Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Consolidated Financial Statements for the
Three-Month Periods Ended March 31, 2025 and 2024 and
Independent Accountants' Review Report

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To The Board of Directors and the Stockholders
Chung-Hsin Electric and Machinery Manufacturing Corp. and its Subsidiaries

Introduction

We have reviewed the accompanying consolidated balance sheets of Chung-Hsin Electric and Machinery Manufacturing Corp. and its subsidiaries (the "Group") as of March 31, 2025 and 2024 and the consolidated statements of comprehensive income for the three months ended March 31, 2025 and 2024, as well as the consolidated statements of changes in equity and cash flows for the three months ended March 31, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting," endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except for the base of qualified conclusion listed. 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". A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Base of Qualified Conclusion

As Note 4(3), the consolidated financial statements included partial of the non-significant subsidiaries disclosure that is based its financial statement without independent accountant review. These companies' total assets of March 31, 2025 and 2024 was 6,870,637 thousand and 6,204,672 thousand, which was 14.13% and 13.31% of consolidated assets. These companies' liabilities of March 31, 2025 and 2024 was 3,159,135 thousand and 2,258,720 thousand, which was 10.86% and 8.10% of consolidated liabilities. These companies' comprehensive income was (140,948) thousand and 619,630 thousand, which was (50.05%) and 22.34% of consolidated statement of comprehensive income for the three-month period ended March 31, 2025 and 2024.
As Note 6(10), the equity's investment was 4,015,866 thousand and 5,078,111 thousand as of March 31, 2025 and 2024. The Share of profit of associates and joint ventures accounted for using equity method was 4,614 thousand and 4,675 thousand for the three months ended March 31, 2025 and 2024. The Share of other comprehensive income of associates and joint ventures accounted for using equity method was (645,772) thousand and 1,780,283 thousand for the three months ended March 31, 2025 and 2024. These was based its financial statements without independent accountant review. As disclosure in Note 13, its information was also without independent accountant review.

Qualified Conclusion

Based on our reviews, except the disclosure in base of qualified conclusion, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects the financial position of the entity as at March 31, 2025 and 2024, and of its consolidated financial performance and its consolidated cash flows for the three-month period then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting," endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partner on the reviews resulting in this independent auditors' review report are Chun-Chin Lin and Ya-Chuan Chang.

May 12, 2025

CHUNG-HSIN ELECTRIC AND MACHINERY MANUFACTURING CORPS. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF BALANCE SHEETS

March 31, 2025, December 31, 2024 and March 31, 2024

(In Thousands of New Taiwan Dollars)

	March 31, 2025		December 31, 2024		March 31, 2024	
	Amount	%	Amount	%	Amount	%
Assets						
Current assets						
Cash and cash equivalents (Note 6)	$ 2,297,458	5	$ 2,740,611	6	$ 2,902,633	6
Current financial assets at fair value through profit or loss (Note 6)	243,938	-	263,492	1	264,468	1
Current financial assets at amortized cost (Notes 6 and 8)	534,923	1	503,732	1	240,830	1
Current contract assets (Notes 6 and 7)	5,068,666	11	4,576,577	9	3,718,909	8
Notes receivable, net (Note 6)	60,941	-	109,911	-	100,838	-
Accounts receivable, net (Note 6)	2,971,484	6	2,632,491	5	2,413,989	5
Accounts receivables due from related parties (Notes 6 and 7)	1,200	-	102	-	1,200	-
Other receivables	8,262	-	6,609	-	14,491	-
Other receivables due from related parties (Note 7)	132,396	-	115,009	-	194,548	1
Current tax assets	14,380	-	14,255	-	1,900	-
Inventory –Manufacturing business (Note 6)	8,184,710	17	8,233,301	17	6,615,327	14
Inventory – Construction business (Note 6)	2,330,300	5	2,259,130	5	2,331,566	5
Prepayments (Notes 6 and 7)	1,595,315	3	1,576,173	3	1,115,419	2
Other current assets (Notes 6 and 8)	85,069	-	72,190	-	180,437	-
Total current assets	23,529,042	48	23,103,583	47	20,096,555	43
Non-current assets						
Non-current financial assets at fair value through profit or loss (Note 6)	208,684	-	220,408	-	272,289	1
Non-current financial assets at fair value through other comprehensive income (Note 6)	117,750	-	115,659	-	43,672	-
Investments accounted for using equity method (Note 6)	4,015,866	8	4,676,120	10	5,078,111	11
Property, plant and equipment (Notes 6, 7 and 8)	13,710,888	28	13,918,489	28	14,339,735	31
Right-of-use assets (Note 6)	4,222,145	9	4,381,952	9	4,465,523	9
Investment property, net (Notes 6 and 8)	797,296	2	799,279	2	506,903	1
Intangible assets (Note 6)	321,004	1	318,660	1	320,217	1
Deferred tax assets (Note 6)	517,031	1	514,811	1	501,970	1
Other non-current assets (Notes 6 and 8)	1,197,599	3	1,218,871	2	999,619	2
Total non-current assets	25,108,263	52	26,164,249	53	26,528,039	57
Total assets	$ 48,637,305	100	$ 49,267,832	100	$ 46,624,594	100
Liabilities and equity						
Current liabilities						
Current borrowings (Notes 6 and 7)	$ 1,860,809	4	$ 2,130,554	4	$ 912,512	2
Current contract liabilities (Notes 6 and 7)	7,469,023	15	6,590,889	13	5,505,376	12
Notes payable (Note 6)	302,559	1	303,493	1	309,565	1
Accounts payable	3,118,920	6	3,252,981	7	2,695,594	6
Accounts payable to related parties (Note 7)	13,910	-	12,646	-	4,899	-
Other payables (Note 6)	896,313	2	1,375,218	3	909,969	2
Other payables to related parties (Note 7)	630	-	630	-	630	-
Current tax liabilities	916,570	2	687,209	1	1,479,764	3
Current lease liabilities (Note 6)	1,802,270	4	1,815,537	4	1,678,935	3
Long-term liabilities, current portion (Note 6)	475,654	1	528,404	1	260,941	1
Other current liabilities (Note 6)	49,045	-	47,417	-	46,692	-
Total current liabilities	16,905,703	35	16,744,978	34	13,804,877	30
Non-current liabilities						
Bonds payable (Note 6)	1,998,884	4	1,998,698	4	1,998,139	4
Non-current portion of non-current borrowings (Note 6)	6,039,470	13	6,864,033	14	7,056,074	15
Non-current tax liabilities	39,124	-	80,409	-	244,662	1
Deferred tax liabilities (Note 6)	334,659	1	334,638	1	348,783	1
Non-current lease liabilities (Note 6)	2,133,138	4	2,305,441	5	2,511,618	5
Other non-current liabilities (Notes 6)	1,650,037	3	1,694,714	3	1,935,890	4
Total non-current liabilities	12,195,312	25	13,277,933	27	14,095,166	30
Total liabilities	29,101,015	60	30,022,911	61	27,900,043	60

CHUNG-HSIN ELECTRIC AND MACHINERY MANUFACTURING CORPS. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF BALANCE SHEETS

March 31, 2025, December 31, 2024 and March 31, 2024

(In Thousands of New Taiwan Dollars)

