capital and scope of business for evaluating the creditworthiness of buyers.
2. Understanding, evaluating and validating management's controls in respect of the Group's sales transactions from customer's order approval, goods delivery, sales recording, reconciliation of cash receipts and customer's records to subsequent settlement of trade receivables. In addition, testing the effectiveness of internal control environment over revenue recognition.

3. Performing substantive test on selected sales transactions including confirming orders, shipping documents, invoices and cash receipts to verify the existence of sales revenues.

### **Inventory valuation of Tin Plate products**

#### Description

Refer to Note 4(9) for accounting policy on inventories, Note 5(2) for the critical accounting estimates and assumptions uncertainty in relation to inventory valuation and Note 6(5) for details of inventories. For the year ended December 31, 2025, inventory and allowance for price decline of inventories amounted to NT\$4,369,067 thousand and NT\$111,341 thousand, respectively.

The Group's raw materials are often subject to fluctuations in the international steel prices. However, as the Tin Plate products are considered necessities, such price changes may not be immediately reflected in material costs. In addition, the competition landscape within the steel industry in China will continue to affect the price of raw materials that would impact the estimation of net realizable value of inventory. Thus, the inventory valuation has been identified as a key audit matter.

#### How our audit addressed the matter

Our key audit procedures performed in respect of the above key audit matter included the following:

1. Evaluating the adequacy of allowance for inventory and the consistency of provision policy.
2. Assessing the reasonableness of the estimation of net realizable value of Tin plate products and discussing with management and examining related documents to confirm the adequacy of allowance for price decline.

### **Other matter – Parent company only financial reports**

We have audited and expressed an unmodified opinion on the parent company only financial statements of Ton Yi Industrial Corp. as of and for the years ended December 31, 2025 and 2024.

### **Responsibilities of management and those charged with governance for the consolidated financial statements**

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the Financial Supervisory Commission and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including audit committee, are responsible for overseeing the Group's financial reporting process.

## **Auditors' responsibilities for the audit of the consolidated financial statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists,

we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance, including audit committee, regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance, including audit committee, with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, including audit committee, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we

determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Yeh, Fang-Ting

Independent Accountants

Tien, Chung-Yu

PricewaterhouseCoopers, Taiwan

Republic of China

March 3, 2026

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The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

As the financial statements are the responsibility of the management, PricewaterhouseCoopers Taiwan cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

**TON YI INDUSTRIAL CORP. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**DECEMBER 31, 2025 AND 2024**  
(Expressed in thousands of New Taiwan dollars)

Assets	Notes	December 31, 2025		December 31, 2024		
		AMOUNT	%	AMOUNT	%	
<b>Current assets</b>						
1100	Cash and cash equivalents	6(1)	\$ 4,034,885	12	\$ 4,043,771	12
1110	Financial assets at fair value through profit or loss - current	6(2)	-	-	757	-
1150	Notes receivable, net	6(3)(4), 8 and 12	798,801	2	1,150,658	3
1170	Accounts receivable, net	6(3) and 12	2,647,678	8	2,853,765	8
1180	Accounts receivable - related parties	6(3) and 7	2,071,145	6	2,183,122	6
1200	Other receivables		85,153	-	114,183	-
1220	Current income tax assets	6(26)	7,609	-	4,423	-
130X	Inventories	6(5)	4,257,726	12	4,352,121	13
1410	Prepayments		843,055	3	714,970	2
1476	Other financial assets - current		1,631	-	1,602	-
11XX	<b>Total current assets</b>		<u>14,747,683</u>	<u>43</u>	<u>15,419,372</u>	<u>44</u>
<b>Non-current assets</b>						
1517	Financial assets at fair value through other comprehensive income - non-current	6(6)	100,274	-	93,379	-
1600	Property, plant and equipment	6(7)(9)	15,834,605	46	16,220,961	47
1755	Right-of-use assets	6(7)(8) and 7	2,128,460	6	1,511,917	4
1760	Investment property, net	6(9)(10)	72,457	-	79,071	-
1780	Intangible assets	6(11)	2,315	-	3,067	-
1840	Deferred income tax assets	6(26)	1,295,733	4	1,195,121	3
1915	Prepayments for business facilities	6(7)	17,487	-	182,552	1
1920	Guarantee deposits paid	7	28,445	-	31,869	-
1975	Net defined benefit asset - non-current	6(15)	213,236	1	178,912	1
1990	Other non-current assets - others		40,934	-	6,950	-
15XX	<b>Total non-current assets</b>		<u>19,733,946</u>	<u>57</u>	<u>19,503,799</u>	<u>56</u>
1XXX	<b>Total assets</b>		<u>\$ 34,481,629</u>	<u>100</u>	<u>\$ 34,923,171</u>	<u>100</u>

(Continued)

**TON YI INDUSTRIAL CORP. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**DECEMBER 31, 2025 AND 2024**  
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity		Notes	December 31, 2025		December 31, 2024	
			AMOUNT	%	AMOUNT	%
<b>Current liabilities</b>						
2100	Short-term borrowings	6(4)(12) and 8	\$ 1,565,967	5	\$ 2,497,262	7
2130	Contract liabilities - current	6(19)	54,835	-	56,605	-
2150	Notes payable		99,963	-	285	-
2170	Accounts payable		1,887,543	5	1,975,893	6
2180	Accounts payable - related parties	7	366,437	1	358,777	1
2200	Other payables		1,913,943	6	1,940,914	6
2220	Other payables - related parties	7	78,777	-	92,280	-
2230	Current income tax liabilities	6(26)	368,713	1	283,617	1
2280	Lease liabilities - current	7	235,992	1	184,149	-
2305	Other financial liabilities - current		24,347	-	25,580	-
2365	Refund liabilities - current		20,061	-	19,148	-
21XX	<b>Total current liabilities</b>		<u>6,616,578</u>	<u>19</u>	<u>7,434,510</u>	<u>21</u>
<b>Non-current liabilities</b>						
2540	Long-term borrowings	6(13)	2,900,000	8	3,750,000	11
2550	Provisions - non-current	6(14)	89,108	-	87,468	-
2570	Deferred income tax liabilities	6(26)	1,022,072	3	966,881	3
2580	Lease liabilities - non-current	7	1,525,969	5	930,874	3
2630	Long-term deferred revenue		8,996	-	13,475	-
2645	Guarantee deposits received		29,495	-	28,470	-
25XX	<b>Total non-current liabilities</b>		<u>5,575,640</u>	<u>16</u>	<u>5,777,168</u>	<u>17</u>
2XXX	<b>Total liabilities</b>		<u>12,192,218</u>	<u>35</u>	<u>13,211,678</u>	<u>38</u>
Equity attributable to owners of the parent						
Share capital						
3110	Common stock	6(16)	15,791,453	46	15,791,453	45
3200	Capital surplus	6(17)	233,034	1	233,068	1
Retained earnings						
3310	Legal reserve	6(18)	2,540,405	7	2,379,154	7
3320	Special reserve		1,223,069	4	1,898,479	5
3350	Unappropriated retained earnings		2,835,877	8	1,683,135	5
3400	Other equity interest		( 1,221,435)	( 4)	( 1,223,069)	( 4)
31XX	<b>Equity attributable to owners of the parent</b>		<u>21,402,403</u>	<u>62</u>	<u>20,762,220</u>	<u>59</u>
36XX	<b>Non-controlling interests</b>		<u>887,008</u>	<u>3</u>	<u>949,273</u>	<u>3</u>
3XXX	<b>Total equity</b>		<u>22,289,411</u>	<u>65</u>	<u>21,711,493</u>	<u>62</u>
Significant contingent liabilities and unrecognized contract commitments						
3X2X	<b>Total liabilities and equity</b>		<u>\$ 34,481,629</u>	<u>100</u>	<u>\$ 34,923,171</u>	<u>100</u>

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

**TON YI INDUSTRIAL CORP. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024**  
(Expressed in thousands of New Taiwan dollars, except earnings per share)

Items	Notes	Year ended December 31			
		2025		2024	
		AMOUNT	%	AMOUNT	%
4000 Operating revenue	6(19) and 7	\$ 45,638,485	100	\$ 44,859,298	100
5000 Operating costs	6(5)(11)(15)(24)(25) and 7	( 39,186,430)	( 86)	( 39,384,395)	( 88)
5900 Gross profit from operations		<u>6,452,055</u>	<u>14</u>	<u>5,474,903</u>	<u>12</u>
Operating expenses	6(10)(11)(15)(24)(25), 7 and 12				
6100 Selling expenses		( 1,883,023)	( 4)	( 1,942,993)	( 4)
6200 Administrative expenses		( 1,380,799)	( 3)	( 1,291,040)	( 3)
6450 Expected credit gains (losses)		<u>4,571</u>	-	<u>( 9,973)</u>	-
6000 Total operating expenses		<u>( 3,259,251)</u>	<u>( 7)</u>	<u>( 3,244,006)</u>	<u>( 7)</u>
6900 Operating income		<u>3,192,804</u>	<u>7</u>	<u>2,230,897</u>	<u>5</u>
Non-operating income and expenses					
7100 Interest income	6(20)	44,055	-	57,602	-
7010 Other income	6(6)(9)(10)(21)	109,965	-	93,489	-
7020 Other gains and losses	6(2)(8)(22) and 12	( 59,647)	-	50,378	-
7050 Finance costs	6(4)(7)(8)(14)(23) and 7	<u>( 186,198)</u>	-	<u>( 204,594)</u>	-
7000 Total non-operating income and expenses		<u>( 91,825)</u>	-	<u>( 3,125)</u>	-
7900 <b>Profit before income tax</b>		<u>3,100,979</u>	<u>7</u>	<u>2,227,772</u>	<u>5</u>
7950 Income tax expense	6(26)	<u>( 1,006,202)</u>	<u>( 2)</u>	<u>( 766,663)</u>	<u>( 2)</u>
8200 <b>Profit for the year</b>		<u>\$ 2,094,777</u>	<u>5</u>	<u>\$ 1,461,109</u>	<u>3</u>
<b>Other comprehensive income (loss)</b>					
<b>Components of other comprehensive income that will not be reclassified to profit or loss</b>					
8311 Gain on remeasurements of defined benefit plan	6(15)	\$ 22,559	-	\$ 99,689	-
8316 Unrealized gain (loss) from investments in equity instruments measured at fair value through other comprehensive income	6(6)	6,895	-	( 25,402)	-
8349 Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(26)	( 4,512)	-	( 19,938)	-
<b>Components of other comprehensive income that will be reclassified to profit or loss</b>					
8361 Exchange differences on translation		( 10,808)	-	737,266	2
8399 Income tax relating to components of other comprehensive income that will be reclassified to profit or loss	6(26)	<u>812</u>	-	<u>( 202)</u>	-
8300 <b>Other comprehensive income for the year</b>		<u>\$ 14,946</u>	-	<u>\$ 791,413</u>	<u>2</u>
8500 <b>Total comprehensive income for the year</b>		<u>\$ 2,109,723</u>	<u>5</u>	<u>\$ 2,252,522</u>	<u>5</u>
Profit attributable to:					
8610 Owners of the parent		\$ 2,152,307	5	\$ 1,532,756	3
8620 Non-controlling interests		<u>( 57,530)</u>	-	<u>( 71,647)</u>	-
		<u>\$ 2,094,777</u>	<u>5</u>	<u>\$ 1,461,109</u>	<u>3</u>
Comprehensive income attributable to:					
8710 Owners of the parent		\$ 2,171,988	5	\$ 2,287,917	5
8720 Non-controlling interests		<u>( 62,265)</u>	-	<u>( 35,395)</u>	-
		<u>\$ 2,109,723</u>	<u>5</u>	<u>\$ 2,252,522</u>	<u>5</u>
Earnings per share (in dollars)	6(27)				
9750 Basic		\$ 1.36		\$ 0.97	
9850 Diluted		\$ 1.36		\$ 0.97	

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

TON YI INDUSTRIAL CORP. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars)

	Notes	Equity attributable to owners of the parent									Non-controlling interest	Total equity
		Retained Earnings					Other Equity Interest			Total		
		Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gain (loss) from financial assets measured at fair value through other comprehensive income				
<b>For the year ended December 31, 2024</b>												
Balance at January 1, 2024		\$ 15,791,453	\$ 232,586	\$ 2,307,402	\$ 1,412,342	\$ 1,102,260	(\$ 1,638,343 )	(\$ 260,136 )	\$ 18,947,564	\$ 984,668	\$ 19,932,232	
Profit (loss) for the year		-	-	-	-	1,532,756	-	-	1,532,756	( 71,647 )	1,461,109	
Other comprehensive income (loss) for the year	6(6)	-	-	-	-	79,751	700,812	( 25,402 )	755,161	36,252	791,413	
Total comprehensive income (loss) for the year		-	-	-	-	1,612,507	700,812	( 25,402 )	2,287,917	( 35,395 )	2,252,522	
Distribution of 2023 net income:												
Legal reserve	6(18)	-	-	71,752	-	( 71,752 )	-	-	-	-	-	
Special reserve	6(18)	-	-	-	486,137	( 486,137 )	-	-	-	-	-	
Cash dividends	6(18)	-	-	-	-	( 473,743 )	-	-	( 473,743 )	-	( 473,743 )	
Non-payment of expired cash dividends from previous years transferred to capital surplus	6(17)	-	534	-	-	-	-	-	534	-	534	
Payment of unpaid cash dividends from previous years transferred to capital surplus	6(17)	-	( 52 )	-	-	-	-	-	( 52 )	-	( 52 )	
Balance at December 31, 2024		\$ 15,791,453	\$ 233,068	\$ 2,379,154	\$ 1,898,479	\$ 1,683,135	(\$ 937,531 )	(\$ 285,538 )	\$ 20,762,220	\$ 949,273	\$ 21,711,493	
<b>For the year ended December 31, 2025</b>												
Balance at January 1, 2025		\$ 15,791,453	\$ 233,068	\$ 2,379,154	\$ 1,898,479	\$ 1,683,135	(\$ 937,531 )	(\$ 285,538 )	\$ 20,762,220	\$ 949,273	\$ 21,711,493	
Profit (loss) for the year		-	-	-	-	2,152,307	-	-	2,152,307	( 57,530 )	2,094,777	
Other comprehensive income (loss) for the year	6(6)	-	-	-	-	18,047	( 5,261 )	6,895	19,681	( 4,735 )	14,946	
Total comprehensive income (loss) for the year		-	-	-	-	2,170,354	( 5,261 )	6,895	2,171,988	( 62,265 )	2,109,723	
Distribution of 2024 net income:												
Legal reserve	6(18)	-	-	161,251	-	( 161,251 )	-	-	-	-	-	
Reversal of special reserve	6(18)	-	-	-	( 675,410 )	675,410	-	-	-	-	-	
Cash dividends	6(18)	-	-	-	-	( 1,531,771 )	-	-	( 1,531,771 )	-	( 1,531,771 )	
Payment of unpaid cash dividends from previous years transferred to capital surplus	6(17)	-	( 34 )	-	-	-	-	-	( 34 )	-	( 34 )	
Balance at December 31, 2025		\$ 15,791,453	\$ 233,034	\$ 2,540,405	\$ 1,223,069	\$ 2,835,877	(\$ 942,792 )	(\$ 278,643 )	\$ 21,402,403	\$ 887,008	\$ 22,289,411	

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

TON YI INDUSTRIAL CORP. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars)

	Notes	Year ended December 31	
		2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before tax		\$ 3,100,979	\$ 2,227,772
Adjustments			
Adjustments to reconcile profit (loss)			
Loss (gain) on financial assets at fair value through profit or loss	6(2)(22)	3,614	( 757 )
Expected credit (gains) losses	12	( 4,571 )	9,973
Provision (reversal of allowance) for inventory market price decline	6(5)	15,988	( 104,190 )
Depreciation	6(7)(8)(10)	2,835,971	2,832,842
Loss on disposal of property, plant and equipment	6(22)	2,706	6,944
Loss (gain) from lease modifications	6(8)(22)	797	( 7,247 )
Amortization	6(11)(24)	729	806
Interest income	6(20)	( 44,055 )	( 57,602 )
Dividend income	6(6)(21)	( 3,832 )	( 4,388 )
Interest expense	6(23)	186,198	204,594
Changes in operating assets and liabilities			
Changes in operating assets			
Financial assets at fair value through profit or loss		( 2,857 )	-
Notes receivable		352,430	( 327,271 )
Accounts receivable		210,409	( 1,236,188 )
Accounts receivable - related parties		111,977	( 460,596 )
Other receivables		29,006	( 37,175 )
Inventories		77,935	( 106,376 )
Prepayments		( 118,537 )	( 251,772 )
Net defined benefit assets - non-current		( 11,765 )	( 19,850 )
Changes in operating liabilities			
Contract liabilities - current		( 1,770 )	( 52,702 )
Notes payable		99,678	285
Accounts payable		( 88,350 )	731,699
Accounts payable - related parties		7,660	108,025
Other payables		( 83,599 )	452,221
Other payables - related parties		( 13,503 )	33,410
Refund liabilities - current		913	( 2,662 )
Long-term deferred revenue		( 4,479 )	( 3,823 )
Cash inflow generated from operations		6,659,672	3,935,972
Interest received		44,079	52,803
Dividends received		3,832	4,388
Interest paid		( 185,294 )	( 204,689 )
Income tax paid		( 972,267 )	( 656,200 )
Net cash flows from operating activities		<u>5,550,022</u>	<u>3,132,274</u>

(Continued)

TON YI INDUSTRIAL CORP. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024  
(Expressed in thousands of New Taiwan dollars)

	Notes	Year ended December 31	
		2025	2024
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>			
Increase in other financial assets - current		(\$ 29 )	(\$ 313 )
Cash paid for acquisition of property, plant and equipment	6(28)	( 1,084,655 )	( 563,068 )
Proceeds from disposal of property, plant and equipment		48,670	10,751
Cash paid for prepayments for business facilities	6(28)	( 982,742 )	( 769,070 )
Interest paid for prepayments for business facilities	6(7)(23)(28)	( 3,672 )	( 1,383 )
Decrease (increase) in guarantee deposits paid		3,424	( 1,265 )
(Increase) decrease in other non-current assets		( 33,984 )	6,629
Net cash flows used in investing activities		( 2,052,988 )	( 1,317,719 )
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>			
Decrease in short-term borrowings	6(29)	( 931,295 )	( 232,654 )
Decrease in other financial liabilities - current	6(29)	( 1,233 )	( 729 )
Payments of lease liabilities	6(29)	( 225,561 )	( 244,303 )
Increase in long-term borrowings	6(29)	950,000	750,000
Decrease in long-term borrowings	6(29)	( 1,800,000 )	( 1,150,000 )
Increase (decrease) in guarantee deposits received	6(29)	1,025	( 136 )
Cash dividends paid	6(18)(29)	( 1,531,771 )	( 473,743 )
Non-payment of expired cash dividends from previous years transferred to capital surplus	6(17)	-	534
Payment of unpaid cash dividends from previous years transferred to capital surplus	6(17)	( 34 )	( 52 )
Net cash flows used in financing activities		( 3,538,869 )	( 1,351,083 )
Effect of foreign exchange rate changes on cash and cash equivalents		32,949	272,088
Net (decrease) increase in cash and cash equivalents		( 8,886 )	735,560
Cash and cash equivalents at beginning of year	6(1)	4,043,771	3,308,211
Cash and cash equivalents at end of year	6(1)	\$ 4,034,885	\$ 4,043,771

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

TON YI INDUSTRIAL CORP. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANIZATION

- (1) Ton Yi Industrial Corp. (the “Company”) was incorporated as a company limited by shares under the provisions of the Company Act of the Republic of China (R.O.C.) on April 14, 1969. The Company is primarily engaged in the manufacture, processing and sales of various cans of steel and tin plate. For more information regarding the scope of business the Company and its subsidiaries (the “Group”) are engaged in, refer to Note 4(3), ‘Basis of consolidation’.
- (2) The common shares of the Company have been listed on the Taiwan Stock Exchange since January 1991.
- (3) Uni-President Enterprises Corp. holds 45.55% equity interest in the Company and is the ultimate parent company.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were authorized for issuance by the Board of Directors on March 3, 2026.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

- (1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS<sup>®</sup>”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by the FSC and became effective from 2025 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board (“IASB”)</u>
Amendments to IAS 21, ‘Lack of exchangeability’	January 1, 2025

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2026 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by IASB</u>
Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'	January 1, 2026
Amendments to IFRS 9 and IFRS 7, 'Contracts referencing natural-dependent electricity'	January 1, 2026
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
Annual Improvements to IFRS Accounting Standards – Volume 11	January 1, 2026

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by IASB</u>
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets between an investor and its associate or joint venture'	To be determined by IASB
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027 (Note)
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027
Amendments to IAS 21, 'Translation to a Hyperinflationary Presentation Currency'	January 1, 2027

Note: The FSC has announced in a press release on September 25, 2025 that public companies will apply IFRS 18 starting from the fiscal year 2028. Additionally, entities can choose to adopt IFRS 18 earlier based on their requirements after the FSC endorses IFRS 18.

