HEY SONG CORP. AND SUBSIDIARIES

Consolidated Financial Statements for the Six Months Ended June 30, 2025 and 2024 and Independent Auditors' Review Report

Notice to Readers

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.

Independent Auditors' Review Report

The Board of Directors and Shareholders
Hey Song Corp.

Introduction

We have reviewed the accompanying consolidated balance sheet of Hey Song Corp. and its subsidiaries (collectively, the "Group") as of June 30, 2025 and 2024, the related consolidated statements of comprehensive income for the three months ended June 30, 2025 and 2024 and for the six months ended June 30, 2025 and 2024, the consolidated statements of changes in equity and cash flows for the six months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis of Qualified Conclusion

As disclosed in Note 13 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements were not reviewed. As of June 30, 2025 and 2024, the combined total assets of these non-significant subsidiaries were NT$3,842,919 thousand and NT$3,785,724 thousand, respectively, representing 16.05% and 16.12%, respectively, of the Group’s consolidated total assets, and the combined total liabilities of these non-significant subsidiaries as of June 30, 2025 and 2024 were NT$1,298,205 thousand and NT$1,351,506 thousand, respectively, representing 23.57% and 26.14% of the Group’s consolidated total liabilities; for the three months ended June 30, 2025 and 2024 and for the six months ended June 30, 2025 and 2024, the net comprehensive gain of these subsidiaries were NT$17,385 thousand, NT$32,360 thousand, NT$32,975 thousand and NT$50,521 thousand, respectively, representing 14.95%, 12.87%, 8.96% and 11.73%, respectively, of the Group’s consolidated comprehensive income. As disclosed in Note 14, the financial statements of the associate and joint venture accounted for under the equity method was not reviewed by independent auditors. The carrying values of the associate and joint venture under the equity method amounted to NT$777,933 thousand and NT$827,808 thousand as of June 30, 2025 and 2024, respectively. The related shares of profit (loss) from the associate and joint venture under the equity method amounted to NT$(10,970) thousand, NT$1,009 thousand, NT$(9,104) thousand and NT$4,369 thousand, respectively, for the three months ended June 30, 2025 and 2024 and for the six months ended June 30, 2025 and 2024. These amounts as well as the related financial information of the investees as disclosed in Note 34 to the consolidated financial statements were based on the subsidiaries’ and associates’ unreviewed financial statements for the same reporting periods as those of the Company.

Qualified Conclusion

Based on our reviews, except for the adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and other equity-method investees as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2025 and 2024, its consolidated financial performance for the three months ended June 30, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the

Financial Supervisory Commission of the Republic of China.

	Weng, Po-Jen
Independent Accountants	
	Chih, Jui-Chuan

Deloitte & Touche
Taipei, Taiwan
Republic of China
August 7, 2025

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, Deloitte & Touche 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.

HEY SONG CORP. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

		June 30, 2025		December 31, 2024		June 30, 2024	
Code	Assets	Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash and cash equivalents (Notes 4 and 6)	$ 1,319,869	6	$ 1,353,872	6	$ 1,329,939	6
1110	Financial assets at fair value through profit or loss – current (Notes 4, 7 and 29)	-	-	100,374	-	-	-
1136	Financial assets at amortized cost – current (Notes 4, 9 and 10)	352,366	1	134,548	1	191,670	1
1150	Notes receivable (Notes 4 and 11)	45,920	-	46,912	-	64,779	-
1170	Accounts receivable (Notes 4 and 11)	902,155	4	747,753	3	974,973	4
1200	Other receivables (Note 11)	33,160	-	124,806	1	30,356	-
130X	Inventories (Notes 4 and 12)	6,193,390	26	5,717,322	24	5,606,822	24
1410	Prepayments	165,766	1	162,354	1	473,306	2
1470	Other current assets	27,211	-	68,004	-	21,595	-
11XX	Total current assets	9,039,837	38	8,455,945	36	8,693,440	37
	Non-current assets						
1510	Financial assets at fair value through profit or loss – non-current (Notes 4, 7 and 29)	658	-	658	-	658	-
1517	Financial assets at fair value through other comprehensive income – non-current (Notes 4, 8 and 29)	12,621	-	13,815	-	-	-
1535	Financial assets at amortized cost – non-current (Notes 4, 9 and 10)	36,819	-	104,753	-	121,441	1
1550	Investments accounted for using the equity method (Notes 4 and 14)	777,933	3	809,636	3	827,808	4
1600	Property, plant and equipment (Notes 4 and 15)	6,220,580	26	6,283,657	27	5,985,502	25
1755	Right-of-use assets (Note 16)	57,550	-	68,778	-	64,685	-
1760	Investment properties (Notes 4, 17 and 31)	7,527,247	32	7,543,011	32	7,554,313	32
1801	Computer software, net (Note 4)	4,363	-	4,871	-	6,356	-
1840	Deferred tax assets (Note 4 and 26)	51,022	-	40,667	-	44,493	-
1915	Prepayment for equipment purchase (Note 32)	24,627	-	9,645	-	2,238	-
1920	Refundable deposits (Notes 18, 29 and 31)	193,124	1	352,111	2	182,949	1
15XX	Total non-current assets	14,906,544	62	15,231,602	64	14,790,443	63
1XXX	Total assets	$ 23,946,381	100	$ 23,687,547	100	$ 23,483,883	100
Code	Liabilities and Equity						
	Current liabilities						
2100	Short-term loans (Note 19)	$ 1,250,000	5	$ 1,550,000	7	$ 850,000	4
2150	Notes payable (Note 20)	5,525	-	5,285	-	5,312	-
2170	Accounts payable (Note 20)	414,226	2	289,757	1	396,391	2
2216	Dividends payable	763,555	3	-	-	763,555	3
2219	Other payables (Note 21)	546,501	2	443,936	2	560,381	2
2230	Current tax liabilities (Notes 4 and 26)	79,789	-	126,283	-	120,743	1
2280	Lease liabilities – current (Notes 16 and 30)	19,418	-	21,151	-	18,516	-
2399	Other current liabilities – others (Note 24)	94,582	1	70,798	-	76,191	-
21XX	Total current liabilities	3,173,596	13	2,507,210	10	2,791,089	12
	Non-current liabilities						
2570	Deferred tax liabilities (Notes 4 and 26)	2,146,189	9	2,145,385	9	2,146,515	9
2580	Lease liabilities – non-current (Notes 16 and 30)	39,637	-	49,072	-	47,556	-
2640	Net defined benefit liabilities – non-current (Notes 4 and 22)	19,351	-	23,325	-	58,018	-
2645	Guarantee deposits received (Note 30)	128,387	1	127,758	1	127,662	1
25XX	Total non-current liabilities	2,333,564	10	2,345,540	10	2,379,751	10
2XXX	Total liabilities	5,507,160	23	4,852,750	20	5,170,840	22
	Equity (Note 23)						
	Equity attributable to owners of the Company						
3110	Ordinary shares	4,018,711	17	4,018,711	17	4,018,711	17
3200	Capital surplus	186,936	1	186,936	1	187,082	1
	Retained earnings						
3310	Legal reserve	2,853,962	12	2,759,244	12	2,759,244	12
3320	Special reserve	4,357,281	18	4,357,281	18	4,357,281	19
3350	Unappropriated earnings	6,922,904	29	7,394,828	31	6,872,625	29
3300	Total retained earnings	14,134,147	59	14,511,353	61	13,989,150	60
3400	Other equity	99,427	-	117,797	1	118,100	-
3XXX	Total equity	18,439,221	77	18,834,797	80	18,313,043	78
	Total liabilities and equity	$ 23,946,381	100	$ 23,687,547	100	$ 23,483,883	100

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

(With Deloitte & Touche review report dated August 7, 2025)

HEY SONG CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

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

		For the Three Months Ended June 30,				For the Six Months Ended June 30,			
		2025		2024		2025		2024	
Code		Amount	%	Amount	%	Amount	%	Amount	%
	Operating revenue (Note 24)								
4110	Sales revenue	$ 2,557,546	104	$ 2,354,384	103	$ 4,927,643	105	$ 5,143,548	104
4170	Sales return	(8,996)	(1)	(5,804)	-	(16,370)	-	(11,991)	-
4190	Sales discounts and allowances	(81,608)	(3)	(69,360)	(3)	(214,562)	(5)	(212,938)	(4)
4000	Net sales revenue	2,466,942	100	2,279,220	100	4,696,711	100	4,918,619	100
5000	Operating costs (Notes 12 and 25)	(1,738,636)	(70)	(1,517,441)	(67)	(3,441,166)	(73)	(3,535,783)	(72)
5900	Gross profit	728,306	30	761,779	33	1,255,545	27	1,382,836	28
	Operating expenses (Notes 25 and 30)								
6100	Selling and marketing expenses	(440,787)	(18)	(386,872)	(17)	(751,516)	(16)	(706,305)	(14)
6200	General and administrative expenses	(182,190)	(7)	(175,905)	(8)	(369,712)	(8)	(357,281)	(7)
6300	Research and development expenses	(13,463)	(1)	(12,394)	-	(30,577)	(1)	(27,515)	(1)
6000	Total operating expenses	(636,440)	(26)	(575,171)	(25)	(1,151,805)	(25)	(1,091,101)	(22)
6900	Operating income	91,866	4	186,608	8	103,740	2	291,735	6
	Non-operating income and expenses								
7100	Interest income (Note 25)	8,004	-	5,754	-	13,664	-	12,854	-
7010	Other income (Notes 25 and 30)	149,303	6	145,044	6	307,538	6	297,163	6
7020	Other gains and (losses) (Note 25)	(51,940)	(2)	(29,608)	(1)	76,059	2	(56,097)	(1)
7050	Financial costs (Note 25)	(7,035)	-	(3,286)	-	(14,899)	-	(7,391)	-
7060	Share of profit or loss of associates (Note 14)	(10,970)	(1)	1,009	-	(9,104)	-	4,369	-
7000	Total non-operating income and expenses	87,362	3	118,913	5	373,258	8	250,898	5
7900	Profit before income tax	179,228	7	305,521	13	476,998	10	542,633	11
7950	Income tax expense (Notes 4 and 26)	(39,971)	(1)	(55,817)	(2)	(90,649)	(2)	(117,653)	(2)
8200	Net profit for the period	139,257	6	249,704	11	386,349	8	424,980	9
	Other comprehensive income								
8310	Items that will not be reclassified subsequently to profit or loss								
8326	Unrealized loss on valuation of associates at fair value through other comprehensive income accounted for using the equity method	-	-	-	-	151	-	-	-
8360	Items that may be reclassified subsequently to profit or loss								
8361	Exchange differences on translating the financial statements of foreign operations	(28,750)	(1)	2,224	-	(23,151)	-	7,129	-
8399	Income tax related to items that may be reclassified subsequently to profit or loss (Note 26)	5,751	-	(445)	-	4,630	-	(1,426)	-
8300	Other comprehensive income (loss) for the period, net of income tax	(22,999)	(1)	1,779	-	(18,370)	-	5,703	-
8500	Total comprehensive income (loss) for the period	$ 116,258	5	$ 251,483	11	$ 367,979	8	$ 430,683	9
	Net profit attributable to								
8610	Owners of the Company	$ 139,257	6	$ 249,704	11	$ 386,349	8	$ 424,980	9
	Total comprehensive income attributable to								
8710	Owners of the Company	$ 116,258	5	$ 251,483	11	$ 367,979	8	$ 430,683	9
	Earnings per share (Note 27)								
9710	Basic	$ 0.35		$ 0.62		$ 0.96		$ 1.06	
9810	Diluted	$ 0.35		$ 0.62		$ 0.96		$ 1.06	

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

(With Deloitte & Touche review report dated August 7, 2025)

HEY SONG CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(In Thousands of New Taiwan Dollars)

