Stock Code: 1313

UPC Technology Corporation and Subsidiaries Consolidated Financial Statements and Independent Auditors' Review Report

for the periods of First Quarter of 2026 and 2025

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INDEPENDENT Auditors' Review Report

The Board of Directors and Stockholders UPC Technology Corp.

Introduction

We have audited the accompanying consolidated financial statements of UPC Technology Corp. and its subsidiaries (collectively referred to as the “Group”), which comprise the consolidated balance sheets as of March 31, 2026 and 2025, and the consolidated statements of comprehensive income, consolidated statements of changes in equity and consolidated cash flow statements for the periods from January 1 to March 31, 2026 and 2025, and notes to the consolidated financial statements, including material accounting policy information. It is the management's responsibility to present fairly the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standards (IAS) 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission (FSC) 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 for matters described in the Basis for Qualified Conclusion below, we conducted our reviews in accordance with Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". The procedures performed during the auditing of the consolidated financial statements include inquiries (primarily addressed to personnel responsible for financial and accounting matters), analytical procedures and other audit procedures. The scope of review engagement is substantially narrower than that of review engagement. Consequently, we may not become aware of all material matters that might be identified in an audit, and thus we can not express an audit opinion.

Basis for Qualified Conclusion

As disclosed in Note 12 to the consolidated financial statements, certain insignificant consolidated subsidiaries included in the consolidated financial statements had unreviewed financial statements for the same periods. As of March 31, 2026 and 2025, the total assets of these subsidiaries amounted to NT$ 13,842,560 thousand and NT$ 22,304,935 thousand, representing 25% and 41% of the total consolidated assets, respectively. Their total liabilities were NT$ 2,570,746 thousand and NT$ 5,091,607 thousand, accounting for 10% and 19% of the total consolidated liabilities, respectively. For the periods from January 1 to March 31, 2026 and 2025, their total comprehensive income (loss) amounted to NT$ 106,395 thousand and NT$ 220,274 thousand, representing (14%) and (12%) of the total consolidated comprehensive income (loss), respectively. As further disclosed in Note 13, investments accounted for under the equity method by the Group as of March 31, 2026 and 2025 amounted to NT$ 23,325 thousand and NT$ 23,417 thousand, respectively. For the periods from January 1 to March 31, 2026 and 2025, their share of profits/(losses) of associates accounted for under the equity method totaled NT$ 57 thousand and NT$ 76 thousand respectively, and their share of other comprehensive income/(loss) of associates accounted for under the equity method totaled NT$ (23) thousand and NT$ (525) thousand respectively. These amounts were calculated based on the unreviewed financial statements of the associates for the same periods.

Qualified Conclusion

Based on the results of our audit, except for the effect of adjustments that might have been made to the consolidated financial statements had the financial statements of the insignificant subsidiaries and associates accounted for under the equity method (as described in the "Basis for Qualified Conclusion" section) been audit, we have not identified any instances where the preparation of these consolidated financial statements fail to comply in all material respects with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standards (IAS) 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission (FSC) of the Republic of China , which cause the failure of presenting fairly in all material respects the consolidated financial position of the Group as of March 31, 2026 and 2025, and their consolidated financial performance and cash flows for the periods from January 1 to March 31, 2026 and 2025.

The engagement partners on the audits resulting in this independent auditors' review report are Chien-Liang Liu and Yi-wen Wang.

Deloitte & Touche
Taipei, Taiwan
Republic of China
May 6, 2026

Notice to Readers

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

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

UPC TECHNOLOGY CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

As at March 31, 2026, December 31 and March 31, 2025

In Thousands of New Taiwan Dollars

		March 31, 2026		December 31, 2025		March 31, 2025	
Code	Assets	Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	$ 2,987,238	5	$ 3,174,614	6	$ 3,498,965	6
1110	Financial assets at FVTPL (Note 7)	-	-	-	-	15,859	-
1120	Financial assets at FVTOCI (Note 8)	844,071	2	769,768	1	1,072,450	2
1136	Financial assets at amortized cost (Note 9)	559,750	1	334,570	1	39,105	-
1150	Notes receivable (Note 10 and 17)	1,213,306	2	1,095,955	2	1,037,892	2
1170	Trade receivables (Note 10)	3,371,248	6	2,703,327	5	3,543,099	7
1200	Other receivables (Note 10)	356,921	1	466,011	1	303,821	1
1210	Other receivables from related parties (Note 32)	3,582	-	3,760	-	2,138	-
1220	Current tax assets	14,584	-	23,172	-	36,595	-
130X	Inventories (Note 11)	8,457,074	15	6,815,084	13	8,816,489	16
1479	Other current assets (Note 16)	1,465,235	3	1,298,424	2	1,547,725	3
11XX	Total current assets	19,273,009	35	16,684,685	31	19,914,138	37
	Non-current assets						
1517	Financial assets at FVTOCI (Note 8)	16,984,438	31	18,722,266	35	14,482,560	26
1550	Investments accounted for using the equity method (Note 13)	23,325		22,879	-	23,417	-
1600	Property, plant and equipment (Note 14)	14,489,596	26	14,385,904	27	16,092,827	29
1755	Right-of-use assets (Note15)	1,435,184	3	1,401,761	3	1,528,490	3
1801	Computer software	15,398	-	16,185	-	16,995	-
1840	Deferred income tax assets (Note 26)	1,937,059	4	1,876,077	3	2,155,030	4
1990	Other non-current assets (Note16 and 32)	428,659	1	400,158	1	324,125	1
15XX	Total non-current asset	35,313,659	65	36,825,230	69	34,623,444	63
1XXX	Total assets	$ 54,586,668	100	$ 53,509,915	100	$ 54,537,582	100
Code	Liabilities and Equity						
	Current liabilities						
2100	Short-term borrowings (Note17)	$ 4,703,421	9	$ 3,952,317	7	$ 5,438,260	10
2150	Notes payable (Note19)	293,310	-	106,742	-	323,296	-
2170	Trade payables (Note19 and 32)	1,613,780	3	1,083,899	2	1,416,774	3
2219	Other payables (Note 20)	877,254	2	952,712	2	951,293	2
2230	Current tax liabilities	106,980	-	132,872	-	48,500	-
2250	Provisions (Note 21)	213,496	-	207,326	1	202,572	-
2280	Lease liabilities (Note 15 and 32)	10,964	-	13,534	-	13,431	-
2399	Other current liabilities	510,489	1	515,922	1	433,158	1
21XX	Total current liabilities	8,329,694	15	6,965,324	13	8,827,284	16
	Non-current liabilities						
2530	Bonds payable (Note18)	2,998,655	6	2,998,400	6	2,997,636	6
2540	Long-term borrowings (Note17)	14,008,019	26	13,540,724	25	14,392,932	26
2550	Provisions (Note 21)	6,805	-	6,618	-	16,394	-
2570	Deferred income tax liabilities (Note 26)	248,792	-	247,444	1	268,884	1
2580	Lease liabilities (Note15 and 32)	6,907	-	7,518	-	18,245	-
2630	Long-term deferred income (Note 29)	105,863	-	104,126	-	137,183	-
2640	Net defined benefit liabilities (Note 22)	193,007	-	192,418	-	192,848	-
2645	Guarantee deposits received (Note 32)	16,812	-	16,821	-	13,805	-
25XX	Total non-current liabilities	17,584,860	32	17,114,069	32	18,037,927	33
2XXX	Total liabilities	25,914,554	47	24,079,393	45	26,865,211	49
	Equity (Note 32)						
	Share capital						
3110	Ordinary shares	13,308,461	25	13,308,461	25	13,679,246	25
3140	Capital collected in advance	-	-	-		3,655	-
3100	Total share capital	13,308,461	25	13,308,461	25	13,682,901	25
3200	Capital surplus	1,148,974	2	1,142,455		1,375,739	3
	Retained earnings						
3310	Legal reserve	1,890,118	3	1,890,118		2,838,651	5
3320	Special reserve	341,773		341,773		341,773	1
3350	Unappropriated earnings (accumulated deficit)	(1,216,205)	(2)	(1,329,620)	(3)	(1,214,586)	(2)
3300	Total retained earnings	1,015,686		902,271	2	1,965,838	4
3400	Other equity	13,198,993	24	14,077,335	26	11,086,834	20
3500	Treasury shares	-		-	-	(438,941)	(1)
3XXX	Total equity	28,672,114	53	29,430,522	55	27,672,371	51
	Total liabilities and equity	$ 54,586,668	100	$ 53,509,915	100	$ 54,537,582	100

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

UPC Technology Corporation and Subsidiaries
Consolidated Statement of Comprehensive Income
for the periods of January 1 to March 31, 2026 and 2025

In Thousands of New Taiwan Dollars, Except for Earnings (Losses) Per Share which is denominated in New Taiwan Dollars.

		January 1-March 31, 2026		January 1-March 31, 2025	
Code		Amount	%	Amount	%
	Operating revenue (Note 24)				
4100	Sales	$ 14,380,685	100	$ 14,485,903	100
4800	Other operating revenue	50,479	-	66,699	-
4000	Total operating revenue	14,431,164	100	14,552,602	100
	Operating cost (Note 25)				
5110	Cost of goods sold (Note 11 and 32)	13,485,202	94	14,069,840	97
5800	Other operating costs	49,807	-	49,239	-
5000	Total operating cost	13,535,009	94	14,119,079	97
5900	Gross profit (loss)	896,155	6	433,523	3
	Operating expenses (Note 25 and 32)				
6100	Selling and marketing expenses	381,319	3	335,732	2
6200	General and administrative expenses	316,198	2	291,667	2
6450	Expected credit loss (gain)	3,440	-	(1,560)	-
6000	Total operating expenses	700,957	5	625,839	4
6900	Net profit (loss) from operations	195,198	1	(192,316)	(1)
	Non-operating income and expenses				
7060	Share of profit or loss of associates accounted for using the equity method (Note 13)	57	-	76	-
7100	Interest income (Note 25)	14,379	-	13,501	-
7190	Other income (Note 25 and 32)	48,613	1	61,621	-
7020	Other gains and losses (Note 25)	18,603	-	(42,734)	-
7050	Financial cost (Note 25 and 32)	(104,159)	(1)	(119,097)	(1)
7000	Total non-operating income and expenses	(22,507)	-	(86,633)	(1)

(To be continued)

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Code		January 1-March 31, 2026 Amount	%	January 1-March 31, 2025 Amount	%
7900	Net profit (loss) before income tax	$ 172,691	1	($ 278,949)	(2)
7950	Income tax benefit (loss) (Note 26)	(70,351)	-	12,896	-
8200	Net profit (loss) for the current period	102,340	1	(266,053)	(2)
	Other comprehensive income (Note 23)				
	Items that will not be reclassified subsequently to profit or loss:				
8316	Unrealized gain (loss) on investments in equity instruments at FVTOCI	(1,463,991)	(10)	(1,869,382)	(13)
8320	Share of the other comprehensive (loss) income of associates accounted for using the equity method (Note 13)	(23)	-	(525)	-
8310		(1,464,014)	(10)	(1,869,907)	(13)
	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange differences on translating the financial statements of foreign operations	600,037	4	338,114	3
8399	Income tax relating to items that may be reclassified subsequently to profit or loss (Note 26)	(2,360)	-	(1,710)	-
8360		597,677	4	336,404	3
8300	Total other comprehensive income (loss) for the current period (net after taxes)	(866,337)	(6)	(1,533,503)	(10)
8500	Total comprehensive income (loss) for the current period	($ 763,997)	(5)	($ 1,799,556)	(12)
	Earings (losses) per share (Note 27)				
9750	Basic	$ 0.08		($ 0.20)	
9850	Diluted	$ 0.08			

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

UPC Technology Corporation and Subsidiaries

Consolidated Statement of Changes in Equity

For the periods of January 1 to March 31, 2026 and 2025

In Thousands of New Taiwan Dollars

		Share capital				Retained earnings				Other equity				
Code		Ordinary Share	Capital Collected in Advance	Total	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings (accumulated deficit)	Total	Exchange differences on translating foreign operations	Unrealized gain (loss) on financial assets at FVTOCI	Total	Treasury shares	Total equity
A1	Balance at January 1, 2025	$ 13,677,186	$ 1,751	$ 13,678,937	$ 1,373,465	$ 2,838,651	$ 341,773	($ 948,533)	$ 2,231,891	$ 672,677	$ 11,947,660	$ 12,620,337	($ 438,941)	$ 29,465,689
C17	Unclaimed dividends of shareholders	-	-	-	1,543	-	-	-	-	-	-	-	-	1,543
D1	Net profit (loss) for the period of January 1 to March 31, 2025	-	-	-	-	-	-	(266,053)	(266,053)	-	-	-	-	(266,053)
D3	Other comprehensive income (loss) for the period of January 1 to March 31, 2025 ,net of income tax	-	-	-	-	-	-	-	-	336,404	(1,869,907)	(1,533,503)	-	(1,533,503)
D5	Total comprehensive income (loss) for the period of January 1 to March 31, 2025	-	-	-	-	-	-	(266,053)	(266,053)	336,404	(1,869,907)	(1,533,503)	-	(1,799,556)
G1	Issue of ordinary shares under employee share options	2,060	(1,751)	309	(309)	-	-	-	-	-	-	-	-	-
H1	Advance share payments for issuing of ordinary shares under employee share options	-	3,655	3,655	-	-	-	-	-	-	-	-	-	3,655
N1	Share-based payment transaction - employees share option plan	-	-	-	1,040	-	-	-	-	-	-	-	-	1,040
Z1	Balance at March 31, 2025	$ 13,679,246	$ 3,655	$ 13,682,901	$ 1,375,739	$ 2,838,651	$ 341,773	($ 1,214,586)	$ 1,965,838	$ 1,009,081	$ 10,077,753	$ 11,086,834	($ 438,941)	$ 27,672,371
A1	Balance at January 1, 2026	$ 13,308,461	$ -	$ 13,308,461	$ 1,142,455	$ 1,890,118	$ 341,773	($ 1,329,620)	$ 902,271	$ 35,786	$ 14,041,549	$ 14,077,335	$ -	$ 29,430,522
D1	Net profit (loss) for the period of January 1 to March 31, 2026	-	-	-	-	-	-	102,340	102,340	-	-	-	-	102,340
D3	Other comprehensive income (loss) for the period of January 1 to March 31, 2026 ,net of income tax	-	-	-	-	-	-	-	-	597,677	(1,464,014)	(866,337)	-	(866,337)
D5	Total comprehensive income (loss) for the period of January 1 to March 31, 2026	-	-	-	-	-	-	102,340	102,340	597,677	(1,464,014)	(866,337)	-	(866,337)
N1	Share-based payment transaction - employees share option plan	-	-	-	6,519	-	-	-	-	-	-	-	-	6,519
Q1	Disposal of investments in equity instruments at FVTOCI	-	-	-	-	-	-	11,075	11,075	-	(12,005)	(12,005)	-	(930)
Z1	Balance at March 31, 2026	$ 13,308,461	$ -	$ 13,308,461	$ 1,148,974	$ 1,890,118	$ 341,773	($ 1,216,205)	$ 1,015,686	$ 633,463	$ 12,565,530	$ 13,198,993	$ -	$ 28,672,114

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

UPC Technology Corporation and Subsidiaries
Consolidated Cash Flow Statement

For the periods of January 1 to March 31, 2026 and 2025

In Thousands of New Taiwan Dollars

Code		January 1-March 31, 2026	January 1-March 31, 2025
	Cash flow from operating activities		
A10000	Net profit (loss) before income tax	$ 172,691	($ 278,949)
A20010	Adjustments for:		
A20300	Expected credit loss (gain)	3,440	(1,560)
A20100	Depreciation expense	418,709	453,880
A20200	Amortization expense	33,551	37,250
A20900	Financial cost	104,159	119,097
A21200	Interest income	(14,379)	(13,501)
A21300	Dividend income	(4,633)	(10,544)
A21900	Compensation costs of employee share-based payment	6,519	1,040
A22500	Loss (gain) on disposal of property, plant and equipment	1,519	(291)
A20400	Net gain on financial assets at FVTPL	-	(59)
A22300	Share of profit or loss of associates accounted for using the equity method	(57)	(76)
A29900	Long-term deferred income transferred to other income	(1,782)	(4,686)
A23700	Write-down (reversed) of inventories	(17,072)	(132,612)
A30000	Changes in operating assets and liabilities		
A31130	Notes receivable	(79,314)	59,301
A31150	Trade receivables	(593,371)	368,432
A31180	Other receivables	127,886	(6,155)
A31190	Other receivables from related parties	178	165
A31200	Inventories	(1,430,925)	(801,585)
A31240	Other current assets	(130,086)	28,864
A32130	Notes payable	180,041	(85,010)
A32150	Trade payables	462,883	(698,411)
A32180	Other payables	(80,493)	(47,508)
A32230	Other current liabilities	(19,758)	(209,014)
A32240	Net defined benefit liabilities	589	616
A32200	Provisions	(468)	11,419
A33000	Cash used in operations	(860,173)	(1,209,897)
A33100	Interest received	14,049	18,625
A33500	Income taxes paid	(94,644)	(49,659)
AAAA	Net cash used in operating activities	(940,768)	(1,240,931)

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Code		January 1-March 31, 2026	January 1-March 31, 2025
	Cash flow from investing activities		
B00010	Acquisitions of financial assets at FVTOCI	($ 25,000)	($ 69,499)
B00020	Proceeds from disposal of financial assets at FVTOCI	224,534	-
B00040	Acquisition of financial assets at amortized cost	(549,530)	(81)
B00050	Proceeds from disposal of financial assets at amortized cost	324,356	100,000
B00100	Acquisition of financial assets at FVTPL	-	(15,800)
B02700	Purchase of property, plant and equipment	(125,582)	(233,462)
B02800	Proceeds from disposal or property, plant and equipment	2,521	2,761
B03700	Increase in refundable deposits	(36,010)	(37,682)
B03800	Decrease in refundable deposits	37,375	20,220
B04500	Payments of computer software	(1,069)	(1,447)
B06700	Increase in other non-current assets	(41,922)	(8,884)
BBBB	Net cash used in investing activities	(190,327)	(243,874)
	Cash Flow from Financing Activities		
C00100	Proceeds in short-term borrowings	17,042,221	19,194,582
C00200	Repayment in short-term borrowings	(16,435,518)	(19,351,057)
C01600	Proceeds from long-term borrowings	22,694,403	18,441,136
C01700	Repayment of long-term borrowings	(22,269,662)	(18,114,336)
C03100	Guarantee deposits refunded	(9)	(6)
C04020	Repayment of the principal portion of lease liabilities	(3,361)	(3,335)
C04800	Proceeds from exercise of employee share options	-	3,655
C05600	Interest paid	(90,405)	(101,675)
CCCC	Net cash generated from financing activities	937,669	68,964
DDDD	Effect of exchange rate changes on cash and cash equivalents	6,050	52,218
EEEE	Net increase (decrease) in cash and cash equivalents	(187,376)	(1,363,623)
E00100	Cash and cash equivalents at the beginning of period	3,174,614	4,862,588
E00200	Cash and cash equivalents at the end of period	$2,987,238	$ 3,498,965

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

UPC Technology Corporation and Subsidiaries

Notes to Consolidated Financial Statements

January 1 to March 31, 2026 and 2025

(Unless otherwise specified, amounts are in thousands of New Taiwan Dollars)

1. General

UPC Technology Corporation (hereinafter referred to as "the Company") was incorporated in August 1976 and mainly produces and sells petrochemical products, such as phthalic anhydride and plasticizers. The Company's shares have been listed and traded on the Taiwan Stock Exchange since March 1989.