Except for the following, the above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

IFRS 18, 'Presentation and disclosure in financial statements':

IFRS 18 replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

#### 4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

##### (1) Compliance statement

The consolidated financial statements of the Group have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, International Financial Reporting Standards, International Accounting Standards, IFRIC<sup>®</sup> Interpretations, and SIC<sup>®</sup> Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”).

##### (2) Basis of preparation

A. Except for the following items, these consolidated financial statements have been prepared under the historical cost convention:

- a. Financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss.
- b. Financial assets at fair value through other comprehensive income.
- c. Defined benefit assets and liabilities recognized based on the net amount of pension fund assets less present value of defined benefit obligation.

B. The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5 ‘Critical accounting judgements, estimates and key sources of assumption uncertainty’.

##### (3) Basis of consolidation

A. Basis for preparation of consolidated financial statements:

- a. All subsidiaries are included in the Group’s consolidated financial statements. Subsidiaries are all entities (including structured entities) controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Consolidation of subsidiaries begins from the date the Group obtains control of the subsidiaries and ceases when the Group loses control of the subsidiaries.
- b. Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Group are eliminated. Accounting policies of subsidiaries have been adjusted where necessary to ensure consistency with the policies adopted by the Group.

- c. Profit or loss and each component of other comprehensive income are attributed to the owners of the parent and to the non-controlling interests. Total comprehensive income is attributed to the owners of the parent and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.
- d. Changes in a parent's ownership interest in a subsidiary that do not result in the parent losing control of the subsidiary (transactions with non-controlling interests) are accounted for as equity transactions, i.e. transactions with owners in their capacity as owners. 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.
- e. When the Group loses control of a subsidiary, the Group remeasures any investment retained in the former subsidiary at its fair value. That fair value is regarded as the fair value on initial recognition of a financial asset or the cost on initial recognition of the associate or joint venture. Any difference between fair value and carrying amount is recognized in profit or loss. All amounts previously recognized in other comprehensive income in relation to the subsidiary are reclassified to profit or loss on the same basis as would be required if the related assets or liabilities were disposed of. That is, when the Group loses control of a subsidiary, all gains or losses previously recognized in other comprehensive income in relation to the subsidiary should be reclassified from equity to profit or loss, if such gains or losses would be reclassified to profit or loss when the related assets or liabilities are disposed of.

## B. Subsidiaries included in the consolidated financial statements:

Name of investors	Name of subsidiaries	Business activities	Percentage owned by the Group (%)		Note
			December 31, 2025	December 31, 2024	
Ton Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	General investment	100.00	100.00	—
Ton Yi Industrial Corp.	Tovecan Corp.	Manufacturing and sale of cans	51.00	51.00	—
Cayman Ton Yi Industrial Holdings Ltd.	Cayman Ton Yi Holdings Ltd.	General investment	100.00	100.00	—
Cayman Ton Yi Industrial Holdings Ltd.	Cayman Fujian Ton Yi Holdings Ltd.	General investment	100.00	100.00	—
Cayman Ton Yi Industrial Holdings Ltd.	Cayman Jiangsu Ton Yi Holdings Ltd.	General investment	100.00	100.00	—
Cayman Ton Yi Industrial Holdings Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM, and sale of cans	100.00	100.00	—
Cayman Ton Yi Industrial Holdings Ltd.	Chengdu Ton Yi Industrial Packing Co., Ltd.	Sale of cans	100.00	100.00	—
Cayman Ton Yi Industrial Holdings Ltd.	Changsha Ton Yi Industrial Co., Ltd.	Sale of cans	100.00	100.00	—
Cayman Ton Yi Holdings Ltd.	Cayman Ton Yi (China) Holdings Ltd.	General investment	100.00	100.00	—
Cayman Fujian Ton Yi Holdings Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Manufacturing and sale of tinplate	86.80	86.80	—
Cayman Jiangsu Ton Yi Holdings Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	Sale of tinplate	82.86	82.86	—
Wuxi Ton Yi Industrial Packing Co., Ltd.	Wuxi Tonyi Daiwa Industrial Co., Ltd.	Manufacturing and sale of new bottle can	66.50	66.50	—
Cayman Ton Yi (China) Holdings Ltd.	Ton Yi (China) Investment Co., Ltd.	General investment	100.00	100.00	—
Ton Yi (China) Investment Co., Ltd.	Taizhou Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	100.00	100.00	—
Ton Yi (China) Investment Co., Ltd.	Zhangzhou Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	100.00	100.00	—
Ton Yi (China) Investment Co., Ltd.	Kunshan Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	100.00	100.00	—
Ton Yi (China) Investment Co., Ltd.	Beijing Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	100.00	100.00	—
Ton Yi (China) Investment Co., Ltd.	Huizhou Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	100.00	100.00	—
Ton Yi (China) Investment Co., Ltd.	Chengdu Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	100.00	100.00	—
Ton Yi (China) Investment Co., Ltd.	Sichuan Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	100.00	100.00	—
Ton Yi (China) Investment Co., Ltd.	Zhanjiang Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	100.00	100.00	—
Ton Yi (China) Investment Co., Ltd.	Tianjin Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	100.00	100.00	—

- C. Subsidiaries not included in the consolidated financial statements: None.
- D. Adjustments for subsidiaries with different balance sheet dates: None.
- E. Significant restrictions: None.
- F. Subsidiaries that have non-controlling interests that are material to the Group: None.

(4) Foreign currency translation

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The consolidated financial statements are presented in New Taiwan Dollars, which is the Company's functional and presentation currency.

A. Foreign currency transactions and balances

- a. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions are recognized in profit or loss in the period in which they arise.
- b. Monetary assets and liabilities denominated in foreign currencies at the period end are re-translated at the exchange rates prevailing at the balance sheet date. Exchange differences arising upon re-translation at the balance sheet date are recognized in profit or loss.
- c. Non-monetary assets and liabilities denominated in foreign currencies held at fair value through profit or loss are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognized in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies held at fair value through other comprehensive income are re-translated at the exchange rates prevailing at the balance sheet date; their translation differences are recognized in other comprehensive income. However, non-monetary assets and liabilities denominated in foreign currencies that are not measured at fair value are translated using the historical exchange rates at the dates of the initial transactions.
- d. All foreign exchange gains and losses based on the nature of those transactions are presented in the consolidated statements of comprehensive income within "Other gains and losses".

B. Translation of foreign operations

- a. The financial performance and financial position of all the group entities that have a functional currency different from the presentation currency are translated into the presentation currency as follows:
  - (a) Assets and liabilities for each balance sheet presented are translated at the closing exchange rate at the date of that balance sheet;
  - (b) Income and expenses for each statement of comprehensive income are translated at average exchange rates of that period; and
  - (c) All resulting exchange differences are recognized in other comprehensive income.

- b. When the foreign operation partially disposed of or sold is a subsidiary, cumulative exchange differences that were recorded in other comprehensive income are proportionately transferred to the non-controlling interest in this foreign operation. In addition, even when the Group still retains partial interest in the former foreign subsidiary after losing control of the former foreign subsidiary, such transactions should be accounted for as disposal of all interest in the foreign operation.

(5) Classification of current and non-current items

- A. Assets that meet one of the following criteria are classified as current assets; otherwise they are classified as non-current assets:
  - a. Assets that are expected to be realized, or are intended to be sold or consumed in the normal operating cycle;
  - b. Assets that are held primarily for the purpose of trading;
  - c. Assets that are expected to be realized within twelve months after the reporting period;
  - d. Cash and cash equivalents, excluding restricted cash and cash equivalents and those that are to be exchanged or used to pay off liabilities for at least twelve months after the reporting period.
- B. Liabilities that meet one of the following criteria are classified as current liabilities; otherwise they are classified as non-current liabilities:
  - a. Liabilities that are expected to be paid off within the normal operating cycle;
  - b. Liabilities arising mainly from trading activities;
  - c. Liabilities that are to be paid off within twelve months after the reporting period;
  - d. It does not have the right at the end of the reporting period to defer settlement of the liability at least twelve months after the reporting period.

(6) Cash equivalents

- A. Cash equivalents refer to short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.
- B. Time deposits that meet the definition above and are held for the purpose of meeting short-term cash commitments in operations are classified as cash equivalents.

(7) Financial assets at fair value through profit or loss

- A. Financial assets at fair value through profit or loss are financial assets that are not measured at amortized cost or fair value through other comprehensive income.
- B. On a regular way purchase or sale basis, financial assets at fair value through profit or loss are recognized and derecognized using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value and recognizes the transaction costs in profit or loss. The Group subsequently measures the financial assets at fair value, and recognizes the gain or loss in profit or loss.

(8) Notes and accounts receivable

- A. Notes and accounts receivable entitle the Group a legal right to receive consideration in exchange for transferred goods or rendered services.
- B. The short-term notes and accounts receivable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(9) Inventories

Inventories are stated at the lower of cost and net realizable value. Cost is determined using the weighted-average method. The cost of finished goods and work in process comprises raw materials, direct labor, other direct costs and related production overheads (allocated based on normal operating capacity). It excludes borrowing costs. The item by item approach is used in applying the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and the estimated costs necessary to make the sale. When the cost of inventory is higher than net realizable value, a write down is provided and recognized in operating costs. If the circumstances that caused the write-down cease to exist, such that all or part of the write down is no longer needed, it should be reversed to that extent and recognized as deduction of operating costs.

(10) Financial assets at fair value through other comprehensive income

- A. Financial assets at fair value through other comprehensive income comprise equity securities which are not held for trading, and for which the Group has made an irrevocable election at initial recognition to recognize changes in fair value in other comprehensive income and debt instruments which meet all of the following criteria:
  - a. The objective of the Group's business model is achieved both by collecting contractual cash flows and selling financial assets; and
  - b. The assets' contractual cash flows represent solely payments of principal and interest on the principal outstanding.
- B. On a regular way purchase or sale basis, financial assets at fair value through other comprehensive income are recognized and derecognized using trade date accounting.
- C. At initial recognition, the Group measures the financial assets at fair value plus transaction costs. The Group subsequently measures the financial assets at fair value:  
The changes in fair value of equity instruments that were recognized in other comprehensive income. Cumulative gain or loss previously recognized in comprehensive income are reclassified to retained earnings and are not reclassified to profit or loss following the derecognition of the instrument. Dividends are recognized as revenue when the right to receive payment is established, future economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

(11) Impairment of financial assets

For debt instruments measured at fair value through other comprehensive income and financial assets at amortized cost, at each reporting date, the Group recognizes the impairment provision for 12 months expected credit losses if there has not been a significant increase in credit risk since initial recognition or recognizes the impairment provision for the lifetime expected credit losses (ECLs) if such credit risk has increased since initial recognition after taking into consideration all reasonable and verifiable information that includes forecasts. On the other hand, for receivables or contract assets that do not contain a significant financing component, the Group recognizes the impairment provision for lifetime ECLs.

(12) Derecognition of financial assets

The Group derecognizes a financial asset when one of the following conditions is met:

- A. The contractual rights to receive cash flows from the financial asset expire.
- B. The contractual rights to receive cash flows from the financial asset have been transferred and the Group has transferred substantially all risks and rewards of ownership of the financial asset.
- C. The contractual rights to receive cash flows from the financial asset have been transferred, and the Group has not retained control of the financial asset.

(13) Property, plant and equipment

- A. Property, plant and equipment are initially recorded at cost. Borrowing costs incurred during the construction period are capitalized.
- B. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.
- C. Property, plant and equipment apply the cost model. Except for land, other property, plant and equipment are depreciated using the straight-line method to allocate their cost over their estimated useful lives. If each component of property, plant and equipment is significant, it is depreciated separately.
- D. The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each balance sheet date. If expectations for the assets' residual values and useful lives differ from previous estimates or the consumption patterns of the assets' future economic benefits embodied in the assets have changed significantly, any change is accounted for as a change in estimate under IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', from the date of the change. The estimated useful lives of property, plant and equipment are as follows:

Asset	Useful Lives
Buildings	5 ~ 55 years
Machinery	2 ~ 30 years
Transportation equipment	3 ~ 20 years
Office equipment	2 ~ 10 years
Other equipment	2 ~ 40 years

(14) Leasing arrangements (lessor) – operating leases

Lease income from an operating lease (net of any incentives given to the lessee) is recognized in profit or loss on a straight-line basis over the lease term.

(15) Leasing arrangements (lessee) – right-of-use assets/ lease liabilities

A. Leases are recognized as a right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use by the Group. For short-term leases or leases of low value assets, lease payments are recognized as an expense on a straight-line basis over the lease term.

B. Lease liabilities include the net present value of the remaining lease payments at the commencement date, discounted using the incremental borrowing interest rate or the interest rate implicit in the lease. Lease payments are comprised of the following:

- a. Fixed payments, less any lease incentives receivable; and
- b. Variable lease payments that depend on an index or a rate.

The Group subsequently measures the lease liability at amortized cost using the interest method and recognizes interest expense over the lease term. The lease liability is remeasured and the amount of remeasurement is recognized as an adjustment to the right-of-use asset when there are changes in the lease term or lease payments and such changes do not arise from contract modifications.

C. At the commencement date, the right-of-use asset is stated at cost comprising the following:

- a. The amount of the initial measurement of lease liability;
- b. Any lease payments made at or before the commencement date; and
- c. Any initial direct costs incurred by the lessee.

The right-of-use asset is measured subsequently using the cost model and is depreciated from the commencement date to the earlier of the end of the asset's useful life or the end of the lease term. When the lease liability is remeasured, the amount of remeasurement is recognized as an adjustment to the right-of-use asset.

D. For lease modifications that decrease the scope of the lease, the lessee shall decrease the carrying amount of the right-of-use asset to reflect the partial or full termination of the lease, and recognize the difference between remeasured lease liability in profit or loss. For all other lease modifications, the lessee shall remeasure the lease liability and adjust the right-of-use asset, correspondingly.

(16) Investment property

An investment property is stated initially at its cost and measured subsequently using the cost model. Except for land, investment property is depreciated on a straight-line basis over its estimated useful life of 20 years.

(17) Intangible assets

Computer software is stated at cost and amortized on a straight-line basis over its estimated useful life of 10 years.

(18) Impairment of non-financial assets

The Group assesses at each balance sheet date the recoverable amounts of those assets where there is an indication that they are impaired. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value in use. Except for goodwill, when the circumstances or reasons for recognizing impairment loss for an asset in prior years no longer exist or diminish, the impairment loss is reversed. The increased carrying amount due to reversal should not be more than what the depreciated or amortized historical cost would have been if the impairment had not been recognized.

(19) Borrowings

Borrowings comprise long-term and short-term bank borrowings. Borrowings are recognized initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognized in profit or loss over the period of the borrowings using the effective interest method.

(20) Notes and accounts payable

A. Accounts payable are liabilities for purchases of raw materials, goods or services and notes payable are those resulting from operating and non-operating activities.

B. The short-term notes and accounts payable without bearing interest are subsequently measured at initial invoice amount as the effect of discounting is immaterial.

(21) Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability specified in the contract is discharged, cancelled or expired.

(22) Offsetting financial instruments

Financial assets and liabilities are offset and reported at net amount on the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

(23) Non-hedging derivatives

Non-hedging derivatives are initially recognized at fair value on the date a derivative contract is entered into and recorded as financial assets or financial liabilities at fair value through profit or loss. They are subsequently remeasured at fair value and the gains or losses are recognized in profit or loss.

(24) Provisions

Provisions (decommissioning liabilities) are recognized when the Group has a present legal or constructive obligation as a result of past events; it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be reliably estimated. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation on the balance sheet date, which is discounted using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to passage of time is recognized as interest expense.

(25) Employee benefits

A. Short-term employee benefits

Short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid and should be recognized as expenses in that period when the employees render service.

B. Pensions

a. Defined contribution plans

For defined contribution plans, the contributions are recognized as pension expenses on an accrual basis. Prepaid contributions are recognized as an asset to the extent of a cash refund or a reduction in the future payments.

b. Defined benefit plans

(a) Net obligation under a defined benefit plan is defined as the present value of an amount of pension benefits that employees will receive on retirement for their services with the Group in current period or prior period. The liability recognized in the balance sheet in respect of defined benefit pension plans is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The net defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The rate used to discount is determined by using interest rates of government bonds (at the balance sheet date) of a currency and term consistent with the currency and term of the employment benefit obligations.

(b) Remeasurements arising on defined benefit plans are recognized in other comprehensive income in the period in which they arise and are recorded as retained earnings.

C. Employees' compensation and directors' remuneration

Employees' compensation and directors' remuneration are recognized as expenses and liabilities, provided that such recognition is required under legal or constructive obligation and those amounts can be reliably estimated. Any difference between the resolved amounts and the subsequently actual distributed amounts is accounted for as changes in estimates. If employee compensation is distributed by shares, the Group calculates the number of shares based on the closing price at the previous day of the board meeting resolution.