	March 31, 2025		December 31, 2024		March 31, 2024	
	Amount	%	Amount	%	Amount	%
Equity attributable to owners of parent						
Common stock (Note 6)	5,031,125	10	5,031,125	10	5,031,125	11
Capital surplus (Note 6)	3,021,238	6	3,007,439	6	2,972,344	6
Retained earnings (Note 6)						
Legal reserve	1,930,067	4	1,930,067	4	1,774,200	4
Special reserve	809,015	2	809,015	2	858,940	2
Unappropriated earnings	5,853,858	12	4,979,323	10	4,083,990	9
Total retained earnings	8,592,940	18	7,718,405	16	6,717,130	15
Other equity (Note 6)	2,797,891	6	3,397,636	7	3,921,250	8
Treasury shares (Notes 6 and 8)	(116,880)	-	(116,880)	-	(116,880)	-
Total Equity attributable to owners of parent	19,326,314	40	19,037,725	39	18,524,969	40
Non-controlling interests (Note 6)	209,976	-	207,196	-	199,582	-
Total equity	19,536,290	40	19,244,921	39	18,724,551	40
Total liabilities and equity	$ 48,637,305	100	$ 49,267,832	100	$ 46,624,594	100

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

CHUNG-HSIN ELECTRIC AND MACHINERY MANUFACTURING CORPS. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the three-month periods ended March 31, 2025 and 2024
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	First Quarter period ended March 31,			
	2025		2024	
	Amount	%	Amount	%
Operating revenue (Notes 6 and 7)	$ 6,447,658	100	$ 6,138,650	100
Operating costs (Notes 6 and 7)	(4,808,078)	(74)	(4,326,229)	(71)
Gross profit	1,639,580	26	1,812,421	29
Operating expenses (Notes 6 and 7)				
Marketing expenses	(137,817)	(2)	(127,606)	(2)
Administrative expenses	(236,147)	(4)	(365,224)	(6)
Research and development expenses	(54,451)	(1)	(91,716)	(1)
Expected credit impairment losses (gains)	(3,060)	-	(2,780)	-
Total operating expenses	(431,475)	(7)	(587,326)	(9)
Operating income	1,208,105	19	1,225,095	20
Non-operating income and expenses				
Interest income (Notes 6 and 7)	7,222	-	9,323	-
Other income (Notes 6 and 7)	15,231	-	18,767	-
Other gains and losses, net (Notes 6)	(12,350)	-	(6,227)	-
Financial cost (Notes 6 and 7)	(57,082)	(1)	(53,538)	(1)
Share of profit (loss) of associates and joint ventures accounted for using equity method (Note 6)	4,614	-	4,675	-
Total non-operating income and expenses	(42,365)	(1)	(27,000)	1
Profit before income tax	1,165,740	18	1,198,095	19
Income tax-(Note 6)	(287,924)	(4)	(244,484)	(4)
Profit	877,816	14	953,611	15
Other comprehensive income				
Components of other comprehensive income that may not be reclassified to profit or loss				
Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	708	-	(10,585)	-
Share of other comprehensive income of associates and joint ventures accounted for using equity method	(647,920)	(10)	1,774,738	29
Components of other comprehensive income that will be reclassified to profit or loss				
Exchange differences on translation	51,029	1	55,443	1
Total other comprehensive income	(596,183)	(9)	1,819,596	30
Total comprehensive income	$ 281,633	5	$ 2,773,207	45
Profit (loss), attributable to:				
Owners of parent	$ 878,598	14	$ 953,240	15
Non-controlling interests	(782)	-	371	-
	$ 877,816	14	$ 953,611	15
Comprehensive income attributable to：				
Owners of parent	$ 278,853	5	$ 2,769,047	45
Non-controlling interests	2,780	-	4,160	-
	$ 281,633	5	$ 2,773,207	45
Earnings per share (Note 6)				
Basic earnings per share	$ 1.78		$ 1.93	

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

CHUNG-HSIN ELECTRIC AND MACHINERY MANUFACTURING CORPS. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the three-month periods ended March 31, 2025 and 2024

(In Thousands of New Taiwan Dollars)

			Retained earnings				Other equity						
	Common Stock	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Total Retained earnings	Exchange differences on translating foreign operations	Unrealized gain (loss) on Financial assets at fair value through other comprehensive incomes	Total Other equity	Treasury stock	Total Equity attributable to owners of Parent	Non-controlling interests	Total Equity
Balance, January 1, 2024	$ 5,031,125	$ 2,970,660	$ 1,774,200	$ 858,940	$ 3,130,750	$ 5,763,890	$ (205,264)	$ 2,310,707	$ 2,105,443	$ (116,880)	$ 15,754,238	$ 195,999	$ 15,950,237
Profit (loss)	-	-	-	-	953,240	953,240	-	-	-	-	953,240	371	953,611
Other comprehensive income	-	-	-	-	-	-	51,654	1,764,153	1,815,807	-	1,815,807	3,789	1,819,596
Total comprehensive income	-	-	-	-	953,240	953,240	51,654	1,764,153	1,815,807	-	2,769,047	4,160	2,773,207
From share of changes in equities of subsidiaries	-	1,684	-	-	-	-	-	-	-	-	1,684	-	1,684
Changes in Non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(577)	(577)
Balance, March 31, 2024	$ 5,031,125	$ 2,972,344	$ 1,774,200	$ 858,940	$ 4,083,990	$ 6,717,130	$ (153,610)	$ 4,074,860	$ 3,921,250	$ (116,880)	$ 18,524,969	$ 199,582	$ 18,724,551
Balance, January 1, 2025	$ 5,031,125	$ 3,007,439	$ 1,930,067	$ 809,015	$ 4,979,323	$ 7,718,405	$ (87,613)	$ 3,485,249	$ 3,397,636	$ (116,880)	$ 19,037,725	$ 207,196	$ 19,244,921
Profit (loss)	-	-	-	-	878,598	878,598	-	-	-	-	878,598	(782)	877,816
Other comprehensive income	-	-	-	-	-	-	47,467	(647,212)	(599,745)	-	(599,745)	3,562	(596,183)
Total comprehensive income	-	-	-	-	878,598	878,598	47,467	(647,212)	(599,745)	-	278,853	2,780	281,633
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	4,063	-	-	(4,063)	(4,063)	-	-	-		-	-	-
From share of changes in equities of subsidiaries	-	9,736	-	-	-	-	-	-	-	-	9,736	-	9,736
Balance, March 31, 2025	$ 5,031,125	$ 3,021,238	$ 1,930,067	$ 809,015	$ 5,853,858	$ 8,592,940	$ (40,146)	$ 2,838,037	$ 2,797,891	$ (116,880)	$ 19,326,314	$ 209,976	$ 19,536,290

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

CHUNG-HSIN ELECTRIC AND MACHINERY MANUFACTURING CORPS. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the three-month periods ended March 31, 2025 and 2024
(In Thousands of New Taiwan Dollars)