The consolidated financial statements are presented in the Company’s functional currency, i.e., NTD.

2. Date and Procedures for Approval of Financial Statements

The consolidated financial statements were approved by the Board of Directors on May 6, 2026.

3. Application of New and Revised International Financial Reporting Standards

(1) Initial application of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC), (hereinafter referred to as “IFRS Accounting Standards” endorsed and issued into effect by the Financial Supervisory Commission (FSC)

The application of the IFRSs Accounting Standards endorsed and issued into effect by the FSC did not have material impact in the accounting policies of the Group.

(2) The IFRS Accounting Standards released by the IASB but not yet endorsed and issued into effect by the FSC

New/amended/revised standards or interpretation	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
IFRS 18 “Presentation and Disclosure in Financial Statements”	January 1, 2027 (Note 2)
IFRS 19 “Disclosure Initiative-Subsidiaries without Public Accountability: Disclosures”	January 1, 2027
Amendments to IAS 21 “Translation to a Hyperinflationary Presentation Currency ”	January 1, 2027

Note1: Unless otherwise noted, the above new/revised/amended standards and interpretations take effective in their respective annual reporting periods beginning on or after their respective dates.

Note 2: The FSC announced on September 25, 2025 that enterprises in Taiwan shall adopt IFRS 18 effective from January 1, 2028. Such enterprises may also elect to adopt IFRS 18 early upon its recognition by the Financial Supervisory Commission.

IFRS 18 "Presentation and Disclosure in Financial Statements"and related conforming amendments

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

- The Group should assess whether it has specific principal operating activities involving investments in particular types of assets and the provision of financing to customers, based on which to classify the revenue and expense items in the income statement into categories such as operating, investing, financing, income tax, and discontinued operations.
- An entity must present totals and subtotals in the statement of profit or loss for operating profit or loss, profit or loss before financing and income taxes and profit or loss.
- Requirements for provision of guidance to enhance aggregation and disaggregation: the Group should identify assets, liabilities, equity, income, expenses, losses, and cash flows in each transaction or other events, and classify and aggregate them based on shared characteristics so that the main line items presented in the financial statements share at least one similar characteristic. Items should be disaggregated based on characteristics that are not shared. The Group should label such items as "other" only if it cannot find a more informative title.
- Increasing the disclosure of management-defined performance measures (MPMs): When the Group engages in public communications outside financial statements and communicates to management's view of a specific aspect of the financial performance of the entity as a whole, the Group should disclose information about its MPMs in a single note to the financial statements, including a description of how the MPM is measured, how the MPM is calculated, and a reconciliation between the MPM and the total or subtotal required by IFRS Accounting Standards, including the income tax effect and the effect on non-controlling interests for each item disclosed in the reconciliation.

In addition, the following conforming amendments are made to IAS 7 "Statement of Cash Flows":

- When the Group prepares cash flows from operating activities using the indirect method, it should use operating profit or loss as the starting point for reconciliation.
- Interest and dividends received by the Group should be classified as investing activities, while interest and dividends paid should be classified as financing activities. If the Group, upon assessment, has specific principal operating activities, it shall consider the classification of dividend income, interest income, and interest expense presented in the income statement in order to determine the classification of dividends received, interest received, and interest paid in the statement of cash flows; however, each of the above cash flows may be classified only under a single activity in the statement of cash flows.

In addition to the above impacts, by the time the release date of the consolidated financial statements was approved, the Group has continued to evaluate other impacts of the amendments to various standards and interpretations on its financial position and financial performance, and the relevant impacts will be disclosed when the evaluation is completed.

4. Summary of Significant Accounting Policies

(1) Statement of compliance

The consolidated financial statements are prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standard 34 "Interim Financial Reporting" (IAS 34) endorsed and issued into effect by the FSC. The consolidated financial statements do not include all disclosures required by the full set of IFRS accounting standards applicable to annual financial statements.

(2) Basis for preparation

Except for financial instruments measured at fair value and net defined benefit liabilities recognized as the present value of defined benefit obligations less the fair value of plan assets, the consolidated financial statements were prepared on a historical cost basis.

The fair value measurement is classified into three levels based on the observability and significance of relevant inputs:

i. Level 1 inputs: Quoted (unadjusted) prices in active markets for identical assets or liabilities on the measurement date.

ii. Level 2 inputs: Inputs, other than quoted market prices within level 1 that are observable, either directly (i.e., prices) or indirectly (derived from prices) for assets or liabilities.

iii. Level 3 inputs: Unobservable inputs for assets or liabilities.

(3) Basis for consolidation

The consolidation principles applied in the preparation of the consolidated financial statements are consistent with those used in the 2025 consolidated financial statements.

For details of subsidiaries, shareholding ratios, and business activities, please refer to Note 12, Table 7, and Table 8.

(4) Other Significant Accounting Policies

Except for the following statements, please refer to the summary of significant accounting policies for the 2025 consolidated financial statements.

i. Determination of post-employment benefits

The pension costs for the interim period are calculated using the actuarially determined pension cost rate as of the end of the prior fiscal year, applied on a year-to-date basis. Adjustments are made for significant market fluctuations during the current period, as well as material plan amendments, settlements, or other material one-time events.

ii. Income tax expense

Income tax expense is the sum of current income tax and deferred income tax. The income tax for the interim period is assessed on an annualized basis by applying the tax rate expected to apply to the total annual profit to the interim pre-tax profit.

5. Major Sources of Critical Accounting Judgments, Estimates, and Assumptions Uncertainty

For the critical accounting judgments, estimates, and assumptions uncertainty applied in the consolidated financial statements, please refer to the notes to the 2025 consolidated financial statements.

6. Cash and Cash Equivalents

	March 31, 2026	December 31, 2025	March 31, 2025
Cash on hand and petty cash	$ 149	$ 158	$ 228
Bank checks and demand deposits	2,876,631	3,107,606	3,465,873
Cash equivalents (investments with original maturities of three months)			
Banker's acceptances	89,432	30,829	12,357
Bank time deposits	21,026	36,021	20,507
	$ 2,987,238	$ 3,174,614	$ 3,498,965

The ranges of interest rates applicable to bank deposits on the balance sheet dates are outlined as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Bank deposits	0.01%～3.30%	0.01%～3.12%	0.01%～4.10%

7. Financial Instruments Measured at FVTPL

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets - current			
Mandatorily measured at FVTPL			
Non-derivative financial assets			
− Fund beneficiary certificates	$ -	$ -	$ 15,859

The Group did not engage in any derivative trading as of March 31, 2026, December 31 and March 31, 2025.

8. Financial Assets at FVTOCI (Equity Instrument Investments)

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Domestic investments			
TWSE/TPEx-listed stocks	$ 844,071	$ 769,768	$ 1,072,450
Non-current			
Domestic investments			
Stocks listed on TWSE/TPEx and the emerging stock market	$ 16,120,440	$ 17,909,133	$ 13,722,292
Stocks unlisted	834,024	783,159	760,268
	16,954,464	18,692,292	14,482,560
Foreign investments			
Stocks unlisted	29,974	29,974	-
	$ 16,984,438	$ 18,722,266	$ 14,482,560

The Group primarily invests in common stocks of domestic and foreign companies for long-term strategic purposes, expecting to profit from long-term investments. The Group's management believes that recognizing short-term fair value fluctuations of these investments in profit or loss is inconsistent with the aforementioned long-term investment plan. Therefore, it chooses to designate these investments as measured at FVTOCI.

9. Financial Assets Measured at Amortized Cost

	March 31, 2026	December 31, 2025	March 31, 2025
Domestic investments			
Time deposits with original maturities exceeding three months (i)	$ 559,750	$ 334,570	$ -
Restricted deposits (ii)	-	-	39,105
	$ 559,750	$ 334,570	$ 39,105

(i) As of March 31, 2026 and December 31 2025, the interest rates for time deposits with original maturities exceeding three months ranged from 1.10% to 2.05% and 0.66% to 2.05%, respectively;

(ii) As of March 31, 2025, the interest rates for restricted deposits ranged from 0.10% to 1.50%; they are mainly held as performance bonds for banks and litigation preservation funds.

10. Notes receivable and other receivables

	March 31, 2026	December 31, 2025	March 31, 2025
Notes receivable			
Measured at amortized cost			
Notes receivable	$ 1,213,733	$ 1,096,106	$ 1,038,335
Less: Loss allowance	(427)	(151)	(443)
	$ 1,213,306	$ 1,095,955	$ 1,037,892
Trade receivable			
Measured at amortized cost			
Gross carrying amount	$ 3,385,238	$ 2,713,816	$ 3,556,371
Less: Loss allowance	(13,990)	(10,489)	(13,272)
	$ 3,371,248	$ 2,703,327	$ 3,543,099

For information on discounted notes receivable transactions, refer to Notes 17 and 31(5).

The average credit period for the Group's sales of goods is 30 days.

Before accepting new customers, the Group evaluates the credit quality of potential customers and sets credit limits through internal credit and sales management departments. Customers' credit limits and ratings are reviewed semi-annually.

To mitigate credit risk, the Group's management assigns a dedicated team to determine credit limits, approve credit, and implement other monitoring procedures to ensure that appropriate actions are taken to recover overdue receivables. Additionally, the Group individually reviews the recoverable amounts of receivables at the balance sheet date to ensure that appropriate impairment losses are recognized for unrecoverable receivables. Accordingly, management believes that the Group's credit risk has been significantly reduced.

As of March 31, 2026, December 31 and March 31, 2025, no customer's receivables exceeded 5% of total receivables.

The Group recognizes the loss allowance for receivables based on lifetime expected credit losses. Lifetime expected credit losses are determined based on the customer's past default records, current financial position, and industry economic conditions, with expected credit loss ratios set for different customer credit ratings of receivables.

If there is evidence that a counterparty is facing significant financial difficulties and the Group cannot reasonably expect to recover the amount, e.g., when the counterparty is undergoing liquidation or the debt is overdue for more than one year, the Group recognizes a 100% allowance for doubtful accounts for receivables overdue for more than one year. However, collection activities continue, and any amounts recovered from collection are recognized in profit or loss.

The Group measures the loss allowance for receivables using a provision matrix as follows:

March 31, 2026

	Credit rating A	Credit rating B	Credit rating C	Credit rating D	Credit rating E	Notes receivable	Total
Gross carrying amount	$ 551,955	$ 1,002,973	$ 555,690	$ 218,189	$ 1,056,431	$ 1,213,733	$ 4,598,971
Loss allowance (lifetime expected credit losses)	(1,138)	(3,106)	(4,587)	(2,144)	(3,015)	(427)	(14,417)
Amortized cost	$ 550,817	$ 999,867	$ 551,103	$ 216,045	$ 1,053,416	$ 1,213,306	$4,584,554

December 31, 2025

	Credit rating A	Credit rating B	Credit rating C	Credit rating D	Credit rating E	Notes receivable	Total
Gross carrying amount	$ 1,000,978	$ 573,068	$ 305,293	$ 156,738	$ 677,739	$ 1,096,106	$3,809,922
Loss allowance (lifetime expected credit losses)	(2,283)	(1,928)	(1,681)	(1,687)	(2,910)	(151)	(10,640)
Amortized cost	$ 998,695	$ 571,140	$ 303,612	$ 155,051	$ 674,829	$ 1,095,955	$3,799,282

March 31, 2025

	Credit rating A	Credit rating B	Credit rating C	Credit rating D	Credit rating E	Notes receivable	Total
Gross carrying amount	$ 906,210	$ 1,179,870	$ 547,866	$ 302,352	$ 620,073	$ 1,038,335	$ 4,594,706
Loss allowance (lifetime expected credit losses)	(1,740)	(3,869)	(2,784)	(3,255)	(1,624)	(443)	(13,715)
Amortized cost	$ 904,470	$ 1,176,001	$ 545,082	$ 299,097	$ 618,449	$ 1,037,892	$ 4,580,991

The aging analysis of trade receivable is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Not overdue	$ 4,595,368	$ 3,806,591	$ 4,587,387
Less than 30 days	3,603	3,331	7,319
31 to 60 days	-	-	-
61 to 90 days	-	-	-
91 days and over	-	-	-
Total	$ 4,598,971	$ 3,809,922	$ 4,594,706

The changes in the allowance for losses on trade receivable are as follows:

	January 1-March 31, 2026	January 1-March 31, 2025
Beginning balance	$ 10,489	$ 14,940
Add: Impairment losses provided for the year	3,774	779
Less: Impairment losses reversed for the year	(610)	(2,609)
Foreign currency translation differences	337	162
Period-End Balance	$ 13,990	$ 13,272

The changes in the allowance for losses on notes receivable are as follows:

	January 1-March 31, 2026	January 1-March 31, 2025
Beginning balance	$ 151	$ 173
Add: Impairment losses provided for the year	276	270
Period-End Balance	$ 427	$ 443

11. Inventories

	March 31, 2026	December 31, 2025	March 31, 2025
Finished goods	$ 3,117,941	$ 2,735,069	$ 3,697,116
Semi-finished goods	233,947	309,407	296,952
Work in progress	156,231	111,432	178,281
Raw materials	1,993,814	1,228,762	1,990,901
Supplies	1,024,313	859,441	992,916
Inventory in transit	1,156,612	848,919	909,634
Construction land	922,655	890,943	921,205
	8,605,513	6,983,973	8,987,005
Less: Loss allowance	(148,439)	(168,889)	(170,516)
	$ 8,457,074	$ 6,815,084	$ 8,816,489

The cost of goods sold recorded by the Group is all related to inventories.

The cost of goods sold for the periods from January 1 to March 31, 2026 and 2025 included inventory valuation gain from inventory price recovery of NT$ 17,072 thousand and NT$ 132,612 thousand, respectively. The recovery of inventory net realizable value is due to the increase in selling prices of the inventory in specific markets.

As of March 31, 2026, December 31 and March 31, 2025, the inventories expected to be recovered after more than 12 months are construction land.