(26) Income tax

- A. The tax expense comprises current and deferred tax. Income tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or items recognized directly in equity, in which case the tax is recognized in other comprehensive income or equity.
- B. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Group and its subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in accordance with applicable tax regulations. It establishes provisions where appropriate based on the amounts expected to be paid to the tax authorities. An additional tax is levied on the unappropriated retained earnings and is recorded as income tax expense in the year the shareholders resolve to retain the earnings.
- C. Deferred income tax is recognized, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, the deferred income tax is not accounted for if it arises from initial recognition of goodwill or of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences. Deferred income tax is provided on temporary differences arising on investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred income tax is determined using tax rates that have been enacted or substantially enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.
- D. Deferred income tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. At each balance sheet date, unrecognized and recognized deferred income tax assets are reassessed.

(27) Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or stock options are shown in equity as a deduction, net of tax, from the proceeds.

(28) Dividends

Dividends are recorded in the Company's financial statements in the period in which they are approved by the Company's shareholders. Cash dividends are recorded as liabilities; stock dividends are recorded as stock dividends to be distributed and are reclassified to ordinary shares and share premium on the effective date of new shares issuance.

(29) Revenue recognition

Sales of goods

- A. The Group manufactures and sells tinsplate products and PET package products. Sales are recognized when control of the products has transferred, being when the products are delivered to the customers, the customers have full discretion over the channel and price to sell the products, and there is no unfulfilled obligation that could affect the customers' acceptance of the products. Delivery occurs when the products have been shipped to the specific location, the risks of obsolescence and loss have been transferred to the customers, and either the customers have accepted the products in accordance with the sales contract, or the Group has objective evidence that all criteria for acceptance have been satisfied.
- B. Revenue from these sales is recognized based on the price specified in the contract, net of the estimated sales discounts and volume discounts. The products are often sold with volume discounts based on estimated sales of each year. Accumulated experience is used to estimate and provide for the sales discounts and volume discounts, and revenue is only recognized to the extent that it is highly probable that a significant reversal will not occur. The estimation is subject to an assessment at each reporting date. A refund liability is recognized for expected sales discounts and volume discounts payable to customers in relation to sales made until the end of the reporting period.

(30) Government grants

Government grants are recognized at their fair value only when there is reasonable assurance that the Group will comply with any conditions attached to the grants and the grants will be received. Government grants are recognized in profit or loss on a systematic basis over the periods in which the Group recognizes expenses for the related costs for which the grants are intended to compensate.

(31) Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

The preparation of these consolidated financial statements requires management to make critical judgements in applying the Group’s accounting policies and make critical assumptions and estimates concerning future events. Assumptions and estimates may differ from the actual results and are continually evaluated and adjusted based on historical experience and other factors. Such assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, and the related information is addressed below:

(1) Critical judgements in applying the Group’s accounting policies

None.

(2) Critical accounting estimates and assumptions

Evaluation of inventories

A. As inventories are stated at the lower of cost and net realizable value, the Group must determine the net realizable value of inventories on balance sheet date using judgements and estimates. Because of the change in market demand and the sales strategy, the Group evaluates the amounts of price fluctuations of inventories, obsolete inventories or inventories without market selling value on the balance sheet date, and writes down the cost of inventories to the net realizable value. Such an evaluation is principally based on the demand for the products within the specified period in the future. Therefore, there might be material changes to the evaluation.

B. As of December 31, 2025, the carrying amount of inventories was \$4,257,726.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Cash:		
Cash on hand	\$ 156	\$ 198
Checking deposits and demand deposits	<u>1,311,372</u>	<u>1,530,752</u>
	<u>1,311,528</u>	<u>1,530,950</u>
Cash equivalents:		
Time deposits	<u>2,723,357</u>	<u>2,512,821</u>
	<u>\$ 4,034,885</u>	<u>\$ 4,043,771</u>

A. The Group transacts with a variety of financial institutions all with high credit quality to diversify credit risk, so it expects that the probability of counterparty default is remote.

B. The Group did not pledge cash and cash equivalents as collateral as of December 31, 2025 and 2024.

(2) Financial assets at fair value through profit or loss – current

<u>Assets</u>	<u>December 31, 2024</u>
Financial assets mandatorily measured at fair value through profit or loss	
Forward foreign exchange contracts	\$ <u>757</u>

There was no such situation as of December 31, 2025.

- A. The Group recognized net (loss) gain on financial assets mandatorily measured at fair value through profit or loss (listed under “Other gains and losses”) amounting to (\$3,614) and \$757 for the years ended December 31, 2025 and 2024, respectively.
- B. The Group entered into contracts relating to derivative financial assets which were not accounted for under hedge accounting. The information is listed below:

<u>Items</u>	<u>December 31, 2024</u>	
	<u>Contract Amount</u> (in thousands)	<u>Contract Period</u>
Forward foreign exchange selling contract	JPY 70,000	2024.9~2025.1

The Group entered into forward foreign exchange contracts to manage exposures due to fluctuations of foreign exchange rates. However, the Group did not apply hedge accounting treatment but apply held for trading accounting treatment for the forward foreign exchange contracts.

(3) Notes and accounts receivable, net

	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Notes receivable	\$ 800,161	\$ 1,152,591
Less: Allowance for doubtful accounts	( 1,360)	( 1,933)
	<u>\$ 798,801</u>	<u>\$ 1,150,658</u>
	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Accounts receivable	\$ 2,668,602	\$ 2,879,011
Less: Allowance for doubtful accounts	( 20,924)	( 25,246)
	<u>\$ 2,647,678</u>	<u>\$ 2,853,765</u>

- A. The aging analysis of notes receivable and accounts receivable (including related parties) is as follows:

	December 31, 2025		December 31, 2024	
	Notes Receivable	Accounts Receivable	Notes Receivable	Accounts Receivable
1 to 30 days	\$ 310,279	\$ 3,998,775	\$ 389,054	\$ 4,086,415
31 to 60 days	112,353	550,028	242,000	732,014
61 to 90 days	81,792	146,800	157,765	146,806
91 to 180 days	295,737	42,525	363,772	91,644
Over 181 days	-	1,619	-	5,254
	\$ 800,161	\$ 4,739,747	\$ 1,152,591	\$ 5,062,133

The above aging analysis was based on credit date.

- B. As of December 31, 2025 and 2024, notes receivable and accounts receivable were all from contracts with customers. As of January 1, 2024, the balance of receivables (including related parties) from contracts with customers amounted to \$4,190,669.
- C. For more information regarding the Group's notes receivable pledged to others as collateral as of December 31, 2025 and 2024, refer to Note 8, "PLEDGED ASSETS".
- D. The Group did not pledge accounts receivable as collateral as of December 31, 2025 and 2024.
- E. As of December 31, 2025 and 2024, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the notes receivable and accounts receivable held by the Group was the carrying amount.
- F. Information relating to credit risk of notes receivable and accounts receivable is provided in Note 12(2), "Financial instruments".
- (4) Transfer of financial assets

- A. Transferred financial assets that are derecognized in their entirety

The Group entered into a factoring agreement with China Construction Bank and Ping An Bank to sell its notes receivable. Under the agreement, the Group is not obligated to bear the default risk of the transferred notes receivable, but is liable for the losses incurred on any business dispute. The Group does not have any continuing involvement in the transferred notes receivable. As of December 31, 2025 and 2024, the Group derecognized the transferred notes receivable, and the related information is as follows:

December 31, 2025				
Purchase of notes receivable	Notes receivable transferred	Amount derecognized	Amount advanced	Interest rate of amount advanced
China Construction Bank	\$ 147,582	\$ 147,582	\$ 147,582	(Note)
Ping An Bank	68,365	68,365	68,365	0.27%~0.77%
	<u>\$ 215,947</u>	<u>\$ 215,947</u>	<u>\$ 215,947</u>	

December 31, 2024				
Purchase of notes receivable	Notes receivable transferred	Amount derecognized	Amount advanced	Interest rate of amount advanced
China Construction Bank	<u>\$ 103,889</u>	<u>\$ 103,889</u>	<u>\$ 103,889</u>	(Note)

(Note) The financial expense when transferring the derecognized notes receivable was not borne by the Group.

B. Transferred financial assets that are not derecognized in their entirety

- (a) The Group entered into a factoring agreement with Bank of China to sell its notes receivable. Under the agreement, the Group is obligated to provide guarantees for the default risk of the transferred notes receivable. Therefore, the Group did not derecognize these notes receivable in their entirety. Related advance payments are listed under “short-term borrowings”.
- (b) As of December 31, 2025 and 2024, the information on transferred notes receivable continued to be recognized by the Group is as follows:

	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Carrying amount / fair value of transferred notes receivable	<u>\$ 32,918</u>	<u>\$ 118,025</u>
Carrying amount / fair value of advanced payments	<u>\$ 32,918</u>	<u>\$ 118,025</u>

- C. The Group has recognized financial expense (listed under “Finance costs”) of \$2,457 and \$1,762 when transferring the notes receivable for the years ended December 31, 2025 and 2024, respectively.

(5) Inventories

	December 31, 2025		
	Cost	Allowance for price decline of inventories	Carrying amount
Raw materials	\$ 1,404,245	(\$ 18,087)	\$ 1,386,158
Raw materials in transit	15,580	( 315)	15,265
Supplies	581,420	( 45)	581,375
Supplies in transit	3,555	-	3,555
Work in process	630,468	( 14,809)	615,659
Finished goods	1,733,799	( 78,085)	1,655,714
	<u>\$ 4,369,067</u>	<u>(\$ 111,341)</u>	<u>\$ 4,257,726</u>

  

	December 31, 2024		
	Cost	Allowance for price decline of inventories	Carrying amount
Raw materials	\$ 1,358,783	(\$ 13,038)	\$ 1,345,745
Raw materials in transit	67,452	( 404)	67,048
Supplies	590,694	( 6,448)	584,246
Supplies in transit	2,028	-	2,028
Work in process	1,033,277	( 23,690)	1,009,587
Finished goods	1,394,768	( 51,301)	1,343,467
	<u>\$ 4,447,002</u>	<u>(\$ 94,881)</u>	<u>\$ 4,352,121</u>

The cost of inventories recognized as expense for the year:

	For the years ended December 31,	
	2025	2024
Cost of goods sold	\$ 39,498,352	\$ 39,796,548
Provision (reversal of allowance) for inventory market price decline (Note)	15,988 (	104,190)
Loss on disposal of inventory	5,464	37,631
Revenue from sale of scraps	( 310,715) (	311,976)
Indemnities	( 22,659) (	33,618)
	<u>\$ 39,186,430</u>	<u>\$ 39,384,395</u>

(Note) For the year ended December 31, 2024, the Group reversed a previous inventory write-down as a result of the subsequent sales of inventories which were previously provided with allowance.

(6) Financial assets at fair value through other comprehensive income – non-current

<u>Items</u>	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Equity instruments		
Listed stocks	\$ 378,917	\$ 378,917
Valuation adjustment	( 278,643)	( 285,538)
	<u>\$ 100,274</u>	<u>\$ 93,379</u>

- A. The Group has elected to classify listed stocks that are considered to be strategic investment as financial assets at fair value through other comprehensive income. The fair value of such investments was approximately its carrying amount as of December 31, 2025 and 2024.
- B. Amounts recognized in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	<u>For the years ended December 31,</u>	
	<u>2025</u>	<u>2024</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognized in other comprehensive income (loss)	\$ 6,895	(\$ 25,402)
Dividend income recognized in profit (listed under “Other income”)	\$ 3,832	\$ 4,388

- C. The Group has no financial assets at fair value through other comprehensive income pledged to others as collateral as of December 31, 2025 and 2024.
- D. Information relating to credit risk of financial assets at fair value through other comprehensive income is provided in Note 12(2), “Financial instruments”.

(7) Property, plant and equipment

	Land	Buildings	Machinery		Transportation equipment	Office equipment		Other equipment		Equipment under installation and construction	Total
			Owner-occupied	Lease		Owner-occupied	Lease	Owner-occupied	Lease	in progress	
<u>January 1, 2025</u>											
Cost	\$ 615,892	\$ 11,194,797	\$ 49,313,124	\$ 932,914	\$ 281,115	\$ 220,492	\$ 2,099	\$ 6,472,039	\$ 2,905	\$ 917,098	\$ 69,952,475
Accumulated depreciation	-	( 6,517,614)	( 40,226,089)	( 856,948)	( 256,009)	( 207,848)	( 1,906)	( 5,599,314)	( 2,905)	-	( 53,668,633)
Accumulated impairment	-	-	( 44,915)	( 17,966)	-	-	-	-	-	-	( 62,881)
	<u>\$ 615,892</u>	<u>\$ 4,677,183</u>	<u>\$ 9,042,120</u>	<u>\$ 58,000</u>	<u>\$ 25,106</u>	<u>\$ 12,644</u>	<u>\$ 193</u>	<u>\$ 872,725</u>	<u>\$ -</u>	<u>\$ 917,098</u>	<u>\$ 16,220,961</u>
<u>For the year ended December 31, 2025</u>											
At January 1	\$ 615,892	\$ 4,677,183	\$ 9,042,120	\$ 58,000	\$ 25,106	\$ 12,644	\$ 193	\$ 872,725	\$ -	\$ 917,098	\$ 16,220,961
Additions - Cost	-	18,090	176,578	-	1,809	4,013	-	182,028	-	720,692	1,103,210
Transferred - Cost (Note)	-	222,964	1,661,662	-	5,887	46	-	225,605	-	( 934,694)	1,181,470
Transferred - Accumulated depreciation (Note)	-	-	-	-	( 146)	-	-	-	-	-	( 146)
Depreciation	-	( 275,579)	( 1,976,017)	( 15,458)	( 7,425)	( 5,850)	-	( 294,881)	-	-	( 2,575,210)
Disposal - Cost	-	( 19,642)	( 281,635)	-	( 8,559)	( 4,803)	-	( 161,430)	-	-	( 476,069)
Disposal - Accumulated depreciation	-	16,118	247,653	-	8,314	4,767	-	147,841	-	-	424,693
Net currency exchange differences	-	( 2,119)	( 35,411)	( 509)	( 355)	( 203)	-	( 6,802)	-	1,095	( 44,304)
At December 31	<u>\$ 615,892</u>	<u>\$ 4,637,015</u>	<u>\$ 8,834,950</u>	<u>\$ 42,033</u>	<u>\$ 24,631</u>	<u>\$ 10,614</u>	<u>\$ 193</u>	<u>\$ 965,086</u>	<u>\$ -</u>	<u>\$ 704,191</u>	<u>\$ 15,834,605</u>
<u>December 31, 2025</u>											
Cost	\$ 615,892	\$ 11,422,418	\$ 50,888,106	\$ 934,199	\$ 279,557	\$ 220,044	\$ 2,102	\$ 6,722,566	\$ 2,909	\$ 704,191	\$ 71,791,984
Accumulated depreciation	-	( 6,785,403)	( 42,008,179)	( 874,175)	( 254,926)	( 209,430)	( 1,909)	( 5,757,480)	( 2,909)	-	( 55,894,411)
Accumulated impairment	-	-	( 44,977)	( 17,991)	-	-	-	-	-	-	( 62,968)
	<u>\$ 615,892</u>	<u>\$ 4,637,015</u>	<u>\$ 8,834,950</u>	<u>\$ 42,033</u>	<u>\$ 24,631</u>	<u>\$ 10,614</u>	<u>\$ 193</u>	<u>\$ 965,086</u>	<u>\$ -</u>	<u>\$ 704,191</u>	<u>\$ 15,834,605</u>

(Note) Including transfers from prepayments for business facilities and right-of-use assets.

	Land	Buildings	Machinery		Transportation equipment	Office equipment		Other equipment		Equipment under installation and construction	Total
			Owner-occupied	Lease		Owner-occupied	Lease	Owner-occupied	Lease	in progress	
<u>January 1, 2024</u>											
Cost	\$ 615,892	\$ 10,950,299	\$ 48,369,685	\$ 898,255	\$ 279,510	\$ 214,286	\$ 2,021	\$ 6,188,146	\$ 2,797	\$ 60,678	\$ 67,581,569
Accumulated depreciation	-	( 6,154,628)	( 37,795,912)	( 808,622)	( 250,778)	( 196,937)	( 1,836)	( 5,270,883)	( 2,797)	-	( 50,482,393)
Accumulated impairment	-	-	( 43,247)	( 17,298)	-	-	-	-	-	-	( 60,545)
	<u>\$ 615,892</u>	<u>\$ 4,795,671</u>	<u>\$ 10,530,526</u>	<u>\$ 72,335</u>	<u>\$ 28,732</u>	<u>\$ 17,349</u>	<u>\$ 185</u>	<u>\$ 917,263</u>	<u>\$ -</u>	<u>\$ 60,678</u>	<u>\$ 17,038,631</u>
<u>For the year ended December 31, 2024</u>											
At January 1	\$ 615,892	\$ 4,795,671	\$ 10,530,526	\$ 72,335	\$ 28,732	\$ 17,349	\$ 185	\$ 917,263	\$ -	\$ 60,678	\$ 17,038,631
Additions - Cost	-	13,397	32,345	-	92	1,478	-	103,282	-	396,043	546,637
Transferred - Cost (Note)	-	5,739	197,722	-	3,006	225	-	113,074	-	458,532	778,298
Depreciation	-	( 274,839)	( 1,980,064)	( 17,012)	( 7,465)	( 6,958)	-	( 275,622)	-	-	( 2,561,960)
Disposal - Cost	-	( 505)	( 80,120)	-	( 3,620)	( 3,572)	-	( 53,060)	-	-	( 140,877)
Disposal - Accumulated depreciation	-	505	66,156	-	3,602	3,511	-	49,408	-	-	123,182
Net currency exchange differences	-	137,215	275,555	2,677	759	611	8	18,380	-	1,845	437,050
At December 31	<u>\$ 615,892</u>	<u>\$ 4,677,183</u>	<u>\$ 9,042,120</u>	<u>\$ 58,000</u>	<u>\$ 25,106</u>	<u>\$ 12,644</u>	<u>\$ 193</u>	<u>\$ 872,725</u>	<u>\$ -</u>	<u>\$ 917,098</u>	<u>\$ 16,220,961</u>
<u>December 31, 2024</u>											
Cost	\$ 615,892	\$ 11,194,797	\$ 49,313,124	\$ 932,914	\$ 281,115	\$ 220,492	\$ 2,099	\$ 6,472,039	\$ 2,905	\$ 917,098	\$ 69,952,475
Accumulated depreciation	-	( 6,517,614)	( 40,226,089)	( 856,948)	( 256,009)	( 207,848)	( 1,906)	( 5,599,314)	( 2,905)	-	( 53,668,633)
Accumulated impairment	-	-	( 44,915)	( 17,966)	-	-	-	-	-	-	( 62,881)
	<u>\$ 615,892</u>	<u>\$ 4,677,183</u>	<u>\$ 9,042,120</u>	<u>\$ 58,000</u>	<u>\$ 25,106</u>	<u>\$ 12,644</u>	<u>\$ 193</u>	<u>\$ 872,725</u>	<u>\$ -</u>	<u>\$ 917,098</u>	<u>\$ 16,220,961</u>

(Note) Including transfers from prepayments for business facilities.