		Capital Stock			Retained earnings			Other equity		
Code		Number of shares (1,000 shares)	Amount	Capital Surplus	Legal reserve	Special reserve	Unappropriated earnings	Exchange differences on translating the financial statements of foreign operations	Unrealized gain (loss) on financial assets at fair value through other comprehensive income	Total equity
A1	Balance at January 1, 2024	401,871	$ 4,018,711	$ 187,082	$ 2,665,085	$ 4,357,281	$ 7,305,359	($ 32,748)	$ 145,145	$ 18,645,915
	Appropriation of 2023 earnings									
B1	Legal reserve	-	-	-	94,159	-	(94,159)	-	-	-
B5	Cash dividends distributed by the Company	-	-	-	-	-	(763,555)	-	-	(763,555)
D1	Net profit for the six months ended June 30, 2024	-	-	-	-	-	424,980	-	-	424,980
D3	Other comprehensive income (loss) for the six months ended June 30, 2024, net of income tax	-	-	-	-	-	-	5,703	-	5,703
D5	Total comprehensive income (loss) for the six months ended June 30, 2024	-	-	-	-	-	424,980	5,703	-	430,683
Z1	Balance at June 30, 2024	401,871	$ 4,018,711	$ 187,082	$ 2,759,244	$ 4,357,281	$ 6,872,625	($ 27,045)	$ 145,145	$ 18,313,043
A1	Balance at January 1, 2025	401,871	$ 4,018,711	$ 186,936	$ 2,759,244	$ 4,357,281	$ 7,394,828	($ 27,040)	$ 144,837	$ 18,834,797
	Appropriation of 2024 earnings									
B1	Legal reserve	-	-	-	94,718	-	(94,718)	-	-	-
B5	Cash dividends distributed by the Company	-	-	-	-	-	(763,555)	-	-	(763,555)
D1	Net profit for the six months ended June 30, 2025	-	-	-	-	-	386,349	-	-	386,349
D3	Other comprehensive income (loss) for the six months ended June 30, 2025, net of income tax	-	-	-	-	-	-	(18,521)	151	(18,370)
D5	Total comprehensive income (loss) for the six months ended June 30, 2025	-	-	-	-	-	386,349	(18,521)	151	367,979
Z1	Balance at June 30, 2025	401,871	$ 4,018,711	$ 186,936	$ 2,853,962	$ 4,357,281	$ 6,922,904	($ 45,561)	$ 144,988	$ 18,439,221

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

(With Deloitte & Touche review report dated August 7, 2025)

HEY SONG CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

Code		For the Six Months Ended June 30, 2025	For the Six Months Ended June 30, 2024
	Cash flows from operating activities		
A10000	Income before income tax	$ 476,998	$ 542,633
A20010	Adjustments for		
A20100	Depreciation expense	170,266	171,020
A20200	Amortization expense	3,486	3,783
A20400	Net gain on financial assets at fair value through profit or loss	(2,857)	(2,241)
A20900	Financial costs	14,899	7,391
A21200	Interest income	(13,664)	(12,854)
A22300	Share of (profit) loss of associates	9,104	(4,369)
A22500	Gain on disposal and scrapping of property, plant and equipment	(164,224)	(871)
A23700	Inventory devaluation and obsolescence loss	11,883	1,099
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	992	(10,398)
A31150	Accounts receivable	(154,402)	(176,325)
A31180	Other receivables	112,631	108,071
A31200	Inventories	(487,699)	(184,570)
A31230	Prepayments	(3,412)	(425,345)
A31240	Other current assets	40,793	(1,419)
A32130	Notes payable	240	1,133
A32150	Accounts payable	124,469	46,375
A32180	Other payables	92,037	85,603
A32230	Other current liabilities	23,784	21,643
A32240	Net defined benefit liabilities	(3,974)	(5,177)
A33000	Cash generated from operations	251,350	165,182
A33300	Interest paid	(14,523)	(7,053)
A33500	Income tax paid	(140,440)	(140,316)
AAAA	Net cash generated from operating activities	96,387	17,813

(Continued)

Code		For the Six Months Ended June 30, 2025	2024
	Cash flows from investing activities		
B00040	Acquisition of financial assets at amortized cost	($ 149,884)	($ 192,023)
B00100	Acquisition of financial assets at fair value through profit or loss	(740,000)	(670,000)
B00200	Proceeds from sale of financial assets at fair value through profit or loss	843,231	732,342
B02700	Proceeds from acquisition of property, plant and equipment	(152,588)	(243,148)
B02800	Proceeds from disposal of property, plant and equipment	246,561	1,708
B03800	Decrease in refundable deposits	158,987	3,689
B04500	Acquisition of intangible assets	(3,023)	(3,434)
B07100	Increase in prepayments for equipment	(14,982)	-
B07200	Decrease in prepayments for equipment	-	34,762
B07500	Interest received	13,664	12,854
BBBB	Net cash generated from (used in) investing activities	201,966	(323,250)
	Cash flows from financing activities		
C00100	Proceeds from short-term borrowings	-	150,000
C00200	Repayments of short-term borrowings	(300,000)	-
C03000	Proceeds from guarantee deposits received	629	-
C03100	Refund of guarantee deposits received	-	(698)
C04020	Repayment of the principal portion of lease liabilities	(11,044)	(10,478)
CCCC	Net cash (used in) generated from financing activities	(310,415)	138,824
DDDD	Effects of exchange rate changes on cash and cash equivalents	(21,941)	7,171
EEEE	Decrease in cash and cash equivalents	(34,003)	(159,442)
E00100	Cash and cash equivalents, beginning of period	1,353,872	1,489,381
E00200	Cash and cash equivalents, end of period	$ 1,319,869	$ 1,329,939

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

(With Deloitte & Touche review report dated August 7, 2025)

HEY SONG CORP. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED JUNE 30, 2025 AND 2024

(Amounts in Thousands of New Taiwan Dollars, Unless Specified Otherwise)

I. GENERAL INFORMATION

Hey Song Corp. ("the Company") was founded on April 14, 1925 and was engaged in the production and sale of beverages bearing its own brand, OEM production and distribution of beverages for other famous brands, distribution and sale of domestic and imported liquors.

The Company's shares have been listed on the Taiwan Stock Exchange since March 1999.

The consolidated financial statements are presented in the Company's functional currency, the New Taiwan dollar.

II. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Company's board of directors on August 7, 2025.

III. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

(I) Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRS Accounting Standards") endorsed and issued into effect by the FSC

Amendments to IAS 21 "Lack of Exchangeability"

The initial application of the Amendments to IAS 21 "Lack of Exchangeability" did not have a material impact on the Group's accounting policies.

(II) The IFRS Accounting Standards endorsed by the FSC for application starting from 2026

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"	January 1, 2026

(Continued)

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023

(Concluded)

Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”

1. The amendments to the application guidance of classification of financial assets

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

(1) if a financial asset contains a contingent feature that could change the timing or amount of contractual cash flows and the contingent event itself does not relate directly to changes in basic lending risks and costs (e.g., whether the debtor achieves a contractually specified reduction in carbon emissions), the financial asset has contractual cash flows that are solely payments of principal and interest on the principal amount outstanding if, and only if,

- In all possible scenarios (before and after the occurrence of a contingent event), the contractual cash flows are solely payments of principal and interest on the principal amount outstanding; and
- In all possible scenarios, the contractual cash flows would not be significantly different from the contractual cash flows on a financial instrument with identical contractual terms, but without such a contingent feature.

(2) to clarify that a financial asset has non-recourse features if an entity’s ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets.

(3) to clarify that the characteristics of contractually linked instruments include a prioritization of payments to the holders of financial assets using multiple contractually linked instruments (tranches) established through a waterfall payment structure, resulting in concentrations of credit risk and a

disproportionate allocation of cash shortfalls from the underlying pool between the tranches.

2. The amendments to the application guidance of derecognition of financial liabilities

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

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

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

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

(III) The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

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

1. Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"

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

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

2. IFRS 18 "Presentation and Disclosure in Financial Statements"

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

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discontinued operations categories.
- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared

characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as “other” only if it cannot find a more informative label.

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

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

IV. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

(I) Statement of compliance

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

(II) Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value.

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

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

(III) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Company (i.e., its subsidiaries). Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of profit or loss and other comprehensive income from the effective dates of acquisitions up to the effective dates of disposals, as appropriate. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group. All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

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

See Note 13, Tables 5 and 6 for detailed information on subsidiaries (including percentages of ownership and main businesses).

(IV) Other material accounting policies

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

1. Carbon fee provision

In accordance with the Regulations Governing the Collection of Carbon Fees and related regulations of the ROC, the carbon fee provision is recognized and measured on the basis of the best estimate of the expenditure required to settle the obligation for the current year and the proportion of actual emissions to the total annual emissions.

2. Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

3. Other long-term employee benefits

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

4. Income tax expense

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

V. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

When developing material accounting estimates, the Group considers the possible impact of climate change and related government policies and regulations on the cash flow projection, growth rates, discount rates, profitability and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

Based on the assessment by the management of the Company, there are no material accounting judgments, estimates, and uncertainty of assumptions adopted in the accounting policies, estimates, and underlying assumptions adopted by the Group.

VI. CASH AND CASH EQUIVALENTS

	June 30, 2025	December 31, 2024	June 30, 2024
Cash on hand	$ 15,975	$ 8,298	$ 16,745
Checking and demand deposit	1,283,439	1,323,184	1,250,879
Cash equivalents			
Time deposits in banks	20,455	22,390	62,315
	$ 1,319,869	$ 1,353,872	$ 1,329,939

VII. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets – current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
-Mutual funds	$ -	$ 100,374	$ -
Financial assets – non-current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
-Domestic unlisted shares	$ 658	$ 658	$ 658

For additional information on financial assets at fair value through profit or loss, refer to Note 34, Table 1.

VIII. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

Investments in equity instruments at FVTOCI

	June 30, 2025	December 31, 2024	June 30, 2024
Non-current			
Foreign investments			
Unlisted shares	$ 12,621	$ 13,815	$ -

The Group invests in foreign stocks based on its mid-to-long term strategy and anticipates to profit in the long term. The Group’s management believes that recognition of short-term changes in fair value of the said investments is inconsistent with the aforementioned long-term investment plan, so it designated to measure the said investments at fair value through other comprehensive income.

The Group acquired the ordinary shares of Panpan Guanzhishan Mineral Water Co., Ltd. to an amount of NT$20,354 thousand in August 2024. Since it is a mid-to-long term investment, so it is designated to be measured at fair value through other comprehensive income.

IX. FINANCIAL ASSETS AT AMORTIZED COST

	June 30, 2025	December 31, 2024	June 30, 2024
Current			
Domestic investments			
Time deposits with original maturities of more than 3 months	$ 352,366	$ 134,548	$ 191,670
Non-current			
Domestic investments			
Time deposits with original maturities of more than 1 year	$ 36,819	$ 104,753	$ 121,441

(I) As of June 30, 2025 and December 31 and June 30, 2024, the interest rate range of the time deposits with original maturities of more than 3 months was 1.385%~5.30%, 1.385%~5.50% and 1.255%~5.80%, respectively, calculated at annual interest rate.

(II) As of June 30, 2025 and December 31 and June 30, 2024, the interest rate range of the time deposits with original maturities of more than 1 year was 2.15%~3.25%, 2.00%~5.30% and 2.00%~5.30%, respectively, calculated at annual interest rate.

(III) Refer to Note 10 for information relating to the credit risk management and impairment of investments in financial assets at amortized cost.

X. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

The Group's investments in debt instruments was classified as financial assets at amortized cost:

	June 30, 2025	December 31, 2024	June 30, 2024
Gross carrying amount	$ 389,185	$ 239,301	$ 313,111
Allowance for loss	-	-	-
Amortized cost	$ 389,185	$ 239,301	$ 313,111

The Group's policy is only to invest in debt instruments with low credit risk based on impairment assessment. The Group considers the historical default loss rate and the industry's forward-looking forecast to measure the 12-month expected credit loss or full lifetime expected credit loss of the investments in debt instruments. As of June 30, 2025 and December 31 and June 30, 2024, no expected credit losses have been recognized on financial assets at amortized cost due to the debtors' low credit risk and they have sufficient cash flow to cover the contracts.