	First Quarter period ended March 31, 2025	First Quarter period ended March 31, 2024
Cash flows from operating activities		
Profit before tax	$ 1,165,740	$ 1,198,095
Adjustments to reconcile profit (loss):		
Depreciation	800,206	726,007
Amortization	67,995	53,407
Expected credit impairment losses (gains)	3,060	2,780
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	12,831	5,263
Interest expenses	57,082	53,538
Interest income	(7,222)	(9,323)
Share of (profit) loss of associates and joint ventures accounted for using equity method	(4,614)	(4,675)
Loss (Gain) on disposal of property, plant and equipment	662	352
Loss (Gain) on disposal of investment	93	(1,696)
Impairment loss on non-financial assets	1,852	-
Other	(44)	(1)
Total adjustments to reconcile profit (loss)	939,901	825,652
Changes in operating assets and liabilities		
(Increase) Decrease in financial assets mandatorily classified as at fair value through profit or loss	30,522	(4,090)
(Increase) Decrease in contract assets	(494,439)	(325,839)
(Increase) Decrease in notes receivable	48,970	6,383
(Increase) Decrease in accounts receivables	(339,703)	(569,982)
(Increase) Decrease in accounts receivable - related parties	(1,098)	(1,112)
(Increase) Decrease in other accounts receivables	(378)	13,730
(Increase) Decrease in other accounts receivable - related parties	(16,811)	(28,369)
(Increase) Decrease in inventory	(28,943)	(180,455)
(Increase) Decrease in prepayments	(19,142)	34,921
(Increase) Decrease in other current assets	(12,879)	13,317
Net cash provided by (used in) operating assets	(833,901)	(1,041,496)
(Decrease) Increase in contract liabilities	936,652	64,330
(Decrease) Increase in notes payable	(934)	7,485
(Decrease) Increase in accounts payable	(134,061)	(4,197)
(Decrease) Increase in accounts payable - related parties	1,264	(1,333)
(Decrease) Increase in other accounts payables	(481,684)	(259,000)
(Decrease) Increase in other accounts payables - related parties	-	(663)
(Decrease) Increase in other current liabilities	1,628	2,289
Net cash provided by (used in) operating liabilities	322,865	(191,089)
Net changes provide by (used in) operating assets and liabilities	(511,036)	(1,232,585)
Total Adjustments	420,865	(406,933)
Cash provided by (used in) operating activities	1,586,605	791,162
Cash received for interest	5,371	8,435
Cash paid for interest	(38,446)	(38,550)
Cash received (paid) for Income tax	(102,015)	(148,609)
Net cash provided by (used in) operating activities	1,451,515	612,438

(Continued)

	First Quarter period ended March 31,	
	2025	2024
Cash flows from investing activities		
Acquisition of financial assets at amortized cost	(31,192)	–
Proceeds from repayments of financial assets at amortized	-	1,079,975
Proceeds from disposal of investments accounted for using equity method	16,978	-
Acquisition of property, plant and equipment	(93,771)	(162,487)
Proceeds from disposal of property, plant and equipment	337	1,693
Increase in guarantee deposits paid	-	(23,370)
Decrease in guarantee deposits paid	5,353	-
Acquisition of Intangible assets	(4,261)	(1,251)
Acquisition of right-of-use assets	(35,444)	(47,227)
Increase in other non-current assets	(63,197)	-
Decrease in other non-current assets	-	8,469
Net cash provided by (used in) investing activities	(205,197)	855,802
Cash flows from (used in) financing activities		
Increase in short-term loans	-	377,763
Decrease in short-term loans	(269,745)	-
Decrease in long-term debts	(877,760)	(700,202)
Increase in guarantee deposit received	3,509	-
Decrease in guarantee deposit received	-	(295)
Payment of lease liabilities	(528,294)	(475,516)
Increase in other non-current liabilities	-	6,147
Decrease in other non-current liabilities	(48,271)	-
Change in non-controlling interests	3,562	3,212
Net cash provided by (used in) financing activities	(1,716,999)	(788,891)
Effect of exchange rate changes on cash and cash equivalents	27,528	19,823
Net increase (decrease) in cash and cash equivalents	(443,153)	699,172
Cash and cash equivalents, beginning of period	2,740,611	2,203,461
Cash and cash equivalents, end of period	$ 2,297,458	$ 2,902,633

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

CHUNG-HSIN ELECTRIC AND MACHINERY MANUFACTURING CORPS.
AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025 and 2024
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1.HISTORY AND ORGANIZATION

The Corporation

Chung-Hsin Electric and Machinery Manufacturing Corp. (the Corporation), a Republic of China (R.O.C.) corporation, registered in Chung Ho city of New Taipei City, main business operated at No. 25, Wen-Te Rd., Lo Shan Tsun, Guishan Dist., Taoyuan city.

(a)The Corporation starts in May, 1956 as name in Chung-Hsin factory before and reorganizes to Chung-Hsin Electric and Machinery Manufacturing Corps. in 1962.

(b)The main business is: in manufacturing hydrogen fuel cell (stack module, power converter, conditioner), Smart Mirco-Grid, Dispenser; design and manufacturing of boost/substation, product of GIS operators and medium voltage switchgear; design, operation and management of parking and charging station; product of air conditioning refrigeration, generator and electronic meter; contract and construction of power supplying, transmission and distribution system, power monitoring system engineering, electrical pipeline installation, air conditioning electromechanical, and system engineering; contract and construction of turnkey project for wind power generator, hydro power generator, solar power generator, substation and boost; contract and construction of incinerator and pollution prevent project., etc.; sale and rental residence and building; production and manufacture of aerospace components, OLED, precision machining for components and semiconductor components. The main operational activities of the Corporation's subsidiaries(the "Group") please refer to Note 4(3).

(c)The common shares of the Corporation have been listed on Taiwan Stock Exchange since March 8, 1994.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIALSTATEMENTS AND PROCEDURES FOR AUTHORIZATION

The consolidated financial statements were approved by the board of directors and authorized for issue on May 12, 2025.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of adoption of the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRSs") in issue and endorsed by the Financial Supervisory Commission, R.O.C. (FSC):

The IFRSs endorsed and issued by the FSC in 2025 were listed below:

New Standards, Amendments and Interpretations		Effective Date of IASB
Amendment to IAS 21	Lack of Exchangeability	January 1, 2025

Amendment to IAS 21 "Lack of Exchangeability"

This amendment defines exchangeability and provides relevant application guidance on how an entity determines the spot exchange rate on the measurement date when a currency lacks exchangeability. Additionally, this amendment requires entities to provide more useful information in their financial statements when a currency is not exchangeable for another currency.

The Group assesses the application of the above standards, amendments and interpretations have not material impact on the Group's financial position and financial performance.

(2) Impact on the Group of not adopting the amended IFRSs issued and endorsed by the FSC:

The IFRSs endorsed by the FSC and applicable in 2025 are listed below:

New Standards, Amendments and Interpretations		Effective Date of IASB
Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments	January 1, 2026

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

The Financial Supervisory Commission (FSC) has approved the early adoption of the application guidance in Section 4.1 of IFRS 9 (Classification of Financial Assets) on a standalone basis. Entities that elect to apply this guidance early shall also apply the requirements set out in paragraphs 20B, 20C, and 20D of IFRS 7. The amendments are described as follows:

A. The amendments clarify and add further guidance on assessing whether financial assets meet the solely payments of principal and interest (SPPI) criteria, including the scope of contract terms that modify cash flows based on contingent events (e.g., interest rates linked to environmental, social, and governance (ESG) goals), instruments with nonrecourse features, and contract-linked instruments.

B. The amendments add that instruments with contract terms that can change cash flows (e.g., some instruments with features related to ESG goals) should disclose qualitative descriptions of the contingent nature of such terms; quantitative information about the range of possible changes in contractual cash flows resulting from such terms; and the gross carrying amount of financial assets and the amortized cost of financial liabilities under such terms.

As of the date of issuance of these consolidated financial statements, the Group is still assessing the impact of the aforementioned standards and interpretations on its financial position and financial performance. The related effects will be disclosed once the assessment is completed.

(3) The impact of the IFRSs issued by IASB but not endorsed by FSC:

The IFRSs issued by IASB but not endorsed by FSC were listed below:

New Standards, Amendments And Interpretations		IASB Effective Date
Amendments to IFRS 9 and IFRS7	Amendments to the Classification and Measurement of Financial Instruments	January 1, 2026
Amendments to IFRS 9 and IFRS7	Contracts Referencing Nature－dependent Electricity	January 1, 2026
Amendments to IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Effective date to be determined by IASB
IFRS 17	Insurance Contracts	January 1, 2023
Amendments to IFRS 17	Insurance Contracts	January 1, 2023
Amendments to IFRS 17	Initial Application of IFRS 9 and IFRS 17 -Comparative Information	January 1, 2023
IFRS 18	Presentation and Disclosure in Financial Statements	January 1, 2027
IFRS 19	Subsidiaries without Public Accountability: Disclosures	January 1, 2027
Annual Improvements to IFRS Accounting Standards - Volume 11		January 1, 2026

Except as described below, the Group assesses the application of the above standards, amendments and interpretations have not material impact on the Group's financial position and financial performance.

A. Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"

The FSC has partially endorsed specific provisions of Amendments to IFRS 9 and IFRS 7. The amendments not yet endorsed by the FSC as listed below require an entity to:

(a) The amendments clarify the dates of recognition and derecognition of certain financial assets and liabilities, adding that when using an electronic payment system to settle a financial liability (or part of a financial liability) in cash, an entity is permitted to consider the liability as discharged before the settlement date only when the entity has initiated a payment instruction that results in the following circumstances:

(i) The entity does not have the ability to revoke, stop, or cancel the payment instruction.

(ii) The entity, as a result of the payment instruction, does not have the practical ability to access the cash that will be used for settlement.

(iii) The settlement risk associated with the electronic payment system is not significant.

(b) The amendments update that equity instruments designated at fair value through other comprehensive income (FVTOCI) by an irrevocable choice should disclose their fair value by category, rather than by each individual asset. Additionally, they should disclose the fair value gains and losses recognized in other comprehensive income during the reporting period, separately showing the fair value gains and losses related to investments derecognized during the reporting period, and the fair value gains and losses related to investments still held at the end of the reporting period. They should also disclose the cumulative gains and losses transferred to equity from derecognized investments during the reporting period.

B. Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

Contracts related to power generation subject to fluctuations due to uncontrollable natural factors (e.g., weather conditions). These amendments include:

(a) The amendments clarify the application of the 'own use' requirement for contracts involving the purchase or sale of power generated from natural resources. When a contract requires an entity to purchase and take delivery of electricity as it is generated, and the design and operation of the electricity trading market mandate the entity to sell any unused electricity within a specified time frame, the entity must consider reasonable and supportable information regarding past, current, and expected future electricity transactions within a reasonable period not exceeding 12 months. If the entity purchases sufficient electricity to offset any unused electricity sold in the same market, it is considered a net purchaser of electricity.

The newly introduced application amendment requires disclosure of contracts related to power from natural resources that qualify for the 'own use' exemption, as follows:

(i) The entity is exposed to the risk of fluctuations in baseline electricity generation and the potential obligation to purchase electricity during delivery intervals when power is unavailable.

(ii) Unrecognized contractual commitments, including the expected future cash flows from electricity purchases under these contracts.

(iii) The effect of the contracts on the entity's financial performance during the reporting period.

(b) The amendments provide clarification on how contracts involving natural-dependent electricity, when designated as hedging instruments, qualify for hedge accounting:

The hedged item must be designated as the variable nominal amount of forecasted electricity transactions, which is consistent with the expected variable amount of natural -dependent electricity to be delivered by the generation facilities mentioned in the hedging instrument. Additionally, when the cash flows of the hedging instrument are considered within a cash flow hedge relationship, if the contract involving natural-dependent electricity is designated as the hedging instrument, the occurrence of the designated forecasted transaction is conditioned upon its probability, with the transaction presumed to be highly probable.

For entities designating contracts involving natural-dependent electricity as hedging instruments, disclosures of the terms and conditions of such hedging instruments must be made in accordance with IFRS 7, classified by risk category.

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

The amendments address the inconsistencies between the current IFRS 10 and IAS 28. The recognition of the full or partial gain or loss on the sale (contribution) of assets to an associate or joint venture by an investor depends on the nature of the assets sold (contributed):

(a) When the assets sold (contributed) meet the definition of a "business," the full gain or loss is recognized.

(b) When the assets sold (contributed) do not meet the definition of a "business," only the partial gain or loss attributable to the equity held by unrelated investors in the associate or joint venture is recognized.

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

IFRS 18 "Presentation and Disclosure in Financial Statements" replaces IAS 1, updates the structure of the statement of comprehensive income, introduces disclosures for management performance measures, and enhances the principles of aggregation and disaggregation applied in the primary financial statements and notes.

E. IFRS 19 "Subsidiaries without Public Accountability: Disclosures"

This standard permits subsidiaries without public accountability to provide reduced disclosures when applying IFRS Accounting Standards.

As of the date the consolidated financial statements were authorized for issue, the Group is assessing the potential impact of the new standards and amendments above continuously. The related impact will be disclosed when the Group completes the evaluation.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies except for the compliance statement, basis of preparation, basis of consolidation and new parts listed below, others is the same as note 4 in the consolidation financial statements of 2024. Except for the notes listed. The summary of significant accounting policies listed below is consistent adopted in all reporting periods.

(1) Compliance statement

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34, 'Interim Financial Reporting' as endorsed by the FSC. Please refer to the consolidated financial statements for the year ended December 31, 2024 together.

(2) Basis of preparation

Except for the financial instruments measured at fair value and net defined benefit liability which are measured at the fair value of plan assets less the present value of the defined benefit obligation, these consolidated financial statements have been prepared under the historical cost convention. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

The preparation of consolidated financial statements that comply with IFRSs in issue and endorsed by FSC, which requires the use of some important accounting estimates. In the process of applying the Group's accounting policies, management also requires the use of its judgment, involving highly judged or complex items, or involving major assumptions in financial reporting and the estimated items, please refers to Note 5.

The items listed in the financial statements of each individual in the Group are measured in the individual functional currency. This consolidated financial statement is prepared using the functional currency New Taiwan dollar of the Corporation as the expression currency.

(3) Basis of consolidation

A. The basis for the consolidated financial statements:

a. The Group includes all subsidiaries in the consolidated financial statement. Subsidiaries refer to individuals (including structural individuals) controlled by the Group. When the Group is exposed to the right to change the remuneration of the individual or the remuneration rights for such variation, and the ability to affect such remuneration through the power of the individual, the Group controls the individual. Subsidiaries are included in the consolidated financial report from the date the Group obtains control, and are not included in the consolidated financial report when the Group loses control.

b. Inter-company transactions, balances and unrealized gains or losses on transactions between companies within the Corporation and its subsidiaries are eliminated in consolidated financial statements. The accounting policies of the subsidiaries have been adjusted as necessary, consistent with the policies adopted by the Group.

c. The components of profit and loss and other comprehensive income are attributed to Corporation and non-controlling interests； total comprehensive income attributed to the Corporation and non-controlling interests, even though non-controlling becomes lossed.

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

e. When the Group lose control of a subsidiary, a profit or loss is calculated as the difference between (i) the Group remeasures any investment retained in the former subsidiary at its fair value; (ii) the previous carrying amount. All amounts previously recognized in other comprehensive income in relation to the subsidiary are reclassified to profit or loss, on the same basis as would be required if the related assets or liabilities were disposed of.