- A. Amount of borrowing costs capitalized as part of prepayment for business facilities and the range of the interest rates for such capitalization are as follows:

	For the years ended December 31,	
	2025	2024
Amount capitalized	\$ 3,672	\$ 1,383
Range of interest rates	2.07%~2.77%	1.88%~2.09%

- B. The Group did not pledge property, plant and equipment as collateral as of December 31, 2025 and 2024.

(8) Leasing arrangements—lessee

- A. The Group leases various assets including land, buildings and forklifts. Rental contracts are typically made for periods of 1 to 50 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. Additionally, under the lease agreement for land, the Group has obligations for the restoration of the assets upon termination of the lease, for more information relating to provisions, refer to Note 6(14), “Provisions - non-current”.

- B. Low-value assets are comprised of multifunction printers.

- C. The carrying amount of right-of-use assets and the depreciation are as follows:

	December 31, 2025	December 31, 2024
	Carrying amount	Carrying amount
Land	\$ 748,227	\$ 781,369
Buildings	1,378,828	729,903
Transportation equipment	1,405	645
	<u>\$ 2,128,460</u>	<u>\$ 1,511,917</u>

  

	For the years ended December 31,	
	2025	2024
	Depreciation	Depreciation
Land	\$ 30,856	\$ 31,088
Buildings	223,233	233,040
Transportation equipment	196	85
	<u>\$ 254,285</u>	<u>\$ 264,213</u>

- D. For the years ended December 31, 2025 and 2024, the additions and remeasurement of right-of-use assets were \$890,332 and \$51,204, respectively.

E. The information on profit or loss relating to lease contracts is as follows:

	For the years ended December 31,	
	2025	2024
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 57,217	\$ 45,837
Expense on leases of low-value assets	197	235
Loss (gain) from lease modification	797 (	7,247)

F. For the years ended December 31, 2025 and 2024, the Group's total cash outflow for leases were \$282,975 and \$290,375, respectively.

(9) Leasing arrangements—lessor

A. The Group leases various assets including buildings and machineries (listed under “Property, plant and equipment” and “Investment property, net”). Rental contracts are typically made for periods of 1 to 19 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

B. For the years ended December 31, 2025 and 2024, the Group recognized rent income (listed under “Other income”) in the amounts of \$44,994 and \$40,305, respectively, based on the operating lease agreement.

C. The maturity date analysis of the unrealized lease payments of the Group under operating leases is as follows:

	December 31, 2025	December 31, 2024
Within 1 year	\$ 40,842	\$ 45,477
1 to 2 years	28,003	40,522
2 to 3 years	18,501	27,914
3 to 4 years	3,438	18,476
4 to 5 years	426	3,434
Over 5 years	5,541	5,967
	<u>\$ 96,751</u>	<u>\$ 141,790</u>

(10) Investment property, net

	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
<u>January 1, 2025</u>			
Cost	\$ 1,532	\$ 149,180	\$ 150,712
Accumulated depreciation	-	( 70,541)	( 70,541)
Accumulated impairment	( 1,100)	-	( 1,100)
	<u>\$ 432</u>	<u>\$ 78,639</u>	<u>\$ 79,071</u>
 <u>For the year ended December 31, 2025</u>			
At January 1	\$ 432	\$ 78,639	\$ 79,071
Depreciation	-	( 6,476)	( 6,476)
Net currency exchange differences	-	( 138)	( 138)
At December 31	<u>\$ 432</u>	<u>\$ 72,025</u>	<u>\$ 72,457</u>
 <u>December 31, 2025</u>			
Cost	\$ 1,532	\$ 149,385	\$ 150,917
Accumulated depreciation	-	( 77,360)	( 77,360)
Accumulated impairment	( 1,100)	-	( 1,100)
	<u>\$ 432</u>	<u>\$ 72,025</u>	<u>\$ 72,457</u>
	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
<u>January 1, 2024</u>			
Cost	\$ 1,532	\$ 143,638	\$ 145,170
Accumulated depreciation	-	( 61,457)	( 61,457)
Accumulated impairment	( 1,100)	-	( 1,100)
	<u>\$ 432</u>	<u>\$ 82,181</u>	<u>\$ 82,613</u>
 <u>For the year ended December 31, 2024</u>			
At January 1	\$ 432	\$ 82,181	\$ 82,613
Depreciation	-	( 6,669)	( 6,669)
Net currency exchange differences	-	3,127	3,127
At December 31	<u>\$ 432</u>	<u>\$ 78,639</u>	<u>\$ 79,071</u>
 <u>December 31, 2024</u>			
Cost	\$ 1,532	\$ 149,180	\$ 150,712
Accumulated depreciation	-	( 70,541)	( 70,541)
Accumulated impairment	( 1,100)	-	( 1,100)
	<u>\$ 432</u>	<u>\$ 78,639</u>	<u>\$ 79,071</u>

- A. Rental income from the lease of the investment property and direct operating expenses arising from the investment property are shown below:

	For the years ended December 31,	
	2025	2024
Rental income from the lease of the investment property	\$ 17,411	\$ 17,930
Direct operating expenses arising from the investment property that generated rental income during the year	\$ 9,812	\$ 10,104

- B. The fair values of the investment property held by the Group as of December 31, 2025 and 2024 were \$139,156 and \$74,600, respectively, which were categorized within Level 2 and Level 3 in the fair value hierarchy. Land is valued according to Current Land Value announced by the Department of Land Administration. Buildings are valued based on discounted recoverable amounts of future rent income.

- C. As of December 31, 2025 and 2024, no investment property held by the Group was pledged to others as collateral.

(11) Intangible assets

	For the years ended December 31,	
	2025	2024
<u>Computer Software</u>		
<u>January 1</u>		
Cost	\$ 9,452	\$ 24,337
Accumulated amortization	( 6,385)	( 20,603)
	<u>\$ 3,067</u>	<u>\$ 3,734</u>
At January 1	\$ 3,067	\$ 3,734
Amortization	( 729)	( 806)
Disposal - Cost	( 733)	( 15,824)
Disposal - Accumulated amortization	733	15,824
Net currency exchange differences	( 23)	139
At December 31	<u>\$ 2,315</u>	<u>\$ 3,067</u>
<u>December 31</u>		
Cost	\$ 8,732	\$ 9,452
Accumulated amortization	( 6,417)	( 6,385)
	<u>\$ 2,315</u>	<u>\$ 3,067</u>

- A. No borrowing costs were capitalized as part of intangible assets for the years ended December 31, 2025 and 2024.

B. Details of amortization on intangible assets are as follows:

	For the years ended December 31,	
	2025	2024
Operating costs	\$ 194	\$ 200
Selling expenses	36	36
Administrative expenses	499	570
	<u>\$ 729</u>	<u>\$ 806</u>

C. The Group had no intangible assets pledged as collateral as of December 31, 2025 and 2024.

(12) Short-term borrowings

Nature	December 31, 2025	Range of interest rates	Collateral
Unsecured bank borrowings	\$ 1,533,049	1.62%~4.81%	None
Secured bank borrowings	32,918	0.55%~1.06%	Notes receivable
	<u>\$ 1,565,967</u>		

  

Nature	December 31, 2024	Range of interest rates	Collateral
Unsecured bank borrowings	\$ 2,379,237	1.60%~5.63%	None
Secured bank borrowings	118,025	0.75%~1.30%	Notes receivable
	<u>\$ 2,497,262</u>		

A. For more information about interest expenses recognized by the Group for the years ended December 31, 2025 and 2024, refer to Note 6(23), “Finance costs”.

B. For information on the terms and conditions of all the loan contracts the Group entered into with financial institutions, refer to Note 9, “Significant contingent liabilities and unrecognized contract commitments”.

(13) Long-term borrowings

Nature	Range of maturity dates	Range of interest rates	Collateral	December 31, 2025
Unsecured bank borrowings	2027. 2. 7~ 2028. 6. 9	1.84%~2.00%	None	<u>\$ 2,900,000</u>

  

Nature	Range of maturity dates	Range of interest rates	Collateral	December 31, 2024
Unsecured bank borrowings	2026. 1. 28~ 2027. 12. 3	1.81%~2.00%	None	<u>\$ 3,750,000</u>

A. For more information about interest expenses recognized by the Group for the years ended December 31, 2025 and 2024, refer to Note 6(23), “Finance costs”.

B. For information on the terms and conditions of all the loan contracts the Group entered into with financial institutions, refer to Note 9, “Significant contingent liabilities and unrecognized contract commitments”.

(14) Provisions - non-current

<u>Decommissioning liabilities</u>	For the years ended December 31,	
	2025	2024
At January 1	\$ 87,468	\$ 85,858
Unwinding of discount	1,640	1,610
At December 31	<u>\$ 89,108</u>	<u>\$ 87,468</u>

According to the policy published, applicable agreement or the law and regulation, the Group has obligations to restore certain property, plant and equipment located in Yong-Kang District, Tainan City in the future. A provision is recognized for the present value of costs to be incurred for dismantling, removing the asset and restoring the site. It is expected that the provision will be settled within 50 years from the beginning of contract.

(15) Pensions

A. The Company has a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees’ service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company contributes monthly an amount equal to 3% of the employees’ monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. The rate was 6% and was reduced to 3% since April 2024 as approved by the Bureau of Labor Affairs, Tainan City Government on April 18, 2024. Also, the Company would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company will make contributions to cover the deficit by next March.

a. The amounts recognized in the balance sheet are as follows:

	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Present value of defined benefit obligations	(\$ 1,405,673)	(\$ 1,344,705)
Fair value of plan assets	<u>1,618,909</u>	<u>1,523,617</u>
Net defined benefit assets - non-current	<u>\$ 213,236</u>	<u>\$ 178,912</u>

b. Movements in net defined benefit assets - non-current are as follows:

	Present value of defined benefit obligations	Fair value of plan assets	Net defined benefit assets
<u>For the year ended December 31, 2025</u>			
At January 1	(\$ 1,344,705)	\$ 1,523,617	\$ 178,912
Current service cost	( 6,214)	-	( 6,214)
Interest (expense) income	( 23,248)	26,527	3,279
	<u>( 1,374,167)</u>	<u>1,550,144</u>	<u>175,977</u>
Remeasurements:			
Return on plan assets (excluding amounts included in interest income or expense)	-	104,777	104,777
Change in financial assumptions	( 13,705)	-	( 13,705)
Experience adjustments	( 68,513)	-	( 68,513)
	<u>( 82,218)</u>	<u>104,777</u>	<u>22,559</u>
Pension fund contribution	-	14,700	14,700
Paid pension	50,712	( 50,712)	-
At December 31	<u>(\$ 1,405,673)</u>	<u>\$ 1,618,909</u>	<u>\$ 213,236</u>
	Present value of defined benefit obligations	Fair value of plan assets	Net defined benefit assets
<u>For the year ended December 31, 2024</u>			
At January 1	(\$ 1,356,722)	\$ 1,416,095	\$ 59,373
Current service cost	( 8,169)	-	( 8,169)
Interest (expense) income	( 21,706)	22,975	1,269
	<u>( 1,386,597)</u>	<u>1,439,070</u>	<u>52,473</u>
Remeasurements:			
Return on plan assets (excluding amounts included in interest income or expense)	-	121,189	121,189
Change in financial assumptions	14,748	-	14,748
Experience adjustments	( 36,248)	-	( 36,248)
	<u>( 21,500)</u>	<u>121,189</u>	<u>99,689</u>
Pension fund contribution	-	19,883	19,883
Paid pension	63,392	( 56,525)	6,867
At December 31	<u>(\$ 1,344,705)</u>	<u>\$ 1,523,617</u>	<u>\$ 178,912</u>

- c. The Bank of Taiwan was commissioned to manage the Fund of the Company's defined benefit pension plan in accordance with the Fund's annual investment and utilization plan and the "Regulations for Revenues, Expenditures, Safeguard and Utilization of the Labor Retirement Fund" (Article 6: The scope of utilization for the Fund includes deposit in domestic or foreign financial institutions, investment in domestic or foreign listed, over-the-counter, or private placement equity securities, investment in domestic or foreign real estate securitization products, etc.). With regard to the utilization of the Fund, its minimum earnings in the annual distributions on the final financial statements shall be no less than the earnings attainable from the amounts accrued from two-year time deposits with the interest rates offered by local banks. If the earnings is less than aforementioned rates, government shall make payment for the deficit after being authorized by the Regulator. The Company has no right to participate in managing and operating that fund and hence the Company is unable to disclose the classification of plan assets fair value in accordance with IAS 19 paragraph 142. The composition of fair value of plan assets as of December 31, 2025 and 2024 is given in the Annual Labor Retirement Fund Utilization Report announced by the government.
- d. The principal actuarial assumptions used were as follows:

	For the years ended December 31,	
	2025	2024
Discount rate	1.625%	1.75%
Future salary increase rate	3.00%	3.00%

Future mortality rate was estimated based on the 6th Taiwan Standard Ordinary Experience Mortality Table for the years ended December 31, 2025 and 2024.

Because the main actuarial assumption changed, the present value of defined benefit obligation is affected. The analysis was as follows:

	Discount rate		Future salary increase rate	
	Increase	Decrease	Increase	Decrease
	0.25%	0.25%	0.25%	0.25%
<u>December 31, 2025</u>				
Effect on present value of defined benefit obligation	(\$ 27,222)	\$ 27,986	\$ 26,838	(\$ 26,247)
<u>December 31, 2024</u>				
Effect on present value of defined benefit obligation	(\$ 28,848)	\$ 29,718	\$ 28,643	(\$ 27,955)

The sensitivity analysis above was arrived at based on one assumption which changed while the other conditions remain unchanged. In practice, more than one assumption may change all at once. The method of analyzing sensitivity and the method of calculating net pension liability in the balance sheet are the same. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the previous period.

e. Expected contributions to the defined benefit pension plan of the Company for the year ending December 31, 2026 amount to \$13,008.

f. As of December 31, 2025, the weighted average duration of the retirement plan is 10 years. The analysis of timing of the future pension payment was as follows:

Within 1 year	\$	53,050
2 to 5 years		337,447
6 to 10 years		539,289
	\$	<u>929,786</u>

B. Effective July 1, 2005, the Company has established a defined contribution pension plan (the “New Plan”) under the Labor Pension Act, covering all regular employees with R.O.C. nationality. Under the New Plan, the Company contributes monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment. The Group’s subsidiaries have defined contribution plans. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations are based on certain percentage of employees’ monthly salaries and wages. Other than the monthly contributions, the Group has no further obligations. The pension costs under the defined contribution pension plans of the Group (listed under “Operating cost” and “Operating expense”) for the years ended December 31, 2025 and 2024 were \$ 244,729 and \$232,719, respectively.

(16) Share capital - Common stock

A. Movements in the number of the Company’s ordinary shares outstanding are as follows (in thousands of shares):

	<u>For the years ended December 31,</u>	
	<u>2025</u>	<u>2024</u>
Beginning and ending balance	<u>1,579,145</u>	<u>1,579,145</u>

B. As of December 31, 2025, the Company’s authorized capital was \$17,847,009, and the paid-in capital was \$15,791,453, consisting of 1,579,145 thousand shares of ordinary stock with a par value of \$10 (in dollars) per share. All proceeds from shares issued have been collected.

(17) Capital surplus

Pursuant to the R.O.C. Company Act, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to offset accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Law requires that the amount of capital surplus to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit after the legal reserve is used.

Movement of the Company's capital surplus for the years ended December 31, 2025 and 2024 are as follows:

	For the year ended December 31, 2025				
	Share premium	Treasury share transactions	Donations	Others	Total
At January 1	\$ 58,271	\$ 169,088	\$ 819	\$ 4,890	\$ 233,068
Payment of unpaid cash dividends from previous years transferred to capital surplus	-	-	-	(34)	(34)
At December 31	<u>\$ 58,271</u>	<u>\$ 169,088</u>	<u>\$ 819</u>	<u>\$ 4,856</u>	<u>\$ 233,034</u>
	For the year ended December 31, 2024				
	Share premium	Treasury share transactions	Donations	Others	Total
At January 1	\$ 58,271	\$ 169,088	\$ 819	\$ 4,408	\$ 232,586
Non-payment of expired cash dividends from previous years transferred to capital surplus	-	-	-	534	534
Payment of unpaid cash dividends from previous years transferred to capital surplus	-	-	-	(52)	(52)
At December 31	<u>\$ 58,271</u>	<u>\$ 169,088</u>	<u>\$ 819</u>	<u>\$ 4,890</u>	<u>\$ 233,068</u>

(18) Retained earnings

A. According to the Articles of Incorporation of the Company, the current year's earnings, if any, shall first be used to pay all taxes and offset prior years' operating losses and then 10% of the remaining amount shall be set aside as legal reserve and special reserve shall be set aside or reversed in accordance with related regulations until the accumulated legal capital reserve equals paid-in capital. The remaining amount plus the accumulated unappropriated earnings from prior years is the accumulated distributable earnings. Of the amount to be distributed by the Company, shareholders' dividends shall comprise 50% to 100% of the accumulated distributable earnings and cash dividends shall not be lower than 30% of the total dividends distributed. The appropriation of earnings shall be proposed by the Board of Directors and resolved by the shareholders.

- B. The legal reserve shall be exclusively used to offset against accumulated deficit, to issue new stocks or distribute cash to shareholders in proportion to their share ownership. The use of legal reserve for the issuance of stocks or cash dividends to shareholders in proportion to their share ownership is permitted provided that the balance of such reserve exceeds 25% of the Company's paid-in capital.
- C. Special reserve
- In accordance with the regulations, the Company shall set aside special reserve arising from the debit balances in other equity items at the balance sheet date before distributing earnings. When debit balances in other equity items are reversed subsequently, an equal amount could be included in the distributable earnings.
  - The amounts previously set aside by the Company as special reserve of \$826,453 on initial application of IFRSs in accordance with Jin-Guan-Zheng-Fa-Zi Letter No. 1090150022, dated March 31, 2021, shall be reversed proportionately when the relevant assets, those other than land, are used, disposed of or reclassified subsequently. Such amounts are reversed upon disposal or reclassified if the assets are investment property of land, and reversed over the use period if the assets are investment property other than land.
- D. The appropriations of 2024 and 2023 earnings were resolved by the shareholders on June 18, 2025 and June 21, 2024, respectively, as follows:

	2024		2023	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Appropriation for legal reserve	<u>\$ 161,251</u>		<u>\$ 71,752</u>	
(Reversal of) appropriation for special reserve	<u>(\$ 675,410)</u>		<u>\$ 486,137</u>	
Distribution of cash dividends	<u>\$1,531,771</u>	<u>\$ 0.97</u>	<u>\$ 473,743</u>	<u>\$ 0.30</u>

- E. The appropriations of 2025 earnings were proposed by the Board of Directors on March 3, 2026 as follows:

	2025	
	Amount	Dividends per share (in dollars)
Appropriation for legal reserve	<u>\$ 217,035</u>	
Reversal of special reserve	<u>(\$ 1,634)</u>	
Distribution of cash dividends	<u>\$1,863,392</u>	<u>\$ 1.18</u>

(19) Operating revenue

	For the years ended December 31,	
	2025	2024
Revenue from contracts with customers	<u>\$ 45,638,485</u>	<u>\$ 44,859,298</u>

A. Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods at a point in time in the following major products:

	For the years ended December 31,	
	2025	2024
Products of Tinline	\$ 24,261,691	\$ 23,635,590
Products of Plastic pack (including filling)	19,458,350	19,818,523
Others	1,918,444	1,405,185
	<u>\$ 45,638,485</u>	<u>\$ 44,859,298</u>

B. The Group has recognized the following revenue-related contract liabilities:

	December 31, 2025	December 31, 2024	January 1, 2024
Contract liabilities – current	<u>\$ 54,835</u>	<u>\$ 56,605</u>	<u>\$ 109,307</u>

Revenue recognized that was included in the contract liability balance at the beginning of the years ended December 31, 2025 and 2024 were \$50,504 and \$103,830, respectively.