12. Subsidiaries

(1) The subsidiaries included in the list of entities covered by the consolidated financial statements are as follows:

Investor	Name of subsidiaries	Nature of business	Percentage of ownership March 31, 2026	December 31, 2025	March 31, 2025	Description	Remark
The Company	Constant Holdings Ltd. (CHL)	Investment	100%	100%	100%		Note 1
The Company	Glory Ace	Trading	100%	100%	100%		Note 2
The Company	Union Venture Capital	Investment	100%	100%	100%		Note 2
The Company	Wei Chen Investment Co. (Wei Chen)	Investment	100%	100%	100%		Note 2
The Company	Taiwan Union International Investment Corporation (Taiwan Union International)	Investment	100%	100%	100%		Note 3
The Company	UPC(M) Chemicals	Production and sales of plasticizers and PA	100%	100%	100%		Note 2
CHL	Star Bright	Investment	100%	100%	100%		Note 2
CHL	Goldendust	Investment	100%	100%	100%		Note 1
CHL	Natural	Investment	100%	100%	100%		Note 2
CHL	Magic Props	Investment	100%	100%	100%		Note 2
CHL	Pure Fantasy	Investment	100%	100%	100%		Note 2
CHL	Union Hong Kong	Trading	100%	100%	100%		Note 2
CHL	Modern Vantage	Investment	100%	100%	100%		Note 2
CHL	Charmon	Investment	100%	100%	100%		Note 2
CHL	Linkhope	Investment	100%	100%	100%		Note 2
CHL	Reachworld	Investment	100%	100%	100%		Note 2
CHL	Dragonoble	Investment	100%	100%	100%		Note 2
CHL	Pagerise	Investment	100%	100%	100%		Note 2
CHL	Greaterise	Investment	100%	100%	100%		Note 2
CHL	Granfaith	Investment	100%	100%	100%		Note 2

(To be continued)

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Investor	Name of subsidiaries	Nature of business	Percentage of ownership March 31, 2026	December 31, 2025	March 31, 2025	Description	Remark
Star Bright	Logical Path	Investment	100%	100%	100%		Note 2
Goldendust	Zhongshan Unicizers	Production and sales of plasticizers and PA	100%	100%	100%		Note 1
Natural	Taizhou Union Plastics	Production and sales of polyvinyl chloride (PVC) powder	100%	100%	100%		Notes 2
Modern Vantage	Taizhou Union Logistics	Warehousing	100%	100%	100%		Note 2
Charmon and Zhongshan Unicizers	Taizhou Union Chemical	Production and sales of plasticizers and PA	100%	100%	100%	Charmon holds 49.90% and Zhongshan Unicizers holds 50.10%.	Note 1
Linkhope	Jiangsu Union Logistics	Logistics	100%	100%	100%		Note 2
Reachworld	Guangdong Union Logistics	Logistics	100%	100%	100%		Note 2
Dragonoble, Zhongshan Unicizers, Natural, Linkhope and Reachworld	Panjin Union Chemical	Production and sales of plasticizers and PA	100%	100%	100%	Dragonoble holds 19.53%, Zhongshan Unicizers holds 20.94%, Natural holds 46.63%, Linkhope holds 7.88% and Reachworld holds 5.02%.	Notes 1,4
Pagerise	Panjin Union Logistics	Warehousing	100%	100%	100%		Note 2
Greaterise	Panjin Union Materials	Production and sales of maleic anhydride (MA) and related downstream derivatives	100%	100%	100%		Note 2
Zhongshan Unicizers, Logical Path, Pure Fantasy and Goldendust	Zhuhai Unicizers	Production and sales of plasticizers and PA	100%	100%	100%	Zhongshan Unicizers holds 50.28%, Logical Path holds 6.48%, Pure Fantasy holds17.75% and Goldendust holds 25.49%.	Note 1
Zhongshan Unicizers, Logical Path, Goldendust and Magic Props	Zhenjiang Union	Production and sales of plasticizers and PA	100%	100%	100%	Zhongshan Unicizers holds 50.49%, Logical Path holds 4.01%, Goldendust holds 3.71% and Magic Props holds 41.79%.	Note 1
Zhenjiang Union	ZhenJiang Union Torch Estate	Real estate business	100%	100%	100%		Note 2
Granfaith and Zhongshan Unicizers	Nanchong Unicizers	Production and sales of plasticizers and PA	100%	100%	100%	Granfaith holds 53.00% and Zhongshan Unicizers holds 47.00%.	Note 1
UPC(M) Chemicals	UPCM Trading (Thailand)	Trading	100%	100%	100%		Note 2
UPC(M) Chemicals	UPCM Trading (Vietnam)	Trading	100%	100%	100%		Note 2

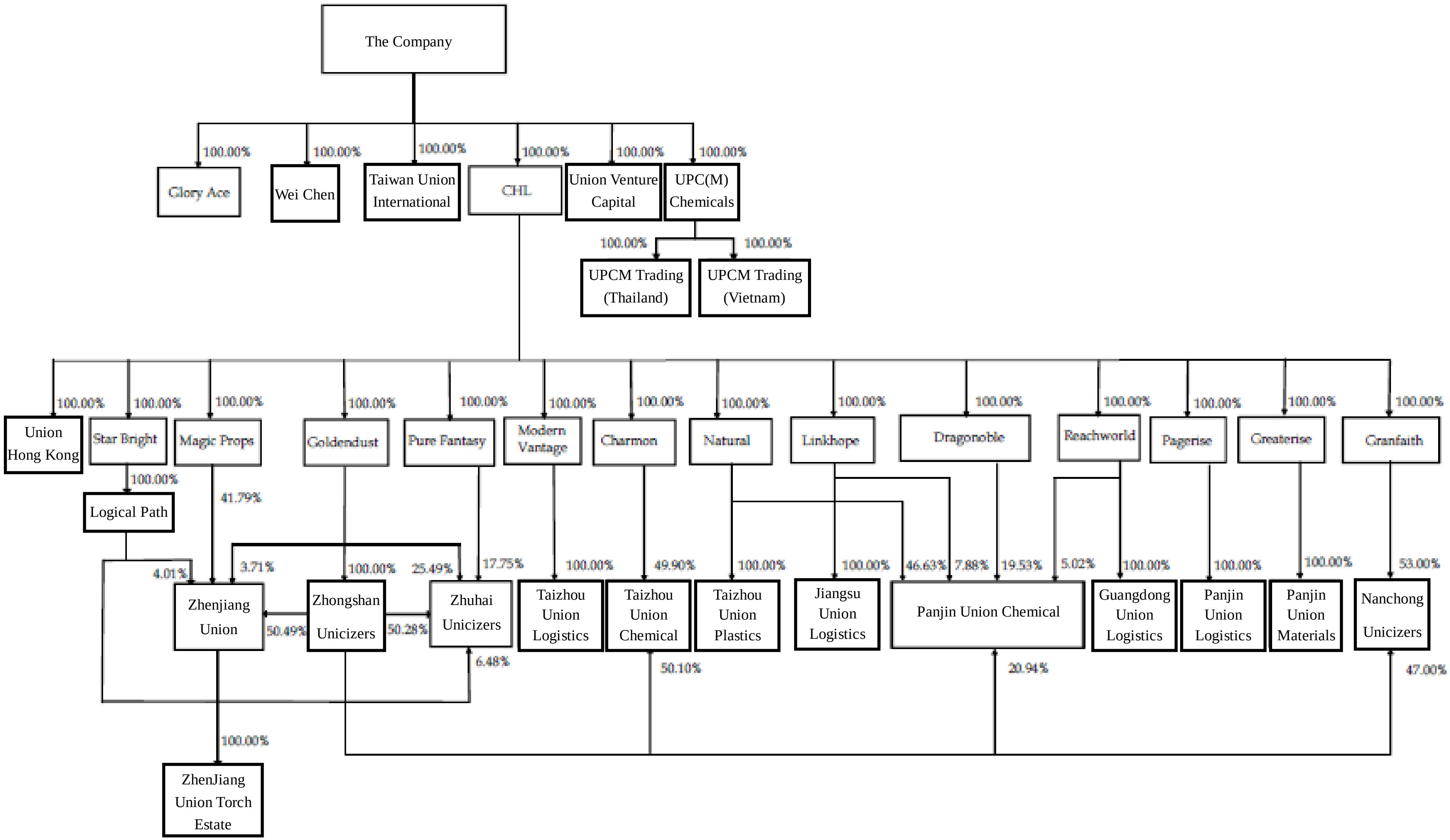
Note 1: It is a significant subsidiary, with its financial statements having been reviewed by an accountant.

Note 2: It is a insignificant subsidiary, with its financial statements having not been reviewed by an accountant.

Note 3: It is a insignificant subsidiary, with its financial statements having been reviewed by an accountant.

Note 4: Due to operational strategy and management considerations, the Group resolved at a board meeting in May 2024 to reduce capital by USD 80,000 thousand to cover accumulated losses. Subsequently, in January 2025, Natural, Reachworld, and Linkhope indirectly reinvested USD 36,780 thousand in Panjin Union Chemical. As a result, Dragonoble's shareholding in Panjin Union Chemical decreased from 48.26% to 19.53%, and Zhongshan Unicizers's shareholding decreased from 51.74% to 20.94%, while Natural, Linkhope, and Reachworld acquired shareholding percentages of 46.63%, 7.88%, and 5.02%, respectively.

As of March 31, 2026, the investment relationships and shareholding percentages of the Company and its controlled entities are as shown in the following table:



(2) Among the subsidiaries included in the consolidated financial statements, the unaudited financial statements of the respective insignificant subsidiaries show that their total assets as of March 31, 2026 and 2025 were NT$ 13,842,560 thousand and NT$ 22,304,935 thousand respectively, accounting for 25% and 41% of the consolidated total assets; their total liabilities were NT$ 2,570,746 thousand and NT$ 5,091,607 thousand respectively, accounting for 10% and 19% of the consolidated total liabilities; and their consolidated comprehensive income for the period from January 1 to March 31, 2026 and 2025 were NT$ 106,395 thousand and NT$ 220,274 thousand respectively, accounting for (14%) and (12%) of the consolidated comprehensive income.

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

13. Investments accounted for using the equity method

Individually immaterial associates	March 31, 2026	December 31, 2025	March 31, 2025
Unlisted companies			
Harbinger Ruyi	$ 23,325	$ 22,879	$ 23,417

The Group's ownership interest and voting rights percentages in associates at the balance sheet date are as follows:

Company name	March 31, 2026	December 31, 2025	March 31, 2025
Harbinger Ruyi	28.57%	28.57%	28.57%

Summary information of individually immaterial associates:

	January 1-March 31, 2026	January 1-March 31, 2025
The Group's share		
Net Profit of current period	$ 57	$ 76
Other comprehensive income	(23)	(525)
Total comprehensive income	$ 34	($ 449)

Investments accounted for using the equity method and the Group's share in profits and losses and other comprehensive income from such investments are calculated based on the unaudited financial statements of the related enterprise for the corresponding period.

14. Property, plant and equipment

	March 31, 2026	December 31, 2025	March 31, 2025
Self-use			
Land	$ 1,126,898	$ 1,126,898	$ 1,126,898
Buildings	5,706,176	5,562,987	5,439,846
Machinery and equipment	2,784,559	2,292,459	2,927,791
Warehouse equipment	1,705,878	1,637,835	1,761,102
Utilities equipment	982,455	947,362	1,120,788
Transportation equipment	87,014	90,301	93,534
Other equipment	218,756	216,792	263,835
Construction in progress and equipment pending inspection	1,877,860	2,511,270	3,359,033
	$ 14,489,596	$ 14,385,904	$ 16,092,827

To expand production capacity and enhance production efficiency, the Group increased its investments in property, plant and equipment (including the reclassification from prepayments for equipment) by NT$ 125,582 thousand and NT$ 233,462 thousand respectively during the periods from January 1 to March 31, 2026 and 2025.

Property, plant and equipment are depreciated on a straight-line basis over the following estimated useful lives:

Buildings	
Main building of plant	50 years
Road construction	15 to 40 years
Others	3 to 50 years
Machinery and equipment	5 to 20 years
Warehouse equipment	5 to 15 years
Utilities equipment	5 to 15 years
Transportation equipment	5 to 8 years
Other equipment	3 to 20 years

15. Lease agreements

(1) Right-of-use assets

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount			
Land	$ 1,413,699	$ 1,377,805	$ 1,495,448
Buildings	21,485	23,956	33,042
	$ 1,435,184	$ 1,401,761	$ 1,528,490

	January 1-March 31, 2026	January 1-March 31, 2025
Depreciation expense of right of-use assets		
Land	$ 9,824	$ 10,369
Buildings	2,717	2,819
	$ 12,541	$ 13,188

(2) Lease liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Carrying amount of lease liabilities			
Current	$ 10,964	$ 13,534	$ 13,431
Non-current	$ 6,907	$ 7,518	$ 18,245

The discount rate ranges for lease liabilities are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Land	3.66%	3.66%	3.66%
Buildings	1.80%～3.66%	1.80%～3.66%	1.80%～3.66%
Other equipment	4.35%	4.35%	4.35%

(3) Significant lease activities and terms

The Group leases land and buildings as plants and offices, with lease terms ranging from 3 to 50 years. Upon the termination of the lease term, the Group has no preferential purchase rights to the leased land and buildings, and it is agreed that the Group shall not sublease or transfer all or part of the leased assets without the lessor's consent.

(4) Other lease information

	January 1-March 31, 2026	January 1-March 31, 2025
Short-term lease expenses	$ 12,473	$ 11,335
Low-value asset lease expenses	$ 304	$ 187
Variable lease payment expenses not included in the measurement of lease liabilities	$ 313	$ 315
Total cash outflow from leases	$ 16,562	$ 15,353

The Group selected to exempt the recognition for office equipment leases that qualify as short-term leases and certain warehouse equipment leases that qualify as low-value asset leases, and does not recognize related right-of-use assets and lease liabilities for these leases.

16. Other assets

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Other assets			
Prepayments for suppliers	$ 1,047,936	$ 1,017,392	$ 1,093,616
Excess Business Tax paid	219,395	52,700	224,367
Prepaid expenses	197,904	228,332	229,742
	$ 1,465,235	$ 1,298,424	$ 1,547,725
Non-current			
Other assets			
Guarantee deposits paid	$ 61,880	$ 63,477	$ 72,970
Long-term prepaid expenses	295,633	276,750	186,787
Prepaid equipment payments	71,146	59,931	64,368
	$ 428,659	$ 400,158	$ 324,125

17. Borrowings

(1) Short-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Borrowings for discounted notes			
Discounted banker's acceptances (1)	$ 906,586	$ 1,165,885	$ 1,046,961
Unsecured borrowings			
Bank credit borrowings (2)	3,796,835	2,786,432	4,391,299
	$ 4,703,421	$ 3,952,317	$ 5,438,260

(i) The interest rates for borrowings for discounted notes as of March 31, 2026, December 31 and March 31, 2025, are 0.54% to 2.30%,0.51% to 1.20% and 0.71% to 2.05%, respectively.

(ii) The interest rates for bank credit borrowings as of March 31, 2026, December 31 and March 31, 2025, are 1.55% to 2.50%, 1.30% to 2.60% and 1.52% to 3.05%, respectively.

(iii) For information on utilized and unutilized bank financing facilities, please refer to Note 31.

(2) Long-term borrowings

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured borrowings			
Bank credit borrowings	$ 400,000	$ 400,000	$ 400,000
Revolving credit borrowings	13,608,019	13,140,724	13,992,932
	$ 14,008,019	$ 13,540,724	$ 14,392,932

(To be continued)

(Continued from the previous page)

	March 31, 2026	December 31, 2025	March 31, 2025
Borrowing details			
Annual interest rate	1.90%~2.45%	1.90%~2.55%	1.89%~3.05%
Maturity date	Successively due before February 2029	Successively due before November 2029	Successively due before November 2028

18. Corporate bonds payable

	March 31, 2026	December 31, 2025	March 31, 2025
Domestic secured corporate bonds	$ 3,000,000	$ 3,000,000	$ 3,000,000
Less: Discount on corporate bonds	(1,345)	(1,600)	(2,364)
	$ 2,998,655	$ 2,998,400	$ 2,997,636

The main conditions for issuance of each series of domestic secured corporate bonds are as follows:

Series	Issuance period	Total issuance amount	Coupon rate	Principal and interest repayment method
Series 1 in 2022	July 2022 to July 2027	$ 3,000,000	1.80%	Principal repaid in a lump sum at maturity, interest paid annually

19. Notes payable and accounts payable

Notes payable and accounts payable are mainly incurred from operations, with an average credit period of 30 days. The Group has a financial risk management policy in place to ensure that all payables are repaid within the pre-agreed credit terms.

20. Other liabilities

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Other payables			
Equipment payments payable	$ 104,523	$ 126,167	$ 199,733
Salaries and bonuses payable	115,224	153,985	101,781
Interest payable	50,029	36,530	58,645
Employee remuneration payable	1,700	-	-
Directors' and supervisors' remuneration payable	700	-	-
Utilities payable	89,722	84,446	75,350
Sales freight payable	122,463	111,495	94,314
Leave benefits payable	7,845	-	7,144
Others	385,048	440,089	414,326
	$ 877,254	$ 952,712	$ 951,293

21. Provisions

	March 31, 2026	December 31, 2025	March 31, 2025
Current			
Safety provision (I)	$ 206,539	$ 200,852	$ 199,985
Carbon fee (II)	6,957	6,474	2,587
	$ 213,496	$ 207,326	$ 202,572
Non-current			
Employee benefits(III)	$ 6,805	$ 6,618	$ 16,394

(1) The safety provision is accrued by the Group's subsidiaries in China in accordance with the regulations of the Ministry of Emergency Management of the People's Republic of China and related regulations. Enterprises that produce, store, or transport hazardous chemicals identified by the government determine the accrued amount for the current year based on the previous year's operating revenue, using a graduated declining rate method. This amount is then evenly accrued monthly and reversed when actual safety expenditures are incurred.