XI. NOTES RECEIVABLE, ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES

	June 30, 2025	December 31, 2024	June 30, 2024
Notes receivable			
At amortized cost			
Gross carrying amount	$ 45,942	$ 46,934	$ 64,810
Less: Loss allowance	(22)	(22)	(31)
	$ 45,920	$ 46,912	$ 64,779
Accounts receivable			
At amortized cost			
Gross carrying amount	$ 902,830	$ 748,428	$ 976,183
Less: Loss allowance	(675)	(675)	(1,210)
	$ 902,155	$ 747,753	$ 974,973
Other receivables			
At amortized cost			
Gross carrying amount	$ 33,160	$ 124,806	$ 30,356

Receivables

Receivables measured at amortized cost

The Group offers an average of 30~90 days of collection to customers of product sale in monthly settlement, and evaluate for any sign of impairment on each Balance Sheet day. If there is objective evidence indicating 1 or more incidents after the initial day of account receivable recognition that the estimated cash flow of account receivable will be affected, such accounts receivable shall be deemed impaired.

To reduce the credit risk, the management of the Group appointed responsible units to determine the line of credit, grant credit and monitor related control procedures to ensure appropriate actions for the recovery of overdue accounts receivable. In addition, the Group reviews the recoverable amount of every account receivable on each balance sheet date and recognizes impairment losses where appropriate for accounts receivable that are deemed unrecoverable. As such, the management of the Company holds that the credit risk of the Group has reduced significantly.

The Group adopts the simplified method under IFRS 9 to recognize allowance for loss of accounts receivable based on lifetime-expected credit losses. The lifetime-expected credit losses are calculated using a provision matrix in consideration of the historical default record and current financial position of clients, industrial and economic situations and the GDP forecast and prospect of the industry. The record on the credit loss of the Group indicates no significant difference in the type of loss between different clients. As such, there is no further differentiation of customer groups under the provision matrix and only the expected credit loss rate is set on the basis of the number of days accounts receivable are past due.

If there is evidence incriminating the counterparty is in undue financial hardship and the Group cannot reasonable project the recoverable amount, such as the counterparty is in the process of liquidation, the Group should then directly write off related accounts receivable but still continue to refer to collection of the accounts. The amount recovered through the collection is recognized in profit or loss.

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

June 30, 2025

	0~60 days	61~90 days	More than 91 days	Total
Expected credit loss rate	0%~1.03%	0%~20.61%	0%~100%	
Gross carrying amount	$ 948,313	$ 358	$ 101	$ 948,772
Allowance for loss (expected credit loss before maturity)	(497)	(99)	(101)	(697)
Amortized cost	$ 947,816	$ 259	$ -	$ 948,075

December 31, 2024

	0~60 days	61~90 days	More than 91 days	Total
Expected credit loss rate	0%~0.22%	0%~24.21%	0%~100%	
Gross carrying amount	$ 747,501	$ 45,123	$ 2,738	$ 795,362
Allowance for loss (expected credit loss before maturity)	(312)	(373)	(12)	(697)
Amortized cost	$ 747,189	$ 44,750	$ 2,726	$ 794,665

June 30, 2024

	0~60 days	61~90 days	More than 91 days	Total
Expected credit loss rate	0.01%~0.30%	0.49%~15.37%	100%	
Gross carrying amount	$ 1,031,543	$ 9,067	$ 383	$ 1,040,993
Allowance for loss (expected credit loss before maturity)	(347)	(511)	(383)	(1,241)
Amortized cost	$ 1,031,196	$ 8,556	$ -	$ 1,039,752

The movements of the loss allowance of receivables were as follows:

	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Balance at the beginning of period	$ 697	$ 1,397
Add: Impairment loss recognized in current period	-	-
Less: Amounts written off	-	(156)
Balance at the ending of period	$ 697	$ 1,241

XII. INVENTORIES

	June 30, 2025	December 31, 2024	June 30, 2024
Raw materials	$ 195,008	$ 199,045	$ 211,328
Supplies	31,855	28,982	24,910
Finished products and General merchandises	598,041	474,903	559,899
Kinmen Kaoliang Liquor	5,368,486	5,014,392	4,810,685
	$ 6,193,390	$ 5,717,322	$ 5,606,822

For the three months ended June 30, 2025 and 2024 and for the six months ended June 30, 2025 and 2024, the costs of inventories were NT$1,738,636 thousand, NT$1,517,441 thousand, NT$3,441,166 thousand and NT$3,535,783 thousand, respectively.

The cost of sale includes inventory devaluation and obsolescence loss of NT$3,023 thousand, NT$1,718 thousand, NT$11,883 thousand and NT$1,099 thousand, respectively.

XIII. SUBSIDIARIES

(I) Subsidiaries included in the consolidated financial statements

The consolidated financial statements include subsidiaries which are as follows:

Investor	Investee	Nature of Activities	Proportion of Ownership June 30, 2025	Proportion of Ownership December 31, 2024	Proportion of Ownership June 30, 2024	Note
Hey Song Corp.	Hey Song (Samoa) International Co., Ltd.	Investment	100.00%	100.00%	100.00%	
Hey Song Corp.	Song-Sin Co., Ltd.	Asset management	100.00%	100.00%	100.00%	(III) (IV)
Hey Song Corp.	Hey Song Asset Management Co., Ltd.	Asset management	100.00%	100.00%	100.00%	(1)
Hey Song Corp.	Song-Bo Beverages Co., Ltd.	Food trade	100.00%	100.00%	100.00%	
Hey Song Corp.	Song-Yang Beverages Co., Ltd.	Food trade	100.00%	100.00%	100.00%	
Hey Song Corp.	Song-Ying Beverages Co., Ltd.	Food trade	100.00%	100.00%	100.00%	
Hey Song Corp.	Song-Chia Beverages Co., Ltd.	Food trade	100.00%	100.00%	100.00%	
Hey Song Corp.	Song-Tai Beverages Co., Ltd.	Food trade	100.00%	100.00%	100.00%	
Hey Song Corp.	Song-Shen Food Co., Ltd.	Food trade	100.00%	100.00%	100.00%	
Hey Song Corp.	Keh-Jyi Co., Ltd.	Food trade	100.00%	100.00%	100.00%	(1)
Hey Song Corp.	Keh-Lai Food Co., Ltd.	Food trade	100.00%	100.00%	100.00%	
Hey Song Corp.	Song-Zhang Food Co., Ltd.	Food trade	100.00%	100.00%	100.00%	
Hey Song Corp.	Song-Pu Food Co., Ltd.	Food trade	100.00%	100.00%	100.00%	
Hey Song Corp.	Song-May Co., Ltd.	Food trade	100.00%	-	-	(V)
Hey Song (Samoa) International Co., Ltd.	Hey Song Trading (Suzhou) Co., Ltd.	Food trade	100.00%	100.00%	100.00%	

Note (1): The subsidiaries included in the consolidated financial statements are material, and their financial statements have been reviewed.

(II) Subsidiaries not included in the consolidated financial statements: None.

(III) Song-Sin Co., Ltd. capitalized earnings of NT$17,260 thousand into new shares and finished the registration for the change on August 12, 2024.

(IV) Hey Song Corp. completed a follow-on offering valued at NT$120,000 thousand for Song-Sin Co., Ltd. in 2024 and completed the registration of the changes on September 6, 2024, with the shareholding proportion remaining unchanged.

(V) Hey Song Corp. completed a follow-on offering valued at NT$10,000 thousand for the newly established company, Song-May Co., Ltd., in 2025 and completed the registration of the changes on June 18, 2025.

XIV. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investment in associates

	June 30, 2025	December 31, 2024	June 30, 2024
Associates in materiality			
Breeze Development Co., Ltd.	$ 777,933	$ 809,636	$ 827,808

Associates in materiality are specified below:

Name of associate	Nature of activities	Principal place of business	Proportion of ownership and voting rights June 30, 2025	December 31, 2024	June 30, 2024
Breeze Development Co., Ltd.	Department store retailing	No. 39, Sec. 1, Fuxing South Road Section I, Taipei City	24.46%	24.46%	24.46%

For additional information on the type of business, principal place of business and country of company registration of the above associates, refer to Note 34, Table 5 – “Information on investees.”

The related shares of profit (loss) from the associate and joint venture under the equity method for the six months ended June 30, 2025 and 2024 were based on the subsidiaries’ and associates’ unreviewed financial statements for the same reporting periods as those of the Company.

XV. PROPERTY, PLANT AND EQUIPMENT

Assets used by the Group

	Proprietary land	Buildings	Machinery and equipment	Transportation equipment	Other equipment	Unfinished construction and equipment under acceptance	Total
Cost							
Balance at January 1, 2025	$ 3,285,175	$ 1,823,885	$ 3,972,610	$ 235,762	$ 1,337,193	$ 315,948	$10,970,573
Additions	-	1,934	8,794	6,804	67,874	77,710	163,116
Reclassification increase (decrease)	-	1,314	-	-	11,342	(12,656)	-
Disposals	(79,158)	(4,670)	(18,183)	(5,304)	(33,705)	-	(141,020)
Net exchange difference	-	-	(21)	(189)	(113)	-	(323)
Balance at June 30, 2025	$ 3,206,017	$ 1,822,463	$ 3,963,200	$ 237,073	$ 1,382,591	$ 381,002	$10,992,346
Accumulated depreciations							
Balance at January 1, 2025	$ -	$ 1,161,529	$ 2,250,811	$ 176,951	$ 1,097,625	$ -	$ 4,686,916
Depreciation expenses	-	19,502	86,256	7,590	30,409	-	143,757
Disposals	-	(2,805)	(17,076)	(5,211)	(33,591)	-	(58,683)
Net exchange difference	-	-	(20)	(119)	(85)	-	(224)
Balance at June 30, 2025	$ -	$ 1,178,226	$ 2,319,971	$ 179,211	$ 1,094,358	$ -	$ 4,771,766
Net amount at December 31, 2024 and January 1, 2025	$ 3,285,175	$ 662,356	$ 1,721,799	$ 58,811	$ 239,568	$ 315,948	$ 6,283,657
Net amount at June 30, 2025	$ 3,206,017	$ 644,237	$ 1,643,229	$ 57,862	$ 288,233	$ 381,002	$ 6,220,580
Cost							
Balance at January 1, 2024	$ 2,981,866	$ 1,793,992	$ 3,987,750	$ 224,079	$ 1,351,396	$ 120,220	$ 10,459,303
Additions	-	720	81,310	2,890	16,842	151,461	253,223
Reclassification increase (decrease)	-	-	-	-	-	-	-
Disposals	-	-	(110,133)	(2,399)	(14,098)	-	(126,630)
Net exchange difference	-	-	5	42	30	-	77
Balance at June 30, 2024	$ 2,981,866	$ 1,794,712	$ 3,958,932	$ 224,612	$ 1,354,170	$ 271,681	$ 10,585,973
Accumulated depreciations							
Balance at January 1, 2024	$ -	$ 1,122,389	$ 2,207,692	$ 164,267	$ 1,086,717	$ -	$ 4,581,065
Depreciation expenses	-	19,405	86,678	9,125	29,933	-	145,141
Disposals	-	-	(109,474)	(2,315)	(14,004)	-	(125,793)
Net exchange difference	-	-	5	32	21	-	58
Balance at June 30, 2024	$ -	$ 1,141,794	$ 2,184,901	$ 171,109	$ 1,102,667	$ -	$ 4,600,471
Net amount at June 30, 2024	$ 2,981,866	$ 652,918	$ 1,774,031	$ 53,503	$ 251,503	$ 271,681	$ 5,985,502

No impairment loss was recognized or reversed for the six months ended June 30, 2025 and 2024, as there was no impairment loss assessed.

The above items of property, plant and equipment were depreciated on a straight-line basis over the estimated useful lives as follows:

Buildings	
Principal structure of buildings	10 to 60 years
Decoration and partition works	3 to 20 years
Machinery and equipment	3 to 20 years
Transportation equipment	2 to 11 years
Other equipment	
Business equipment	3 to 12 years
Miscellaneous equipment	3 to 20 years

In January 2025, the merged company signed a real estate sales contract with a non-related party, Taipang Development & Construction Co., Ltd. The merged company completed the sale and transfer of ownership in March 2025, with a selling price of NT$ 245,000 thousand and a disposal gain of NT$ 163,976 thousand.