(20) Interest income

	For the years ended December 31,	
	2025	2024
Interest income from bank deposits	<u>\$ 44,055</u>	<u>\$ 57,602</u>

(21) Other income

	For the years ended December 31,	
	2025	2024
Rental income	\$ 44,994	\$ 40,305
Dividend income	3,832	4,388
Government grants	30,955	18,899
Other income	30,184	29,897
	<u>\$ 109,965</u>	<u>\$ 93,489</u>

(22) Other gains and losses

	For the years ended December 31,	
	2025	2024
Net (loss) profit on financial assets at fair value through profit or loss	(\$ 3,614)	\$ 757
Net loss on disposal of property, plant and equipment	( 2,706)	( 6,944)
(Loss) gain from lease modifications	( 797)	7,247
Depreciation of investment property	( 6,476)	( 6,669)
Net currency exchange (loss) gain	( 35,684)	72,613
Other losses	( 10,370)	( 16,626)
	<u>(\$ 59,647)</u>	<u>\$ 50,378</u>

(23) Finance costs

	For the years ended December 31,	
	2025	2024
Interest expense:		
Bank borrowings	\$ 128,556	\$ 156,768
Interest expense on lease liabilities	57,217	45,837
Financial expense of transferred notes receivable	2,457	1,762
Provisions – unwinding of discount	1,640	1,610
	<u>189,870</u>	<u>205,977</u>
Less: Capitalization of qualifying assets	( 3,672)	( 1,383)
	<u>\$ 186,198</u>	<u>\$ 204,594</u>

(24) Expenses by nature

	For the year ended December 31, 2025		
	Operating cost	Operating expense	Total
Employee benefit expenses	<u>\$ 2,325,625</u>	<u>\$ 1,040,345</u>	<u>\$ 3,365,970</u>
Depreciation	<u>\$ 2,510,475</u>	<u>\$ 319,020</u>	<u>\$ 2,829,495</u>
Amortization	<u>\$ 194</u>	<u>\$ 535</u>	<u>\$ 729</u>
	For the year ended December 31, 2024		
	Operating cost	Operating expense	Total
Employee benefit expenses	<u>\$ 2,255,889</u>	<u>\$ 948,134</u>	<u>\$ 3,204,023</u>
Depreciation	<u>\$ 2,497,642</u>	<u>\$ 328,531</u>	<u>\$ 2,826,173</u>
Amortization	<u>\$ 200</u>	<u>\$ 606</u>	<u>\$ 806</u>

(25) Employee benefit expenses

	For the year ended December 31, 2025		
	<u>Operating cost</u>	<u>Operating expense</u>	<u>Total</u>
Wages and salaries	\$ 1,772,197	\$ 813,905	\$ 2,586,102
Labor and health insurance expenses	165,744	54,364	220,108
Pension costs	189,351	58,313	247,664
Other personnel expenses	198,333	113,763	312,096
	<u>\$ 2,325,625</u>	<u>\$ 1,040,345</u>	<u>\$ 3,365,970</u>

  

	For the year ended December 31, 2024		
	<u>Operating cost</u>	<u>Operating expense</u>	<u>Total</u>
Wages and salaries	\$ 1,722,929	\$ 733,736	\$ 2,456,665
Labor and health insurance expenses	158,190	50,632	208,822
Pension costs	183,221	56,398	239,619
Other personnel expenses	191,549	107,368	298,917
	<u>\$ 2,255,889</u>	<u>\$ 948,134</u>	<u>\$ 3,204,023</u>

- A. According to the amended Articles of Incorporation of the Company resolved by the shareholders on June 18, 2025, a ratio of current year's earnings, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall not be less than 2% for employees' compensation, of which at least 60% shall be allocated for rank-and-file employees and shall not be higher than 2% for directors' remuneration. Before the amendments, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall not be lower than 2% for employees' compensation and shall not be higher than 2% for directors' remuneration.
- B. For the years ended December 31, 2025 and 2024, employees' compensation and directors' remuneration were recognized based on the profit of current year distributable and the percentage specified in the Articles of Incorporation of the Company. The amounts recognized in salary expense are as follows:

	For the years ended December 31,	
	<u>2025</u>	<u>2024</u>
Employees' compensation	\$ 127,681	\$ 89,704
Directors' remuneration	\$ 39,099	\$ 38,221

The employees' compensation and directors' remuneration for 2025 and 2024 resolved by the Board of Directors were in agreement with those amounts recognized in the 2025 and 2024 financial statements and the employees' compensation distributed in the form of cash.

Information about employees' compensation and directors' remuneration by the Company as proposed by the Board of Directors will be posted in the "Market Observation Post System" at the website of the Taiwan Stock Exchange.

(26) Income tax

A. Income tax expense

a. Components of income tax expense:

	For the years ended December 31,	
	2025	2024
Current income tax:		
Income tax incurred in current year	\$ 1,057,651	\$ 791,694
Over provision of prior year's income tax	( 2,328)	( 5,865)
	<u>1,055,323</u>	<u>785,829</u>
Deferred income tax:		
Origination and reversal of temporary differences	( 49,121)	( 19,166)
Income tax expense	<u>\$ 1,006,202</u>	<u>\$ 766,663</u>

b. The income tax relating to components of other comprehensive income is as follows:

	For the years ended December 31,	
	2025	2024
Remeasurement of defined benefit plan	\$ 4,512	\$ 19,938
Currency translation differences	( 812)	202
	<u>\$ 3,700</u>	<u>\$ 20,140</u>

B. Reconciliation between income tax expense and accounting profit:

	For the years ended December 31,	
	2025	2024
Tax calculated based on profit before tax and statutory tax rate	\$ 1,198,978	\$ 1,085,377
Effect from items disallowed by tax regulation	( 336,628)	( 379,696)
Tax losses and temporary differences not recognized as deferred income tax assets	146,180	66,847
Over provision of prior year's income tax	( 2,328)	( 5,865)
Income tax expense	<u>\$ 1,006,202</u>	<u>\$ 766,663</u>

C. Amounts of deferred income tax assets or liabilities recognized as a result of temporary differences and tax losses are as follows:

For the year ended December 31, 2025

	January 1	Recognized in profit or loss	Recognized in other comprehensive income	December 31
<b>Deferred income tax assets</b>				
Temporary differences:				
Unrealized sales returns and allowance	\$ 3,829	\$ 183	\$ -	\$ 4,012
Unrealized profit from sales	2,732	( 830)	-	1,902
Loss on doubtful debts	1,892	( 303)	-	1,589
Loss on inventories from market price decline	17,987	5,123	-	23,110
Depreciation	290,800	12,368	-	303,168
Unused compensated absences	7,723	1,098	-	8,821
Maintenance fees for machinery	32,356	9,438	-	41,794
Unrealized provision	17,494	328	-	17,822
Unrealized lease liabilities	198,932	142,224	-	341,156
Unrealized losses	15,720	22	-	15,742
Remeasurement of defined benefit plan	3,548	-	( 3,548)	-
Currency translation differences	1,560	-	812	2,372
Others	3,682	2,994	-	6,676
Tax losses	<u>596,866</u>	<u>(69,297)</u>	<u>-</u>	<u>527,569</u>
	<u>\$1,195,121</u>	<u>\$103,348</u>	<u>(\$ 2,736)</u>	<u>\$1,295,733</u>
<b>Deferred income tax liabilities</b>				
Temporary differences:				
Cost of land restoration	(\$ 2,164)	\$ 103	\$ -	(\$ 2,061)
Right-of-use assets	( 181,541)	( 139,741)	-	( 321,282)
Pensions	( 39,330)	( 2,353)	-	( 41,683)
Foreign investment income	( 73,466)	48,517	-	( 24,949)
Depreciation	( 470,659)	37,317	-	( 433,342)
Land value incremental tax	( 197,039)	-	-	( 197,039)
Unrealized gain on currency exchange	( 2,530)	1,778	-	( 752)
Unrealized gain on financial assets	( 152)	152	-	-
Remeasurement of defined benefit plan	-	-	( 964)	( 964)
	<u>(\$ 966,881)</u>	<u>(\$ 54,227)</u>	<u>(\$ 964)</u>	<u>(\$1,022,072)</u>
	<u>\$ 228,240</u>	<u>\$ 49,121</u>	<u>(\$ 3,700)</u>	<u>\$ 273,661</u>

For the year ended December 31, 2024

	<u>January 1</u>	<u>Recognized in profit or loss</u>	<u>Recognized in other comprehensive income</u>	<u>December 31</u>
Deferred income tax assets				
Temporary differences:				
Unrealized sales returns and allowance	\$ 4,362	(\$ 533)	\$ -	\$ 3,829
Unrealized profit from sales	-	2,732	-	2,732
Loss on doubtful debts	1,567	325	-	1,892
Loss on inventories from market price decline	39,398	( 21,411)	-	17,987
Depreciation	238,959	51,841	-	290,800
Unused compensated absences	7,643	80	-	7,723
Maintenance fees for machinery	15,049	17,307	-	32,356
Unrealized provision	17,172	322	-	17,494
Unrealized lease liabilities	251,822	(52,890)	-	198,932
Unrealized losses	15,838	( 118)	-	15,720
Remeasurement of defined benefit obligation	23,486	-	( 19,938)	3,548
Currency translation differences	1,762	-	( 202)	1,560
Others	4,648	( 966)	-	3,682
Tax losses	<u>549,149</u>	<u>47,717</u>	<u>-</u>	<u>596,866</u>
	<u>\$1,170,855</u>	<u>\$ 44,406</u>	<u>(\$ 20,140)</u>	<u>\$1,195,121</u>
Deferred income tax liabilities				
Temporary differences:				
Cost of land restoration	(\$ 2,267)	\$ 103	\$ -	(\$ 2,164)
Right-of-use assets	( 233,029)	51,488	-	( 181,541)
Unrealized loss from sales	( 1,982)	1,982	-	-
Pensions	( 35,360)	( 3,970)	-	( 39,330)
Foreign investment income	( 21,885)	( 51,581)	-	( 73,466)
Depreciation	( 450,079)	( 20,580)	-	( 470,659)
Land value incremental tax	( 197,039)	-	-	( 197,039)
Unrealized gain on currency exchange	-	( 2,530)	-	( 2,530)
Unrealized gain on financial assets	-	( 152)	-	( 152)
	<u>(\$ 941,641)</u>	<u>(\$ 25,240)</u>	<u>\$ -</u>	<u>(\$ 966,881)</u>
	<u>\$ 229,214</u>	<u>\$ 19,166</u>	<u>(\$ 20,140)</u>	<u>\$ 228,240</u>

D. Expiration dates of unused tax losses and amounts of unrecognized deferred income tax assets are as follows:

December 31, 2025				
Year incurred	Amount filed/ assessed	Unused amount	Unrecognized deferred income tax assets	Expiry year
2021~2025	<u>\$2,511,483</u>	<u>\$ 2,511,483</u>	<u>\$ 401,208</u>	2026~2030
December 31, 2024				
Year incurred	Amount filed/ assessed	Unused amount	Unrecognized deferred income tax assets	Expiry year
2020~2024	<u>\$2,556,178</u>	<u>\$ 2,556,178</u>	<u>\$ 168,714</u>	2025~2029

E. The Group did not recognize temporary differences arising from investment in overseas subsidiaries. As of December 31, 2025 and 2024, unrecognized deferred income tax liabilities were \$4,980,541 and \$4,857,456, respectively.

F. The Company's income tax returns through 2023 have been assessed and approved by the Tax Authority. As of March 3, 2026, there was no administrative lawsuit.

(27) Earnings per share

	For the year ended December 31, 2025		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	<u>\$ 2,152,307</u>	<u>1,579,145</u>	<u>\$ 1.36</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 2,152,307	1,579,145	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	<u>-</u>	<u>8,111</u>	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 2,152,307</u>	<u>1,587,256</u>	<u>\$ 1.36</u>

	For the year ended December 31, 2024		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,532,756	1,579,145	\$ 0.97
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 1,532,756	1,579,145	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	6,296	
Profit attributable to ordinary shareholders of the parent plus assumed conversion of all dilutive potential ordinary shares	\$ 1,532,756	1,585,441	\$ 0.97

(28) Supplemental cash flow information

A. Investing activities with partial cash payments:

a. Cash paid for acquisition of property, plant and equipment:

	For the years ended December 31,	
	<u>2025</u>	<u>2024</u>
Acquisition of property, plant and equipment	\$ 1,103,210	\$ 546,637
Add: Beginning balance of other payables	268,745	282,762
Beginning balance of other payables		
– related parties	-	2,414
Less: Ending balance of other payables	(287,300)	(268,745)
Cash paid for acquisition of property, plant and equipment	<u>\$ 1,084,655</u>	<u>\$ 563,068</u>

b. Cash paid for prepayments for business facilities:

	For the years ended December 31,	
	<u>2025</u>	<u>2024</u>
Increase in prepayments for business facilities	\$ 1,025,223	\$ 809,643
Add: Beginning balance of other payables	39,190	-
Less: Ending balance of other payables	(77,999)	(39,190)
Capitalization of interest	(3,672)	(1,383)
Cash paid for prepayments for business facilities	<u>\$ 982,742</u>	<u>\$ 769,070</u>

B. Investing activities with no cash flow effect:

	For the years ended December 31,	
	2025	2024
a. Prepayment for business facilities reclassified to prepayments	\$ 9,548	\$ -
b. Prepayment for business facilities reclassified to property, plant and equipment	\$ 1,180,740	\$ 778,298
c. Right-of-use assets reclassified to property, plant and equipment	\$ 584	\$ -

(29) Changes in liabilities from financing activities

For the year ended December 31, 2025	Short-term borrowings	Lease liabilities	Long-term borrowings	Others	Total liabilities from financing activities
At January 1	\$ 2,497,262	\$ 1,115,023	\$ 3,750,000	\$ 54,050	\$ 7,416,335
Changes in cash flow from financing activities	( 931,295)	( 225,561)	( 850,000)	( 1,531,979)	( 3,538,835)
Changes in other non-cash items	-	880,079	-	1,531,771	2,411,850
Impact of changes in foreign exchange rate	-	( 7,580)	-	-	( 7,580)
At December 31	\$ 1,565,967	\$ 1,761,961	\$ 2,900,000	\$ 53,842	\$ 6,281,770
For the year ended December 31, 2024	Short-term borrowings	Lease liabilities	Long-term borrowings	Others	Total liabilities from financing activities
At January 1	\$ 2,729,916	\$ 1,340,156	\$ 4,150,000	\$ 54,915	\$ 8,274,987
Changes in cash flow from financing activities	( 232,654)	( 244,303)	( 400,000)	( 474,608)	( 1,351,565)
Changes in other non-cash items	-	( 18,798)	-	473,743	454,945
Impact of changes in foreign exchange rate	-	37,968	-	-	37,968
At December 31	\$ 2,497,262	\$ 1,115,023	\$ 3,750,000	\$ 54,050	\$ 7,416,335

## 7. RELATED PARTY TRANSACTIONS

### (1) Parent and ultimate controlling party

The Company's parent company and the Group's ultimate parent company is Uni-President Enterprises Corp.. The ultimate controlling party of the Company is 45.55%.

### (2) Names of related parties and relationship

<u>Names of related parties</u>	<u>Relationship with the Group</u>
Uni-President Enterprises Corp.	Ultimate parent company
Taizhou President Enterprises Co., Ltd.	Parent company to entity with joint control or significant influence
Guangzhou President Enterprises Co., Ltd.	Parent company to entity with joint control or significant influence
President (Kunshan) Trading Co., Ltd.	Parent company to entity with joint control or significant influence
Beijing President Enterprises Drinks Co., Ltd.	Parent company to entity with joint control or significant influence
TTET Union Corp.	Parent company to entity with joint control or significant influence
Chengdu President Enterprises Food Co., Ltd.	Parent company to entity with joint control or significant influence
Zhanjiang President Enterprises Co., Ltd.	Parent company to entity with joint control or significant influence
Uni-President Enterprises (TianJin) Co., Ltd.	Parent company to entity with joint control or significant influence
Shanghai E & P Trading Co., Ltd.	Parent company to entity with joint control or significant influence
Wuhan President Packaging Ind. Corp.	Parent company to entity with joint control or significant influence
President Tokyo Corp.	Parent company to entity with joint control or significant influence
Daiwa Can Co., Ltd.	Entity to subsidiary-Wuxi Tonyi Daiwa Industrial Co., Ltd. with significant influence

(3) Significant transactions and balances with related parties

A. Sales

	For the years ended December 31,	
	2025	2024
Sales of goods:		
Ultimate parent company	\$ 40,190	\$ 42,484
Parent company to entities with joint control or significant influence		
Guangzhou President Enterprises Co., Ltd.	4,947,244	4,635,382
Others	16,100,749	15,885,334
	<u>\$ 21,088,183</u>	<u>\$ 20,563,200</u>

Sales price from related party is similar to that of a third party. The Group's collection terms for related parties are within 30~60 days of monthly statements, within 15~60 days after receipt of the invoice, and 40%~50% in advance, the remaining are within 30~45 days after receipt of the invoice. The collection terms are similar to those of third parties.

B. Purchases

	For the years ended December 31,	
	2025	2024
Purchases of goods:		
Parent company to entities with joint control or significant influence	\$ 3,283,313	\$ 3,230,951
Entity to subsidiary with significant influence	3,282	2,982
	<u>\$ 3,286,595</u>	<u>\$ 3,233,933</u>

Purchase price from related party is similar to that of a third party. Payments are made within 25~30 days of monthly statements, and within 5~45 days after receipt of the invoice. The payment terms are similar to those of third parties.