B. The subsidiaries in the consolidated financial statements:

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%) March 31, 2025	Ownership (%) December 31, 2024	Ownership (%) March 31, 2024
Chung-Hsin Electric and Machinery Manufacturing Corps.	CHEM USA CORP.	Selling and assembly of note book computers	100.00%	100.00%	100.00%
	Cheng-Hsin Engineering & Services Co., Ltd.	Installation and maintenance of environmental protection incinerators Electric power and monitor equipment Plan, design and maintenance for electricity, water and firefighting systems of buildings and factories	100.00%	100.00%	100.00%
	Etrovision Technology Co., Ltd.	Electric equipment installation, automatic control equipment, communication engineering TV-KU channel and C channel installation	99.99%	99.99%	99.99%
	CHEM Corp.	Export and import of goods, holding	100.00%	100.00%	100.00%
	Sunrise Tech. Co. Ltd.	Pollution prevention and control equipment installation and maintenance, mechanical installation, automatic control equipment installation, power generation, power transmission and distribution, machinery manufacturing and energy technology services.	100.00%	100.00%	100.00%
	Global - Entech Co., Ltd.	Air pollution sample testing, waste water and environmental water testing, noise testing, evaluation of environmental affection	99.99%	99.99%	99.99%
	Tone-zoom Industry Co., Ltd.	Intensified fiber plastic material and products; bathing equipment, industrial plastic products	67.96%	67.96%	67.96%
	Bao-Sheng Global Co., Ltd.	Manufacture of machinery equipment; lift installation; automation control equipment and traffic signs, parking business management, etc.	100.00%	100.00%	100.00%
	Chung-Hsin Energy Tech. Inc.	Manufacture of machinery for generating, transmitting and distributing electric power and fuel cells; energy technology services.	100.00%	100.00%	100.00%
	Tian Cin Energy Co., Ltd.	Manufacture of machinery for generating, transmitting and distributing electric power and energy technology services.	86.74%	86.74%	86.74%
	Tian Peng Energy Co., Ltd.	Manufacture of machinery for generating, transmitting and distributing electric power and energy technology services.	85.61%	85.61%	85.61%
	Tian Chong Energy Co., Ltd.	Manufacture of machinery for generating, transmitting and distributing electric power and energy technology	87.07%	87.07%	87.07%

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%) March 31, 2025	Ownership (%) December 31, 2024	Ownership (%) March 31, 2024
		services.			
	ME Energy Systems Limited	Power EQU, engineering & parking management services	100.00%	100.00%	100.00%
	Tian Fu Energy Co., Ltd.	Investment consultation, energy technology services, etc.	52.42%	52.42%	52.42%
	Yun-Yi Energy Co., Ltd.	Renewable energy power generation equipment for self-use, investment consultation, energy technology services, etc.	—	— (Note 1)	100.00%
	EGME Energy Ecosystems (India) Private Limited	Promotion, ownership acquisition, erection, construction, establishment, maintenance e, improvement, management, planning, development, manufacture, installation, commissioning, alteration, carry on, control, and taking on of backup power services, fuel cells equipment projects, telecom towers or other facilities of generation back power services of green energy and their sales and distribution	71.80%	71.80%	71.80%
	Stellar Power System Co., Ltd.	R&D, manufacturing, sales and energy technology services of hydrogen fuel cell vehicles and power systems, etc.	5.00%	5.00%	5.00%
Bao-Sheng Global Co., Ltd.	FinData Technology Corp.	Software design services, data processing services, digital information supply services	100.00%	100.00%	100.00%
Cheng-Hsin Engineering & Services Co., Ltd.	San-Feng construction Co., Ltd.	Civil engineering, construction, water conservancy, contract management industry	100.00%	100.00%	100.00%
	Wha Dun Building Management Service Co., Ltd.	Apartment managing services and consultation, etc.	100.00%	100.00%	100.00%
San-Feng Construction Co., Ltd.	Tian Fu Energy Co., Ltd.	Investment consultation, energy technology services, etc.	47.58%	47.58%	47.58%
Tian Fu Energy Co., Ltd.	Tian Cin Energy Co., Ltd.	Manufacture of machinery for generating, transmitting and distributing electric power and energy technology services.	13.26%	13.26%	13.26%
	Tian Peng Energy Co., Ltd.	Manufacture of machinery for generating, transmitting and distributing electric power and energy technology services.	14.39%	14.39%	14.39%
	Tian Chong Energy Co., Ltd.	Manufacture of machinery for generating, transmitting and distributing electric power and energy technology services.	12.93%	12.93%	12.93%

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%)		
			March 31, 2025	December 31, 2024	March 31, 2024
Chung-Hsin Energy Tech. Inc.	CHEM ENERGY SA (PTY) LTD.	Manufacture and sales of fuel generators, battery charging services, power generating services, fuel service and parts and maintenance thereof.	32.57%	32.57%	32.57%
	Stellar Power System Co., Ltd.	R&D, manufacturing, sales and energy technology services of hydrogen fuel cell vehicles and power systems, etc.	95.00%	95.00%	95.00%
CHEM Corp.	CHEM POWER Corp.	Export and import of goods, Holding	100.00%	100.00%	100.00%
	CHEM Power Limited	Export and import of goods, Holding	100.00%	100.00%	100.00%
	CHEM J-V Limited	Export and import of goods, Holding	100.00%	100.00%	100.00%
CHEM POWER Corp.	Chemly Power Equipment Corp.	Manufacture of machinery for generating, transmitting and distributing electric power	100.00%	100.00%	100.00%
CHEM Power Limited	Chung-Hsin Power Systems (Jiangsu) Corp.	220kV~550kV high voltage GIS/GCB assembly and manufacturing.	100.00%	100.00%	100.00%
	Nantong Shengyi Precision Machinery Co.	Processing of tanks, plates, over 1.5M of conductors and various machinery parts	50.00%	50.00%	50.00%
	Jiangsu Chung-Hsin Precision Machinery Co., Ltd.	Alloy casting and precision manufacturing Parking equipment & parts manufacturing	99.17%	99.17%	99.17%
	Chem-Tech (Shanghai) Corp.	International trade	100.00%	100.00%	100.00%
Jiangsu Chung-Hsin Precision Machinery Co., Ltd.	Jiangsu Fumei Landscape & Real Estate Development Co., Ltd.	Resort development and management	—	— (Note 2)	100.00%
	Integrated Manufacturing & Services Co., Ltd.	Development and production of specialized equipment and key components for solar cell manufacturing	100.00%	100.00% (Note 3)	—
H2 Power Tech, Inc.	H2 Power Tech, LLC.	Technical services, licensing and equipment sales	100.00%	100.00%	100.00%
ME Energy Systems Limited	H2 Power Tech, Inc.	Holding company	100.00%	100.00%	100.00%
	EGME Energy Ecosystems (India) Private Limited	Promotion, ownership, acquisition, erection, construction, establishment, maintenance, improvement, management, planning, development, manufacture, installation, commissioning, alteration, carrying on, control, and taking on of backup power services, fuel cells equipment projects, telecom towers or other facilities of generation back power services of	28.19%	28.19%	28.19%

Name of Investor	Name of Subsidiary	Main Business Activities	Ownership (%) March 31, 2025	Ownership (%) December 31, 2024	Ownership (%) March 31, 2024
		green energy and their sales and distribution			
	CHEM Fuel Cell (M) SDN. BHD.	Promotion and sale of fuel cells and microgrids	–	– (Note 4)	100.00%
	CHEM ME ENERGY SYSTEMS HOLDINGS (PTY) Ltd.	Holding company for manufacturing, sales and services related to fuel cell generators and other generation and energy storage systems.	100.00%	100.00%	100.00%
	CHEM ENERGY SA (PTY) LTD.	Manufacture and sales of fuel generators, battery charging services, power generating services, fuel service and parts and maintenance thereof.	36.24%	36.24%	36.24%
CHEM ME ENERGY SYSTEMS HOLDINGS (PTY) LTD.	CHEM ENERGY SA (PTY) LTD.	Manufacture and sale of fuel generators, battery charging services, power generating services, fuel service and parts and maintenance thereof.	31.19%	31.19%	31.19%

Note 1: Dissolution in May 2024.
Note 2: Disposal in August 2024.
Note 3: The Corporation acquired 100% of the shares from MICT International Limited in July 2024.
Note 4: Dissolution in October 2024.