XVI. LEASE ARRANGEMENTS

(I) Right-of-use assets

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount			
Buildings	$ 51,378	$ 60,962	$ 57,218
Transportation equipment	3,325	4,670	4,022
Other equipment	2,847	3,146	3,445
	$ 57,550	$ 68,778	$ 64,685

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Additions to right-of-use assets			$ -	$ 11,992
Depreciation charge for right-of-use assets				
Buildings	$ 4,533	$ 4,473	$ 9,101	$ 8,936
Transportation equipment	673	538	1,345	1,083
Other equipment	149	149	299	296
	$ 5,355	$ 5,160	$ 10,745	$ 10,315

Except for the aforementioned addition and recognized depreciation, the Group did not have significant sublease or impairment of right-of-use assets during the six months ended June 30, 2025 and 2024.

(II) Lease liabilities

	June 30, 2025	December 31, 2024	June 30, 2024
Carrying amount			
Current	$ 19,418	$ 21,151	$ 18,516
Non-current	$ 39,637	$ 49,072	$ 47,556

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

	June 30, 2025	December 31, 2024	June 30, 2024
Buildings	0.75%～1.98%	0.75%～1.98%	0.75%～1.59%
Transportation equipment	1.00%～1.88%	1.00%～1.88%	1.00%～1.71%
Other equipment	1.68%	1.68%	1.68%

(III) Other lease information

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Expenses relating to low-value asset leases	$ 33,469	$ 35,027	$ 72,466	$ 68,916
Total cash (outflow) for leases			($ 83,510)	($ 79,394)

The Group opted to apply the exemption of recognition to the rent for short-term use of venues and the lease of office equipment meeting the criteria for low-value assets, as well as to the site fee for placing the leased vending machines that did not meet the definition of leases since the supplier had the substantive substitution right, and did not recognize right-of-use assets and lease liabilities with respect to such lease.

XVII. INVESTMENT PROPERTIES

	Land	Buildings	Total
Cost			
Balance at January 1, 2025	$ 6,684,803	$ 2,017,132	$ 8,701,935
Additions	-	-	-
Disposals	-	-	-
Balance at June 30, 2025	$ 6,684,803	$ 2,017,132	$ 8,701,935
Accumulated depreciations			
Balance at January 1, 2025	$ -	$ 1,158,924	$ 1,158,924
Depreciation expenses	-	15,764	15,764
Disposals	-	-	-
Balance at June 30, 2025	$ -	$ 1,174,688	$ 1,174,688
Net amount at December 31, 2024 and January 1, 2025	$ 6,684,803	$ 858,208	$ 7,543,011
Net amount at June 30, 2025	$ 6,684,803	$ 842,444	$ 7,527,247
Cost			
Balance at January 1, 2024	$ 6,684,803	$ 2,012,803	$ 8,697,606
Additions	-	-	-
Disposals	-	-	-
Balance at June 30, 2024	$ 6,684,803	$ 2,012,803	$ 8,697,606
Accumulated depreciations			
Balance at January 1, 2024	$ -	$ 1,127,729	$ 1,127,729
Depreciation expenses	-	15,564	15,564
Disposals	-	-	-
Balance at June 30, 2024	$ -	$ 1,143,293	$ 1,143,293
Net amount at June 30, 2024	$ 6,684,803	$ 869,510	$ 7,554,313

The investment property was depreciated on the straight-line basis over a useful life of 16 to 51 years.

The investment property is shown in detail as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Hey Song Commercial Building – not used by the Group			
Land	$ 212,639	$ 212,639	$ 212,639
Buildings	43,281	43,281	43,281
Less: accumulated depreciation	(32,098)	(31,682)	(31,251)
	223,822	224,238	224,669
Breeze Center (developed from former plant in Taipei)			
Land	4,971,079	4,971,079	4,971,079
Buildings	1,851,348	1,851,348	1,847,019
Less: accumulated depreciation	(1,020,087)	(1,004,739)	(989,539)
	5,802,340	5,817,688	5,828,559
Land in Yongan Section (previously Wanshunliao Section)			
Land	1,484,058	1,484,058	1,484,058
Buildings	122,503	122,503	122,503
Less: accumulated depreciation	(122,503)	(122,503)	(122,503)
	1,484,058	1,484,058	1,484,058
Land in Puxin Section			
Land	17,027	17,027	17,027
	$ 7,527,247	$ 7,543,011	$ 7,554,313

The fair value of the Group in investment property amounted to NT$25,862,134 thousand and NT$25,690,729 thousand as of December 31, 2024 and 2023, respectively. Based on assessments of the Group's management, there was no material change in fair value between December 31, 2024 and 2023, and June 30, 2025 and 2024.

All the investment property of the Group is self-owned equity. For information on the amount of investment property pledged by the Group for secured loans, refer to Note 31.

The Group made the following lease arrangements with respect to the aforesaid investment properties – Hey Song Commercial Building for the six months ended June 30, 2025 and 2024 (disclosure of lease accounted for 5% of the total rental income of the building of respective years):

For the six months ended June 30, 2025					
Lessee	Subject matter of lease	Lease term	Method of rent calculation/collection	Rental income	Total rental income in 5 years ahead
Watsons Taiwan	Part of the premises of HeySong Commercial Building at Xinyi Road Section 4.	January 16, 2024 to January 15, 2029, total 5 years	Monthly rent at NT$1,200 thousand from January 16, 2024 to January 15, 2027. Monthly rent at NT$1,236 thousand from January 16, 2027 to January 15, 2029.	$ 7,802 (Including imputed interest on security deposit)	$ 51,422
Uni-President Wellbeing Life Corp.	Part of the premises and parking spaces of HeySong Commercial Building at Xinyi Road Section 4.	March 1, 2024 to February 28, 2034, total 10 years (for the premises), and March 1, 2024 to February 28, 2034, total 10 years (for the parking spaces)	Monthly rent at NT$450 thousand from March 1, 2024 to February 28, 2027. Monthly rent at NT$460 thousand from March 1, 2027 to February 28, 2030. Monthly rent at NT$470 thousand from March 1, 2030 to February 28, 2034. Monthly rent at NT$7.5 thousand for individual parking space from March 1, 2024 to February 28, 2034.	2,756 (Including imputed interest on security deposit)	27,999

For the six months ended June 30, 2024					
Lessee	Subject matter of lease	Lease term	Method of rent calculation/collection	Rental income	Total rental income in 5 years ahead
Watsons Taiwan	Part of the premises of HeySong Commercial Building at Xinyi Road Section 4.	January 16, 2020 to January 15, 2024, total 4 years	Monthly rent at NT$1,534 thousand from January 16, 2023 to January 15, 2024.	$ 7,968 (Including imputed interest on security deposit)	$ 65,904
		January 16, 2024 to January 15, 2029, total 5 years	Monthly rent at NT$1,200 thousand from January 16, 2024 to January 15, 2027. Monthly rent at NT$1,236 thousand from January 16, 2027 to January 15, 2029.		
Uni-President Wellbeing Life Corp.	Part of the premises and parking spaces of HeySong Commercial Building at Xinyi Road Section 4.	March 1, 2019 to February 29, 2024, total 5 years (for the premises), and March 1, 2019 to February 29, 2024, total 5 years (for the parking spaces)	Monthly rent at NT$460 thousand from March 1, 2021 to February 28, 2023. Monthly rent at NT$465 thousand from March 1, 2023 to February 29, 2024. Monthly rent at NT$7.5 thousand for individual parking space from March 1, 2019 to February 29, 2024.	2,785 (Including imputed interest on security deposit)	27,831

(Continued)

For the six months ended June 30, 2024					
Lessee	Subject matter of lease	Lease term	Method of rent calculation/collection	Rental income	Total rental income in 5 years ahead
		March 1, 2024 to February 28, 2034, total 10 years (for the premises), and March 1, 2024 to February 28, 2034, total 10 years (for the parking spaces)	Monthly rent at NT$450 thousand from March 1, 2024 to February 28, 2027. Monthly rent at NT$460 thousand from March 1, 2027 to February 28, 2030. Monthly rent at NT$470 thousand from March 1, 2030 to February 28, 2034. Monthly rent at NT$7.5 thousand for individual parking space from March 1, 2024 to February 28, 2034.		

(Concluded)

See Note 30 for details of lease arrangements the Group had made with respect to its investment property – Breeze Center for the six months ended June 30, 2025 and 2024.

Operation lease is the leasing of investment property owned by the Group and the lease term ranged from 1 to 28 years. The lease term of the Breeze Center was agreed from October 26, 2004 to October 25, 2032, and the rent be adjusted upward by 3% annually. The adjustment of the rent was changed to an increase of 1.5% every year from October 26, 2021 to October 25, 2026, and an increase of 1% every year from October 26, 2026 to October 25, 2029. The rent will not be adjusted upward from October 26, 2029 to October 25, 2032. There will be no bargain purchase option for the property at the expiration of the lease term.

As of June 30, 2025 and December 31 and June 30, 2024, the Group has collected security deposit for the operation lease contracts were all NT$123,728 thousand.

The total rental payment from the lessee with irrevocable operating lease is as follows (disclosure of lease accounted for 5% of the total rental income of the building of respective years):

	June 30, 2025	December 31, 2024	June 30, 2024
Less than 1 year	$ 572,469	$ 568,902	$ 565,203
1～5 Years	2,317,971	2,317,775	2,314,729
More than 5 years	1,341,244	1,629,344	1,915,424
	$ 4,231,684	$ 4,516,021	$ 4,795,356

XVIII. REFUNDABLE DEPOSIT

	June 30, 2025	December 31, 2024	June 30, 2024
Performance bond	$ 167,866	$ 328,166	$ 161,500
Others	25,258	23,945	21,449
	$ 193,124	$ 352,111	$ 182,949

The Group is the exclusive distributor of Kinmen Kaoliang Liquor products over 50% ABV in Taiwan (excluding the Kinmen area) from September 1, 2015, to December 31, 2027, with a performance bond of NT$166,666 thousand and NT$326,666 thousand and NT$160,000 thousand reserved on June 30, 2025 and December 31 and June 30, 2024, respectively.

Please refer to Note 31 for the amount of pledged by the Group as the deposit margin for the performance guarantee of merchandise distribution.

XIX. LOANS

	June 30, 2025	December 31, 2024	June 30, 2024
Secured Loans (Note 32)			
Bank loans	$ 1,250,000	$ 1,550,000	$ 850,000

The range of interest rates on bank loans or financing was 1.81%~1.82%, 1.80%~1.94% and 1.74%~1.76% per annum as of June 30, 2025 and December 31 and June 30, 2024, respectively.

XX. NOTES AND ACCOUNTS PAYABLE

	June 30, 2025	December 31, 2024	June 30, 2024
Notes payable			
From operation	$ 5,525	$ 5,285	$ 5,312
Accounts payable			
From operation	$ 414,226	$ 289,757	$ 396,391

XXI. OTHER PAYABLES

	June 30, 2025	December 31, 2024	June 30, 2024
Payables for purchases of equipment	$ 48,832	$ 38,304	$ 54,959
Payable remuneration to employees and directors	62,612	44,964	65,513
Payable salaries and bonus	64,790	101,801	61,164
Payable advertising fees	123,298	55,020	80,094
Payable commodity tax	30,496	19,583	36,813
Payable for supplies	7,879	13,650	7,446
Payable freight	24,483	19,052	25,846
Payable leave with pay	30,178	23,662	29,632
Others	153,933	127,900	198,914
	$ 546,501	$ 443,936	$ 560,381

XXII. RETIREMENT BENEFIT PLANS

(I) Defined contribution plan

The Company and its domestic subsidiaries adopted a pension plan under the Labor Pension Act (LPA), which is a state-managed defined contribution plan. Under the LPA, the Company and its domestic subsidiaries make monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages.

For the three months ended June 30, 2025 and 2024 and for the six months ended June 30, 2025 and 2024, the Group had made contributions according to the percentages specified in the defined contribution plan and recognized NT$7,788 thousand, NT$7,248 thousand, NT$14,856 thousand and NT$14,336 thousand in expenses, respectively, in the consolidated statement of comprehensive income.

(II) Defined benefit plans

Defined benefit plan expenses for the three months ended June 30, 2025 and 2024 and for the six months ended June 30, 2025 and 2024, were calculated based on actuarial assumptions, pension cost rates, and pension costs determined as at December 31, 2024 and 2023; the above amounts were calculated at NT$412 thousand, NT$31 thousand, NT$1,676 thousand and NT$1,744 thousand, respectively.