(2) The Company has recognized the provision for carbon fee liabilities in accordance with Taiwan's charging rates of carbon fees and other relevant laws and regulations since 2025. The Company originally estimated the provision for carbon fee liabilities based on the general rate. Since obtaining approval for its voluntary reduction plan, the Company has changed to estimate the provision based on the preferential rate.

(3) The employee benefits provision is the estimated provision for employee compensation calculated according to the Group's employee compensation regulations. The present value of this long-term employee benefit obligation is calculated by a qualified actuary.

22. Post-employment benefit plans

(1) Defined contribution plans

The Company in Taiwan of the Group adopts the pension system of the “Labor Pension Act”, which is a government-managed defined contribution pension plan. The Group monthly contributes an amount, equal to 6% of employees' monthly salaries, to individual accounts at the Bureau of Labor Insurance.

The employees of the Group's subsidiaries in China and Malaysia are members of government-operated retirement benefit plans in those regions. The subsidiaries are required to contribute a specific percentage of salary costs to the retirement benefit plans to fund the plans. The Group's obligation to these government-operated retirement benefit plans is limited to contributing the specific amounts.

The pension expenses recognized by the Group under the defined contribution plans for the periods from January 1 to March 31, 2026 and 2025 were NT$ 30,256 thousand and NT$ 31,043 thousand.

(2) Defined benefit plans

The Company in Taiwan of the Group adopts the pension system of the “Labor Standards Act”, which is a defined benefit pension plan. Employee pension benefits are calculated based on years of service and the average salary of the six months prior to approved retirement. Every month, the Group contributes an amount, equal to 2% of employees' total monthly salaries, to an employee retirement fund, which is deposited in a special account at the Bank of Taiwan in the name of the Supervisory Committee of Labor Retirement Reserve. Before the end of the year, if the estimated balance of the special account is insufficient to pay the estimated pension benefits for employees who are expected to meet the retirement conditions in the following year, the difference will be contributed in one lump sum before the end of March of the following year. The special account is managed by the Bureau of Labor Funds, Ministry of Labor, and the Group has no right to influence the investment management strategy.

The pension expenses related to defined benefit plan recognized for the periods from January 1 to March 31, 2026 and 2025 are calculated using the actuarially determined pension cost rates as of December 31, 2025 and 2024, amounting to NT$ 1,225 thousand and NT$ 1,214 thousand, respectively.

23. Equity

(1) Ordinary share capital

	March 31, 2026	December 31, 2025	March 31, 2025
Authorized shares (thousand shares)	2,000,000	2,000,000	2,000,000
Authorized capital	$ 20,000,000	$ 20,000,000	$ 20,000,000
Issued and fully paid shares (thousand shares)	1,330,846	1,330,846	1,367,925
Issued capital	$ 13,308,461	$ 13,308,461	$ 13,679,246
Capital collected in advance	$ -	$ -	$ 3,655

The par value of each issued ordinary share is NT$10, and each share has one voting right and the right to receive dividends.

The authorized capital includes 100,000 thousand shares reserved for the issuance of employee stock options. The remaining unissued shares will be issued in tranches by the Board of Directors as needed, some of which may be preferred shares.

(2) Capital surplus

	March 31, 2026	December 31, 2025	March 31, 2025
Available for offsetting a deficit, issuing cash dividends, or capitalizing (Note)			
Shares issued at a premium	$ 544,914	$ 544,914	$ 764,073
Donated assets	19,835	19,835	19,835
Transfer from employee stock option exercise and forfeiture	367,336	367,336	357,942
Treasury stock transactions	183,691	183,691	218,846
Available for offsetting losses			
Unclaimed dividends of shareholders	5,649	5,649	5,649
Not available for any purpose			
Employee stock options	27,549	21,030	9,394
	$ 1,148,974	$ 1,142,455	$ 1,375,739

Note: This type of capital surplus can be used to offset a deficit and, when there are no deficit, to issue cash dividends or capitalize, provided that the amount capitalized each year is limited to a certain percentage of the paid-in capital.

(3) Retained earnings and dividend policy

According to the Company's Articles of Incorporation regarding the earnings distribution policy, after paying taxes and offsetting prior years' accumulated losses from the current year's earnings, 10% should first be set aside as legal reserve and appropriated or reversed as special reserve according to relevant regulations. The Company may then appropriate or reverse a certain amount as special reserve according to the relevant regulations. The residual earnings, plus the accumulated undistributed earnings, may be distributed to shareholders according to the distribution plan proposed by the Board of Directors. When the distribution is made in the form of new shares, the distribution proposal shall be submitted to the shareholders' meeting for resolution before distribution. When the distribution is made in cash, the Board of Directors shall be authorized to resolve the distribution by a super majority vote and report it to the shareholders' meeting.

The Company's Articles of Incorporation regarding the distribution of employee and director compensation are described in Note 25(7), Employee and director compensation.

The legal reserve shall be appropriated until its balance reaches the total paid-in capital. The legal reserve may be used to offset a deficit. When there are no deficits, the portion of the legal reserve exceeding 25% of the total paid-in capital may be capitalized or distributed as cash dividends. The Board of Directors is also authorized to make a special resolution to distribute all or part of the aforementioned legal reserve and capital surplus in cash and report to the shareholders' meeting.

The Company's Board of Directors resolved on March 6, 2026 to use the legal reserve of NT$1,329,620 thousand to offset the accumulated losses. The aforesaid loss offset proposal is subject to approval by the shareholders' meeting to be held on May 26, 2026.

The Company's shareholders' meeting held on May 28, 2025 resolved to approve the proposal to offset the 2024 losses using the legal reserve of NT$ 948,533 thousand, and on June 2, 2025, the Board of Directors resolved to distribute cash to shareholders from the capital reserve totaling NT$ 199,412 thousand, at NT$0.15 per share.

(4) Special reserve

When the Group adopted IFRS for the first time, the amount of unrealized revaluation gains transferred to retained earnings was NT$ 341,773 thousand, and a special reserve of the same amount was appropriated.

The special reserve appropriated for land can be reversed upon disposal or reclassification.

(5) Other equity interests

i. Exchange differences arising from translation of financial statements of foreign operations

	January 1-March 31, 2026	January 1-March 31, 2025
Beginning balance	$ 35,786	$ 672,677
Arising during the current period		
Exchange differences of foreign operations	600,037	338,114
Related income tax	(2,360)	(1,710)
Period-End Balance	$ 633,463	$ 1,009,081

ii. Unrealized profit and losses of financial assets measured at FVTOCI

	January 1-March 31, 2026	January 1-March 31, 2025
Beginning balance	$ 14,041,549	$ 11,947,660
Arising during the current period		
Unrealized gains or losses - equity instruments	(1,463,991)	(1,869,382)
Share of associates accounted for using the equity method	(23)	(525)
Cumulative gains or losses from disposal of equity instruments transferred to retained earnings	(12,005)	-
Period-End Balance	$ 12,565,530	$ 10,077,753

(6) Treasury stock

	Reason for repurchase
	Transfer of shares to employees (thousand shares)
Number of shares as of January 1, 2025	38,665
Increase in the current period	-
Number of shares as of March 31, 2025	38,665

Pursuant to the relevant provisions of the "Rules for Transferring Repurchased Shares to Employees", the Company's Board of Directors resolved on January 16, 2025 to transfer 8,665 thousand shares of treasury stock to employees, with March 31, 2025 as the grant date. However, as the employees did not exercise the subscription rights, all of the aforementioned treasury shares were cancelled in 2025.

The treasury shares held by the Company shall not be pledged and do not have the right to receive dividends or voting rights, as stipulated by the Securities and Exchange Act.

24. Revenue

	January 1-March 31, 2026	January 1-March 31, 2025
Product sales revenue	$ 14,380,685	$ 14,485,903
Logistics and warehousing revenue	50,479	66,699
	$ 14,431,164	$ 14,552,602

25. Net profit (loss) for the current period

The net profit (loss) for the current period includes the following items:

(1) Interest Income

	January 1-March 31, 2026	January 1-March 31, 2025
Bank deposits	$ 14,379	$ 13,501

(2) Other income

	January 1-March 31, 2026	January 1-March 31, 2025
Operating lease rental income	$ 26,550	$ 20,926
Government grant income (Note 29)	7,070	17,775
Dividend income	4,633	10,544
Other income	10,360	12,376
	$ 48,613	$ 61,621

(3) Other gains and losses

	January 1-March 31, 2026	January 1-March 31, 2025
Gains on financial assets and liabilities		
Financial assets mandatorily measured at FVTPL	$ -	$ 59
Net gains (losses) from foreign currency exchange	42,737	(26,792)
Gains (losses) on disposal of property, plant, and equipment	(1,519)	291
Bank charges	(6,157)	(6,511)
Other expenses	(16,458)	(9,781)
	$ 18,603	($ 42,734)

(4) Financial costs

	January 1-March 31, 2026	January 1-March 31, 2025
Interest on borrowings (including bonds payable)	$ 104,048	$ 118,916
Interest on lease liabilities	111	181
	$ 104,159	$ 119,097

(5) Depreciation and amortization

	January 1-March 31, 2026	January 1-March 31, 2025
Property, plant and equipment	$ 406,168	$ 440,692
Right of use assets	12,541	13,188
Computer software	2,139	2,431
Long-term prepaid expenses	31,412	34,819
Total	$ 452,260	$ 491,130

	January 1-March 31, 2026	January 1-March 31, 2025
Summary of depreciation expenses by function		
Operating costs	$ 346,676	$ 387,852
Operating expenses	70,213	64,424
Other losses	1,820	1,604
	$ 418,709	$ 453,880
Summary of amortization expenses by function		
Operating costs	$ 31,052	$ 34,275
Operating expenses	2,494	2,975
Other losses	5	-

	$ 33,551	$ 37,250

(6) Employee benefits expenses

	January 1-March 31, 2026	January 1-March 31, 2025
Short-term employee benefits	$ 361,797	$ 353,055
Post-employment benefits (Note 22)		
Defined contribution plans	30,256	31,043
Defined benefit plans	1,225	1,214
Subtotal of post employment benefits	31,481	32,257
Share-based payments		
Equity settlement	6,519	1,040
Other employee benefits	33,199	33,299
Total employee benefit expenses	$ 432,996	$ 419,651
Summary by function		
Operating costs	$ 264,172	$ 261,417
Operating expenses	168,824	158,234
	$ 432,996	$ 419,651

(7) Employee and director compensation

The Company allocates employee and director compensation at no less than 1% and no more than 1% of the current year's profit after deducting accumulated losses, respectively. Pursuant to the amendments to the Securities and Exchange Act in August 2024, the Company had amended its Articles of Incorporation upon approval at the 2025 Shareholders' Meeting. The amendments stipulated that no less than 1% of the annual employee compensation pool shall be allocated as bonuses for non-managerial employees or used for base salary adjustments.

The estimated employee remuneration and director remuneration for the period from January 1 to March 31, 2026, are as follows:

Estimated percentage

	January 1-March 31, 2026
Employee remuneration	1.52%
Director remuneration	0.63%

<u>Amount</u>

	January 1-March 31, 2026
Employee remuneration	$ 1,700
Director remuneration	$ 700

No employee or director compensation was accrued for January 1-March 31, 2025 due to pre-tax losses.

If the amounts in the annual consolidated financial statements remain subject to change after the date of issuance, such changes shall be treated as changes in accounting estimates and adjusted and recorded in the following year.

For information on employee and director compensation resolved by the Company's Board of Directors, please refer to the “Market Observation Post System” on the Taiwan Stock Exchange.

(8) Foreign currency exchange gains and losses

	January 1-March 31, 2026	January 1-March 31, 2025
Total foreign currency exchange gains	$ 96,272	$ 68,212
Total foreign currency exchange losses	(53,535)	(95,004)
Net gain (loss)	$ 42,737	($ 26,792)

26. Income tax

(1) Income tax recognized in profit or loss

The main components of income tax expense (benefit) are as follows:

	January 1-March 31, 2026	January 1-March 31, 2025
Current income tax		
Arising during the current period	$ 73,820	$ 14,746
Adjustments of prior years	(7,887)	-
	65,933	$ 14,746
Deferred income tax		
Arising during the current period	4,418	(27,642)
Income tax expense (benefit) recognized in profit or loss	$ 70,351	(12,896)

The tax rate applicable to the Group's subsidiaries in China is 25%; the tax amounts in other jurisdictions are calculated based on the applicable tax rates in those jurisdictions.

(2) Income tax directly recognized in equity

	January 1-March 31, 2026	January 1-March 31, 2025
Current income tax expense		
Disposal of investments in equity	$ 930	$ -

instruments at FVTOCI		

(3) Income tax recognized in other comprehensive income

	January 1-March 31, 2026	January 1-March 31, 2025
Deferred income tax expense		
Arising during the current period		
Exchange differences of foreign operations	$ 2,360	$ 1,710

(4) Domestic income tax approval

	Approved Year
The Company	2024
Taiwan Union International	2024
Wei Chen	2024
Union Venture Capital	2023

27. Earning (loss) per share

Unit: NT$ per share

	January 1-March 31, 2026	January 1-March 31, 2025
Basic earning (loss) per share		
Basic earning (loss) per share	$ 0.08	($ 0.20)
Diluted earning per share		
Diluted earning per share	$ 0.08	

The net earning (loss) and weighted average number of ordinary shares used to calculate earning (loss) per share are as follows:

<u>Net profit (loss) for the current period</u>

	January 1-March 31, 2026	January 1-March 31, 2025
Net profit (loss) used to calculate basic earning (loss) per share	$ 102,340	($ 266,053)

Number of shares

Unit: thousand shares

	January 1-March 31, 2026	January 1-March 31, 2025
Weighted average number of ordinary shares used to calculate basic earning (loss) per share	1,330,846	1,329,352
Effect of dilutive potential ordinary shares: employee stock options	4,672	
Weighted average number of ordinary shares used to calculate diluted earning per share	1,335,518	

If the Company has the option to pay employee compensation in either shares or cash, when calculating diluted earnings per share, it is assumed that the employee remuneration will be paid in shares. These potential ordinary shares are included in the weighted average number of outstanding shares to calculate diluted earnings per share if they have a dilutive effect. When calculating diluted earnings per share prior to the determination of the number of shares to be issued for employee remuneration in the following year, the dilutive effect of such potential common shares continues to be considered.

28. Share-based payment agreements

(1) Employee stock option plan - stock warrants

Issued in 2019

The Company issued 40,000 units of employee stock options on August 15, 2019, with each unit entitling the holder to purchase one thousand ordinary shares. The grant recipients include employees of the Company and its subsidiaries who meet certain conditions. The term of the stock options is six years, and the holders can exercise 50%, 75%, and 100% of the options after two, three, and four years from the issuance date, respectively.

The information on employee stock options is as follows:

	January 1-March 31, 2025	
Employee stock options	Unit	Weighted average exercise price (NT$)
Outstanding at the beginning of the period	3,653	$ 8.50
Exercised during the current period	(430)	8.50
Outstanding at the end of the period	3,223	8.50
Exercisable at the end of the current period	3,223	8.50

Issued in 2025

The Company issued 32,000 units of employee stock options on April 17, 2025, with each unit entitling the holder to purchase one thousand ordinary shares at a subscription price of NT$ 8.15 per share. The grant recipients include employees of the Company and its subsidiaries who meet certain conditions. The term of the stock options is six years, and the holders can exercise 50%, 75%, and 100% of the options after two, three, and four years from the issuance date, respectively.

The information on employee stock options is as follows:

	January 1-March 31, 2026	
Employee stock options	Unit	Weighted average exercise price (NT$)
Outstanding at the beginning of the period	31,002	$ 8.00
Granted during the current period	-	-
Forfeited during the current period	(1,016)	8.00
Outstanding at the end of the period	29,986	8.00
Exercisable at the end of the current period	-	-

The employee stock options granted by the Company in April 2025 were valued using the Black-Scholes-Merton model. The inputs used in the valuation model are as follows:

	April 2025
Share price at grant date	NT$ 8.15
Exercise price (Note)	NT$ 8.15
Expected volatility	33.74%, 35.28%, and 35.07%
Term	4 years, 4.5 years, and 5 years
Expected dividend yield	-
Risk-free interest rate	1.42%, 1.44% and 1.46%

The Company recognized compensation costs of NT$ 6,519 thousand for the period from January 1 to March 31, 2026, based on the fair value of employee stock options granted on April 17, 2025, which vest in installments (upon the 2nd, 3rd, and 4th anniversaries of the issuance date) over the grant date.

Note: The exercise price is adjusted according to the formula specified in the issuance regulations.

(2) Employee stock option plan - transfer of treasury stocks

The Company expects to transfer 8,665 thousand treasury stocks to employees at the grant date of March 31, 2025. The fair value of employee stock options, calculated using the Black-Scholes-Merton model, amounts to NT$0.12 per share. The inputs used in the valuation model are as follows:

	March 2025
Share price at grant date	NT$ 8.95
Exercise price	NT$ 9.10
Expected volatility	29.47%
Term	11 days
Risk-free interest rate	1.34%

In March 2025, the Company recognized compensation costs of NT$ 1,040 thousand in accordance with the aforementioned treasury stock transfer plan. Please refer to Note 23.