C. Subsidiaries not included in the consolidated financial statements: none.

D. The significant non-controlling interests' information of subsidiaries: none.

(4) Employee benefits

Retirement benefits

Defined benefit plan

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

(5) Income Tax

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

5. CRITICAL JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The same critical accounting judgments and key sources of estimates and uncertainty assumptions have been followed in these consolidation financial statements as were applied in the preparation of Note 5 of the Group's consolidation statements for the year ended December 31, 2024.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Cash on hand	$ 2,100	$ 2,361	$ 3,343

	March 31, 2025	December 31, 2024	March 31, 2024
Turnover cash	10,408	10,901	10,843
Cash equivalents			
Short-term bills	53,091	62,301	—
Bank Deposit	2,150,422	2,665,048	2,864,367
Cash in transit	81,437	—	24,080
	$ 2,297,458	$ 2,740,611	$ 2,902,633

(A) The financial institutions of the Group have good credit. The Group has business with numbers of financial institutions to diversify credit risk. The probability of breach of contract is expected to be low.

(B) As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group's bank deposits were used as collaterals for purchasing raw materials, engineering contracts, and loans and listed as restricted assets. These have been reclassified into "Other current assets" and "Other non-current assets", please refer to Note 8.

(2) Financial assets and liabilities at fair value through profit or loss

	March 31, 2025	December 31, 2024	March 31, 2024
Current financial assets			
Mandatorily at fair value through profit or loss			
Listed Stock	$ 8,163	$ 8,664	$ 7,486
Beneficiary certificate	235,775	254,828	175,219
Financial products	—	—	81,763
	$ 243,938	$ 263,492	$ 264,468
Non-current financial assets			
Mandatorily at fair value through profit or loss			
Listed Stock	$ 208,684	$ 220,408	$ 272,289

As of March 31, 2025, December 31, 2024 and March 31, 2024, financial assets at fair value through profit or loss did not server as collaterals for bank loan.

(3) Financial assets at fair value through other comprehensive income or loss

	March 31, 2025	December 31, 2024	March 31, 2024
Non-current			
Equity Instruments			
Equity	$ 117,750	$ 115,659	$ 43,672

The Group invests in unlisted shares companies for medium and long-term strategic purposes and expects to make profits through long-term investments. The management of the Group believes that if short-term fair value fluctuations of these investments are included in profit or loss, it is inconsistent with the above-mentioned long-term investment plan. Therefore, they choose to designate these investments as fair value through other comprehensive incomes or losses.

As of March 31, 2025, December 31, 2024 and March 31, 2024, financial assets at fair value through other comprehensive income or loss did not server as collaterals for bank loan.

(4) Financial assets at amortized cost

	March 31, 2025	December 31, 2024	March 31, 2024
Current			
Time deposits with original maturities of more than 3 months	$ 534,923	$ 503,732	$ 240,830

As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group's financial assets at amortized cost were used as collaterals for purchasing raw materials, engineering contracts, and loans and listed as restricted assets. These have been reclassified into "Other current assets" and "Other non-current assets", please refer to Note 8.

(5) Notes receivable, net

	March 31, 2025	December 31, 2024	March 31, 2024
Notes receivable From Operating activities	$ 60,941	$ 109,911	$ 100,838
Less: allowance for impairment loss	—	—	—
	$ 60,941	$ 109,911	$ 100,838

A. As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group has no notes receivable overdue.

B. As of March 31, 2025, December 31, 2024 and March 31, 2024, notes receivable did not server as collaterals for bank loan.

(6) Accounts receivable, net

	March 31, 2025	December 31,2024	March 31, 2024
Accounts receivable	$ 2,992,108	$ 2,652,053	$ 2,421,769
Less: allowance for impairment loss	(20,624)	(19,562)	(7,780)
Accounts receivable, net	2,971,484	2,632,491	2,413,989
Accounts receivable due from related parties	1,200	102	1,200
Less: allowance for impairment loss	—	—	—
Accounts receivable due from related parties, net	1,200	102	1,200
	$ 2,972,684	$ 2,632,593	$ 2,415,189

The Group applies the simplified approach to providing for expected credit losses, which permits the use of lifetime expected loss provision for all trade receivables. The expected credit losses on trade receivables are estimated using the expected credit loss rate, which is based on the past experience of the debtor and the overdue days of accounts receivable.

The following table details the loss allowance of trade receivables.

	Not overdue	Overdue 1~180 days	Overdue over 181 days	Total
March 31, 2025				
Expected credit loss rate		0%～50%	50%～100%	
Total Book Value	$ 2,961,597	$ 15,974	$ 15,737	$ 2,993,308
Less: Loss allowance	—	(9,923)	(10,701)	(20,624)
Amortized cost	$ 2,961,597	$ 6,051	$ 5,036	$ 2,972,684
December 31, 2024				
Expected credit loss rate		0%～50%	50%～100%	
Total Book Value	$ 2,615,738	$ 22,688	$ 13,729	$ 2,652,155
Less: Loss allowance	—	(10,170)	(9,392)	(19,562)

	Not overdue	Overdue 1~180 days	Overdue over 181 days	Total
Amortized cost	$ 2,615,738	$ 12,518	$ 4,337	$ 2,632,593

March 31, 2024				
Expected credit loss rate		0%～50%	50%～100%	
Total Book Value	$ 2,411,298	$ 3,627	$ 8,044	$ 2,422,969
Less: Loss allowance	—	(1,806)	(5,974)	(7,780)
Amortized cost	$ 2,411,298	$ 1,821	$ 2,070	$ 2,415,189

The movements of the loss allowance were as follows:

	For the three-month periods ended on March 31, 2025		
	Accounts receivable	Other receivable	Contract asset
Balance, beginning of period	$ 19,562	$ 9,083	$ 130,982
Increase on impairment loss for the period	1,348	—	2,350
Reversal on impairment loss for the period	(638)	—	—
Effect of exchange rate changes	352	70	—
Balance, end of period	$ 20,624	$ 9,153	$ 133,332

	For the three-month periods ended on March 31, 2024		
	Accounts receivable	Other receivable	Contract asset
Balance, beginning of period	$ 6,407	$ 16,735	$ 122,860
Increase on impairment loss for the period	2,142	—	2,837
Reversal on impairment loss for the period	(42)	(2,157)	—
Effect of exchange rate changes	(727)	1,095	—
Balance, end of period	$ 7,780	$ 15,673	$ 125,697

Related credit risk management and assessment methods please refer to Note 12(3).

As of March 31, 2025, December 31, 2024 and March 31, 2024, accounts receivable did not server as collaterals for bank loan.

(7) Inventories-manufacturing business

	For the three-month periods ended on March 31, 2025		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 2,661,264	$(413,150)	$ 2,248,114
Semi-finished goods	1,085,907	(120,401)	965,506
Work in process	2,104,016	(15,657)	2,088,359
Finished goods	2,814,568	(1,797)	2,812,771
Finished goods - purchased	31,538	(24,495)	7,043
Materials in transit	62,917	—	62,917
	$ 8,760,210	$(575,500)	$ 8,184,710

	For the three-month periods ended on December 31, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 2,436,318	$(408,376)	$ 2,027,942
Semi-finished goods	1,180,671	(127,255)	1,053,416
Work in process	2,194,866	(11,184)	2,183,682
Finished goods	2,890,343	(2,776)	2,887,567
Finished goods - purchased	31,718	(23,784)	7,934
Materials in transit	72,760	—	72,760
	$ 8,806,676	$(573,375)	$ 8,233,301

	For the three-month periods ended on March 31, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials	$ 2,381,160	$(417,858)	$ 1,963,302
Semi-finished goods	923,345	(79,074)	844,271
Work in process	2,318,768	(25,427)	2,293,341
Finished goods	1,376,421	(32,888)	1,343,533
Finished goods - purchased	34,826	(27,562)	7,264
Materials in transit	163,616	—	163,616
	$ 7,198,136	$(582,809)	$ 6,615,327

A. The profits and losses derived from cost of goods sold for the period were as follows:

	For the three-month periods ended on March 31,	
	2025	2024
Cost of inventory sold	$ 717,315	$ 536,895
Loss on obsolete and slow-moving	492	3,259
Loss on disposal of inventory	3,092	11,256
Loss (Gain) on physical inventory	21	5
	$ 720,920	$ 551,415

B. As of March 31, 2025, December 31, 2024 and March 31, 2024, Inventories-manufacturing business did not server as collaterals for bank loan.