C. Receivables from related parties

	December 31, 2025	December 31, 2024
Receivables from related parties:		
Ultimate parent company	\$ 3,253	\$ 2,827
Parent company to entities with joint control or significant influence	2,067,892	2,180,295
	<u>\$ 2,071,145</u>	<u>\$ 2,183,122</u>

Receivables from related parties arise primarily from sales of goods. These receivables have not been pledged and do not incur interest.

D. Guarantee deposit paid

	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Parent company to entities with joint control or significant influence	\$ 22,103	\$ 25,424

E. Payables to related parties

	<u>December 31, 2025</u>	<u>December 31, 2024</u>
Payables to related parties:		
Ultimate parent company	\$ 25,617	\$ 18,465
Parent company to entities with joint control or significant influence	419,370	432,564
Entity to subsidiary with significant influence	<u>227</u>	<u>28</u>
	<u>\$ 445,214</u>	<u>\$ 451,057</u>

Payables to related parties arise from purchases of goods and other expenses. These payables do not incur interest.

F. Lease transactions – lessee

(a) The Group leases buildings from related parties. Rental contracts are typically made for periods of 1 to 15 years. Rents are prepaid for three months or paid monthly.

(b) Acquisition of right-of-use assets

	<u>For the years ended December 31,</u>	
	<u>2025</u>	<u>2024</u>
Parent company to entities with joint control or significant influence		
Chengdu President Enterprises Food Co., Ltd.	\$ 335,542	\$ –
President Tokyo Corp.	1,540	730
Uni-President Enterprises (TianJin) Co., Ltd.	<u>–</u>	<u>38,360</u>
	<u>\$ 337,082</u>	<u>\$ 39,090</u>

(c) Disposal of right-of-use assets

	For the years ended December 31,	
	2025	2024
Parent company to entities with joint control or significant influence		
Taizhou President Enterprises Co., Ltd.	\$ 9,209	\$ -
Zhanjiang President Enterprises Co., Ltd.	1,752	-
Beijing President Enterprises Drinks Co., Ltd.	-	62,707
Others	584	-
	<u>\$ 11,545</u>	<u>\$ 62,707</u>

(d) Lease liabilities and interest expense

	December 31, 2025	December 31, 2024
	Lease liabilities	Lease liabilities
Parent company to entities with joint control or significant influence		
Chengdu President Enterprises Food Co., Ltd.	\$ 306,456	\$ -
Uni-President Enterprises (TianJin) Co., Ltd.	279,367	305,169
Zhanjiang President Enterprises Co., Ltd.	157,538	204,168
Taizhou President Enterprises Co., Ltd.	103,823	178,250
Others	69,424	105,623
	<u>\$ 916,608</u>	<u>\$ 793,210</u>

	For the years ended December 31,	
	2025	2024
	Interest expense	Interest expense
Parent company to entities with joint control or significant influence		
Uni-President Enterprises (TianJin) Co., Ltd.	\$ 11,053	\$ 11,747
Chengdu President Enterprises Food Co., Ltd.	9,406	-
Zhanjiang President Enterprises Co., Ltd.	6,219	9,467
Taizhou President Enterprises Co., Ltd.	3,821	8,688
Others	3,880	9,112
	<u>\$ 34,379</u>	<u>\$ 39,014</u>

(4) Key management compensation

	For the years ended December 31,	
	2025	2024
Salaries and other short-term employee benefits	<u>\$ 115,860</u>	<u>\$ 108,193</u>

8. PLEGDED ASSETS

The Group's assets pledged as collateral are as follows:

Assets pledged	December 31, 2025	December 31, 2024	Purpose of collateral
Notes receivable	<u>\$ 32,918</u>	<u>\$ 118,025</u>	Guarantee for short-term borrowings

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT

COMMITMENTS

A. As of December 31, 2025 and 2024, the remaining balances due for capital expenditures contracted for at the balance sheet date but not yet incurred were \$364,916 and \$1,494,874, respectively.

B. As of December 31, 2025 and 2024, the unused letters of credit amounted to \$390,259 and \$492,797, respectively.

C. The commitments of the Group to sign loan agreements with banks are as follows:

- a. The Company has entered into a loan agreement with CTBC Bank in 2024. In accordance with the agreement, the Company has to maintain the following financial ratios and terms: the consolidated debt-to-equity ratio **【** (Total liability less cash and cash equivalents) / consolidated tangible shareholders' equity **】** of less than 180%, interest coverage ratio of over 200%, and the consolidated tangible shareholders' equity of not less than \$15,000,000 at the annual assessment. Under the terms of the loan agreement, if any of the financial covenants were not met, and the Company has not improved its financial condition, the bank has the right to cancel or reduce the credit line,

shorten the credit period, or principal and interest deemed as due.

- b. The Company has entered into a loan agreement with KGI Bank in 2024. In accordance with the agreement, the Company has to maintain the following financial ratios and terms: the consolidated debt-to-equity ratio  $\left[ \frac{\text{(Total liability less cash and cash equivalents)}}{\text{consolidated tangible shareholders' equity}} \right]$  of less than 180%, interest coverage ratio of over 200%, and the consolidated tangible shareholders' equity of not less than \$15,000,000 at the annual assessment. Under the terms of the loan agreement, if any of the financial covenants were not met, and the Company has not improved its financial condition within four months, the bank has the right to cancel or reduce the credit line.

As of December 31, 2025 and 2024, the Group has not violated any of the above covenants.

#### 10. SIGNIFICANT DISASTER LOSS

None.

#### 11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

#### 12. OTHERS

##### (1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders, maintain an optimal capital structure to both reduce the cost of capital and to meet the monetary needs of improving productivity. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

##### (2) Financial instruments

###### A. Financial instruments by category

Details of financial instruments by category of the Group are described in Note 6 for various financial assets.

###### B. Financial risk management policies

- a. The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, price risk and interest rate risk), credit risk and liquidity risk. The Group seeks to minimize potential adverse effects on the Group's financial performance. The Group hedges foreign exchange risk by using forward foreign exchange contracts.

b. Risk management is carried out by a central treasury department (Group treasury) under policies approved by the Board of Directors. Group treasury identifies, evaluates and hedges financial risks in close cooperation with the Group’s operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

C. Significant financial risks and degrees of financial risks

a. Market risk

(a) Foreign exchange risk

- i. The Group operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD, EUR and JPY. Foreign exchange risk arises from future commercial transactions, recognized assets and liabilities.
- ii. For more information about forward foreign exchange contracts that are used to hedge risk by the Group, refer to Note 6(2), “Financial assets at fair value through profit or loss – current”.
- iii. The Group has certain investments in foreign operations, whose net assets are exposed to foreign currency translation risk. The Group’s foreign operations are considered strategic investments; thus, no hedging for the purpose is conducted.
- iv. The Group’s businesses involve some non-functional currency operations (the Company’s functional currency: NTD; certain subsidiaries’ functional currency: USD, CNY and VND). The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

(Foreign currency: Functional currency)	December 31, 2025		
	Foreign Currency Amount (in thousands)	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 38,765	31.43	\$ 1,218,384
EUR : NTD	2,891	36.90	106,678
USD : CNY	2,672	6.99	83,981
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	13,430	31.43	422,105
JPY : NTD	245,894	0.20	49,179
JPY : CNY	128,367	0.04	25,673

December 31, 2024

(Foreign currency: Functional currency)	Foreign Currency		
	Amount (in thousands)	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
<u>Monetary items</u>			
USD : NTD	\$ 42,336	32.79	\$ 1,388,197
EUR : NTD	1,499	34.14	51,176
USD : CNY	3,363	7.30	110,273
<u>Financial liabilities</u>			
<u>Monetary items</u>			
USD : NTD	17,745	32.79	581,859
USD : VND	644	25,485.00	21,117

- v. As of December 31, 2025 and 2024, if the functional currency exchange rate had appreciated/depreciated by 1%, with all other factors remaining constant, the Group's post-tax profit for the years ended December 31, 2025 and 2024 would have increased/decreased by \$7,297 and \$7,573, respectively.
- vi. The total exchange (loss) gain, including realized and unrealized arising from significant foreign exchange variation on the monetary items held by the Group for the years ended December 31, 2025 and 2024 amounted to (\$35,684) and \$72,613, respectively.

(b) Price risk

- i. The Group's equity securities, which are exposed to price risk, are held as financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group evaluates investment activities carefully. Accordingly, no material market risk is expected.
- ii. The Group's investments in equity securities would change due to the change of the future value of investee companies. If the prices of these equity securities had increased/decreased by 1% with all other variables held constant, other components of equity for the years ended December 31, 2025 and 2024 would have increased/decreased by \$1,003 and \$934, respectively, as a result of other comprehensive income on equity investments classified as at fair value through other comprehensive income.

(c) Cash flow and fair value interest rate risk

- i. The Group's interest rate risk arises from short-term and long-term borrowings. Borrowings issued at variable rates expose the Group to cash flow interest rate risk which is partially offset by cash and cash equivalents held at variable rate. For the years ended December 31, 2025 and 2024, the Group's borrowings at variable rate were mainly denominated in New Taiwan dollars, US dollars, Japanese yens and Chinese yuan.
- ii. If the borrowing interest rate had increased/decreased by 1% with all other variables held constant, profit, net of tax for the years ended December 31, 2025 and 2024 would have increased/decreased by \$1,048 and \$1,268, respectively. The main factor is that changes in interest expense result from floating rate borrowings.

b. Credit risk

- (a) Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full the notes and accounts receivable based on the agreed terms, and the contract cash flows of debt instruments stated at amortized cost.
- (b) The Group manages its credit risk taking into consideration the entire Group's concern. For banks and financial institutions, only those with a high credit rating are accepted. According to the Group's credit policy, each local entity in the Group is responsible for managing and analyzing the credit risk for each of their new clients before standard payment and delivery terms and conditions are offered. Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. The utilization of credit limits is regularly monitored.
- (c) In line with credit risk management procedure, when the contract payments are past due over certain number days, the default has occurred.
- (d) The Group adopts the following assumptions to assess whether there has been a significant increase in credit risk on that instrument since initial recognition:
  - i. If the contract payments are past due over certain number of days based on the terms, there has been a significant increase in credit risk on that instrument since initial recognition.
  - ii. If any external credit rating agency rates these instruments as investment grade, the credit risk of these financial assets is low. If the credit rating grade of an investment target degrades two scales, there has been a significant increase in credit risk on that instrument since initial recognition.

- (e) The Group classifies customers' receivables in accordance with credit rating of customers. The Group applies the simplified approach using the provision matrix to estimate expected credit loss, and used the forecast ability concern to adjust historical and timely information to assess the default possibility of receivables. Movements in relation to the Group applying the simplified approach to provide loss allowance for notes and accounts receivable are as follows:

	<u>For the year ended December 31, 2025</u>		
	Notes	Accounts	Total
	receivable	receivable	
At January 1	\$ 1,933	\$ 25,246	\$ 27,179
Expected credit gains	( 562)	( 4,009)	( 4,571)
Effect of foreign exchange	( 11)	( 313)	( 324)
At December 31	<u>\$ 1,360</u>	<u>\$ 20,924</u>	<u>\$ 22,284</u>
	<u>For the year ended December 31, 2024</u>		
	Notes	Accounts	Total
	receivable	receivable	
At January 1	\$ 1,833	\$ 15,067	\$ 16,900
Expected credit losses	70	9,903	9,973
Effect of foreign exchange	30	276	306
At December 31	<u>\$ 1,933</u>	<u>\$ 25,246</u>	<u>\$ 27,179</u>

c. Liquidity risk

- (a) Cash flow forecasting is performed in the operating entities of the Group and aggregated by Group treasury. Group treasury monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times.
- (b) Surplus cash held by the operating entities over and above the balance required for working capital management are transferred to Group treasury. Group treasury invests surplus cash in interest bearing current accounts and time deposits, choosing instruments with appropriate maturities or sufficient liquidity to provide sufficient headroom as determined by the abovementioned forecasts.
- (c) The table below analyses the Group's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

December 31, 2025	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years
Non-derivative financial liabilities:				
Short-term borrowings	\$ 1,574,544	\$ -	\$ -	\$ -
Notes payable	99,963	-	-	-
Accounts payable (including related parties)	2,253,980	-	-	-
Other payables (including related parties)	1,992,720	-	-	-
Lease liabilities (current and non-current)	285,951	258,371	437,839	1,136,536
Other financial liabilities - current	24,347	-	-	-
Refund liabilities - current	20,061	-	-	-
Long-term borrowings	55,135	1,696,158	1,259,750	-
Guarantee deposits received	-	10,830	18,665	-
December 31, 2024	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years
Non-derivative financial liabilities:				
Short-term borrowings	\$ 2,512,129	\$ -	\$ -	\$ -
Notes payable	285	-	-	-
Accounts payable (including related parties)	2,334,670	-	-	-
Other payables (including related parties)	2,033,194	-	-	-
Lease liabilities (current and non-current)	219,563	229,373	356,167	476,607
Other financial liabilities - current	25,580	-	-	-
Refund liabilities - current	19,148	-	-	-
Long-term borrowings	71,485	2,441,421	1,368,355	-
Guarantee deposits received	-	9,808	18,662	-

(d) The Group does not expect the maturity date to end early nor the actual cash flow to be materially different.

### (3) Fair value information

A. The different levels that the inputs to valuation techniques are used to measure fair value of financial and non-financial instruments have been defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The fair value of the Group's investment in foreign exchange contracts is included in Level 2.

Level 3: Unobservable inputs for the asset or liability.

- B. The carrying amounts of financial instruments not measured at fair value (including cash and cash equivalents, notes receivable, accounts receivable (including related parties), other receivables, other financial assets - current, guarantee deposits paid, short-term borrowings, notes payable, accounts payable (including related parties), other payables (including related parties), other financial liabilities - current, refund liabilities - current, long-term borrowings and guarantee deposits received) are approximate to their fair values.
- C. The related information on financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

<u>December 31, 2025</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets:				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through other comprehensive income				
Equity securities	<u>\$ 100,274</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100,274</u>
<u>December 31, 2024</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets:				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Forward foreign exchange contracts	<u>\$ -</u>	<u>\$ 757</u>	<u>\$ -</u>	<u>\$ 757</u>
Financial assets at fair value through other comprehensive income				
Equity securities	<u>\$ 93,379</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 93,379</u>

D. The methods and assumptions the Group used to measure fair value are as follows:

- (a) The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	<u>Listed shares</u>
Market quoted price	Closing price

- (b) Forward foreign exchange contracts are usually valued based on the forward exchange rate at balance sheet date.

E. For the years ended December 31, 2025 and 2024, there was no transfer into or out between Level 1 and Level 2.

F. For the years ended December 31, 2025 and 2024, there was no such situation of Level 3.

### 13. SUPPLEMENTARY DISCLOSURES

(According to the current regulatory requirements, the Group is only required to disclose the information for the year ended December 31, 2025.)

#### (1) Significant transactions information

- A. Loans to others: Refer to table 1.
- B. Provision of endorsements and guarantees to others: None.
- C. Holding of significant marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Refer to table 2.
- D. Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more: Refer to table 3.
- E. Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more: Refer to table 4.
- F. Significant inter-company transactions during the reporting period: Refer to table 5.

#### (2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Refer to table 6.

#### (3) Information on investments in Mainland China

- A. Basic information: Refer to table 7.
- B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: None.

#### 14. SEGMENT INFORMATION

##### (1) General information

The management of the Group has identified the operating segments based on information provided to the Group's chief operating decision-maker in order to make strategic decisions. The Group's organization, basis of identification and measurement of segment information had no significant changes in this period.

##### (2) Measurement of segment information

The chief operating decision-maker evaluates the performance of operating segments based on segment pre-tax income.

(3) Information about segment income (loss) and assets

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	For the year ended December 31, 2025				
	Taiwan	Tinplate Products in Mainland China	Plastic Products in Mainland China	Others	Total
Revenue from external customers	\$ 16,641,520	\$ 3,958,780	\$ 21,074,189	\$ 3,963,996	\$ 45,638,485
Revenue from internal customers	132,147	972,601	31,763	295,469	1,431,980
Segment revenue	<u>\$ 16,773,667</u>	<u>\$ 4,931,381</u>	<u>\$ 21,105,952</u>	<u>\$ 4,259,465</u>	<u>\$ 47,070,465</u>
Segment income	<u>\$ 2,540,885</u>	<u>(\$ 232,871)</u>	<u>\$ 1,762,647</u>	<u>\$ 1,059,330</u>	<u>\$ 5,129,991</u>
Segment assets	<u>\$ 27,237,227</u>	<u>\$ 6,358,604</u>	<u>\$ 21,267,264</u>	<u>\$ 21,885,506</u>	<u>\$ 76,748,601</u>

  

	For the year ended December 31, 2024				
	Taiwan	Tinplate Products in Mainland China	Plastic Products in Mainland China	Others	Total
Revenue from external customers	\$ 15,621,025	\$ 4,696,651	\$ 20,892,507	\$ 3,649,115	\$ 44,859,298
Revenue from internal customers	613,580	651,273	181,729	–	1,446,582
Segment revenue	<u>\$ 16,234,605</u>	<u>\$ 5,347,924</u>	<u>\$ 21,074,236</u>	<u>\$ 3,649,115</u>	<u>\$ 46,305,880</u>
Segment income	<u>\$ 1,802,012</u>	<u>(\$ 352,929)</u>	<u>\$ 1,925,781</u>	<u>\$ 1,134,967</u>	<u>\$ 4,509,831</u>
Segment assets	<u>\$ 28,442,912</u>	<u>\$ 6,515,308</u>	<u>\$ 20,324,627</u>	<u>\$ 21,746,272</u>	<u>\$ 77,029,119</u>

(4) Reconciliation for segment income (loss) and assets

A. Sales between segments were carried out at arm's length. Basis of measurement remained consistent with revenue in the consolidated statements of comprehensive income and revenue from external parties reported to the chief operating decision-maker. A reconciliation of segment profit or loss before tax and the profit or loss before tax from continuing operations is shown below:

	For the years ended December 31,	
	2025	2024
Income of reportable segments	\$ 4,070,661	\$ 3,374,864
Income of other segments	1,059,330	1,134,967
Elimination of intersegment transactions	(2,029,012)	(2,282,059)
Income before income tax from continuing operations	<u>\$ 3,100,979</u>	<u>\$ 2,227,772</u>

B. The amount of total assets provided to the chief operating decision-maker adopts the same basis of measurement as assets in the Group's financial statements. The reconciliations between reportable segments' assets and total assets are as follows:

	December 31, 2025	December 31, 2024
Assets of reportable segments	\$ 54,863,095	\$ 55,282,847
Assets of other operating segments	21,885,506	21,746,272
Elimination of intersegment transactions	(42,266,972)	(42,105,948)
Total assets	<u>\$ 34,481,629</u>	<u>\$ 34,923,171</u>

(5) Information on products and services

For the Group's revenue information for the years ended December 31, 2025 and 2024, refer to Note 6(19), "Operating revenue".