29. Government grants

During January 1-March 31, 2026 and 2025, the Group received financial support subsidies of NT$ 5,288 thousand and NT$ 13,089 thousand, respectively in China, which are immediate financial support granted by local governments based on investment agreements.

In 2017, the Group received air pollution control subsidies of CNY 2,972 thousand in China, which were recorded as long-term deferred income and are being transferred to other income over the useful lives of the related assets. Amounts of NT$ 325 thousand and NT$ 328 thousand were transferred to other income during January 1-March 31, 2026 and 2025, respectively. As of March 31, 2026, December 31 and March 31, 2025 , the unamortized long-term deferred income amounted to NT$ 1,159 thousand, NT$ 1,441 thousand and NT$ 2,482 thousand.

In 2017, 2016, and 2014, the Group received special subsidies of CNY 20,000 thousand, CNY 3,250 thousand, and CNY 26,400 thousand from Panjin City, Liaoning Province, and strategic emerging industry development subsidies from Sichuan Province, respectively, specifically to subsidize Panjin Union Logistics and Nanchong Unicizers for the purchase and installment of equipment. These amounts were recorded as long-term deferred income and are being transferred to other income over the useful lives of the related assets after the installment is completed. Amounts of NT$ 1,323 thousand and NT$ 4,358 thousand were transferred to other income during January 1-March 31, 2026 and 2025, respectively. As of March 31, 2026, December 31 and March 31, 2025 , the total unamortized long-term deferred income amounted to NT$ 100,788 thousand, NT$ 98,766 thousand and NT$ 134,701 thousand, respectively.

The Group received subsidies totaling CNY 1,182 thousand in 2025 for three technical renovation projects related to the updating of production line equipment in China. The amount was recorded as long-term deferred income and is being transferred to other income over the useful lives of the related assets. The amount transferred to other income during January 1-March 31, 2026 was NT$ 134 thousand. As of March 31, 2026 and December 31, 2025, the total unamortized long-term deferred income amounted to NT$ 3,916 thousand and NT$ 3,919 thousand, respectively .

30. Capital risk management

The Group manages capital to ensure that each entity within the Group can continue as a going concern by optimizing the balance of debt and total assets to maximize shareholder returns. There is no expected significant change in the short term based on the Group's overall strategy.

The Group's capital structure consists of net debt (total liabilities less cash and cash equivalents and financial assets measured at amortized cost) / net assets (total assets less cash and cash equivalents and financial assets measured at amortized cost).

The Group's senior management reviews the Group's capital structure quarterly, taking into account the cost of each type of capital and related risks. Based on senior management’s suggestions, the Group will balance its overall capital structure through dividend policies and the issuance of new debt or repayment of old debt.

The Group's target net debt ratio (net debt to net assets) is 50%.

Net debt ratio

The net debt ratio at the balance sheet date is as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Total liabilities	$ 25,914,554	$ 24,079,393	$ 26,865,211
Cash and cash equivalents (Note)	(3,546,988)	(3,509,184)	(3,538,070)
Net liabilities	$ 22,367,566	$ 20,570,209	$ 23,327,141
Total assets	$ 54,586,668	$ 53,509,915	$ 54,537,582
Cash and cash equivalents (Note)	(3,546,988)	(3,509,184)	(3,538,070)
Net assets	$ 51,039,680	$ 50,000,731	$ 50,999,512
Net debt ratio	44%	41%	46%

Note: Cash and cash equivalents include financial assets measured at amortized cost.

31. Financial instruments

(1) Fair value information-financial instruments not measured at fair value

March 31, 2026

	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities measured at amortized cost					
− Domestic corporate bonds payable	$ 2,998,655	$ -	$ 2,999,909	$ -	$ 2,999,909

December 31, 2025

	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities measured at amortized cost					
− Domestic corporate bonds payable	$ 2,998,400	$ -	$ 2,998,898	$ -	$ 2,998,898

March 31, 2025

	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Financial liabilities					
Financial liabilities measured at amortized cost					
− Domestic corporate bonds payable	$ 2,997,636	$ -	$ 2,999,919	$ -	$ 2,999,919

Except as described above, the Group's management believes that the carrying amounts of financial assets and liabilities not measured at fair value approximate their fair values or that their fair values cannot be reliably measured.

(2) Fair value information-financial instruments measured at fair value on a recurring basis

i. Fair value hierarchy

March 31, 2026

	Level 1	Level 2	Level 3	Total
Financial assets measured at FVTOCI				
Equity instrument investments				
Domestic stocks listed on TWSE/TPEx and the emerging stock market	$ 16,964,511	$ -	$ -	$ 16,964,511
Domestic stocks not listed on TWSE/TPEx	-	-	834,024	834,024
Foreign unlisted stocks	-	-	29,974	29,974

	Level 1	Level 2	Level 3	Total
Total	$ 16,964,511	$ -	$ 863,998	$17,828,509

December 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets measured at FVTOCI				
Equity instrument investments				
Domestic stocks listed on TWSE/TPEx and the emerging stock market	$ 18,678,901	$ -	$ -	$ 18,678,901
Domestic stocks not listed on TWSE/TPEx	-	-	783,159	783,159
Foreign unlisted stocks	-	-	29,974	29,974
Total	$ 18,678,901	$ -	$ 813,133	$19,492,034

March 31, 2025

	Level 1	Level 2	Level 3	Total
Financial assets measured at FVTPL				
Fund beneficiary certificates	$ 15,859	$ -	$ -	$ 15,859
Financial assets measured at FVTOCI				
Equity instrument investments				
Domestic stocks listed on TWSE/TPEx and the emerging stock market	$ 14,794,742	$ -	$ -	$ 14,794,742
Domestic stocks not listed on TWSE/TPEx	-	-	760,268	760,268
Foreign unlisted stocks	-	-	-	-
Total	$ 14,794,742	$ -	$ 760,268	$ 15,555,010

For January 1-March 31, 2026 and 2025, there were no transfers between Level 1 and Level 2 fair values.

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

January 1-March 31, 2026

Financial assets	Equity instruments of financial assets measured at FVTOCI
Beginning balance	$ 813,133
Recognized in other comprehensive income (unrealized gains or losses on financial assets measured at FVTOCI)	25,865
Purchases	25,000
Ending balance	$ 863,998

January 1-March 31, 2025

Financial assets	Equity instruments of financial assets measured at FVTOCI
Beginning balance	$ 772,744
Recognized in other comprehensive income (unrealized gains or losses on financial assets measured at FVTOCI)	42,633
Purchases	69,499
Transfer-out	(124,608)
Ending balance	$ 760,268

iii. Valuation techniques and inputs for level 2 fair value measurements

Financial instrument category	Valuation techniques and inputs
Financial liabilities - Domestic corporate bonds payable	Fair value is calculated based on the weighted average hundred-dollar price reported by the Taipei Exchange on the reporting date.

iv. Valuation techniques and inputs for level 3 fair value measurements

Domestic and foreign unlisted equity investment fair value is primarily estimated using the asset-based approach. The asset-based approach is mainly used for venture capital companies, referencing their net asset value to assess fair value.

(3) Financial instrument type

	March 31, 2026	December 31, 2025	March 31, 2025
Financial assets			
Financial assets measured at FVTPL			
Financial assets mandatorily measured at FVTPL	$ -	$ -	$ 15,859
Financial assets measured at amortized cost (Note 1)	8,553,925	7,841,714	8,497,990
Equity instrument investments measured at FVTOCI	17,828,509	19,492,034	15,555,010
Financial liabilities			
Financial liabilities measured at amortized cost (Note 2)	24,332,502	22,497,630	25,425,071

Note 1: The balance includes cash and cash equivalents, financial assets measured at amortized cost, notes receivable, trade receivable, other receivables, and guarantee deposits paid.

Note 2: The balance includes short-term borrowings, notes payable, accounts payable, other payables, bonds payable, long-term borrowings, and guarantee deposits received.

(4) Financial risk management objectives and policies

The Group's primary financial instruments are equity investments, receivables, payables, and borrowings. the Group's financial management department provides services to various business units, coordinating domestic and international financial market operations. It monitors and manages financial risks related to corporate operations through internal risk reports that analyze exposures based on risk levels and scope. These risks include market risk (including foreign exchange risk, interest rate risk, and other price risk), credit risk, and liquidity risk

i.Market risk

The Group's operating activities expose it to foreign exchange rate change risk and interest rate change risk.

There have been no changes in the Group's market risk exposures related to financial instruments or in the methods used to manage and measure these exposures.

(i) Foreign exchange risk

The Company and several subsidiaries engage in foreign currency denominated sales and purchase transactions, resulting in exposure to foreign exchange change risk. Approximately 15% of the Group's sales and 30% of its costs are denominated in currencies other than the functional currencies of the entities of the Group in which the transactions take place.

The carrying amounts of significant foreign currency-denominated monetary assets and liabilities as of the balance sheet date (including foreign currency-denominated monetary items eliminated in the consolidated financial statements) are disclosed in Note 34.

Sensitivity analysis

The Group is primarily affected by fluctuations in the US dollar (USD) exchange rate.

The following table shows the sensitivity analysis of the Group when the exchange rates of the NTD, CNY, and MYR increase or decrease by 3% against the USD. The 3% sensitivity rate is used for reporting foreign exchange risk to senior management and represents management's assessment of the reasonably possible range of foreign exchange rate changes. The sensitivity analysis includes only outstanding foreign currency monetary items with their period-end translation by a 3% change in exchange rates adjusted. Positive numbers in the table below indicate the increase (decrease) in pre-tax net profit (loss) when the NTD, CNY, and MYR appreciate by 3% against the USD; the impact on pre-tax net profit (loss) when these currencies depreciate by 3% against the USD would be equal in amount but negative.

	Impact of USD	
	January 1-March 31, 2026	January 1-March 31, 2025
Profit or loss	$ 28,587	$ 44,832

The above impacts primarily arise from USD-denominated receivables, payables, and borrowings outstanding at the balance sheet date.

The Group's sensitivity to exchange rates has decreased in the current period, mainly due to a decrease in period-end USD payables, resulting in a lower net foreign currency liability.

(ii) Interest rate risk

The Group's interest rate exposure arises from borrowing funds at both fixed and floating rates. The Group periodically evaluates whether to use hedging instruments to align its interest rate views with established risk appetite, ensuring the most cost-effective hedging strategy.

The carrying amounts of financial assets and liabilities of the Group exposed to interest rate risk at the balance sheet date are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Fair value interest rate risk			
－Financial assets	$ 580,776	$ 370,591	$ 59,612
－Financial liabilities	17,985,844	17,120,185	18,173,866
Cash flow interest rate risk			
－Financial liabilities	3,742,122	3,392,308	4,686,638

The Group is exposed to fair value interest rate risk due to its fixed rate bank borrowings and bonds payable. The Group holds floating-rate borrowings as the target to mitigate fair value interest rate risk.

The Group is exposed to cash flow interest rate risk due to its floating-rate bank borrowings. These situations align with the Group's policy of maintaining a certain level of floating-rate borrowings to mitigate fair value interest rate risk.

Sensitivity analysis

The following sensitivity analysis is determined based on the interest rate exposures of non-derivative instruments at the balance sheet date. For floating-rate liabilities, the analysis assumes that the outstanding liabilities at the balance sheet date were outstanding throughout the reporting period. The change rate used for reporting interest rates to senior management is an increase or decrease of 50 basis points, representing management's assessment of the reasonably possible range of interest rate changes.

If interest rates increase/decrease by 50 basis points, the Group's pre-tax net profit or loss for January 1-March 31, 2026 and 2025 would increase/decrease by NT$ 4,678 thousand and NT$ 5,858 thousand, respectively, assuming all other variables remain constant.

The Group's sensitivity to interest rates has decreased compared to the same period last year, primarily due to a decrease in the amount of floating-rate borrowings in the current period.

(iii) Other price risks

The Group is exposed to equity price risk due to its holdings of fund beneficiary certificates and equity securities investments. These equity investments are primarily strategic investments and are not held for trading; the Group does not actively trade these investments. The Group's equity price risk is concentrated in domestic strategic equity instrument investments. .

Sensitivity analysis

The following sensitivity analysis is based on the equity price exposures at the balance sheet date.

If equity prices increase/decrease by 5%, the after-tax profit or loss for January 1-March 31, 2025 would increase/decrease by NT$ 793 thousand due to changes in the fair value of financial assets at FVTPL. The after-tax other comprehensive income for January 1-March 31, 2026 and 2025 would increase/decrease by NT$ 891,425 thousand and NT$ 777,751 thousand due to changes in the fair value of financial assets measured at FVTOCI.

The Group's sensitivity to price risk has increased compared to the same period last year, primarily due to an increase in the market value of equity securities investments in the current year.

ii. Credit risk

Credit risk is the risk of financial loss to the Group if a counterparty fails to meet its contractual obligations. As of the balance sheet date, the maximum credit risk exposure of the Group from the counterparty’s default, which could result in financial loss, primarily arises from the carrying amounts of financial assets recognized in the consolidated balance sheet.

The Group's policy is to transact only with reputable counterparties. Before accepting new customers, the Group assesses the credit quality of potential customers and sets credit limits through internal credit checks and relevant sales management departments. Customer credit limits and ratings are reviewed twice a year.

Additionally, the Group individually reviews the recoverable amounts of receivables at the balance sheet date to ensure that appropriate impairment losses are recognized for unrecoverable receivables.

The Group's trade receivables are from a large number of customers, and the Group has no significant credit exposure to any single counterparty or group of counterparties with similar characteristics. At no time during January 1-March 31, 2026 and 2025 did the concentration of credit risk from any counterparty exceed 5% of total monetary assets.

The Group's credit risk by geographic region is primarily concentrated in mainland China, accounting for approximately 77%, 75% and 76% of total receivables as of March 31, 2026, December 31 and March 31, 2025 respectively.

iii. Liquidity risk

The Group manages and maintains sufficient cash and cash equivalents to support operations and mitigate the impact of cash flow fluctuations. The Group's management monitors the use of bank financing limits and ensures compliance with loan agreement terms.

Bank borrowings are a significant source of liquidity for the Group. The Group's unused financing limits as of March 31, 2026, December 31 and March 31, 2025, are disclosed in the (2) Financing limits section below.

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

The remaining contractual maturity analysis for non-derivative financial liabilities is prepared based on the undiscounted cash flows of financial liabilities, based on the earliest date the Group could be required to repay. Therefore, bank borrowings that the Group could be required to repay immediately are included in the earliest period in the table, regardless of the probability of the bank immediately exercising this right. The maturity analysis of other non-derivative financial liabilities is prepared based on the agreed repayment dates.

	Within 3 months	3 months to 1 year	1 to 5 years	Over 5 years
March 31, 2026				
Non-derivative financial liabilities				
Non-interest bearing liabilities	$ 2,347,589	$ 383,475	$ -	$ -
Lease liabilities	3,483	7,764	5,488	1,832
Floating-rate instruments	1,003,035	260,238	2,570,601	-
Fixed-rate instruments	1,793,174	1,670,977	14,953,448	-
	$ 5,147,281	$ 2,322,454	$ 17,529,537	$ 1,832
December 31, 2025				
Non-derivative financial liabilities				
Non-interest bearing liabilities	$ 966,232	$ 1,177,121	$ -	$ -
Lease liabilities	3,466	10,411	5,935	2,035
Floating-rate instruments	1,146,124	76,939	2,243,737	-
Fixed-rate instruments	1,601,530	1,141,822	14,841,407	-
	$ 3,717,352	$ 2,406,293	$ 17,091,079	$ 2,035
March 31, 2025				
Non-derivative financial liabilities				
Non-interest bearing liabilities	$ 1,752,872	$ 938,491	$ -	$ -
Lease liabilities	3,527	10,462	16,054	2,910
Floating-rate instruments	921,227	165,817	3,750,705	-
Fixed-rate instruments	2,996,298	1,380,737	14,272,861	-
	$ 5,673,924	$ 2,495,507	$ 18,039,620	$ 2,910

(ii) Financing limits

	March 31, 2026	December 31, 2025	March 31, 2025
Unsecured bank financing limits			
—Utilized amount	$ 18,711,440	$ 17,493,041	$ 19,831,192
—Unutilized amount	25,203,987	26,800,178	27,245,757
	$ 43,915,427	$ 44,293,219	$ 47,076,949

(5) Information on the transfer of financial assets

For January 1-March 31, 2026 and 2025, the Group discounted some bankers' acceptance notes receivable issued by banks in China. The contracts stipulate that if the bankers' acceptance notes receivable cannot be collected at maturity, the transferee has the right to request the Group to settle the outstanding balance. Therefore, the Group did not transfer the significant risks and rewards of these bankers' acceptance notes receivable and continues to recognize them.

As of March 31, 2026 and December 31 and March 31, 2025, the carrying amounts of the transferred bankers' acceptance notes receivable that were not derecognized were NT$ 906,586 thousand, NT$ 1,165,885 thousand and NT$ 1,046,961 thousand, respectively (including NT$ 528,026 thousand, NT$ 622,480 thousand and NT$ 534,867 thousand of inter-subsidiary acceptance notes eliminated in the consolidation), and the carrying amounts of the related liabilities were NT$ 906,586 thousand, NT$ 1,165,885thousand and NT$ 1,046,961 thousand, respectively.