The Group has established the regulations governing the retirement of all formal employees for all entities therein except for Keh-Jyi Co., Ltd., Keh-Lai Co., Ltd. Hey Song Asset Management Co., Ltd. and Song-Sin Co., Ltd. where there are no formal employees in the organizational structure, and Hey Song (Samoa)International Co., Ltd. and Hey Song Trading (Suzhou) Co., Ltd., for which the local governments have no mandatory requirements for such purpose and where regulations governing the retirement of employees have never been established, resulting in an impossibility of appropriation of pension reserves under the actuarial method.

The consolidated entity complies with Paragraph 2, Article 56 of Labor Standards Act and evaluates balance of the labor pension fund account before the end of each year. If the account is estimated to be short of balance to pay the amount of pension benefits for workers who are expected to meet the retirement criteria mentioned in Article 53 or Subparagraph 1, Paragraph 1, Article 54 of the Act in the coming year, the consolidated is required to reimburse the shortfall in one contribution before the end of March the following year. The Group had made full contributions into the pension account under the above requirements.

XXIII. EQUITY

(I) Share capital

Ordinary shares

	June 30, 2025	December 31, 2024	June 30, 2024
Shares authorized (in thousands of shares)	600,000	600,000	600,000
Shares authorized, par value $10 (in thousands of dollars)	$ 6,000,000	$ 6,000,000	$ 6,000,000
Shares issued and fully paid (in thousands of shares)	401,871	401,871	401,871
Shares issued and fully paid (in thousands of dollars)	$ 4,018,711	$ 4,018,711	$ 4,018,711

A holder of issued common shares with par value of NT$10 per share is entitled to vote and to receive dividends.

The Company has been approved by the competent authority for raising capital for each instance in the past with registration on record. Information on the sources of capital for the investment is specified below:

	Amount
Establishment after reorganization (1969)	$ 48,000
Raised capital by offering new shares	400,000
Capitalization of retained earnings into new shares	2,290,290
Capitalization of employee bonus into new shares	16,971
Capitalization of capital reserve	547,866
Capitalization of the reevaluation of capital reserve entered in book in the previous period into new shares	2,055,154
Cash buyback for recapitalization	(1,339,570)
	$ 4,018,711

(II) Capital surplus

	June 30, 2025	December 31, 2024	June 30, 2024
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (1)			
Additional paid-in capital	$ 183,296	$ 183,296	$ 183,296
Treasury share transactions (subsidiary disposal of the stocks issued by parent company)	202	202	202
May only be used to offset a deficit			
Changes in percentage of ownership interests in subsidiaries (2)	917	917	917
Changes in net equity value of associates recognized under the equity method	2,332	2,332	2,478
Shareholders surrender the right of debts	189	189	189
	$ 186,936	$ 186,936	$ 187,082

1. Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company’s capital surplus and to once a year).
2. Such capital surplus arises from the effects of changes in ownership interests in subsidiaries resulting from equity transactions other than actual disposals or

acquisitions or from changes in capital surplus of subsidiaries accounted for using the equity method.

(III) Retained earnings and dividends policy

In accordance with the surplus distribution policy in the Company's Articles of Incorporation and in accordance with the law, if the Company's annual final accounts show a surplus, taxes shall be paid and accumulated losses made up for, and then ten percent of the remaining surplus shall be set aside as the statutory surplus reserve; however, when the statutory surplus reserve has reached the Company’s paid-in capital, the aforementioned ten percent may be exempted from appropriation; the remaining amount shall be further made provision or reversed as a special surplus reserve in accordance with the law and regulations; and if there is still any balance, together with the accumulated undistributed surplus, the Board of Directors shall prepare a surplus distribution proposal and submit it to the shareholder meeting for a resolution on the distribution of dividends to shareholders. If the foregoing distribution of surplus or reserve is to be made in cash, the Board of Directors shall be authorized to pass a resolution, with two thirds or more of the directors present and with consent from more than half of directors in attendance, to distribute dividends and bonuses in the form of cash, which shall also be reported to the shareholder meeting. For the employee and director remuneration distribution policy stipulated in the Company's Articles of Incorporation, please refer to Note 25 (8), Employee compensation and director remuneration.

The dividend policy of the Company is developed in consideration of our sustainable development plan, the investment environment, the funding requirements and domestic and international competition status, as well as the interests of the shareholders. The amount of dividends allocated to shareholders in a given year shall not be less than 50% of net income for that year. Dividends could be paid in shares or cash, and cash dividend shall not fall below 30% of total dividends allocated to shareholders.

Legal reserves shall be appropriated until the balance thereof is equivalent to the amount of the total paid-in capital. The legal reserves may be used for covering losses carried forward. If there is no loss carried forward for the Company, the amount of the legal reserves in excess of 25% of the paid-in capital can be capitalized into new shares and paid out as cash dividend.

The appropriations of earnings for 2024 and 2023:

	For the year ended December 31,	
	2024	2023
Legal reserve	$ 94,718	$ 94,159
Cash dividends	$ 763,555	$ 763,555
Cash dividends per share (NT$)	$ 1.90	$ 1.90

The above appropriations for cash dividends were resolved by the Company's board of directors on March 13, 2025 and March 14, 2024, respectively; the other proposed appropriations were resolved by the shareholders in their meetings on June 16, 2025 and June 19, 2024, respectively.

(IV) Special reserve

	June 30, 2025	December 31, 2024	June 30, 2024
Appropriation of special reserves after adopting IFRSs			
Unrealized appreciation from reevaluation	$ 4,357,281	$ 4,357,281	$ 4,357,281

(V) Other equity items

1. Exchange differences on translating the financial statements of foreign operations

	For the six months ended June 30,	
	2025	2024
Balance at beginning of period	($ 27,040)	($ 32,748)
Recognized for the period		
Exchange differences on translating the financial statements of foreign operations	(23,151)	7,129
Related income taxes	4,630	(1,426)
Balance at end of period	($ 45,561)	($ 27,045)

2. Unrealized gain(loss) on financial assets at FVTOCI

	For the six months ended June 30,	
	2025	2024
Balance at beginning of period	$ 144,837	$ 145,145
Recognized for the period		
Share from associates accounted for using the equity method	151	-
Balance at end of period	$ 144,988	$ 145,145

XXIV. REVENUE

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Revenue from contracts with customers				
Sales revenue -beverages	$ 1,554,731	$ 1,359,335	$ 2,591,127	$ 2,515,129
Sales revenue -liquors	912,211	919,885	2,105,584	2,403,490
	$ 2,466,942	$ 2,279,220	$ 4,696,711	$ 4,918,619

Contract balances

	June 30, 2025	December 31, 2024	June 30, 2024	January 1, 2024
Contract assets				
Notes receivable (Note 11)	$ 45,920	$ 46,912	$ 64,779	$ 54,381
Accounts receivable (Note 11)	902,155	747,753	974,973	798,648
	$ 948,075	$ 794,665	$ 1,039,752	$ 853,029
Contract liabilities (presented as other current liabilities - others)				
Sale of goods	$ 14,539	$ 18,358	$ 15,432	$ 14,015

XXV. NET PROFIT (LOSS) FROM CONTINUING OPERATIONS

(I) Interest income

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Bank deposits	$ 8,004	$ 5,754	$ 13,664	$ 12,854

(II) Other income

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Rental income				
Rental income from operating lease	$ 146,045	$ 144,551	$ 292,309	$ 289,461
Others	3,258	493	15,229	7,702
	$ 149,303	$ 145,044	$ 307,538	$ 297,163

(III) Other gains and losses

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Fair value changes of financial assets and financial liabilities				
Financial assets mandatorily classified as at FVTPL	$ 1,677	$ 1,055	$ 2,857	$ 2,241
Net foreign exchange (losses)gains	(14,700)	2,662	(12,791)	7,418
(Loss)gain on disposal of property, plant and equipment	(3,544)	113	164,224	871
Cost of rent	(35,082)	(33,251)	(69,055)	(66,401)
Others	(291)	(187)	(9,176)	(226)
	($ 51,940)	($ 29,608)	$ 76,059	($ 56,097)

(IV) Finance costs

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Interest on bank loans (including interest on security deposit)	$ 6,857	$ 3,115	$ 14,523	$ 7,053
Interest on lease liabilities	178	171	376	338
	$ 7,035	$ 3,286	$ 14,899	$ 7,391

(V) Depreciation and amortization

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
An analysis of depreciation by function				
Operating costs	$ 52,575	$ 52,595	$ 105,107	$ 105,018
Operating expenses	24,775	24,936	49,395	50,438
Other gains and losses	7,882	7,782	15,764	15,564
	$ 85,232	$ 85,313	$ 170,266	$ 171,020
An analysis of amortization by function				
Operating costs	$ 53	$ 25	$ 107	$ 50
Operating expenses	1,647	1,880	3,379	3,733
	$ 1,700	$ 1,905	$ 3,486	$ 3,783

(VI) Operating expenses directly related to investment properties

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Direct operating expenses of investment properties generating rental cost	$ 35,082	$ 33,251	$ 69,055	$ 66,401

(VII) Employee benefits expense

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Short-term benefits	$ 168,083	$ 170,133	$ 388,356	$ 383,751
Post-employment benefits (Note 22)				
Defined contribution plan	7,788	7,248	14,856	14,336
Defined benefit plans	412	31	1,676	1,744
	8,200	7,279	16,532	16,080
Other employee benefits	32,328	29,579	62,909	60,353
Total employee benefits expense	$ 208,611	$ 206,991	$ 467,797	$ 460,184
An analysis of employee benefits expense by function				
Operating costs	$ 70,909	$ 66,091	$ 161,635	$ 156,536
Operating expenses	137,702	140,900	306,162	303,648
	$ 208,611	$ 206,991	$ 467,797	$ 460,184

(VIII) Compensation of employees and remuneration of directors

According to the Articles of Incorporation, annual profits concluded by the Company are subject to employee remuneration of no less than 1%, which may be distributed in cash or in shares based on the resolution of the board of directors. The employees of the subsidiaries who meet certain criteria are entitled to receiving the remuneration. Up to 3% of the aforementioned profit may be distributed as director remuneration at the discretion of the board of directors. In accordance with the amendments to the Securities and Exchange Act in August 2024, the shareholders of the Company resolved the amendments to the Articles of Incorporation at their 2025 regular meeting. If the Company generates a profit in a given fiscal year, no less than 1% of such profit shall be allocated as employee compensation. Of the allocated employee compensation, not less than 55% shall be distributed to non-executive employees.

The compensation of employees (including non-executive employees) and the remuneration of directors for the three months and six months ended June 30, 2025 and 2024 are as follows:

<u>Accrual rate</u>

	For the six months ended June 30,	
	2025	2024
Compensation of employees	1%	1%
Remuneration of directors	3%	3%

Amount

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Compensation of employees	$ 1,585	$ 2,884	$ 4,412	$ 5,072
Remuneration of directors	$ 4,756	$ 8,654	$ 13,236	$ 15,217

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

The appropriations of earnings for the compensation of employees and remuneration of directors for 2024 and 2023 that were resolved by the Company's Board of Directors on March 13, 2025 and March 14, 2024, respectively, are as shown below:

	For the years ended December 31,	
	2024	2023
	Cash	Cash
Compensation of employees	$ 11,241	$ 11,306
Remuneration of directors	33,723	33,918

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

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

XXVI. INCOME TAXES RELATING TO CONTINUING OPERATIONS

(I) Income tax recognized in profit or loss

Major components of income tax expense are as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Current tax				
In respect of the current period	$ 44,990	$ 58,130	$ 83,579	$ 123,774
Land incremental tax	-	-	12,094	-
Adjustments for prior years	(145)	401	(145)	401
	44,845	58,531	95,528	124,175
Deferred tax				
In respect of the current period	(4,874)	(2,714)	(4,879)	(6,522)
Income tax expense recognized in profit or loss	$ 39,971	$ 55,817	$ 90,649	$ 117,653

The applicable tax rate in the Republic of China is 20% and the tax rate applicable for the subsidiaries in Mainland China is 25%. In other jurisdictions, taxes shall be calculated on the basis of the applicable tax rates in the relevant jurisdictions.