(8) Inventories – Construction business

	March 31, 2025	December 31, 2024	March 31, 2024
Building as Held for sale	$ 1,066,963	$ 1,066,963	$ 1,434,060
Land held for construction site	242,956	242,956	242,956
Building in construction	1,020,381	949,211	654,550
	$ 2,330,300	$ 2,259,130	$ 2,331,566

A. Building in construction is Chenggong section (Sanchongpu section), Sanchong Dist., New Taipei City city project to construct residential buildings, and is actively under construction.

B. The Corporation and "CHAINQUI Construction Development Co., Ltd." to co-construct residential buildings in the land of Chengzhong section (accounted as Land held for construction site). The Corporation also signed a trust agreement with Taipei Fubon Commercial Bank Co., Ltd. ("Taipei Fubon") to entrust it to manage related trust property businesses, and the land ownership of Chengzhong section trust was registered with Taipei Fubon.

C. For the three-month periods ended March 31, 2025 and 2024, the interest expense capitalized amount was $2,085 thousand and $951 thousand, respectively; and the capitalized interests' ratio range was between 1.20%~1.32% and 0.84%~0.96% for the three-month periods ended on March 31, 2025 and 2024, repectively.

D. As of March 31, 2025, December 31, 2024 and March 31, 2024, Inventories-Construction business did not server as collaterals for bank loan.

(9) Prepayments

	March 31, 2025	December 31, 2024	March 31, 2024
Prepaid rental	$ 21,724	$ 19,641	$ 19,469
Other prepaid expense	167,479	149,174	120,555
Prepayments for purchasing materials	284,185	213,445	260,469
Input Tax/Offset Against Business Tax Payable	17,731	19,834	10,998
Prepayments for construction	1,103,187	1,173,769	703,203
Others	1,009	310	725
	$ 1,595,315	$ 1,576,173	$ 1,115,419

(10) Investments accounted for using the equity method

Investment in associates:

	March 31, 2025		December 31, 2024		March 31, 2024	
	Amount	%	Amount	%	Amount	%
Associates are not individually material						
Guang-hsin Co., Ltd.	$ 1,819,735	24.29%	$ 2,170,266	24.29%	$ 2,542,408	24.29%
Sheng-yuan investment Corp.	1,639,344	29.33%	1,942,123	29.33%	2,244,029	29.33%
Li-Xiang Technology Co., Ltd. (Note 1)	—	40.00%	—	40.00%	—	40.00%
Nomura Chung-Hsin Machinery Corporation (Note 2)	—	—	—	—	—	49.00%
Aura Material Inc.	37,938	37.00%	39,698	37.00%	41,510	37.00%
Sheng-He Precision Co., Ltd. (Note3)	392,857	45.00%	391,841	45.00%	—	—
Nantong L-S metal forming Co., Ltd. (Note 4)	—	—	—	—	135,899	25.00%
Wuxi Hengchi Chem switchgear Co., Ltd.	117,892	45.00%	105,072	45.00%	87,131	45.00%
MIC Ltd. (Note 5)	—	—	19,158	40.00%	19,395	40.00%
Qingdao Sunhydro group Co., Ltd.	—	24.75%	—	24.75%	—	24.75%
Yongxing casting Co., Ltd.	8,100	30.00%	7,962	30.00%	7,739	30.00%
Subtotal	4,015,866		4,676,120		5,078,111	
Less: accumulative impairment losses	—		—		—	
	$ 4,015,866		$ 4,676,120		$ 5,078,111	

Note 1: Reclassified as other non-current liabilities.

Note 2: The Company went through liquidation in December 2024.

Note 3: The Corporation participated in the cash capital increase and the shareholding ratio increased to 45.00% in June 2024.

Note 4: The Group handled the disposal in November 2024.

Note 5: The Company went through liquidation in February 2025.

Investments accounted for using the equity method had not been reviewed by other independent accountant in first quarter of 2025 and 2024.

A. Aggregate information of associates that are not individually material:

	For the three-month periods ended on March 31,	
	2025	2024
Proportionate interest from associates		
Year of Income	$ 4,614	$ 4,675

	For the three-month periods ended on March 31,	
	2025	2024
Other comprehensive income from associates	(645,772)	1,780,283
	$(641,158)	$ 1,784,958

B. For the three-month periods ended on March 31, 2025 and 2024, the Group conducted evaluation and impairment test for associates. The result recognized losses on impairment of investment both were $0.

(11) Property, plant and equipment

	March 31, 2025	December 31, 2024	March 31, 2024
Assets used by the Group	$ 13,710,888	$ 13,918,489	$ 14,339,735

Assets used by the Group

For the three-month periods ended on March 31, 2025	Land	Buildings	Machinery	Transportation	Others	Unfinished construction and Equipment to be tested	Total
Cost							
Beginning Balance of period	$ 2,448,172	$ 4,077,260	$ 12,440,692	$ 179,651	$ 2,389,648	$ 208,456	$ 21,743,879
Additions	—	8,630	13,811	1,565	71,507	18,053	113,566
Disposals	—	(284)	(10,968)	(2,527)	(4,722)	—	(18,501)
Effect of exchange rate changes	—	—	(53,011)	—	(5,507)	—	(58,518)
Others	—	13,800	28,775	948	2,973	—	46,496
End Balance of period	$ 2,448,172	$ 4,099,406	$ 12,419,299	$ 179,637	$ 2,453,899	$ 226,509	$ 21,826,922
Accumulated depreciation and impairment							
Beginning Balance of period	$ —	$ (2,426,970)	$ (4,256,668)	$ (97,909)	$ (1,043,843)	$ —	$(7,825,390)
Depreciation	—	(33,127)	(153,843)	(5,003)	(81,917)	—	(273,890)
Impairment loss	—	—	(1,852)	—	—	—	(1,852)
Disposals	—	112	10,822	2,339	4,157	—	17,430
Effect of exchange rate changes	—	(9,345)	(19,808)	(792)	(2,387)	—	(32,332)
End Balance of period	$ —	$ (2,469,330)	$ (4,421,349)	$ (101,365)	$ (1,123,990)	$ —	$(8,116,034)
Net Balance	$ 2,448,172	$ 1,630,076	$ 7,997,950	$ 78,272	$ 1,329,909	$ 226,509	$ 13,710,888

For the three-month periods ended on March 31, 2024	Land	Buildings	Machinery	Transportation	Others	Unfinished construction and Equipment to be tested	Total
Cost							
Beginning Balance of period	$ 2,433,473	$ 4,047,215	$ 12,534,034	$ 145,386	$ 2,015,335	$ 157,916	$ 21,333,359
Additions	7,168	4,257	28,502	12,818	306,008	12,220	370,973
Disposals	—	—	(19,749)	(48)	(10,000)	(168,412)	(198,209)
Others	—	—	(53,011)	—	(16,867)	—	(69,878)
Effect of exchange rate changes	—	18,125	34,192	339	6,277	29	58,962
End Balance of period	$ 2,440,641	$ 4,069,597	$ 12,523,968	$ 158,495	$ 2,300,753	$ 1,753	$ 21,495,207
Accumulated depreciation and impairment							
Beginning Balance of period	$ —	$ (2,330,947)	$ (3,636,524)	$ (83,686)	$ (836,297)	$ —	$(6,887,454)
Depreciation	—	(33,189)	(157,406)	(4,089)	(61,411)	—	(256,095)
Disposals	—	—	18,248	48	9,212	—	27,508
Effect of exchange rate changes	—	(12,061)	(21,999)	(247)	(5,124)	—	(39,431)
End Balance of period	$ —	$ (2,376,197)	$ (3,797,681)	$ (87,974)	$ (893,620)	$ —	$(7,155,472)
Net Balance	$ 2,440,641	$ 1,693,400	$ 8,726,287	$ 70,521	$ 1,407,133	$ 1,753	$ 14,339,735

(A) As of March 31, 2025, December 31, 2024 and March 31, 2024, property, plant and equipment for guarantee and mortgage, please refer to Note 8.