32. Related Party Transactions

Transactions, account balances, revenues, and expenses between the Company and its subsidiaries (which are related parties of the Company) are fully eliminated upon consolidation and are therefore not disclosed in this note. Transactions between the Group and other related parties are as follows:

(1) Related party names and relationships

Related party name	Relationship with the Group
Lien Hwa Industrial Holdings	Same Chairman / Investor with significant influence
Lien Hwa Property Development Corporation	Subsidiary of Lien Hwa Industrial Holdings
Linde LienHwa Industrial Gases Co., Ltd.	Associate of Lien Hwa Industrial Holdings
Linde LienHwa Industrial Gases Co., Ltd. (Suzhou)	Associate of Linde LienHwa Industrial Gases Co., Ltd.
Asia Union Electronic Chemical Corp. (AUECC)	Associate of Linde LienHwa Industrial Gases Co., Ltd.
Harbinger Venture Management Co., Ltd. (Harbinger Venture Management)	Same Chairman
Lienhwa United LPG	The Company is a director of the company

(2) Purchases

Related party category	January 1-March 31, 2026	January 1-March 31, 2025
Associates of investors with significant influence	$ 8,449	$ 13,353

(3) Lease agreements (lessee)

Account item	Related party category /name	March 31, 2026	December 31, 2025	March 31, 2025
Lease liabilities	Lien Hwa Property Development Corporation	$ 8,000	$ 10,643	$ 18,306

Related party category /name	January 1-March 31, 2026	January 1-March 31, 2025
Interest expense		
Lien Hwa Property Development Corporation	$ 44	$ 90

(4) Lease agreements (lessor)

Operating lease out

The total future lease payments to be received are summarized as follows:

Related party name	March 31, 2026	December 31, 2025	March 31, 2025
AUECC	$ 388,363	$ 398,407	$ 4,427
Lienhwa United LPG	3,969	3,969	3,969
	$ 392,332	$ 402,376	$ 8,396

Lease income is summarized as follows:

Related party name	January 1-March 31, 2026	January 1-March 31, 2025
AUECC	$ 10,275	$ 4,963
Lienhwa United LPG	1,383	1,383
	$ 11,658	$ 6,346

(5) Service revenue

Account item	Related party category /name	January 1-March 31, 2026	January 1-March 31, 2025
Other income	Associates of investors with significant influence	$ -	$ 32
	Lien Hwa Property Development Corporation	120	120
		$ 120	$ 152

Transactions between the Group and related parties are made on normal commercial terms.

(6) Other trade receivable from related parties (excluding loans to related parties)

Account item	Related party name	March 31, 2026	December 31, 2025	March 31, 2025
Other receivables －related parties	Lienhwa United LPG	$ 2,598	$ 1,215	$ 1,596
	Linde LienHwa Industrial Gases Co., Ltd.	942	2,503	542
	Lien Hwa Property Development Corporation	42	42	-
		$ 3,582	$ 3,760	$ 2,138

(7) Guarantee deposits paid

Account item	Related party name	March 31, 2026	December 31, 2025	March 31, 2025
Other non-current assets	Lien Hwa Property Development Corporation	$ 1,307	$ 1,307	$ 1,307

(8) Guarantee deposit received

Account item	Related party name	March 31, 2026	December 31, 2025	March 31, 2025
Guarantee deposit received	AUECC	$ 6,696	$ 6,696	$ 3,685

(9) Accounts payable to related parties

Account item	Related party category	March 31, 2026	December 31, 2025	March 31, 2025
Trade payable	Associates of investors with significant influence	$ 2,337	$ 1,222	$ 3,845

(10) Reward and compensation of key management personnel

The total compensation of directors and other key management personnel is as follows:

	January 1-March 31, 2026	January 1-March 31, 2025
Short-term employee benefits	$ 6,031	$ 6,024
Post-employment benefits	55	52
Share-based payments	745	58
	$ 6,831	$ 6,134

The compensation of directors and other key management personnel is determined by the compensation committee based on individual performance and market trends.

33. Significant Contingent Liabilities and Unrecognized Commitments

In addition to those described in other notes, the Group’s significant commitments and contingencies as of the balance sheet date are as follows:

(1) As of December 31 and March 31, 2025, the amounts of letters of credit issued by the Group but with documents not yet received for the purchase of raw materials and machinery and equipment wereNT$ 41,098 thousand and NT$ 68,165 thousand, respectively.

(2) The Group's unrecognized contractual commitments are as follows:

	March 31, 2026	December 31, 2025	March 31, 2025
Purchase of raw materials and auxiliary materials	$ 1,432,394	$ 1,781,550	$ 1,428,684
Purchase of property, plant and equipment	$ 324,062	$ 328,672	$ 400,130

(3) As of March 31, 2026, the amounts of financial guarantees provided by the Company for the purchase of raw materials and the borrowing limits of directly or indirectly invested companies are as follows:

i. Nanchong Unicizers－CNY 50,000 thousand.
ii. Panjin Union Materials - CNY 86,500 thousand
iii. Panjin Union Chemical－CNY 1,000,000 thousand.
iv. Taizhou Union Plastics – USD 10,000 thousand
v. Panjin Union Logistics- CNY 5,000 thousand.

34. Information on foreign-currency assets and liabilities with significant influence

Foreign currencies other than the functional currencies of the Group's individual entities are presented in aggregate below. The exchange rates disclosed are the rates used to translate these foreign currencies into the functional currencies. Foreign-currency assets and liabilities with significant influence are as follows:

March 31, 2026

	Foreign currency	Exchange rate	Carrying amount
Foreign-currency assets			
Monetary items			
USD	$ 3,190	31.995 (USD: NTD)	$ 102,064
USD	14,222	6.919 (USD: CNY)	455,033
MYR	15,589	0.248 (MYR: USD)	123,534
			$ 680,631
Non-monetary items			
Investments accounted for using the equity method			
USD	729	31.995 (USD: NTD)	$ 23,325
Foreign-currency liabilities			
Monetary items			
USD	5,668	31.995 (USD: NTD)	$ 181,348
USD	44,558	6.919 (USD: CNY)	1,425,633
MYR	3,350	0.248 (MYR: USD)	26,547
			$ 1,633,528

December 31, 2025

	Foreign currency	Exchange rate	Carrying amount
Foreign-currency assets			
Monetary items			
USD	$ 1,318	31.430 (USD: NTD)	$ 41,425
USD	11,470	7.029 (USD: CNY)	360,502
MYR	10,483	0.247 (MYR: USD)	81,213
			$ 483,140
Non-monetary items			
Investments accounted for using the equity method			
USD	728	31.430 (USD: NTD)	$ 22,879
Foreign-currency liabilities			
Monetary items			
USD	4,517	31.430 (USD: NTD)	$ 141,969
USD	31,693	7.029 (USD: CNY)	996,111
MYR	5,141	0.247 (MYR: USD)	39,828
			$ 1,177,908

March 31, 2025

	Foreign currency	Exchange rate	Carrying amount
Foreign-currency assets			
Monetary items			
USD	$ 5,833	33.205 (USD: NTD)	$ 193,685
USD	9,613	7.178 (USD: CNY)	319,200
MYR	16,702	0.226 (MYR: USD)	125,105
			$ 637,990
Non-monetary items			
Investments accounted for using the equity method			
USD	705	33.205 (USD: NTD)	$ 23,417
Foreign-currency liabilities			
Monetary items			
USD	5,226	33.205 (USD: NTD)	$ 173,529
USD	53,896	7.178 (USD: CNY)	1,789,617
MYR	22,595	0.226 (MYR: USD)	169,246
			$ 2,132,392

The Group's net foreign-currency exchange gain (losses) for January 1-March 31, 2026 and 2025 were NT$ 42,737 thousand and NT$ (26,792) thousand, respectively. Due to the wide variety of functional currencies used in foreign-currency transactions among the Group's entities, exchange gains and losses cannot be disclosed for each foreign currency with significant influence.

35. Additional Disclosures

(1) Information on significant transactions and investees

i. Loans to Others - Table 1.

ii. Endorsements/Guarantees for Others - Table 2.

iii. Securities Held at the End of the Period (Excluding Investments in Subsidiaries and Associates) - Table 3.

iv. Purchases and Sales with Related Parties with Amounts Reaching NT$100 Million or 20% of Paid-in Capital - Table 4.

v. Receivables from Related Parties with Amounts Reaching NT$100 Million or 20% of Paid-in Capital - Table 5.

vi. Others: Business Relationships and Significant Transaction Activities and Amounts Between Parent and Subsidiaries and Among Subsidiaries – Table 6.

vii. Information on Investees - Table 7.

(2) Information on investment in China:

i. Names of investees in China, principal business activities, paid-in capital, investment methods, funds inflow and outflow, shareholding, current-period profit or loss and recognized investment profit or loss, period-end investment carrying amounts, repatriated investment profit or loss, and investment limits in China - Table 8.

ii. The following significant transactions with investees in China, directly or indirectly through third regions, and their prices, payment terms, and unrealized gains or losses:

(i) Purchase amounts and percentages, and period-end balances and percentages of related accounts payable - None.

(ii) Sales amounts and percentages, and period-end balances and percentages of related trade receivable - None.

(iii) Property transaction amounts and resulting gains or losses - None.

(iv) Period-end balances and purposes of notes endorsements/guarantees or collateral provided - Note 33 and Table 2.

(v) Maximum balance of financing, period-end balance, interest rate ranges, and total interest for the current period - None.

(vi) Other transactions with significant impacts on current-period profit or loss or financial position, such as provision or receipt of services - None.

36. Segment Information

(1) General information

Information provided to the chief operating decision maker for allocating resources and assessing segment performance focuses on the regions where the products are provided. The reportable segments are as follows:

East China segment - Zhenjiang Union, Taizhou Union Chemical, Taizhou Union Plastics, Taizhou Union Logistics, Jiangsu Union Logistics, and ZhenJiang Union Torch Estate.

South China segment - Zhongshan Unicizers, Zhuhai Unicizers, and Guangdong Union Logistics.

North China segment - Panjin Union Chemical, Panjin Union Logistics, and Panjin Union Materials.

Taiwan segment - The Company, Wei Chen, Union Venture Capital, and Taiwan Union International.

Other segments - Nanchong Unicizers, Union Hong Kong, Glory Ace, UPC(M) Chemicals, UPCM Trading (Thailand), UPCM Trading (Vietnam) , and other overseas investment companies.

(2) Reportable segment information

	January 1-March 31, 2026						
	East China segment	South China segment	North China segment	Taiwan segment	Other segments	Reconciliations and eliminations	Total
Revenue from external customers	$ 6,692,047	$ 3,281,459	$ 2,152,093	$ 860,841	$ 1,444,724	$ -	$ 14,431,164
Inter-segment revenue	465,674	482,450	231,651	8,969	2,475,030	(3,663,774)	-
Total revenue	$ 7,157,721	$ 3,763,909	$ 2,383,744	$ 869,810	$ 3,919,754	($3,663,774)	$ 14,431,164
Interest income	$ 19,248	$ 4,113	$ 2,012	$ 1,291	$ 11,433	($ 23,718)	$ 14,379
Financial cost	7,623	19,300	22,294	74,585	4,075	(23,718)	104,159
Significant revenue and expenses							
Depreciation expense	149,727	54,158	125,381	42,174	47,269	-	418,709
Amortization expense	11,297	8,525	7,195	6,168	366	-	33,551
Segment profit (loss)	243,714	67,622	(96,533)	(122,216)	9,753	-	102,340

	March 31, 2026						
	East China segment	South China segment	North China segment	Taiwan segment	Other segments	Reconciliations and eliminations	Total
Segment assets	$ 17,179,525	$ 9,155,677	$ 9,698,217	$ 47,532,099	$ 13,346,563	($ 42,325,413)	$ 54,586,668
Segment liabilities	7,715,186	6,631,859	7,050,291	16,729,751	4,555,478	(16,768,011)	25,914,554

	January 1-March 31, 2025						
	East China segment	South China segment	North China segment	Taiwan segment	Other segments	Reconciliations and eliminations	Total
Revenue from external customers	$ 6,173,584	$ 3,566,817	$ 1,735,842	$ 1,039,261	$ 2,037,098	$ -	$ 14,552,602
Inter-segment revenue	1,053,797	657,809	243,651	29,184	2,532,959	(4,517,400)	-
Total revenue	$ 7,227,381	$ 4,224,626	$ 1,979,493	$ 1,068,445	$ 4,570,057	($ 4,517,400)	$ 14,552,602
Interest income	$ 20,632	$ 2,094	$ 1,673	$ 528	$ 8,176	($ 19,602)	$ 13,501
Financial cost	10,123	22,600	25,996	74,230	5,750	(19,602)	119,097
Significant revenue and expenses							
Depreciation expense	150,531	58,912	113,563	43,807	87,067	-	453,880
Amortization expense	14,786	7,797	1,515	6,886	6,266	-	37,250
Segment profit (loss)	94,679	(43,081)	(100,231)	(153,942)	(63,478)	-	(266,053)

	March 31, 2025						
	East China segment	South China segment	North China segment	Taiwan segment	Other segments	Reconciliations and eliminations	Total
Segment assets	$ 16,620,319	$ 8,958,333	$ 9,924,366	$ 45,972,290	$ 14,381,936	($ 41,319,662)	$ 54,537,582
Segment liabilities	7,724,403	6,458,972	6,451,575	16,280,378	4,589,035	(14,639,152)	26,865,211