(II) Income tax recognized in other comprehensive income

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Deferred tax				
Accrued in the current period				
- Translation of foreign operations	$ 5,751	($ 445)	$ 4,630	($ 1,426)
Total income tax recognized in other comprehensive income	$ 5,751	($ 445)	$ 4,630	($ 1,426)

(III) Income tax assessments

The profit-seeking enterprise annual income tax returns of the Company and its subsidiaries have been assessed by the tax authority up to fiscal year 2022. The income tax returns of Song-Yang Beverages Co., Ltd. and Song-Tai Beverages Co., Ltd. have been assessed by the tax authority up to fiscal year 2023. The remaining Mainland China subsidiaries have all completed their income tax returns in accordance with the deadlines stipulated by the local government.

XXVII. EARNINGS PER SHARE

Unit: NT$ Per Share

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Basic earnings per share	$ 0.35	$ 0.62	$ 0.96	$ 1.06
Diluted earnings per share	$ 0.35	$ 0.62	$ 0.96	$ 1.06

The earnings and weighted average number of ordinary shares outstanding used in the computation of earnings per share are as follows:

Net profit for the period

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Net income attributable to owners of the Company	$ 139,257	$ 249,704	$ 386,349	$ 424,980
Effect of potentially dilutive ordinary shares:				
Compensation of employees	-	-	-	-
Earnings used in the computation of diluted earnings per share	$ 139,257	$ 249,704	$ 386,349	$ 424,980

Weighted average number of ordinary shares outstanding

Unit: in thousands of shares

	For the three months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Weighted average number of ordinary shares used in the computation of basic earnings per share	401,871	401,871	401,871	401,871
Effect of potentially dilutive ordinary shares:				
Compensation of employees	110	114	218	225
Weighted average number of ordinary shares used in the computation of diluted earnings per share	401,981	401,985	402,089	402,096

The Group may settle the compensation of employees in cash or shares; therefore, the Group assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares are included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

XXVIII. CAPITAL MANAGEMENT

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

The Group’s capital structure comprises net debt (i.e. borrowings less cash and cash equivalents) and equity (i.e. sum of share capital, capital reserve, retained earnings, and other equity items).

The Group is not required to observe other external capital requirements.

XXIX. FINANCIAL INSTRUMENTS

(I) Fair value of financial instruments not measured at fair value

Management believes the carrying amounts of non-financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values.

(II) Fair value of financial instruments measured at fair value on a recurring basis

1. Fair value hierarchy

June 30, 2025

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic unlisted shares	$ -	$ -	$ 658	$ 658
Financial assets at FVTOCI				
Investments in equity instruments				
Foreign unlisted shares	$ -	$ -	$ 12,621	$ 12,621

December 31, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic unlisted shares	$ -	$ -	$ 658	$ 658
Mutual funds	100,374	-	-	100,374
Total	$ 100,374	$ -	$ 658	$ 101,032
Financial assets at FVTOCI				
Investments in equity instruments				
Foreign unlisted shares	$ -	$ -	$ 13,815	$ 13,815

June 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic unlisted shares	$ -	$ -	$ 658	$ 658

There were no transfers between Levels 1 and 2 in the current and prior periods.

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

Financial instruments at fair value under Level 3 standard adopted by the Group are the equity instruments related to Hsin Tung Yang Co., Ltd. and Dong Nan Beverages Co., Ltd. No gain or loss was recognized on these equity instruments in the consolidated statement of comprehensive income for the six months ended June 30, 2025 and 2024.

3. Valuation techniques and inputs applied for Level 3 fair value measurement

There is no active market for domestic stocks not listed at TWSE (TPEx) and there is no fair value for measurement. The equity instrument is measured on the basis of cost.

(III) Categories of financial instruments

	June 30, 2025	December 31, 2024	June 30, 2024
Financial assets			
Financial assets at FVTPL			
Mandatorily classified as at FVTPL	$ 658	$ 101,032	$ 658
Financial assets at amortized cost (Note 1)	2,883,393	2,862,970	2,896,107
Financial assets at FVTOCI			
Equity instruments	12,621	13,815	-
Financial liabilities			
Amortized cost (Note 2)	3,108,194	2,416,736	2,703,301

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

Note 2: The balances include financial liabilities at amortized cost, which comprise short-term loans, notes payable, accounts payable, other payables and guarantee deposits received.

(IV) Financial risk management objectives and policies

Main financial instruments used by the Group include equity investments, fund beneficiary certificates, accounts receivable, accounts payable, loans and lease liabilities. The financial management department of the Group provides services to all business units, administers and coordinates domestic and foreign financial market operations, supervises and manages related financial risks of the operation of the Group through the internal risk report on risk exposure by intensity and scope. These risks include market risk (including exchange risk and interest rate risk), credit risk, and liquidity risk.

1. Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (refer to (1) below) and interest rates (refer to (2) below).

(1) Foreign currency risk

The Group had foreign currency purchases, which exposed the Group to foreign currency risk.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities and of the derivatives exposed to foreign currency risk at the end of the reporting period are set out in Note 33.

Sensitivity analysis

The Group is mainly under the influence of exchange rate fluctuation of the USD. Sensitivity analysis is carried out in case of a 1% appreciation or depreciation of the USD against the NTD to report exchange risk to the management.

Sensitivity analysis refers to the influence of the fluctuation of the exchange rate in USD by 1% on the foreign currency items denominated in USD held by the Group at the end of the year. The following table shows the increase in the net income for the year when the USD appreciated by 1% on condition that other conditions remained unchanged; the influence on the profit before tax would be in the same figure but in negative form when the USD depreciated by 1%.

	For the six months ended June 30,	
	2025	2024
Influence on income (before taxation)	$ 1,979 (i)	$ 1,592 (i)

(i) Mainly from the outstanding deposits and payables in USD without cash flow hedge of the Group on the balance sheet date.

(2) Interest rate risk

The Group holds bank deposits and loans. Given the low volatility in banks' deposit rates and borrowing rates, changes in market interest rates have limited effect on the Group's revenues and cash flow from the operating activities.

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

	June 30, 2025	December 31, 2024	June 30, 2024
Fair value interest rate risk			
- Financial assets	$ 425,615	$ 269,989	$ 392,171
Cash flow interest rate risk			
- Financial assets	1,283,439	1,323,184	1,250,879
- Financial liabilities	1,250,000	1,550,000	850,000

Sensitivity analysis

The sensitivity analysis below was determined based on the Group's exposure to interest rates for non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the reporting period was outstanding for the whole year.

The rate of change for internal reporting to the top management on interest rates is the fluctuation of 1%, which also stands for the reasonable range of possible change in interest rates subject to the assessment of the top management.

An increase of interest rate by 1% will result in an increase of NT$167 thousand and NT$2,004 thousand in the Group's profit before tax for the six months ended June 30, 2025 and 2024, respectively, if all other variables remained unchanged. This variation was largely attributed to the interest rate risk resulting from the Group's bank deposits and loans calculated at floating interest rates.

2. Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk, which would cause a financial loss to the Group due to the failure of the counterparty to discharge its obligation and due to the financial guarantees provided by the Group, could be equal to the total of the carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets.

In addition, the Group reviews the recoverable amount of every account receivable on each balance sheet date and recognizes impairment losses where appropriate for accounts receivable that are deemed unrecoverable. The management of the Group therefore holds that the credit risk of the Group diminishes significantly.

The principal financial activities of the Group are reviewed by the board of directors in accordance with related regulations and the internal control system. During the implementation of financial plans, the Group must follow related financial operation procedures for the overall financial risk management and delegation of authority and responsibilities.

3. Liquidity risk

The Group supports the operation of the group and reduces the impact of cash flow fluctuation through proper management and keeping the cash and cash equivalents position adequate. The management of the Group supervises the use of the banking facility and ensures compliance with the terms and conditions inscribed in the loan agreements.

(1) Liquidity and interest rate risk tables for non-derivative financial liabilities

The following table details the Group's remaining contractual maturities for its non-derivative financial liabilities with agreed upon repayment periods. The table has been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The table includes both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed upon repayment dates.

June 30, 2025

	Less than 1 year	1~5 Years	More than 5 years
Non-interest bearing liabilities			
Notes payable	$ 5,525	$ -	$ -
Accounts payable	414,226	-	-
Other payables	204,492	-	-
Lease liabilities	19,418	39,637	-
Variable interest rate liabilities			
Short-term loans	1,250,000	-	-
	$ 1,893,661	$ 39,637	$ -

December 31, 2024

	Less than 1 year	1~5 Years	More than 5 years
Non-interest bearing liabilities			
Notes payable	$ 5,285	$ -	$ -
Accounts payable	289,757	-	-
Other payables	126,026	-	-
Lease liabilities	21,151	48,915	157
Variable interest rate liabilities			
Short-term loans	1,550,000	-	-
	$ 1,992,219	$ 48,915	$ 157

June 30, 2024

	Less than 1 year	1~5 Years	More than 5 years
Non-interest bearing liabilities			
Notes payable	$ 5,312	$ -	$ -
Accounts payable	396,391	-	-
Other payables	168,345	-	-
Lease liabilities	18,516	45,075	2,481
Variable interest rate liabilities			
Short-term loans	850,000	-	-
	$ 1,438,564	$ 45,075	$ 2,481

(2) Financing facilities

The Board is charged with the ultimate responsibility of managing the liquidity risk of the Group. The Group has established an appropriate framework for liquidity risk management to respond to the management needs of short-term, mid-term, and long-term financing and liquidity. The Group manages liquidity risk by maintaining adequate bank facilities and committed lending facilities, continually monitoring expected and actual cash flows and making plans about using financial assets with a similar maturity date to cover liabilities. As at June 30, 2025 and December 31 and June 30, 2024, the balance of the Group's unused banking facility was NT$2,650,000 thousand, NT$2,050,000 thousand and NT$2,550,000 thousand, respectively.

XXX. TRANSACTIONS WITH RELATED PARTIES

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

(I) Related party name and category

Related Party Name	Related Party Category
Breeze Development Co., Ltd.	Associate
HeySong Educational Foundation	Related party in substance

(II) Other transactions with related parties

Line Item	Related Party Category/Name	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Rental income	Associate Breeze Development Co., Ltd.	$ 136,905	$ 135,104	$ 273,811	$ 270,208

Line Item	Related Party Category/Name	June 30, 2025	December 31, 2024	June 30, 2024
Guarantee deposits received	Associate Breeze Development Co., Ltd.	$ 120,000	$ 120,000	$ 120,000

Investment property - Breeze Center for rent and the status of lease:

For the six months ended June 30,2025

Lessee	Subject matter of lease	Lease term	Method of rent calculation/collection	Rental income	Rental income in 5 years ahead
Breeze Development Co., Ltd.	The amusement shopping center located within the scope of land at Lot No. 589 of Subsection III of Tunhua Section, Songshan District, about 44,147.11 square meters and 683 car park	October 26, 2004 to October 25, 2032	Rent is set at NT$45,471 thousand per month for the period from January 1 to June 30, 2025, and a security deposit of NT$120,000 thousand applies. The tenant is required to issue to the landlord 12 promissory notes covering next year's rent in advance. See Note 17 for details on rent adjustments.	$ 273,811 (Including imputed interest on security deposit)	The 1st year $ 552,517 The 2nd year 558,103 The 3rd year 562,987 The 4th year 567,920 The 5th year 569,490

For the six months ended June 30,2024

Lessee	Subject matter of lease	Lease term	Method of rent calculation/collection	Rental income	Rental income in 5 years ahead
Breeze Development Co., Ltd.	The amusement shopping center located within the scope of land at Lot No. 589 of Subsection III of Tunhua Section, Songshan District, about 44,147.11 square meters and 683 car park	October 26, 2004 to October 25, 2032	Rent is set at NT$44,882 thousand per month for the period from January 1 to June 30, 2024, and a security deposit of NT$120,000 thousand applies. The tenant is required to issue to the landlord 12 promissory notes covering next year's rent in advance. See Note 17 for details on rent adjustments.	$ 270,208 (Including imputed interest on security deposit)	The 1st year $ 545,239 The 2nd year 552,374 The 3rd year 557,961 The 4th year 562,845 The 5th year 567,777

(III) Lease arrangements

Line Item	Related Party Category/Name	June 30, 2025	December 31, 2024	June 30, 2024
Lease liabilities – current	Associate			
	Breeze Development Co., Ltd.	$ 6,991	$ 6,911	$ 6,832
Lease liabilities – non-current	Associate			
	Breeze Development Co., Ltd.	24,244	27,763	31,235
		$ 31,235	$ 34,674	$ 38,067