(6) Geographical information

Geographical information for the years ended December 31, 2025 and 2024 is as follows:

	For the year ended December 31, 2025		For the year ended December 31, 2024	
	Revenue	Non-current assets	Revenue	Non-current assets
Taiwan	\$ 2,951,520	\$ 4,645,311	\$ 3,342,903	\$ 4,927,061
Mainland China	28,696,993	13,431,332	28,183,086	13,050,726
Others	<u>13,989,972</u>	<u>19,615</u>	<u>13,333,309</u>	<u>26,731</u>
	<u>\$ 45,638,485</u>	<u>\$ 18,096,258</u>	<u>\$ 44,859,298</u>	<u>\$ 18,004,518</u>

(7) Major customer information

Major customer information of the Group for the years ended December 31, 2025 and 2024 is as follows:

	<u>For the year ended December 31, 2025</u>	
	<u>Revenue</u>	<u>Segment</u>
Guangzhou President Enterprises Co., Ltd.	<u>\$ 4,947,244</u>	Plastic Products in Mainland China

  

	<u>For the year ended December 31, 2024</u>	
	<u>Revenue</u>	<u>Segment</u>
Guangzhou President Enterprises Co., Ltd.	<u>\$ 4,635,382</u>	Plastic Products in Mainland China

Ton Yi Industrial Corp. and Subsidiaries

Loans to others

For the year ended December 31, 2025

Table 1

Expressed in thousands of NTD

NO.	Name of lender	Name of borrower	Account	Related party	Maximum balance	Ending balance	Actual amount		Nature of financial activity (Note 1)	Total transaction amount	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Loan limit per entity	Maximum amount available for loan	Note
							drawn down	Interest rate					Item	Value			
1	Kunshan Ton Yi Industrial Co., Ltd.	Ton Yi (China) Investment Co., Ltd.	Other receivables	Y	\$ 134,931	\$ 134,931	\$ -	2.165~2.265	2	\$ -	Operational use	\$ -	-	\$ -	\$ 1,094,316	\$ 1,094,316	Note 2
1	Kunshan Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	Other receivables	Y	359,817	359,817	224,886	2.665~3.115	2	-	Operational use	-	-	-	1,094,316	1,094,316	Note 2
1	Kunshan Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Other receivables	Y	224,886	224,886	224,886	2.665~3.115	2	-	Operational use	-	-	-	218,863	437,727	Note 2
2	Chengdu Ton Yi Industrial Packing Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	Other receivables	Y	404,794	404,794	404,794	2.665~3.115	2	-	Operational use	-	-	-	483,620	483,620	Note 2
3	Taizhou Ton Yi Industrial Co., Ltd.	Ton Yi (China) Investment Co., Ltd.	Other receivables	Y	134,931	134,931	-	2.165~2.265	2	-	Operational use	-	-	-	1,787,485	1,787,485	Note 2
3	Taizhou Ton Yi Industrial Co., Ltd.	Huizhou Ton Yi Industrial Co., Ltd.	Other receivables	Y	89,954	-	-	3.115	2	-	Operational use	-	-	-	1,787,485	1,787,485	Note 2
3	Taizhou Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	Other receivables	Y	449,771	292,351	292,351	2.665~2.765	2	-	Operational use	-	-	-	1,787,485	1,787,485	Note 2
3	Taizhou Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Other receivables	Y	269,863	269,863	269,863	2.665~3.115	2	-	Operational use	-	-	-	357,497	714,994	Note 2
3	Taizhou Ton Yi Industrial Co., Ltd.	Wuxi Tonyi Daiwa Industrial Co., Ltd.	Other receivables	Y	179,908	157,420	157,420	2.665~3.015	2	-	Operational use	-	-	-	357,497	714,994	Note 2
4	Sichuan Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	Other receivables	Y	247,374	157,420	157,420	2.665~2.765	2	-	Operational use	-	-	-	1,180,916	1,180,916	Note 2
4	Sichuan Ton Yi Industrial Co., Ltd.	Ton Yi (China) Investment Co., Ltd.	Other receivables	Y	134,931	134,931	-	2.165~2.265	2	-	Operational use	-	-	-	1,180,916	1,180,916	Note 2

NO.	Name of lender	Name of borrower	Account	Related party	Actual amount				Nature of financial activity (Note 1)	Total transaction amount	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Loan limit per entity	Maximum amount available for loan	Note
					Maximum balance	Ending balance	drawn down	Interest rate					Item	Value			
4	Sichuan Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Other receivables	Y	\$ 224,886	\$ 224,886	\$ 224,886	2.665~2.765	2	\$ -	Operational use	\$ -	-	\$ -	\$ 236,183	\$ 472,366	Note 2
4	Sichuan Ton Yi Industrial Co., Ltd.	Wuxi Tonyi Daiwa Industrial Co., Ltd.	Other receivables	Y	179,908	179,908	179,908	2.665~3.115	2	-	Operational use	-	-	-	236,183	472,366	Note 2
5	Zhanjiang Ton Yi Industrial Co., Ltd.	Huizhou Ton Yi Industrial Co., Ltd.	Other receivables	Y	449,771	269,863	269,863	2.665~3.115	2	-	Operational use	-	-	-	864,619	864,619	Note 2
5	Zhanjiang Ton Yi Industrial Co., Ltd.	Ton Yi (China) Investment Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	864,619	864,619	Note 2
5	Zhanjiang Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Other receivables	Y	134,931	134,931	-	2.765	2	-	Operational use	-	-	-	172,924	345,847	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Zhangzhou Ton Yi Industrial Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	13,561,389	13,561,389	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Taizhou Ton Yi Industrial Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	13,561,389	13,561,389	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Chengdu Ton Yi Industrial Co., Ltd.	Other receivables	Y	134,931	134,931	-	2.765	2	-	Operational use	-	-	-	13,561,389	13,561,389	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Kunshan Ton Yi Industrial Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	13,561,389	13,561,389	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Beijing Ton Yi Industrial Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	13,561,389	13,561,389	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Huizhou Ton Yi Industrial Co., Ltd.	Other receivables	Y	134,931	134,931	-	2.665~2.765	2	-	Operational use	-	-	-	13,561,389	13,561,389	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Zhanjiang Ton Yi Industrial Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	13,561,389	13,561,389	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Sichuan Ton Yi Industrial Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	13,561,389	13,561,389	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Tianjin Ton Yi Industrial Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	13,561,389	13,561,389	Note 2

NO.	Name of lender	Name of borrower	Account	Related party	Maximum balance	Ending balance	Actual amount		Nature of financial activity (Note 1)	Total transaction amount	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Loan limit per entity	Maximum amount available for loan	Note
							drawn down	Interest rate					Item	Value			
6	Ton Yi (China) Investment Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	Other receivables	Y	\$ 764,611	\$ 607,191	\$ 472,260	2.665~3.115	2	\$ -	Operational use	\$ -	-	\$ -	\$ 13,561,389	\$ 13,561,389	Note 2
6	Ton Yi (China) Investment Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Other receivables	Y	809,588	314,840	314,840	2.665~3.115	2	-	Operational use	-	-	-	2,712,278	5,424,555	Note 2
7	Zhangzhou Ton Yi Industrial Co., Ltd.	Ton Yi (China) Investment Co., Ltd.	Other receivables	Y	134,931	134,931	-	2.165	2	-	Operational use	-	-	-	2,248,983	2,248,983	Note 2
7	Zhangzhou Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Other receivables	Y	134,931	134,931	134,931	2.765	2	-	Operational use	-	-	-	449,797	899,593	Note 2
8	Chengdu Ton Yi Industrial Co., Ltd.	Ton Yi (China) Investment Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	1,647,335	1,647,335	Note 2
9	Beijing Ton Yi Industrial Co., Ltd.	Ton Yi (China) Investment Co., Ltd.	Other receivables	Y	134,931	134,931	-	-	2	-	Operational use	-	-	-	923,751	923,751	Note 2
9	Beijing Ton Yi Industrial Co., Ltd.	Huizhou Ton Yi Industrial Co., Ltd.	Other receivables	Y	89,954	-	-	3.015	2	-	Operational use	-	-	-	923,751	923,751	Note 2
9	Beijing Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	Other receivables	Y	224,886	112,443	112,443	2.665~2.765	2	-	Operational use	-	-	-	923,751	923,751	Note 2
9	Beijing Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Other receivables	Y	134,931	134,931	134,931	2.765~3.115	2	-	Operational use	-	-	-	184,750	369,501	Note 2
10	Huizhou Ton Yi Industrial Co., Ltd.	Ton Yi (China) Investment Co., Ltd.	Other receivables	Y	134,931	134,931	-	2.165	2	-	Operational use	-	-	-	1,895,728	1,895,728	Note 2
11	Jiangsu Ton Yi Tinplate Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	Other receivables	Y	269,863	269,863	269,863	2.665~3.115	2	-	Operational use	-	-	-	425,869	851,738	Note 2
11	Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Tonyi Daiwa Industrial Co., Ltd.	Other receivables	Y	359,817	359,817	359,817	2.765~3.115	2	-	Operational use	-	-	-	425,869	851,738	Note 2
11	Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	Other receivables	Y	157,420	157,420	157,420	2.765~3.115	2	-	Operational use	-	-	-	425,869	851,738	Note 2

NO.	Name of lender	Name of borrower	Account	Related party	Maximum balance	Ending balance	Actual amount		Interest rate	Nature of financial activity (Note 1)	Total transaction amount	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Loan limit per entity	Maximum amount available for loan	Note
							drawn down							Item	Value			
12	Tianjin Ton Yi Industrial Co., Ltd.	Ton Yi (China) Investment Co., Ltd.	Other receivables	Y	\$ 134,931	\$ 134,931	\$ -	—	2	\$ -	Operational use	\$ -	—	\$ -	\$ 489,936	\$ 489,936	Note 2	

(Note 1) Nature of loans to others is filled as follows:

- (1) For trading partner.
- (2) For short-term financing.

(Note 2) The maximum loan amount is 40% of its net assets.

- (1) Trading partner: The maximum amount for individual trading partner shall not exceed the higher of total purchase or sale transactions during the reporting period or the most recent year.
- (2) Short-term financing: The maximum amount for short-term financing is 20% of the company's net assets; If the company loans to foreign subsidiaries, which the Company holds 100% ownership directly or indirectly, the maximum amount for the subsidiary is 100% of the company's net assets.

(Note 3) Foreign currency was translated into New Taiwan Dollars with exchange rate as of December 31, 2025 as follows: CNY:NTD 1 : 4.497710.

Ton Yi Industrial Corp. and Subsidiaries

Holding of marketable securities at the end of the year (not including subsidiaries, associates and joint ventures)

December 31, 2025

Table 2

Expressed in thousands of NTD

		As of December 31, 2025						
Investor	Marketable securities type and name	Relationship with the issuer	General ledger account (Note)	Shares/units (in thousands)	Carrying amount	Percentage of ownership (%)	Fair value	Note
Ton Yi Industrial Corp.	Stocks:							
	JFE Holdings Inc.	—	1	250	\$ 100,274	0.04%	\$ 100,274	—

(Note) The code number explanation is as follows:

1. Financial assets at fair value through other comprehensive income - non-current

Ton Yi Industrial Corp. and Subsidiaries

Purchases or sales of goods from or to related parties reaching NT\$100 million or 20% of paid-in capital or more

For the year ended December 31, 2025

Table 3

Expressed in thousands of NTD

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Description and reasons for difference in transaction terms compared to third party transactions		Notes or accounts receivable/(payable)		
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit terms	Unit price	Credit terms	Ending balance	Percentage of total notes or accounts receivable/(payable)	Note
Ton Yi Industrial Corp.	TTET Union Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	(\$ 372,378)	(2)	Within 30 days of statements settled monthly, T/T	\$ -	-	\$ 37,495	2	-
Wuxi Ton Yi Industrial Packing Co., Ltd.	Wuxi Tonyi Daiwa Industrial Co., Ltd.	An investee company of Wuxi Ton Yi Industrial Holdings Ltd. accounted for using equity method	Purchases	148,803	4	15 days after receipt of invoice, T/T	-	-	-	-	-
Wuxi Ton Yi Industrial Packing Co., Ltd.	Shanghai E & P Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	113,267	3	5~45 days after receipt of invoice, T/T	-	-	( 15,790)	(3)	-
Wuxi Ton Yi Industrial Packing Co., Ltd.	President (Kunshan) Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 1,596,071)	(37)	25 ~ 45 days after receipt of invoice, T/T	-	-	145,791	24	-
Wuxi Ton Yi Industrial Packing Co., Ltd.	Chengdu Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	(Sales)	( 512,064)	(12)	Within 30 days of statements settled monthly, T/T	-	-	70,148	11	-
Wuxi Ton Yi Industrial Packing Co., Ltd.	Changsha Ton Yi Industrial Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	(Sales)	( 437,593)	(10)	Within 30 days of statements settled monthly, T/T	-	-	39,847	6	-
Wuxi Ton Yi Industrial Packing Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 115,451)	(3)	25~45 days after receipt of invoice, T/T	-	-	16,357	3	-

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Description and reasons for difference in transaction terms compared to third party transactions		Notes or accounts receivable/(payable)			Note
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit terms	Unit price	Credit terms	Ending balance	Percentage of total notes or accounts receivable/(payable)		
Chengdu Ton Yi Industrial Packing Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Purchases	\$ 512,064	79	Within 30 days of statements settled monthly, T/T	\$ -	-	(\$ 70,148)	(69)	-	
Changsha Ton Yi Industrial Co., Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Jiangsu Ton Yi Holdings Ltd. accounted for using equity method	Purchases	768,417	51	67 days after invoice date, T/T	-	-	( 191,369)	(63)	-	
Changsha Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Purchases	437,593	29	Within 30 days of statements settled monthly, T/T	-	-	( 39,847)	(13)	-	
Changsha Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Fujian Ton Yi Holdings Ltd. accounted for using equity method	Purchases	188,061	13	67 days after invoice date, T/T	-	-	( 46,988)	(16)	-	
Fujian Ton Yi Tinplate Co., Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Jiangsu Ton Yi Holdings Ltd. accounted for using equity method	(Sales)	( 1,882,399)	(39)	67 days after invoice date, T/T	-	-	170,933	21	-	
Fujian Ton Yi Tinplate Co., Ltd.	Changsha Ton Yi Industrial Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	(Sales)	( 188,061)	(4)	67 days after invoice date, T/T	-	-	46,988	6	-	
Jiangsu Ton Yi Tinplate Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Fujian Ton Yi Holdings Ltd. accounted for using equity method	Purchases	1,882,399	98	67 days after invoice date, T/T	-	-	( 170,933)	(97)	-	
Jiangsu Ton Yi Tinplate Co., Ltd.	Changsha Ton Yi Industrial Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	(Sales)	( 768,417)	(39)	67 days after invoice date, T/T	-	-	191,369	25	-	
Wuxi Tonyi Daiwa Industrial Co., Ltd..	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	(Sales)	( 148,803)	(43)	15 days after receipt of invoice, T/T	-	-	-	-	-	
Wuxi Tonyi Daiwa Industrial Co., Ltd.	Kunshan Ton Yi Industrial Co., Ltd.	An investee company of Ton Yi (China) Investment Co., Ltd. accounted for using equity method	(Sales)	( 146,650)	(43)	15 days after receipt of invoice, T/T	-	-	-	-	-	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Description and reasons for difference in transaction terms compared to third party transactions		Notes or accounts receivable/(payable)			Note
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit terms	Unit price	Credit terms	Ending balance	Percentage of total notes or accounts receivable/(payable)		
Zhangzhou Ton Yi Industrial Co., Ltd.	Shanghai E & P Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	\$ 146,634	9	5~15 days after receipt of invoice, T/T	\$ -	-	(\$ 11,288)	(5)	-	
Zhangzhou Ton Yi Industrial Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 2,121,687)	(79)	25 days after receipt of invoice, T/T	-	-	222,532	83	-	
Taizhou Ton Yi Industrial Co., Ltd.	Shanghai E & P Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	323,315	16	15 days after receipt of invoice, T/T	-	-	( 36,996)	(18)	-	
Taizhou Ton Yi Industrial Co., Ltd.	Taizhou President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 2,307,745)	(70)	25 days after receipt of invoice, T/T	-	-	227,196	70	-	
Taizhou Ton Yi Industrial Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 143,477)	(4)	45 days after receipt of invoice, T/T	-	-	178	-	-	
Chengdu Ton Yi Industrial Co., Ltd.	Shanghai E & P Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	241,430	19	5~45 days after receipt of invoice, T/T	-	-	( 32,720)	(24)	-	
Chengdu Ton Yi Industrial Co., Ltd.	Chengdu President Enterprises Food	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 1,575,865)	(76)	25 days after receipt of invoice, T/T	-	-	156,955	73	-	
Huizhou Ton Yi Industrial Co., Ltd.	Shanghai E & P Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	416,480	26	5~45 days after receipt of invoice, T/T	-	-	( 32,433)	(17)	-	
Huizhou Ton Yi Industrial Co., Ltd.	President (Kunshan) Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	103,047	6	15 days after receipt of invoice, T/T	-	-	( 8,647)	(5)	-	
Huizhou Ton Yi Industrial Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 2,293,228)	(92)	25 days after receipt of invoice, T/T	-	-	220,705	97	-	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction				Description and reasons for difference in transaction terms compared to third party transactions		Notes or accounts receivable/(payable)			Note
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit terms	Unit price	Credit terms	Ending balance	Percentage of total notes or accounts receivable/(payable)		
Kunshan Ton Yi Industrial Co., Ltd.	Shanghai E & P Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	\$ 446,858	21	5~15 days after receipt of invoice, T/T	\$ -	-	(\$ 24,770)	(17)	-	
Kunshan Ton Yi Industrial Co., Ltd.	Wuxi Tonyi Daiwa Industrial Co., Ltd.	An investee company of Wuxi Ton Yi Industrial Packing Co., Ltd. accounted for using equity method	Purchases	146,650	7	15 days after receipt of invoice, T/T	-	-	-	-	-	
Kunshan Ton Yi Industrial Co., Ltd.	President (Kunshan) Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 2,942,924)	(97)	25 days after receipt of invoice, T/T	-	-	260,381	97	-	
Beijing Ton Yi Industrial Co., Ltd.	Beijing President Enterprises Drinks Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 1,345,204)	(96)	25 days after receipt of invoice, T/T	-	-	162,142	97	-	
Sichuan Ton Yi Industrial Co., Ltd.	Shanghai E & P Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	382,810	24	5~45 days after receipt of invoice, T/T	-	-	( 46,746)	(20)	-	
Sichuan Ton Yi Industrial Co., Ltd.	Chengdu President Enterprises Food Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 2,265,188)	(96)	25 days after receipt of invoice, T/T	-	-	254,086	99	-	
Zhanjiang Ton Yi Industrial Co., Ltd.	Shanghai E & P Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	162,481	17	5~45 days after receipt of invoice, T/T	-	-	( 7,660)	(8)	-	
Zhanjiang Ton Yi Industrial Co., Ltd.	Zhanjiang President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 1,341,679)	(88)	25 days after receipt of invoice, T/T	-	-	87,092	79	-	
Zhanjiang Ton Yi Industrial Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 179,986)	(12)	40% prepaid/ 60% 45 days after receipt of invoice, T/T	-	-	19,092	17	-	

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction			Description and reasons for difference in transaction terms compared to third party transactions		Notes or accounts receivable/(payable)			Note
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit terms	Unit price	Credit terms	Ending balance	Percentage of total notes or accounts receivable/(payable)	
Tianjin Ton Yi Industrial Co., Ltd.	Shanghai E & P Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Purchases	\$ 132,095	19	5~45 days after receipt of invoice, T/T	\$ -	—	(\$ 15,350)	(16)	—
Tianjin Ton Yi Industrial Co., Ltd.	Uni-President Enterprises (TianJin) Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	(Sales)	( 840,943)	(74)	25 days after receipt of invoice, T/T	-	—	85,985	94	—

(Note 1) Foreign currency was translated into New Taiwan Dollars using the following exchange rates: Ending balances of receivables and payables were translated using the exchange rate as of December 31, 2025 (USD:NTD 1:31.43 ; CNY:NTD 1:4.497710).