UPC Technology Corporation and Subsidiaries

Table of Loans to Others

January 1, 2026 to March 31, 2026

Table 1

In Thousands of New Taiwan Dollars,

No. (Note 1)	Lending Company	Borrower	Transaction Item	Related Party	Maximum Balance in Current Period	Period-End Balance	Amount Disbursed	Interest Rate Range for Amount Disbursed	Nature of Loan (Note 2)	Business Transaction	Reason for Short Term Financing Needs	Allowance for Doubtful Accounts	Collateral		Individual Loan Limit	Total Loan Limit
													Item	Value		
1	Zhenjiang Union	ZhenJiang Union Torch Estate	Receivable from related parties	Yes	$ 1,086,640	$ 809,200	$ 795,328	1.51%	2	$-	Daily operations	$ -	—	$ -	$ 1,444,076	$2,888,153
1	Zhenjiang Union	Panjin Union Chemical	Receivable from related parties	Yes	601,120	416,160		1.51%	2	-	Daily operations	-	—	-	1,444,076	2,888,153
1	Zhenjiang Union	Panjin Union Materials	Receivable from related parties	Yes	670,480	531,760	531,760	1.51%	2	-	Daily operations	-	—	-	1,444,076	2,888,153
1	Zhenjiang Union	Zhuhai Unicizers	Receivable from related parties	Yes	92,480	92,480	46,240	1.51%	2	-	Daily operations	-	—	-	1,444,076	2,888,153
1	Zhenjiang Union	Nanchong Unicizers	Receivable from related parties	Yes	601,120	601,120	462,400	1.51%	2	-	Daily operations	-	—	-	1,444,076	2,888,153
2	Glory Ace	Union Hong Kong	Receivable from related parties	Yes	636,701	633,501	316,751	-	2	-	Daily operations	-	—	-	665,346	665,346
3	CHL	Union Hong Kong	Receivable from related parties	Yes	988,646	671,895	143,978	-	2	-	Daily operations	-	—	-	10,384,787	20,769,574
3	CHL	UPC(M) Chemicals	Receivable from related parties	Yes	319,950	319,950	-	NA	2	-	Daily operations	-	—	-	10,384,787	20,769,574
4	Guangdong Union Logistics	Zhuhai Unicizers	Receivable from related parties	Yes	101,728	101,728	57,800	1.51%	2	-	Daily operations	-	—	-	114,799	114,799
5	Jiangsu Union Logistics	Zhenjiang Union	Receivable from related parties	Yes	23,120	23,120	-	NA	2	-	Daily operations	-	—	-	126,633	126,633
5	Jiangsu Union Logistics	Panjin Union Chemical	Receivable from related parties	Yes	92,480	92,480	69,360	1.51%	2	-	Daily operations	-	—	-	126,633	126,633
6	Taizhou Union Plastics	Panjin Union Logistics	Receivable from related parties	Yes	554,880	416,160	323,680	2.20%~2.30%	2	-	Daily operations	-	—	-	1,383,174	2,766,347
6	Taizhou Union Plastics	Panjin Union Materials	Receivable from related parties	Yes	601,120	462,400	462,400	2.20%~2.50%	2	-	Daily operations	-	—	-	1,383,174	2,766,347
6	Taizhou Union Plastics	Taizhou Union Logistics	Receivable from related parties	Yes	138,720	138,720	60,112	2.30%	2	-	Daily operations	-	—	-	1,383,174	2,766,347
6	Taizhou Union Plastics	Taizhou Union Chemical	Receivable from related parties	Yes	92,480	92,480	-	NA	2	-	Daily operations	-	—	-	1,383,174	2,766,347
6	Taizhou Union Plastics	Zhuhai Unicizers	Receivable from related parties	Yes	693,600	554,880	554,880	2.20%~2.50%	2	-	Daily operations	-	—	-	1,383,174	2,766,347
6	Taizhou Union Plastics	Nanchong Unicizers	Receivable from related parties	Yes	277,440	277,440	-	NA	2	-	Daily operations	-	—	-	1,383,174	2,766,347
6	Taizhou Union Plastics	Zhongshan Unicizers	Receivable from related parties	Yes	184,960	184,960	184,960	2.30%	2	-	Daily operations	-	—	-	1,383,174	2,766,347
6	Taizhou Union Plastics	Panjin Union Chemical	Receivable from related parties	Yes	138,720	138,720	-	NA	2	-	Daily operations	-	—	-	1,383,174	2,766,347
7	Zhongshan Unicizers	Zhuhai Unicizers	Receivable from related parties	Yes	1,525,920	1,387,200	739,840	1.51%	2	-	Daily operations	-	—	-	1,949,867	3,899,735
7	Zhongshan Unicizers	Nanchong Unicizers	Receivable from related parties	Yes	467,024	467,024	323,680	1.51%	2	-	Daily operations	-	—	-	1,949,867	3,899,735
8	Taizhou Union Chemical	Taizhou Union Logistics	Receivable from related parties	Yes	277,440	138,720	-	NA	2	-	Daily operations	-	—	-	1,151,547	2,303,095
8	Taizhou Union Chemical	Panjin Union Chemical	Receivable from related parties	Yes	554,880	554,880	231,200	2.30%~2.50%	2	-	Daily operations	-	—	-	1,151,547	2,303,095
8	Taizhou Union Chemical	Zhuhai Unicizers	Receivable from related parties	Yes	277,440	138,720	-	NA	2	-	Daily operations	-	—	-	1,151,547	2,303,095
8	Taizhou Union Chemical	Nanchong Unicizers	Receivable from related parties	Yes	277,440	277,440	-	NA	2	-	Daily operations	-	—	-	1,151,547	2,303,095
8	Taizhou Union Chemical	Panjin Union Logistics	Receivable from related parties	Yes	138,720	138,720	138,720	2.50%	2	-	Daily operations	-	—	-	1,151,547	2,303,095
8	Taizhou Union Chemical	Taizhou Union Plastics	Receivable from related parties	Yes	184,960	184,960	-	NA	2	-	Daily operations	-	—	-	1,151,547	2,303,095
9	Panjin Union Chemical	Panjin Union Materials	Receivable from related parties	Yes	393,040	369,920	254,320	1.51%	2	-	Daily operations	-	—	-	600,196	1,200,392
9	Panjin Union Chemical	Panjin Union Logistics	Receivable from related parties	Yes	393,040	277,440	226,114	1.51%	2	-	Daily operations	-	—	-	600,196	1,200,392
10	Natural	Panjin Union Chemical	Receivable from related parties	Yes	2,045,658	2,045,658	1,064,445	-	2	-	Daily operations	-	—	-	6,437,782	6,437,782
10	Natural	Zhuhai Unicizers	Receivable from related parties	Yes	143,344	143,344		NA	2	-	Daily operations	-	—	-	6,437,782	6,437,782
10	Natural	Nanchong Unicizers	Receivable from related parties	Yes	786,080	684,352	684,352	-	2	-	Daily operations	-	—	-	6,437,782	6,437,782
10	Natural	Panjin Union Materials	Receivable from related parties	Yes	1,303,968	1,017,280	739,840	-	2	-	Daily operations	-	—	-	6,437,782	6,437,782
Total					$ 16,665,339	$ 14,384,812	$ 8,712,720									

Note 1: Zhenjiang Union: 1. Glory Ace: 2. CHL: 3. Guangdong Union Logistics: 4. Jiangsu Union Logistics: 5. Taizhou Union Plastics: 6. Zhongshan Unicizers: 7. Taizhou Union Chemical: 8. Panjin Union Chemical : 9. Natural: 10.

Note 2: The nature of the loan shall be filled in as follows:

(1) Business transactions: Enter 1.

(2) Short-term financing needs: Enter 2.

Note3: (1) Lending Company: Zhenjiang Union, CHL, Taizhou Union Plastics, Zhongshan Unicizers, Taizhou Union Chemical, Panjin Union Chemical

The total amount of loans extended shall not exceed 100% of the net worth of each lending company as shown in its most recent financial statements audited or reviewed by CPAs. The amount of any individual loan shall not exceed 50% of the aforesaid net worth.

(2) Lending Company: Glory Ace, Guangdong Union Logistics, ,Jiangsu Union Logistics, Natural

The total amount of loans extended shall not exceed 100% of the net worth of each lending company as shown in its most recent financial statements audited or reviewed by CPAs. The amount of any individual loan shall not exceed 100% of the aforesaid net worth.

UPC Technology Corporation and Subsidiaries
Table of Endorsements/Guarantees for Others
January 1, 2026 to March 31, 2026

Table 2

In Thousands of New Taiwan Dollars

No. (Note 1)	Name of Endorser/ Guarantor	Endorsed/Guaranteed Party		Endorsement/ Guarantee Limit per Individual Entity	Maximum Endorsement/ Guarantee Balance in Current Period	Period-End Endorsement/ Guarantee Balance	Amount Disbursed	Amount of Endorsement/ Guarantee Secured by Property	Cumulative Endorsement Guarantee Amount as Percentage of Most Recent Financial Statement Net Worth (%)	Maximum Endorsement/ Guarantee Limit	Endorsement/ Guarantee from Parent Company to Subsidiary	Endorsement/ Guarantee from Subsidiary to Parent Company	Endorsement/ Guarantee for Entities in China
		Company name	Relationship (Note 2)										
0	The Company	Nanchong Unicizers	(2)	$ 14,715,261 (Note 3)	2,265,760	$231,200	$111,769	$ -	0.79%	$ 44,145,783 (Note 3)	Y	N	Y
		Panjin Union Materials	(2)		399,976	399,976	-	-	1.36%		Y	N	Y
		Panjin Union Chemical	(2)		4,624,000	4,624,000	2,035,484	-	15.71%		Y	N	Y
		Taizhou Union Plastics	(2)		319,950	319,950	43,251	-	1.09%		Y	N	Y
		Panjin Union Logistics	(2)		23,120	23,120	-	-	0.08%		Y	N	Y

Note 1: The Company: Enter 0.

Note 2: The relations between the endorsed/guaranteed party and the Company are classified into seven categories, as indicated below:

(1) Companies with which the Company has business relations.

(2) Companies in which the Company directly or indirectly holds more than 50% of the voting shares.

(3) Companies that directly or indirectly hold more than 50% of the Company's voting shares.

(4) Companies in which the Company directly or indirectly holds 90% or more of the voting shares.

(5) Companies that are jointly guaranteeing each other in the same industry or as joint developers for construction project contracting in accordance with contracts.

(6) Companies jointly guaranteed by all investing shareholders in proportion to their shareholdings due to joint investment.

(7) Joint and several liability guarantees between companies in the same industry for pre-sale housing contract performance guarantees as regulated by the Consumer Protection Act.

Note 3: The total endorsement/guarantee amount shall not exceed 150% of the Company's net worth in its most recent financial statements audited or reviewed by CPAs. The endorsement/guarantee amount for a single entity shall not exceed 50% of the Company's net worth in its most recent financial statements audited or reviewed by CPAs.

UPC Technology Corporation and Subsidiaries
Significant Marketable Securities Held at the End of the Period
As of March 31, 2026

Table 3

In Thousands of New Taiwan Dollars

Holding Company	Type and Name of Securities (Note 1)	Relations with Issuer (Note 2)	Account Item	Period-End				Remarks
				Number of Shares or Units (Thousands)	Carrying amount (Note 3)	Shareholding Ratio (%)	Fair value	
The Company	Domestic listed stocks							
	Lien Hwa Industrial Holdings	With the same chairman	Financial assets measured at FVTOCI - non-current	173,831	$7,831,079	9.68	$7,831,079	
	MiTAC Holdings	〃	〃	109,783	8,101,975	8.27	8,101,975	
	Domestic unlisted stocks							
	Lien Hwa United LPG	The Company is a director of the company	〃	5,532	77,882	17.29	77,882	
	Harbinger Venture Capital	With the same chairman	〃	7	30	3.35	30	
	Harbinger VI Venture Capital	The Company is a director of the company	〃	3,214	26,964	13.28	26,964	
Union Venture Capital	Domestic listed stocks and the emerging stock market							
	ACTi		〃	387	9,469	1.46	9,469	
	Visco Vision Inc.		〃	111	21,016	0.18	21,016	
	Domestic unlisted stocks							
	Harbinger III Venture Capital		〃	15	202	15.00	202	
	Harbinger VI Venture Capital	The Company is a director of the company	〃	739	6,202	3.05	6,202	
	Harbinger VII Venture Capital		〃	5,299	63,531	9.33	63,531	
	Harbinger VIII Venture Capital		〃	9,007	103,134	8.45	103,134	
	Harbinger IX Venture Capital		〃	7,500	80,400	9.70	80,400	
	Taiwan Mobile Communication INC.		〃	447	2,909	1.10	2,909	
	Foreign stocks not listed on TWSE/TPEx							
	MAXUS		〃	(Note 4)	29,974	1.99	29,974	
Wei Chen	Domestic unlisted stocks							
	Lien Yung Investment		〃	9,217	229,600	19.99	229,600	
	Tong Da Investment		〃	4,848	148,934	19.99	148,934	

(To be continued)

(Continued from the previous page)

Holding Company	Type and Name of Securities (Note 1)	Relations with Issuer (Note 2)	Account Item	Period-End				Remarks
				Number of Shares or Units (Thousands)	Carrying amount (Note 3)	Shareholding Ratio (%)	Fair value	
Taiwan Union International	Domestic listed stocks and the emerging stock market							
	ASIA POLYMER		Financial assets measured at FVTOCI -current	14,311	$264,754	2.41	$264,754	
	Taita Chemical Company, Limited		〃	8,855	204,107	2.23	204,107	
	Synnex Technology International	With the same chairman	〃	4,950	375,210	0.30	375,210	
	MiTAC Digital Technology		Financial assets measured at FVTOCI - non-current	2,317	156,901	2.12	156,901	
	Domestic unlisted stocks							
	Harbinger Venture Management	〃	〃	863	24,956	19.99	24,956	
	MiTAC Incorporated	〃	〃	914	69,264	0.23	69,264	
	MiTAC Computing Technology		〃	1	16	-	16	
CHL	Foreign unlisted stocks							
	Budworth		〃	30	-	3.33	-	

Note 1: Securities refer to stocks, beneficiary certificates, and derivatives thereof within the scope of IFRS 9 “Financial Instruments”.

Note 2: If the issuer of the securities is not a related party, this field can be left blank.

Note 3: For securities measured at fair value, the carrying amount field should include the amount after fair value adjustment. For securities not measured at fair value, the carrying amount field should include the carrying amount of the original acquisition cost or the amortized cost less accumulated impairment.

Note 4: It is a limited company.

Note 5: For information on investments in subsidiaries and associates, please refer to Table 7 and Table 8.

UPC Technology Corporation and Subsidiaries

Purchases and sales with related parties with amounts reaching NT$100 million or more than 20% of paid-in capital

January 1, 2026 to March 31, 2026

Table 4

In Thousands of New Taiwan Dollars

Purchasing (Selling) Company	Counterparty	Relationship	Transaction Type				Conditions Differing from Normal Transactions and Reasons		Notes/Trade receivable (Payable)		Remarks
			Purchases (Sales)	Amount	Percentage of Total Purchases (Sales) (%)	Payment Terms	Unit Price	Payment Terms	Balance	Percentage of Total Notes/ Trade receivable (Payable) (%)	
UPC(M) Chemicals	UPCM Trading (Thailand)	Also, companies with direct or indirect investments from the Company	Sales	($ 229,459)	(18.51%)	In principle, 90 days, adjusted according to actual circumstances			$ 192,892	21.58%	
UPC(M) Chemicals	UPCM Trading (Vietnam)	〃	Sales	(152,611)	(12.31%)	In principle, 90 days, adjusted according to actual circumstances			157,566	17.63%	
Zhuhai Unicizers	Panjin Union Chemical	〃	Sales	(225,540)	(8.34%)	In principle, 30 days, adjusted according to actual circumstances			182,934	16.44%	
Panjin Union Chemical	Zhenjiang Union	〃	Sales	(105,054)	(4.45%)	In principle, 30 days, adjusted according to actual circumstances			131,018	35.12%	
Union Hong Kong	Taizhou Union Chemical	〃	Sales	(1,110,782)	(55.79%)	In principle, 120 days, adjusted according to actual circumstances			966,267	46.92%	
Union Hong Kong	UPC(M) Chemicals	〃	Sales	(617,474)	(31.01%)	In principle, 120 days, adjusted according to actual circumstances			818,400	39.74%	
Union Hong Kong	Zhuhai Unicizers	〃	Sales	(262,803)	(13.20%)	In principle, 120 days, adjusted according to actual circumstances			251,156	12.20%	

UPC Technology Corporation and Subsidiaries
Receivables from related parties with amounts reaching NT$ 100 million or 20% of paid-in capital
As of March 31, 2026

Table 5

In Thousands of New Taiwan Dollars

Company with Receivables	Counterparty	Relationship	Balance of receivables from related parties	Turnover Rate (Times/Year)	Overdue receivables from related parties		Amounts receivable from related parties recovered after period end (Note)	Allowance for Losses
					Amount	Handling Method		
UPC(M) Chemicals	UPCM Trading (Thailand)	Also, companies with direct or indirect investments from the Company	Trade receivable $192,892	5.60	$		$ 45,168	$
UPC(M) Chemicals	UPCM Trading (Vietnam)	〃	Trade receivable 157,566	5.28			107,583	
Union Hong Kong	Taizhou Union Chemical	〃	Trade receivable 966,267	5.56			497,546	
Union Hong Kong	UPC(M) Chemicals	〃	Trade receivable 818,400	3.50			296,836	
Union Hong Kong	Zhuhai Unicizers	〃	Trade receivable 251,156	4.76			139,381	
Zhuhai Unicizers	Panjin Union Chemical	〃	Trade receivable and notes receivable 182,934	4.76			113,179	
Panjin Union Chemical	Zhenjiang Union	〃	Trade receivable and notes receivable 131,018	4.60			131,018	
Taizhou Union Chemical	Nanchong Unicizers	〃	Notes receivable 111,769	0.42			46,187	
UPC Techology	Taiwan Union International	〃	Other receivables 236,156	-			-	
Glory Ace	Union Hong Kong	〃	Other receivables 316,751	-			134,379	
CHL	Union Hong Kong	〃	Other receivables 143,978	-			143,978	
Zhongshan Unicizers	Nanchong Unicizers	〃	Other receivables 323,680	-			-	
Zhongshan Unicizers	Taizhou Union Chemical	〃	Other receivables 330,311	-			-	
Zhongshan Unicizers	Zhuhai Unicizers	〃	Other receivables 742,955	-			3,115	
Zhongshan Unicizers	Zhenjiang Union	〃	Other receivables 797,678	-			-	
Taizhou Union Chemical	Panjin Union Logistics	〃	Other receivables 138,826	-			-	
Taizhou Union Chemical	Panjin Union Chemical	〃	Other receivables 231,368	-			-	
Zhenjiang Union	Nanchong Unicizers	〃	Other receivables 462,400	-			-	
Zhenjiang Union	Panjin Union Chemical	〃	Other receivables 300,811	-			-	
Zhenjiang Union	Panjin Union Materials	〃	Other receivables 531,760	-			138,720	
Zhenjiang Union	ZhenJiang Union Torch Estate	〃	Other receivables 795,328	-			231,200	
Panjin Union Chemical	Panjin Union Materials	〃	Other receivables 255,031	-			-	
Panjin Union Chemical	Panjin Union Logistics	〃	Other receivables 226,874	-			-	
Nanchong Unicizers	Zhuhai Unicizers	〃	Other receivables 288,442	-			-	
Taizhou Union Plastics	Panjin Union Logistics	〃	Other receivables 323,906	-			-	
Taizhou Union Plastics	Panjin Union Materials	〃	Other receivables 462,741	-			-	
Taizhou Union Plastics	Zhuhai Unicizers	〃	Other receivables 555,266	-			166,996	
Taizhou Union Plastics	Zhongshan Unicizers	〃	Other receivables 185,090	-			-	
Magic Props	Zhenjiang Union	〃	Other receivables 600,223	-			-	
Goldendust	Zhongshan Unicizers	〃	Other receivables 1,127,783	-			-	

(To be continued)

(Continued from the previous page)

Company with Receivables	Counterparty	Relationship	Balance of receivables from related parties		Turnover Rate (Times/Year)	Overdue receivables from related parties		Amounts receivable from related parties recovered after period end (Note)	Allowance for Losses
						Amount	Handling Method		
Charmon	Taizhou Union Chemical	Also, companies with direct or indirect investments from the Company	Other receivables	$ 328,989	-	-		$ -	-
Natural	Nanchong Unicizers	〃	Other receivables	684,352	-	-		115,600	-
Natural	Panjin Union Chemical	〃	Other receivables	1,064,445	-	-		300,560	-
Natural	Panjin Union Materials	〃	Other receivables	739,840	-	-		-	-
Natural	Taizhou Union Plastics	〃	Other receivables	278,827	-	-		-	-

Note: Amount recovered as of May 6, 2026.