Line Item	Related Party Category/Name	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Financial cost	Associate				
	Breeze Development Co., Ltd.	$ 61	$ 73	$ 125	$ 150

For the six months ended June 30,2025

Lessor	Subject matter of lease	Lease term	Area	Method of rent calculation/collection	Rental expense	Rental expense in 5 years ahead
Breeze Development Co., Ltd.	Hey Song Museum, located at the northeast corner of Breeze Center, at the junction of Civic Blvd and Fuxing South Road, Taipei.	October 26, 2021 to October 25, 2029	About 373.13 square meters	Rent is set at NT$594 thousand per month, increasing by 1.5% from the 2nd year onwards. The tenant is required to issue to the landlord 12 promissory notes covering next year's rent in advance.	$ 3,564	The 1st year $ 7,201 The 2nd year 7,284 The 3rd year 7,357 The 4th year 7,431 The 5th year 2,365

For the six months ended June 30,2024

Lessor	Subject matter of lease	Lease term	Area	Method of rent calculation/collection	Rental expense	Rental expense in 5 years ahead
Breeze Development Co., Ltd.	Hey Song Museum, located at the northeast corner of Breeze Center, at the junction of Civic Blvd and Fuxing South Road, Taipei.	October 26, 2021 to October 25, 2029	About 373.13 square meters	Rent is set at NT$585 thousand per month, increasing by 1.5% from the 2nd year onwards. The tenant is required to issue to the landlord 12 promissory notes covering next year's rent in advance.	$ 3,511	The 1st year $ 7,095 The 2nd year 7,201 The 3rd year 7,284 The 4th year 7,357 The 5th year 7,431

The above-mentioned lease agreements with the related-party were based on the mutually agreed prices.

(IV) Rental agreement

Line Item	Related Party Category/Name	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Rental income	Related party in substance HeySong Educational Foundation	$ -	$ -	$ 30	$ 30

The above-mentioned lease agreements with the related-party were based on the mutually agreed prices.

(V) Other transactions with related parties

1. Donation

Line Item	Related Party Category/Name	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Donation	Related party in substance HeySong Educational Foundation	$ -	$ -	$ 3,000	$ 3,000

2. Capital contribution to related parties

For information on the changes in long-term equity investment, refer to Note 13.

(VI) Compensation of key management personnel

	For the three months ended June 30, 2025	For the three months ended June 30, 2024	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Short-term employee benefits	$ 12,746	$ 15,347	$ 32,880	$ 32,054
Post-employment benefits	297	229	594	454
	$ 13,043	$ 15,576	$ 33,474	$ 32,508

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

XXXI. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets have been placed as collaterals for bank borrowings and as performance bonds for merchandise distributorship:

	June 30, 2025	December 31, 2024	June 30, 2024
Investment property	$ 3,359,834	$ 3,359,834	$ 3,359,834
Refundable deposits	167,866	328,166	161,500
	$ 3,527,700	$ 3,688,000	$ 3,521,334

XXXII. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

In addition to those disclosed in other notes, the Group had the following significant commitments and contingencies at the end of reporting period:

(I) The Group has undertaken surety for L/C credit limit and loans, and has issued promissory notes to respective lending banks specified as follows:

	June 30, 2025	December 31, 2024	June 30, 2024
Promissory notes	$ 3,061,800	$ 3,152,410	$ 2,943,700

(II) As at June 30, 2025 and December 31 and June 30, 2024, the Group had NT$48,090 thousand, NT$5,962 thousand and NT$0 thousand of letters of credit, respectively, that were issued but not yet drawn for raw materials and equipment purchases.

(III) The Group had the following contractual commitments that were not recognized:

	June 30, 2025	December 31, 2024	June 30, 2024
Purchase of property, plant and equipment	$ 134,871	$ 128,460	$ 160,474

XXXIII. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between the foreign currencies and the respective functional currencies were as follows:

Unit: Dollar/NTD thousand

June 30, 2025

	Foreign Currency	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 3,271,058	29.300 (USD: NTD)	$ 95,842
USD	3,577,357	7.159 (USD: CNY)	104,817
EUR	245	34.350	8
JPY	39,550	0.203	8
CNY	2,919,796	4.091	11,945
CAD	178,116	21.430	3,817
			$ 216,437
Financial liabilities			
Monetary items			
USD	93,391	29.300	$ 2,747
AUD	166,178	19.140	3,248
			$ 5,995

December 31, 2024

	Foreign Currency	Exchange Rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 1,985,298	32.785 (USD: NTD)	$ 65,088
USD	3,467,659	7.188 (USD: CNY)	113,687
EUR	244	34.140	8
JPY	2,143,136	0.210	450
CNY	1,370,638	4.478	6,138
CAD	114,536	22.820	2,614
			$ 187,985
Financial liabilities			
Monetary items			
USD	5,104	32.785	$ 165
CHF	5,821	36.265	216
			$ 381

June 30, 2024

	Foreign currency	Exchange rate	Carrying Amount
Financial assets			
Monetary items			
USD	$ 1,196,971	32.45 (USD: NTD)	$ 38,842
USD	3,717,563	7.1268 (USD: CNY)	120,635
EUR	243	34.71	8
JPY	306,228	0.2017	62
CNY	362,394	4.445	1,611
CAD	95,011	23.67	2,249
			$ 163,407
Financial liabilities			
Monetary items			
USD	7,656	32.45	$ 248
CHF	3,709	36.055	135
			$ 383

The Group is mainly exposed to the USD and the CNY. The following information was aggregated by the functional currencies of the entities in the Group, and the exchange rates between the respective functional currencies and the presentation currency were disclosed. The significant realized and unrealized foreign exchange gains (losses) were as follows:

	For the three months ended June 30, 2025		For the three months ended June 30, 2024	
Functional currency	Functional currency to currency for expression	Net exchange losses	Functional currency to currency for expression	Net exchange gains
NTD	1.000 (NTD: NTD)	($ 14,397)	1.000 (NTD: NTD)	$ 2,139
CNY	4.386 (CNY: NTD)	(303)	4.412 (CNY: NTD)	523
		($ 14,700)		$ 2,662

	For the six months ended June 30, 2025		For the six months ended June 30, 2024	
Functional currency	Functional currency to currency for expression	Net exchange losses	Functional currency to currency for expression	Net exchange gains
NTD	1.000 (NTD: NTD)	($ 12,323)	1.000 (NTD: NTD)	$ 6,695
CNY	4.386 (CNY: NTD)	(468)	4.412 (CNY: NTD)	723
		($ 12,791)		$ 7,418

XXXIV. SEPARATELY DISCLOSED ITEMS

(I) Information on significant transactions:

1. Financing provided to others. (None)
2. Endorsements/guarantees provided. (None)
3. Significant marketable securities held (excluding investments in subsidiaries, associates and joint ventures). (Table 1)

4. Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 2)
5. Receivables from related parties amounting to at least NT$100 million or 20% of the paid-in capital. (Table 3)
6. Others: Intercompany relationships and significant intercompany transactions. (Table 4)

(II) Information on investees. (Table 5)

(III) Information on investments in mainland China:

1. Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area. (Table 6)
2. Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses. (None)
   (1) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.
   (2) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.
   (3) The amount of property transactions and the amount of the resultant gains or losses.
   (4) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.
   (5) The highest balance, the ending balance, the interest rate range, and total current period interest with respect to the financing of funds.
   (6) Other transactions that have a material effect on the profit or loss for the year or on the financial position, such as the rendering or receipt of services.

XXXV. SEGMENT INFORMATION

The information provided to chief operating decision maker for resource allocation and segment performance assessment with emphasis on the type of product or service in each transaction of delivery or supply. The segments to be reported by the Group are specified as follows:

Beverages business unit – beverages

Beverages business unit – liquors

Property lease department

(I) Segment revenue and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segments:

	Segment revenue		Segment profit or loss	
	For the six months ended June 30,		For the six months ended June 30,	
	2025	2024	2025	2024
Beverages business unit -beverages	$ 2,591,127	$ 2,515,129	$ 830,387	$ 880,133
Beverages business unit -liquors	2,105,584	2,403,490	425,158	502,703
Property lease department	292,309	289,461	223,254	223,060
Total amount of continued operations	$ 4,989,020	$ 5,208,080	1,478,799	1,605,896
Operating expense			(1,151,805)	(1,091,101)
Interest income			13,664	12,854
Share of (losses) profits from equity-accounted associated companies			(9,104)	4,369
Gain on disposal of property, plant and equipment			164,224	871
Financial assets at fair value through profit or loss under compulsory measurement			2,857	2,241
Net (loss) gain on currency exchange			(12,791)	7,418
General revenue of company			15,229	7,702
General expense of company			(9,176)	(226)
Financial cost			(14,899)	(7,391)
Profit before tax from continuing operations			$ 476,998	$ 542,633

The aforementioned segment revenues were generated from transactions with external customers. No sale among the segments for the six months ended June 30, 2025 and 2024.

Segment profits are the profits earned by respective departments, excluding the cost allocated for the management of the corporate headquarters and remuneration to the directors, share of profits or losses from equity-accounted associates, rental income, interest income, gains/losses on disposal of property, plant and equipment, gains/losses on disposal of investment, net gains (losses) on foreign currency exchange, gains/losses on valuation of financial instruments, financial cost and income tax expense. These measured amounts are provided for the chief operating decision maker for resource allocation and segment performance assessment.

(II) Total segment assets

Segment assets	June 30, 2025	December 31, 2024	June 30, 2024
Beverages segment	$ 15,340,199	$ 15,297,703	$ 15,057,121
Property lease department	8,606,182	8,389,844	8,426,762
Consolidated total assets	$ 23,946,381	$ 23,687,547	$ 23,483,883

For purpose of supervising segment performance and allocation of resources:

Except for associates accounted for under the equity method, other financial assets, and current and deferred tax assets, all assets are allocated to the reportable segments. Assets shared by the reportable segments are allocated based on the revenue earned by the respective reportable segments.

XXXVI. NON-CASH TRANSACTIONS

The Group had the following investing and financing activities taking place for the six months ended June 30, 2025 and 2024 that were partially paid (collected) in cash:

	For the six months ended June 30, 2025	For the six months ended June 30, 2024
Purchase of property, plant and equipment		
Addition of property, plant and equipment	$ 163,116	$ 253,223
Add: Opening balance of payables for equipment	38,304	44,884
Less: Ending balance of payables for equipment	(48,832)	(54,959)
Cash payment	$ 152,588	$ 243,148
Gain on disposal of property, plant and equipment		
Proceeds from disposal of property, plant and equipment	$ 246,561	$ 1,708
Less: Book value of property, plant and equipment	(82,337)	(837)
	$ 164,224	$ 871
Cash dividends paid		
Cash dividends paid	$ 763,555	$ 763,555
Add: Opening balance of dividends payable	-	-
Less: Ending balance of dividends payable	(763,555)	(763,555)
Dividends paid	$ -	$ -
Other receivables		
Decrease in other receivables	$ 91,646	$ 85,578
Add: Dividends receivable from associate	22,750	22,750
Less: Tax refunds receivable	(1,765)	(257)
Other receivables	$ 112,631	$ 108,071

HEY SONG CORP. AND SUBSIDIARIES

SIGNIFICANT MARKETABLE SECURITIES HELD

JUNE 30, 2025

Table 1

Unit: NTD thousands

Holding Company Name	Marketable Securities Type and Name	Relationship with the Company	Financial Statement Account	Ending of period				Note
				Quantity of shares/units	Carrying Amount	Percentage of Ownership %	Market price	
	Stock – not listed on TWSE and TPEx							
Hey Song Corp.	Dong Nan Beverages Co., Ltd.	No	Financial assets at fair value through profit or loss - non-current	4,800	$ -	4.80	No information on market price	
Song-Sin Co., Ltd.	Hsin Tung Yang Co., Ltd.	No	Financial assets at fair value through profit or loss - non-current	48,000	518	0.05	No information on market price	
Song-Chia Beverages Co., Ltd.	Hsin Tung Yang Co., Ltd.	No	Financial assets at fair value through profit or loss - non-current	13,000	140	0.02	No information on market price	
					$ 658			
Hey Song Trading (Suzhou) Co., Ltd.	Panpan Guanzhishan Mineral Water Co., Ltd.	No	Financial assets at fair value through other comprehensive income - non-current	833,334	$ 12,621	5.00	No information on market price	

Note 1: See Tables 5 and 6 for information relating to subsidiaries, associated companies, and joint ventures.