Purchases and sales were translated using the weighted-average exchange rate for the year ended December 31, 2025 (USD:NTD 1:31.131484 ; CNY:NTD 1:4.332611).

Ton Yi Industrial Corp. and Subsidiaries

Receivables from related parties reaching NT\$100 million or 20% of paid-in capital or more

December 31, 2025

Table 4

Expressed in thousands of NTD

Company name	Counterparty	Relationship with the counterparty	Ending balance		Turnover rate	Overdue receivables		Amount received in subsequent period	Allowance for doubtful accounts
			Items	Amount		Amount	Action taken		
Wuxi Ton Yi Industrial Packing Co., Ltd.	President (Kunshan) Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Accounts receivable	\$ 145,791	16.51	\$ -	—	\$ 145,791	\$ -
Chengdu Ton Yi Industrial Packing Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Other receivables	409,729	-	-	—	-	-
Fujian Ton Yi Tinplate Co., Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Jiangsu Ton Yi Holdings Ltd. accounted for using equity method	Accounts receivable	170,933	12.57	-	—	170,933	-
Jiangsu Ton Yi Tinplate Co., Ltd.	Changsha Ton Yi Industrial Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Accounts receivable	191,369	5.77	-	—	93,171	-
Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Tonyi Daiwa Industrial Co., Ltd.	An investee company of Wuxi Ton Yi Industrial Packing Co., Ltd. accounted for using equity method	Other receivables	366,878	-	-	—	-	-
Jiangsu Ton Yi Tinplate Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Fujian Ton Yi Holdings Ltd. accounted for using equity method	Other receivables	272,820	-	-	—	610	-
Jiangsu Ton Yi Tinplate Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Other receivables	160,503	-	-	—	-	-
Ton Yi (China) Investment Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Other receivables	480,311	-	-	—	147	-
Ton Yi (China) Investment Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Fujian Ton Yi Holdings Ltd. accounted for using equity method	Other receivables	317,906	-	-	—	-	-
Zhangzhou Ton Yi Industrial Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Accounts receivable	222,532	10.23	-	—	203,218	-
Zhangzhou Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Fujian Ton Yi Holdings Ltd. accounted for using equity method	Other receivables	138,123	-	-	—	-	-
Taizhou Ton Yi Industrial Co., Ltd.	Taizhou President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Accounts receivable	227,196	8.90	-	—	226,856	-

Company name	Counterparty	Relationship with the counterparty	Ending balance		Turnover rate	Overdue receivables		Amount received in subsequent period	Allowance for doubtful accounts
			Items	Amount		Amount	Action taken		
Taizhou Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Other receivables	\$ 294,552	-	\$ -	-	\$ -	\$ -
Taizhou Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Fujian Ton Yi Holdings Ltd. accounted for using equity method	Other receivables	272,540	-	-	-	-	-
Taizhou Ton Yi Industrial Co., Ltd.	Wuxi Tonyi Daiwa Industrial Co., Ltd.	An investee company of Wuxi Ton Yi Industrial Packing Co., Ltd. accounted for using equity method	Other receivables	158,003	-	-	-	-	-
Chengdu Ton Yi Industrial Co., Ltd.	Chengdu President Enterprises Food Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Accounts receivable	156,955	12.19	-	-	156,955	-
Huizhou Ton Yi Industrial Co., Ltd.	Guangzhou President Enterprises Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Accounts receivable	220,705	9.02	-	-	193,767	-
Kunshan Ton Yi Industrial Co., Ltd.	President (Kunshan) Trading Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Accounts receivable	260,381	11.51	-	-	260,381	-
Kunshan Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Other receivables	229,310	-	-	-	138,517	-
Kunshan Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Fujian Ton Yi Holdings Ltd. accounted for using equity method	Other receivables	228,640	-	-	-	-	-
Beijing Ton Yi Industrial Co., Ltd.	Beijing President Enterprises Drinks Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Accounts receivable	162,142	8.91	-	-	162,142	-
Beijing Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Fujian Ton Yi Holdings Ltd. accounted for using equity method	Other receivables	137,315	-	-	-	-	-
Beijing Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Other receivables	112,526	-	-	-	-	-
Sichuan Ton Yi Industrial Co., Ltd.	Chengdu President Enterprises Food Co., Ltd.	An investee company of parent company (Uni-President Enterprises Corp.) to entity with joint control or significant influence	Accounts receivable	254,086	8.81	-	-	254,086	-
Sichuan Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	An investee company of Cayman Fujian Ton Yi Holdings Ltd. accounted for using equity method	Other receivables	225,891	-	-	-	-	-
Sichuan Ton Yi Industrial Co., Ltd.	Wuxi Tonyi Daiwa Industrial Co., Ltd.	An investee company of Wuxi Ton Yi Industrial Holdings Ltd. accounted for using equity method	Other receivables	182,146	-	-	-	-	-

Company name	Counterparty	Relationship with the counterparty	Ending balance		Turnover rate	Overdue receivables		Amount received in subsequent period	Allowance for doubtful accounts
			Items	Amount		Amount	Action taken		
Sichuan Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	An investee company of Cayman Ton Yi Industrial Holdings Ltd. accounted for using equity method	Other receivables	\$ 157,863	-	\$ -	-	\$ -	\$ -
Zhanjiang Ton Yi Industrial Co., Ltd.	Huizhou Ton Yi Industrial Co.,Ltd.	An investee company of Ton Yi (China) Investment Co., Ltd. accounted for using equity method	Other receivables	270,062	-	-	-	-	-

(Note) Foreign currency was translated into New Taiwan Dollars using the following exchanges: Ending balances of receivables and subsequent collections were translated using the exchange rate as of December 31, 2025 (CNY:NTD 1:4.497710 ; USD:NTD 1:31.43).

Ton Yi Industrial Corp. and Subsidiaries  
Significant inter-company transactions during the reporting period  
For the year ended December 31, 2025

Table 5

Expressed in thousands of NTD

No (Note 2)	Company name	Counterparty	Relationship (Note 3)	Intercompany transaction			Percentage of consolidated net revenues or total assets (Note 4)
				General ledger account	Amount	Transaction terms	
1	Chengdu Ton Yi Industrial Packing Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	3	Other receivables	\$ 409,729	—	1
2	Wuxi Ton Yi Industrial Packing Co., Ltd.	Chengdu Ton Yi Industrial Packing Co., Ltd.	3	Sales	512,064	Within 30 days of statements settled monthly, T/T	1
		Changsha Ton Yi Industrial Co., Ltd.	3	Sales	437,593	Within 30 days of statements settled monthly, T/T	1
3	Fujian Ton Yi Tinplate Co., Ltd.	Jiangsu Ton Yi Tinplate Co., Ltd.	3	Sales	1,882,399	67 days after invoice date, T/T	4
		Jiangsu Ton Yi Tinplate Co., Ltd.	3	Accounts receivable	170,933	—	—
		Changsha Ton Yi Industrial Co., Ltd.	3	Sales	188,061	67 days after invoice date, T/T	—
4	Jiangsu Ton Yi Tinplate Co., Ltd.	Changsha Ton Yi Industrial Co., Ltd.	3	Sales	768,417	67 days after invoice date, T/T	2
		Changsha Ton Yi Industrial Co., Ltd.	3	Accounts receivable	191,369	—	1
		Wuxi Tonyi Daiwa Industrial Co., Ltd.	3	Other receivables	366,878	—	1
		Fujian Ton Yi Tinplate Co., Ltd.	3	Other receivables	272,820	—	1
		Wuxi Ton Yi Industrial Packing Co., Ltd.	3	Other receivables	160,503	—	—
5	Wuxi Tonyi Daiwa Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	3	Sales	148,803	15 days after receipt of invoice, T/T	—
		Kunshan Ton Yi Industrial Co., Ltd.	3	Sales	146,650	15 days after receipt of invoice, T/T	—
6	Ton Yi (China) Investment Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	3	Other receivables	480,311	—	1
		Fujian Ton Yi Tinplate Co., Ltd.	3	Other receivables	317,906	—	1
7	Zhangzhou Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	Other receivables	138,123	—	—
8	Taizhou Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	3	Other receivables	294,552	—	1
		Fujian Ton Yi Tinplate Co., Ltd.	3	Other receivables	272,540	—	1
		Wuxi Tonyi Daiwa Industrial Co., Ltd.	3	Other receivables	158,003	—	—
9	Kunshan Ton Yi Industrial Co., Ltd.	Wuxi Ton Yi Industrial Packing Co., Ltd.	3	Other receivables	229,310	—	1
		Fujian Ton Yi Tinplate Co., Ltd.	3	Other receivables	228,640	—	1
10	Beijing Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	Other receivables	137,315	—	—
		Wuxi Ton Yi Industrial Packing Co., Ltd.	3	Other receivables	112,526	—	—
11	Sichuan Ton Yi Industrial Co., Ltd.	Fujian Ton Yi Tinplate Co., Ltd.	3	Other receivables	225,891	—	1
		Wuxi Tonyi Daiwa Industrial Co., Ltd.	3	Other receivables	182,146	—	1
		Wuxi Ton Yi Industrial Packing Co., Ltd.	3	Other receivables	157,863	—	—

No (Note 2)	Company name	Counterparty	Relationship (Note 3)	Intercompany transaction			Percentage of consolidated net revenues or total assets (Note 4)
				General ledger account	Amount	Transaction terms	
12	Zhanjiang Ton Yi Industrial Co., Ltd.	Huizhou Ton Yi Industrial Co., Ltd.	3	Other receivables	\$ 270,062	—	1

(Note 1) Transactions among the parent company and subsidiaries with amount over NTDS\$100,000 and one side of them are disclosed.

(Note 2) The numbers filled in for the transaction company in respect of inter-company transactions are as follows:

(1) The Company is '0'.

(2) The subsidiaries are numbered in order starting from '1'.

(Note 3) Relationship between transaction company and counterparty is classified into the following three categories:

(1) The Company to subsidiary.

(2) Subsidiary to the Company.

(3) Subsidiary to subsidiary.

(Note 4) Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.

(Note 5) Foreign currency was translated into New Taiwan Dollars using the following exchanges: Ending balances of receivables were translated using the exchange rate as of December 31, 2025 (CNY:NTD 1:497710); Sales were translated using the weighted-average exchange rate for the year ended December 31, 2025 (CNY:NTD 1:4.332611).

Ton Yi Industrial Corp. and Subsidiaries

Names, locations and other information of investee companies (not including investees in Mainland China)

For the year ended December 31, 2025

Table 6

Expressed in thousands of NTD

Investor company	Investee company	Location	Main business activities	Original investment amount		Shares held as of December 31, 2025			Net income (loss) of the investee	Income (loss) recognized by the Company	Note
				Balance at December 31, 2025	Balance at December 31, 2024	Number of shares	Ownership (%)	Carrying amount			
Ton Yi Industrial Corp.	Cayman Ton Yi Industrial Holdings Ltd.	Cayman	General investment	\$ 13,399,488	\$ 13,399,488	43,470,820	100.00	\$ 18,486,176	\$ 1,030,673	\$ 1,030,673	Subsidiary
Ton Yi Industrial Corp.	Tovecan Corp.	Vietnam	Manufacturing and sale of cans	43,740	43,740	-	51.00	40,124 (	6,610) (	3,371)	Subsidiary
Cayman Ton Yi Industrial Holdings Ltd.	Cayman Ton Yi Holdings Ltd.	Cayman	General investment	7,228,900	7,228,900	230,000,000	100.00	13,561,408	1,279,696	-	Subsidiary (Note 1)
Cayman Ton Yi Industrial Holdings Ltd.	Cayman Fujian Ton Yi Holdings Ltd.	Cayman	General investment	2,013,471	2,013,471	8,727	100.00	1,462,390 (	200,751)	-	Subsidiary (Note 1)
Cayman Ton Yi Industrial Holdings Ltd.	Cayman Jiangsu Ton Yi Holdings Ltd.	Cayman	General investment	1,128,425	1,128,425	5,000	100.00	1,764,328 (	43,872)	-	Subsidiary (Note 1)
Cayman Ton Yi Holdings Ltd.	Cayman Ton Yi (China) Holdings Ltd.	Cayman	General investment	7,228,900	7,228,900	230,000,000	100.00	13,561,408	1,279,696	-	Subsidiary (Note 1)

(Note 1) Not required to disclose income (loss) recognized by the Company.

(Note 2) Foreign currency was translated into New Taiwan Dollars using the following exchanges: Ending balances and carrying value were translated using the exchange rate as of December 31, 2025 (USD:NTD 1:31.43);

Profit and loss were translated using the weighted-average exchange rate for the year ended December 31, 2025 (USD:NTD 1:31.131484).

Ton Yi Industrial Corp. and Subsidiaries  
Information on investments in Mainland China - Basic information  
For the year ended December 31, 2025

Table 7

Expressed in thousands of NTD

Investee company	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from	Investment amount		Accumulated amount	Net income (loss) of the investee	Ownership held by the Company (direct or indirect)	Income (loss) recognized by the Company	Carrying amount	Accumulated remittance	Note
				Taiwan to Mainland China as of January 1, 2025	Remitted to Mainland China	Remitted back to Taiwan	of remittance from Taiwan as of December 31, 2025				as of December 31, 2025		
Wuxi Ton Yi Industrial Packing Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM, sale of cans	\$ 848,610	Note 1	\$ 220,010	\$ -	\$ -	\$ 220,010	(\$ 30,439)	100.00	(\$ 28,996)	\$ 849,129	\$ -	Note 7
Chengdu Ton Yi Industrial Packing Co., Ltd.	Sale of cans	235,725	Note 1	235,725	-	-	235,725	15,234	100.00	15,234	483,618	-	Note 7
Changsha Ton Yi Industrial Co., Ltd.	Sale of cans	220,010	Note 1	-	-	-	-	9,362	100.00	9,362	365,073	-	Note 7
Fujian Ton Yi Tinplate Co., Ltd.	Manufacturing and sale of tinplate	2,718,695	Note 2	1,676,696	-	-	1,676,696	( 231,269)	86.80	( 200,751)	1,462,390	-	Note 8
Jiangsu Ton Yi Tinplate Co., Ltd.	Sales of tinplate	1,257,200	Note 3	872,183	-	-	872,183	( 52,949)	82.86	( 43,872)	1,764,328	-	Note 7
Ton Yi (China) Investment Co., Ltd.	General investment	7,228,900	Note 4	942,900	-	-	942,900	1,411,942	100.00	1,411,942	13,561,346	3,792,747	Note 8
Zhangzhou Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	942,900	Note 5	942,900	-	-	942,900	245,126	100.00	245,126	2,248,983	-	Note 8
Taizhou Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	942,900	Note 5	942,900	-	-	942,900	345,335	100.00	345,335	1,787,485	-	Note 8
Chengdu Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	942,900	Note 5	361,445	-	-	361,445	233,690	100.00	233,690	1,647,335	-	Note 8
Huizhou Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	942,900	Note 5	188,580	-	-	188,580	218,959	100.00	218,959	1,895,728	-	Note 8
Kunshan Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	942,900	Note 5	-	-	-	-	99,502	100.00	99,502	1,094,316	-	Note 7
Beijing Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	942,900	Note 5	-	-	-	-	( 54,624)	100.00	( 54,624)	923,751	-	Note 7

Investee company	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from	Investment amount		Accumulated amount	Net income (loss) of the investee	Ownership held by the Company (direct or indirect)	Income (loss) recognized by the Company	Carrying amount	Accumulated remittance	Note
				Taiwan to Mainland China as of January 1, 2025	Remitted to Mainland China	Remitted back to Taiwan	of remittance from Taiwan as of December 31, 2025				as of December 31, 2025		
Sichuan Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	\$ 942,900	Note 5	\$ -	\$ -	\$ -	\$ -	\$ 187,050	100.00	\$ 187,050	\$ 1,180,916	\$ -	Note 7
Zhanjiang Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	628,600	Note 5	-	-	-	-	108,235	100.00	108,235	864,619	-	Note 7
Tianjin Ton Yi Industrial Co., Ltd.	Manufacturing and sale of PET packages and beverage filling OEM	628,600	Note 5	-	-	-	-	18,255	100.00	18,255	489,936	-	Note 7
Wuxi Tonyi Daiwa Industrial Co., Ltd.	Manufacturing and sale of new bottle can	1,257,200	Note 6	-	-	-	( 43,870)	66.50	( 29,173)	500,040	-	Note 7	

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of December 31, 2025	Investment amount authorized by the Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on
			investments in Mainland China imposed by the Investment Commission of MOEA (Note 8)
Ton Yi Industrial Corp.	\$ 6,383,339	\$ 12,775,893	\$ 13,373,647

(Note 1) Through investing in an existing company in the third area (Cayman Ton Yi Industrial Holdings Ltd.), which then invested in the investee in Mainland China.

(Note 2) Through investing in an existing company in the third area (Cayman Fujian Ton Yi Holdings Ltd.), which then invested in the investee in Mainland China.

(Note 3) Through investing in an existing company in the third area (Cayman Jiangsu Ton Yi Holdings Ltd.), which then invested in the investee in Mainland China.

(Note 4) Through investing in an existing company in the third area (Cayman Ton Yi (China) Holdings Limited), which then invested in the investee in Mainland China.

(Note 5) Through investing in an existing company in the Mainland China (Ton Yi (China) Investment Co., Ltd.), which then invested in the investee in Mainland China.

(Note 6) Through investing in an existing company in the Mainland China (Wuxi Ton Yi Industrial Packing Co., Ltd.), which then invested in the investee in Mainland China.

(Note 7) The Company recognized income (loss) based on audited financial statements.

(Note 8) The ceiling amount is 60% of consolidated net assets.

(Note 9) Foreign currency was translated into New Taiwan Dollars using the following exchanges: Ending investment balances were translated using the exchange rate as of December 31, 2025 (CNY:NTD 1:4.497710, USD:NTD 1:31.43);

Investment gains or losses were translated using the weighted-average exchange rate for the year ended December 31, 2025 (CNY:NTD 1:4.332611, USD:NTD 1:31.131484).