UPC Technology Corporation and Subsidiaries

Business Relationships and Significant Transaction Activities Between Parent and Subsidiaries

January 1, 2026 to March 31, 2026

Table 6

In Thousands of New Taiwan Dollars

No. (Note 1)	Transacting Party Name	Counterparty	Relationship (Note2)	Transaction Activities			
				Account Item	Amount (Notes 4 and 5)	Transaction Conditions	Percentage of Consolidated Total Revenue or Total Assets (%) (Note 3)
0	UPC Techology	Taiwan Union International	1	Other receivables from related parties	$ 236,156	Transactions Under Normal Commercial Terms	-
1	Glory Ace	Union Hong Kong	3	Other receivables from related parties	316,751	Transactions Under Normal Commercial Terms	1%
2	Zhongshan Unicizers	Zhuhai Unicizers	3	Other receivables from related parties	742,955	Transactions Under Normal Commercial Terms	1%
2	Zhongshan Unicizers	Zhenjiang Union	3	Other receivables from related parties	797,678	Transactions Under Normal Commercial Terms	1%
2	Zhongshan Unicizers	Nanchong Unicizers	3	Other receivables from related parties	323,680	Transactions Under Normal Commercial Terms	1%
2	Zhongshan Unicizers	Taizhou Union Chemical	3	Other receivables from related parties	330,311	Transactions Under Normal Commercial Terms	1%
3	Taizhou Union Chemical	Panjin Union Logistics	3	Other receivables from related parties	138,826	Transactions Under Normal Commercial Terms	-
3	Taizhou Union Chemical	Nanchong Unicizers	3	Notes receivable-Related Parties	111,769	Transactions Under Normal Commercial Terms	-
3	Taizhou Union Chemical	Panjin Union Chemical	3	Other receivables from related parties	231,368	Transactions Under Normal Commercial Terms	-
4	Union Hong Kong	Taizhou Union Chemical	3	Trade receivable from related parties	966,267	Transactions Under Normal Commercial Terms	2%
4	Union Hong Kong	UPC(M) Chemicals	3	Trade receivable from related parties	818,400	Transactions Under Normal Commercial Terms	1%
4	Union Hong Kong	Taizhou Union Chemical	3	Sales	1,110,782	Transactions Under Normal Commercial Terms	8%
4	Union Hong Kong	UPC(M) Chemicals	3	Sales	617,474	Transactions Under Normal Commercial Terms	4%
4	Union Hong Kong	Zhuhai Unicizers	3	Trade receivable from related parties	251,156	Transactions Under Normal Commercial Terms	-
4	Union Hong Kong	Zhuhai Unicizers	3	Sales	262,803	Transactions Under Normal Commercial Terms	2%
5	Panjin Union Chemical	Zhenjiang Union	3	Trade receivable and Notes Receivable - Related Parties	131,018	Transactions Under Normal Commercial Terms	-
5	Panjin Union Chemical	Panjin Union Logistics	3	Other receivables from related parties	226,874	Transactions Under Normal Commercial Terms	-
5	Panjin Union Chemical	Panjin Union Materials	3	Other receivables from related parties	255,031	Transactions Under Normal Commercial Terms	-
5	Panjin Union Chemical	Zhenjiang Union	3	Sales	105,054	Transactions Under Normal Commercial Terms	1%
6	Taizhou Union Plastics	Panjin Union Logistics	3	Other receivables from related parties	323,906	Transactions Under Normal Commercial Terms	1%
6	Taizhou Union Plastics	Panjin Union Materials	3	Other receivables from related parties	462,741	Transactions Under Normal Commercial Terms	1%
6	Taizhou Union Plastics	Zhongshan Unicizers	3	Other receivables from related parties	185,090	Transactions Under Normal Commercial Terms	-
6	Taizhou Union Plastics	Zhuhai Unicizers	3	Other receivables from related parties	555,266	Transactions Under Normal Commercial Terms	1%
7	CHL	Union Hong Kong	3	Other receivables from related parties	143,978	Transactions Under Normal Commercial Terms	-
8	Zhuhai Unicizers	Panjin Union Chemical	3	Trade receivable and Notes Receivable - Related Parties	182,934	Transactions Under Normal Commercial Terms	-
8	Zhuhai Unicizers	Panjin Union Chemical	3	Sales	225,540	Transactions Under Normal Commercial Terms	2%
9	Zhenjiang Union	Panjin Union Chemical	3	Other receivables from related parties	300,811	Transactions Under Normal Commercial Terms	1%
9	Zhenjiang Union	ZhenJiang Union Torch Estate	3	Other receivables from related parties	795,328	Transactions Under Normal Commercial Terms	1%

(To be continued)

(Continued from the previous page)

No. (Note 1)	Transacting Party Name	Counterparty	Relationship (Note2)	Transaction Activities			
				Account Item	Amount (Notes 4 and 5)	Transaction Conditions	Percentage of Consolidated Total Revenue or Total Assets (%) (Note 3)
9	Zhenjiang Union	Nanchong Unicizers	3	Other receivables from related parties	$ 462,400	Transactions Under Normal Commercial Terms	1%
9	Zhenjiang Union	Panjin Union Materials	3	Other receivables from related parties	531,760	Transactions Under Normal Commercial Terms	1%
10	Nanchong Unicizers	Zhuhai Unicizers	3	Other receivables from related parties	288,442	Transactions Under Normal Commercial Terms	1%
11	UPC(M) Chemicals	UPCM Trading (Vietnam)	3	Sales	152,611	Transactions Under Normal Commercial Terms	1%
11	UPC(M) Chemicals	UPCM Trading (Thailand)	3	Sales	229,459	Transactions Under Normal Commercial Terms	2%
11	UPC(M) Chemicals	UPCM Trading (Thailand)	3	Trade receivable from related parties	192,892	Transactions Under Normal Commercial Terms	-
11	UPC(M) Chemicals	UPCM Trading (Vietnam)	3	Trade receivable from related parties	157,566	Transactions Under Normal Commercial Terms	-
12	Magic Props	Zhenjiang Union	3	Other receivables from related parties	660,223	Transactions Under Normal Commercial Terms	1%
13	Goldendust	Zhongshan Unicizers	3	Other receivables from related parties	1,127,783	Transactions Under Normal Commercial Terms	2%
14	Charmon	Taizhou Union Chemical	3	Other receivables from related parties	328,989	Transactions Under Normal Commercial Terms	1%
15	Natural	Nanchong Unicizers	3	Other receivables from related parties	684,352	Transactions Under Normal Commercial Terms	1%
15	Natural	Panjin Union Chemical	3	Other receivables from related parties	1,064,445	Transactions Under Normal Commercial Terms	2%
15	Natural	Panjin Union Materials	3	Other receivables from related parties	739,840	Transactions Under Normal Commercial Terms	1%
15	Natural	Taizhou Union Plastics	3	Other receivables from related parties	278,827	Transactions Under Normal Commercial Terms	1%

Note 1: The business transaction information between the parent company and subsidiaries should be separately indicated in the Item No. column. The item numbers should be filled in as follows:

1.Parent company: Enter 0.

2.Subsidiaries: Number each subsidiary sequentially from 1 in Arabic numerals.

Note 2: The relations with the transacting party are classified into three categories, and only the type should be indicated:

1.Parent company to subsidiary.

2.Subsidiary to parent company.

3.Subsidiary to subsidiary.

Note 3: The calculation of the transaction amount as a percentage of consolidated total revenue or total assets is as follows: For balance sheet items, calculate the period-end balance as a percentage of consolidated total assets. For income statement items, calculate the cumulative amount for the current period as a percentage of consolidated total revenue.

Note 4: Disclose transaction amounts of NT$100,000 thousand or more.

Note 5: Eliminated upon consolidation.

UPC Technology Corporation and Subsidiaries

Information on Investees

January 1, 2026 to March 31, 2026

Table 7

In Thousands of New Taiwan Dollars

Investing company name	Investee Name	Location	Principal Business Activities	Original Investment Amount		Period-End Holdings			Investee Profit (Loss) for the Current Period	Investment Profit (Loss) Recognized for the Current Period	Remarks
				Period-End Investment Carrying Amount	End of Previous Year	Number of Shares (Thousands)	Percentage (%)	Carrying amount			
UPC Technology	CHL	Tortola, British Virgin Islands	Investment	$13,127,287	$13,127,287	433,310	100	$ 21,191,909	$ 225,582	$ 225,582	Subsidiary
	Glory Ace	Tortola, British Virgin Islands	Trading	128,451	128,451	605	100	670,161	4,760	4,760	〃
	Union Venture Capital	Tiding Blvd., Taipei City	Investment	250,013	250,013	22,701	100	317,570	(30)	(30)	〃
	Wei Chen	Nangang Rd., Taipei City	Investment	160,000	160,000	16,000	100	403,926	25	25	〃
	Taiwan Union International	Nangang Rd., Taipei City	Investment	453,525	453,525	78,719	100	1,408,738	5,277	5,277	〃
	UPC(M) Chemicals	Selangor, Malaysia	Production and sales of plasticizers and PA	1,838,838	1,838,838	163,427	100	1,511,491	(5,786)	(5,786)	〃
CHL	Star Bright	Tortola, British Virgin Islands	Investment	1,348	1,348	51	100	278,703	5,260	-	Sub-subsidiary
	Goldendust	〃	〃	3,070,575	3,070,575	99,208	100	5,656,753	141,333	-	〃
	Natural	〃	〃	3,989,953	3,989,953	128,780	100	6,484,064	45,611	-	〃
	Magic Props	〃	〃	919,533	919,533	28,140	100	2,108,637	34,304	-	〃
	Pure Fantasy	〃	〃	217,544	217,544	6,331	100	205,460	4,433	-	〃
	Modern Vantage	〃	〃	763,540	763,540	25,334	100	1,144,254	11,942	-	〃
	Charmon	〃	〃	972,950	972,950	31,637	100	1,538,997	57,865	-	〃
	Linkhope	〃	〃	88,755	88,755	3,000	100	260,079	1,480	-	〃
	Reachworld	〃	〃	87,960	87,960	3,000	100	196,114	(2,515)	-	〃
	Dragonoble	〃	〃	1,494,521	1,494,521	50,670	100	67,515	(7,590)	-	〃
	Pagerise	〃	〃	965,857	965,857	32,000	100	918,599	(20,993)	-	〃
	Greaterise	〃	〃	1,502,187	1,502,187	49,000	100	567,701	(36,761)	-	〃
	Granfaith	〃	〃	1,072,934	1,072,934	35,351	100	(204,946)	(17,195)	-	〃
	Union Hong Kong	Tsimshatsui Kowloon, Hong Kong	Trading	913,293	913,293	232,409	100	1,231,275	3,272	-	〃
	Harbinger Ruyi	Tortola, British Virgin Islands	Investment	30,465	30,465	1,000	28.57	23,325	199	-	Investees Accounted for Using the Equity Method
Star Bright	Logical Path	Tsimshatsui Kowloon, Hong Kong	Investment	37	37	10	100	279,103	5,344	-	Sub-subsidiary
UPC(M) Chemicals	UPCM Trading (Thailand)	Bangkok, Thailand	Trading	28,905	28,905	30,000	100	55,617	(7,856)	-	Sub-subsidiary
	UPCM Trading (Vietnam)	Ho Chi Minh City, Vietnam	Trading	17,867	17,867	(Note 2)	100	6,126	1,999	-	Sub-subsidiary

Note 1: For information on investees in China, please refer to Table 8.

Note 2: It is a limited company.

UPC Technology Corporation and Subsidiaries
Summary of Information on Investment in China
January 1, 2026 to March 31, 2026

Table 8

In Thousands of New Taiwan Dollars

Investing company name	Name of Investee in China	Principal Business Activities	Paid-in Capital	Investment Method (Note 1)	Cumulative Investment Amount Remitted from Taiwan at the Beginning of the Period	Investment Amount Remitted or Repatriated in the Current Period		Cumulative Investment Amount Remitted from Taiwan at the End of the Period	Shareholding Ratio of Direct or Indirect Investment by the Company (%)	Investee Profit (Loss) for the Current Period	Investment Profit (Loss) Recognized for the Current Period (Note 2)	Period-End Investment Carrying Amount	Investment Profit Repatriated as of the End of the Period
						Remitted Out	Repatriated						
Goldendust	Zhongshan Unicizers	Production and sales of plasticizers and PA	USD 108,080 thousand	(2)	$2,484,411	$ -	$ -	$2,484,411	100.00	$ 114,568	$ 114,568 (II)2.	$ 4,046,734	$-
Zhongshan Unicizers, Logical Path, Goldendust and Magic Props	Zhenjiang Union	Production and sales of plasticizers and PA	USD 77,340 thousand	(2)	543,823	-	-	543,823	100.00	57,775	57,775(II)2.	2,946,837	-
Zhongshan Unicizers, Logical Path, Pure Fantasy and Goldendust	Zhuhai Unicizers	Production and sales of plasticizers and PA	USD 35,500 thousand	(2)	-	-	-	-	100.00	24,975	24,975(II)2.	1,053,303	-
Charmon and Zhongshan Unicizers	Taizhou Union Chemical	Production and sales of plasticizers and PA	USD 63,400 thousand	(2)	466,785	-	-	466,785	100.00	105,816	105,816(II)2.	2,410,599	-
Modern Vantage	Taizhou Union Logistics	Warehousing	USD 23,700 thousand	(2)	648,157	-	-	648,157	100.00	11,942	11,942(II)3.	1,144,604	-
Natural	Taizhou Union Plastics	Production and sales of PVC	USD 86,078 thousand	(2)	3,068,081	-	-	3,068,081	100.00	63,638	63,638(II)3.	2,831,008	-
Linkhope	Jiangsu Union Logistics	Logistics	USD 3,000 thousand	(2)	88,755	-	-	88,755	100.00	4,543	4,543(II)3.	131,248	-
Reachworld	Guangdong Union Logistics	Logistics	USD 3,000 thousand	(2)	87,960	-	-	87,960	100.00	(564)	(564)(II)3.	114,224	-
Dragonoble, Zhongshan Unicizers, Natural, Linkhope and Reachworld	Panjin Union Chemical	Production and sales of plasticizers and PA	USD 61,780 thousand	(2)	1,494,521	-	-	1,494,521	100.00	(38,862)	(38,862)(II)2.	1,160,902	-
Zhenjiang Union	ZhenJiang Union Torch Estate	Real estate business	CNY 60,000 thousand	(3)	-	-	-	-	100.00	(2,437)	(2,437)(II)3.	211,494	-
Pagerise	Panjin Union Logistics	Warehousing	USD 32,000 thousand	(2)	965,857	-	-	965,857	100.00	(20,910)	(20,910)(II)3.	918,979	-
Greaterise	Panjin Union Materials	Production and sales of MA and related downstream derivatives	USD 49,000 thousand	(2)	1,502,187	-	-	1,502,187	100.00	(36,761)	(36,761)(II)3.	568,026	-
Granfaith and Zhongshan Unicizers	Nanchong Unicizers	Production and sales of plasticizers and PA	USD 67,000 thousand	(2)	922,434	-	-	922,434	100.00	(32,443)	(32,443)(II)2.	(461,530)	-

Cumulative Investment Amount Remitted from Taiwan to China at the End of the Period	Investment Amount Approved by the Investment Commission, MOEA	Investment Limit for China as Stipulated by the Investment Commission, MOEA
$ 12,272,971 (Note 3)	$ 17,036,315 (USD 532,468 thousand) (Note 4)	(Note 5)

Note 1: Investment methods are classified into the following four types, and only the type should be indicated:
- (1) Direct investment in China.
- (2) Reinvestment in China through a third region (details of investors in the third region are shown in the table above).
- (3) Other methods - Direct investment by Zhenjiang Union.

Note 2: In the “Investment Profit (Loss) Recognized for the Current Period” column:
- (I) If the investee is in the preparation stage without investment profit or loss, it should be stated.
- (II) The basis for recognizing investment profit or loss is classified into the following three types, which should be stated.
  1. Financial statements audited by an international accounting firm with a cooperation relationship with a Taiwan-based accounting firm.
  2. Financial statements audited by the parent company's auditing CPAs in Taiwan.
  3. Others: Based on unaudited financial statements.

Note 3: Excluding: (I) Investment amount of NT$934,394 thousand remitted from Taiwan to China in prior years, which was remitted back to a third region after the investee was liquidated upon business termination; (II) Investment amount of NT$3,502,208 thousand remitted from a third region using its own funds to China.

Note 4: Converted to NTD at the exchange rate of US$1 = NT$31.995 as of March 31, 2026, excluding capital increase from earnings.

Note 5: Operations Headquarter Certification Approved by the Operational Headquarters of the Industrial Development Administration on June 17, 2024, therefore not subject to investment limits.