HEY SONG CORP. AND SUBSIDIARIES

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

FOR THE SIX MONTHS ENDED JUNE 30, 2025

Table 2

Unit: NTD thousands

Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts Receivable (Payable)		Note
			Purchases/ Sales	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
Hey Song Corp.	Keh-Jyi Co., Ltd.	Parent-subsidiary	Sales	($ 1,072,367)	26	95~105 days	At regular transaction price	No significant difference from regular transactions	Notes $ - Accounts 609,684	- 45	
Hey Song Corp.	Keh-Lai Food Co., Ltd.	Parent-subsidiary	Sales	(509,210)	13	95~105 days	At regular transaction price	No significant difference from regular transactions	Notes - Accounts 300,631	- 22	
Hey Song Corp.	Song-Chia Beverages Co., Ltd.	Parent-subsidiary	Sales	(221,099)	5	95~105 days	At regular transaction price	No significant difference from regular transactions	Notes - Accounts 114,362	- 8	
Keh-Jyi Co., Ltd.	Hey Song Corp.	Parent-subsidiary	Purchases	1,072,367	99	95~105 days	At regular transaction price	No significant difference from regular transactions	Notes - Accounts (609,684)	- 99	
Keh-Lai Food Co., Ltd.	Hey Song Corp.	Parent-subsidiary	Purchases	509,210	99	95~105 days	At regular transaction price	No significant difference from regular transactions	Notes - Accounts (300,631)	- 100	
Song-Chia Beverages Co., Ltd.	Hey Song Corp.	Parent-subsidiary	Purchases	221,099	81	95~105 days	At regular transaction price	No significant difference from regular transactions	Notes - Accounts (114,362)	- 86	

Note: The above transactions have been fully eliminated when preparing consolidated financial statements.

HEY SONG CORP. AND SUBSIDIARIES

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

JUNE 30, 2025

Table 3

Unit: NTD thousands

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amount Received in Subsequent Period	Allowance for Bad Debts
					Amount	Actions Taken		
Hey Song Corp.	Keh-Jyi Co., Ltd.	Parent-subsidiary	Accounts receivable $ 609,684	4.22 times/year	$ -	—	Collections $ 349,634	$ -
	Keh-Lai Food Co., Ltd.	Parent-subsidiary	Accounts receivable 300,631	3.02 times/year	-	—	Collections 122,675	-
	Song-Chia Beverages Co., Ltd.	Parent-subsidiary	Accounts receivable 114,362	5.47 times/year	-	—	Collections 70,502	-

Note: The above transactions have been fully eliminated when preparing consolidated financial statements.

HEY SONG CORP. AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS

FOR THE SIX MONTHS ENDED JUNE 30, 2025

Table 4

Unit: NTD thousands

No. (Note 1)	Company Name	Counterparty	Nature of Relationship (Note 2)	Intercompany Transactions			
				Financial Statement Account	Amount	Terms	Percentage to Consolidated Net Revenue or Total Assets (Note 3)
0	Hey Song Corp.	Keh-Jyi Co., Ltd	1	Sales	$ 1,072,367	No significant difference from regular transactions	22.83%
		Keh-Lai Co., Ltd	1	Sales	509,210	No significant difference from regular transactions	10.84%
		Song-Bo Beverages Co., Ltd.	1	Sales	69,019	No significant difference from regular transactions	1.47%
		Song-Yang Beverages Co., Ltd.	1	Sales	74,972	No significant difference from regular transactions	1.60%
		Song-Ying Beverages Co., Ltd.	1	Sales	69,786	No significant difference from regular transactions	1.49%
		Song-Chia Beverages Co., Ltd.	1	Sales	221,099	No significant difference from regular transactions	4.71%
		Song-Tai Beverages Co., Ltd.	1	Sales	82,369	No significant difference from regular transactions	1.75%
		Song-Shen Food Co., Ltd	1	Sales	97,134	No significant difference from regular transactions	2.07%
		Song-Zhang Food Co., Ltd	1	Sales	40,738	No significant difference from regular transactions	0.87%
		Song-Pu Food Co., Ltd.	1	Sales	46,146	No significant difference from regular transactions	0.98%
		Keh-Jyi Co., Ltd	1	Accounts receivable	609,684	No significant difference from regular transactions	2.55%
		Keh-Lai Co., Ltd	1	Accounts receivable	300,631	No significant difference from regular transactions	1.26%
		Song-Chia Beverages Co., Ltd.	1	Accounts receivable	114,362	No significant difference from regular transactions	0.48%

Note 1: Information on the business transactions between parent company and the subsidiaries should be stated in the numbering field specified as follows:

1. 0 is for the parent company.
2. Subsidiaries are numbered from Arabic numerals 1.

Note 2: There are following 3 types of relations with counterparties. It is only necessary to specify the type:

1. Parent company to subsidiary.
2. Subsidiary company to parent.

Note 3: For calculating the percentage of transactions in the total consolidated revenue or assets, if the transactions are recognized in assets or liabilities, their ending balance should be divided by the total consolidated assets; if the transactions are recognized in profit or loss, their midterm accumulated amount should be divided by the total consolidated revenue.

HEY SONG CORP. AND SUBSIDIARIES

INFORMATION ON INVESTEES

FOR THE SIX MONTHS ENDED JUNE 30, 2025

Table 5

Unit: NTD thousands

Investor Company	Investee Company	Location	Main Businesses and Products	Original Investment Amount		Holding at the ending of period			Net Income (Losses) of the Investee	Share of Profits/Losses of Investee (Note 1)	Note
				Ending of current period	Ending of previous period	Shares	Percentage of Ownership (%)	Carrying Amount			
Hey Song Corp.	Hey Song (Samoa) International Co., Ltd.	P.O. BOX1225, Apia Samoa	Investment	$ 262,000	$ 262,000	8,000,000	100.00	$ 247,222	$ 11,229	$ 11,229	Subsidiary
Hey Song Corp.	Song-Sin Co., Ltd.	4F, No. 296, Sec. 4, Xinyi Road, Taipei	Asset management	1,702,289	1,702,289	120,681,904	100.00	2,257,085	8,037	8,137	Subsidiary
Hey Song Corp.	Hey Song Asset Management Co., Ltd.	5F, No.296, Sec. 4, Xinyi Road, Taipei	Asset management	2,703,834	2,703,834	108,342,890	100.00	4,740,720	176,186	176,186	Subsidiary (Note 2)
Hey Song Corp.	Song-Bo Beverages Co., Ltd.	No. 92, Aly. 370, Sec. 4, Yatan Rd., Daya Dist., Taichung City	Food trade	35,011	35,011	3,500,000	100.00	25,373	(1,339)	(1,339)	Subsidiary
Hey Song Corp.	Song-Yang Beverages Co., Ltd.	No. 6-17, Songpu Road, Niaosong District, Kaohsiung City	Food trade	27,436	27,436	2,600,000	100.00	26,464	1,888	1,888	Subsidiary
Hey Song Corp.	Song-Ying Beverages Co., Ltd.	No. 858, Zhongzheng Rd., Yongkang Dist., Tainan City	Food trade	54,475	54,475	1,800,000	100.00	16,353	78	(32)	Subsidiary
Hey Song Corp.	Song-Chia Beverages Co., Ltd.	No. 25, Juguang Road, Pingzheng District, Taoyuan City	Food trade	26,040	26,040	3,280,000	100.00	33,803	6,589	6,593	Subsidiary
Hey Song Corp.	Song-Tai Beverages Co., Ltd.	No. 46, Zhongxing, Huwei Township, Yunlin County	Food trade	49,002	49,002	3,000,000	100.00	21,703	(608)	(599)	Subsidiary
Hey Song Corp.	Song-Shen Food Co., Ltd.	No. 7, Zhangshu 1st Rd., Xizhi Dist., New Taipei City	Food trade	111,994	111,994	6,200,000	100.00	39,536	(16)	772	Subsidiary
Hey Song Corp.	Keh-Jyi Co., Ltd.	4F, No. 296, Sec. 4, Xinyi Road, Taipei	Food trade	10,036	10,036	4,350,000	100.00	(5,981)	(52,236)	(52,236)	Subsidiary (Note 2)
Hey Song Corp.	Keh-Lai Food Co., Ltd.	4F, No. 296, Sec. 4, Xinyi Road, Taipei	Food trade	160,000	160,000	18,940,000	100.00	161,676	8,866	8,866	Subsidiary
Hey Song Corp.	Song-Zhang Food Co., Ltd.	No. 25, Sec. 2, Fuzun Road, Yuanlin City, Changhua County	Food trade	36,000	36,000	2,600,000	100.00	18,813	(1,129)	(1,129)	Subsidiary
Hey Song Corp.	Song-Pu Food Co., Ltd.	No. 12, Ln. 167, Quanjia Road, Shuiyuan Village, East District, Hsinchu City.	Food trade	32,000	32,000	3,200,000	100.00	26,646	(1,413)	(1,413)	Subsidiary
Hey Song Corp.	Song-May Co., Ltd.	4F, No. 296, Sec. 4, Xinyi Road, Taipei	Food trade	10,000	-	1,000,000	100.00	10,004	4	4	Subsidiary
Hey Song Corp.	Breeze Development Co., Ltd.	No. 39, Sec. 1, Fuxing South Road Section I, Taipei City	Department store retailing	331,000	331,000	22,750,000	24.46	777,933	(37,216)	(9,104)	Equity method evaluation

Note 1: Amount includes the adjustment of unrealized gross profit.

Note 2: The investees in the second -quarter gain (loss) of 2025 were recognized based on the auditor-reviewed financial statements of the respective investees for the same period.

HEY SONG CORP. AND SUBSIDIARIES

INFORMATION ON INVESTMENT IN MAINLAND CHINA

FOR THE SIX MONTHS ENDED JUNE 30, 2025

Table 6

Unit: NTD thousands unless otherwise specified

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated amount of investment remitted from Taiwan at the beginning of period	Investment Flows		Accumulated amount of investment remitted from Taiwan at the ending of period	Net Income (Losses) of the Investee Company	% Ownership of Direct or Indirect Investment	Investment Gain (Loss)	Carrying Amount of investment at the ending of period	Investment return repatriated by the end of current period	Note
					Outward	Inward							
Hey Song Trading (Suzhou) Co., Ltd.	Import and export, and wholesaling of packed food.	$ 262,000	(2) Hey Song (Samoa) International Co., Ltd.	$ 262,000	$ -	$ -	$ 262,000	$ 11,229	100.00	$ 11,229	$ 247,220	$ 17,983	Note 2(2)C, Note 4

Accumulated amount of investment remitted from Taiwan to Mainland China in current period	Investment Amount Authorized by the Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
$1,930,511	$ 1,930,511	$ 11,063,533

Note 1: There are 3 types of investment method, please specify the type:

(1) Direct investment in mainland China.

(2) Indirect investment in mainland China through companies registered in a third region (specify the name of the company in third region).

(3) Others.

Note 2: The investment income (loss) recognized in current period:

(1) No investment income (loss) has been recognized due to the investment is still in the development stage.

(2) The investment income (loss) was determined based on the following basis:

A. The financial report was reviewed and certified by an international accounting firm in cooperation with an accounting firm in the ROC.

B. The financial statements were reviewed by the parent company’s auditors.

C. Others: unaudited financial statements.

Note 3: According to the “Principles for the Review of Investment or Technical Joint Venture in Mainland China” dated August 29, 2008, cumulative investments into the Mainland shall not exceed 60% of investor’s net worth or consolidated net worth, whichever is higher.

Note 4: The Company invested and held 100% equity interest in Hey Song Trading (Suzhou) Co., Ltd. through Hey Song (Samoa) International Co., Ltd., another 100%-owned subsidiary. The investment has been approved by the Investment Commission of the Ministry of Economic Affairs under Letter Jing-Sheng (II) Zi No. 10400223090 dated September 10, 2015.