(B)For the three-month periods ended March 31, 2025 and 2024, he capitalized amounts of interest expense were $623 thousand and $0, respectively. The ranges of capitalization interest rate for the three months ended March 31, 2025 was 1.20%–1.32%.

(C)For the three-month periods ended March 31, 2025 and 2024, the impairment loss amounts were $1,852 thousand and $0 thousand.

(12)Lease arrangements

A.Right-of-use assets

	For the three-month periods ended on March 31, 2025			
	Land	Buildings	Transportation	Total
Cost				
Beginning Balance of period	$ 7,923,491	$ 343,309	$ 17,779	$ 8,284,579
Additions	349,457	12,721	5,403	367,581
Disposals	(145,772)	(367)	(659)	(146,798)
Effect of exchange rate changes	1,922	2,119	–	4,041
End Balance of period	$ 8,129,098	$ 357,782	$ 22,523	$ 8,509,403
Accumulated depreciation and impairment				
Beginning Balance of period	$(3,693,779)	$(200,690)	$(8,158)	$(3,902,627)
Depreciation	(501,929)	(20,583)	(1,821)	(524,333)
Disposals	139,727	289	659	140,675
Effect of exchange rate changes	(315)	(658)	–	(973)
End Balance of period	$(4,056,296)	$(221,642)	$(9,320)	$(4,287,258)
Net Balance	$ 4,072,802	$ 136,140	$ 13,203	$ 4,222,145

	For the three-month periods ended on March 31, 2024			
	Land	Buildings	Transportation	Total
Cost				
Beginning Balance of period	$ 6,981,467	$ 303,303	$ 27,990	$ 7,312,760
Additions	647,966	11,941	4,335	664,242
Disposals	(101,428)	(203)	(9,285)	(110,916)
Effect of exchange rate changes	4,115	(5,608)	–	9,723
End Balance of period	$ 7,532,120	$ 320,649	$ 23,040	$ 7,875,809
Accumulated depreciation and impairment				
Beginning Balance of period	$(2,880,738)	$(148,485)	$(17,619)	$(3,046,842)
Depreciation	(447,347)	(19,089)	(1,913)	((468,349)
Disposals	99,999	182	9,285	109,466
Effect of exchange rate changes	(1,331)	(3,230)	–	(4,561)
End Balance of period	$(3,229,417)	$(170,622)	$(10,247)	$(3,410,286)
Net Balance	$ 4,302,703	$ 150,027	$ 12,793	$ 4,465,523

B.Lease liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amount of lease liabilities			
Current	$ 1,802,270	$ 1,815,537	$ 1,678,935
Non-current	$ 2,133,138	$ 2,305,441	$ 2,511,618
Discount rate	0.96%～11.75%	0.96%～11.75%	0.96%～9.75%

C.Material lease-in activities and terms

The Group leases certain lands or buildings for the use of plants and offices with original lease terms of 1 to 20 years. The Group does not have bargain purchase options to acquire the buildings at the end of the lease terms. In addition, the Group is prohibited from subleasing or transferring all or any portion of the underlying assets without the lessor's consent. The portion calculated based on the actual power generation by the contract is regarded as the variable lease payment. As of March

31, 2025, December 31, 2024 and March 31, 2024, the right-of-use assets did not have impairment sight.

D.Other lease information

The Group has elected to apply the recognition exemption which qualifies as short-term leases or low-value asset leases did not recognize right-of-use assets and lease liabilities for these leases for the three months ended March 31, 2025 and 2024. The related expenses information was as follows:

	For the three-month periods ended on March 31, 2025		2024	
Variable lease payments	$	41,584	$	46,404
Expenses relating to short-term leases or low-value asset leases	$	57,173	$	39,184
Total cash outflow for leases	$	627,051	$	561,104

(13)Investment property

	For the three-month periods ended on March 31, 2025 Land		Buildings			Total		
Cost								
Beginning Balance of period	$	609,984	$		473,176	$		1,083,160
Ending Balance of period	$	609,984	$		473,176	$		1,083,160
Accumulated depreciation and impairment								
Beginning Balance of period	$	—	$	(	283,881)	$	(	283,881)
Depreciation		—		(	1,983)		(	1,983)
Ending Balance of period	$	—	$	(	285,864)	$	(	285,864)
Net Balance	$	609,984	$		187,312	$		797,296

	For the three-month periods ended on March 31, 2024 Land		Buildings			Total		
Cost								
Beginning Balance of period	$	391,808	$		393,739	$		785,547
Ending Balance of period	$	391,808	$		393,739	$		785,547
Accumulated depreciation and impairment								
Beginning Balance of period	$	—	$	(	277,081)	$	(	277,081)
Depreciation		—		(	1,563)		(	1,563)
Ending Balance of period	$	—	$	(	278,644)	$	(	278,644)
Net Balance	$	391,808	$		115,095	$		506,903

(A)Depreciation is calculated on a straight-line basis over estimated useful lives as 8 to 50 years.

(B)Rental revenue and direct operating costs / expenses are shown below:

	For the three-month periods ended March 31, 2025		2024	
Rental revenue from the investment property	$	10,535	$	8,605
Direct operating costs / expenses	(	2,317)	(	3,867)
	$	8,218	$	4,738

(C)The lease terms for the investment property expire between 1 year and 5 years. The lessee had not bargain purchase options as expired lease agreements. As of March

31, 2025, December 31, 2024 and March 31, 2024, the guarantee deposits / note received for operating leases were $11,732 thousand, $9,055 thousand and $7,248 thousand, respectively.

(D)The future minimum lease payments of non-cancellable operating lease commitments were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Not later than one year	$ 41,535	$ 34,194	$ 26,837
Later than one year but not later than five years	103,429	57,805	26,685
Over five years	56,190	53,950	—
	$ 201,154	$ 145,949	$ 53,522

(E) The evaluation on March 31, 2025 and December 31, 2024 and March 31, 2024 is based on market evidence of similar real estate transaction prices, and there is no material change from the basic assumptions on December 31, 2024 and 2021.

(F) As of March 31, 2025, December 31, 2024 and March 31, 2024, investment property was used as collaterals for bank loan, please refer to Note 8.

(14)Intangible assets

	For the three-month periods ended March 31, 2025				
	Patent	Goodwill	Expertise	Other	Total
Cost					
Beginning Balance of period	$ 18,772	$ 443,383	$ 24,216	$ 38,953	$ 525,324
Additions	—	—	—	4,261	4,261
Effect of exchange rate changes	165	—	432	62	659
End Balance of period	$ 18,937	$ 443,383	$ 24,648	$ 43,276	$ 530,244
Accumulated depreciation and impairment					
Beginning Balance of period	$(15,684)	$(146,530)	$(24,081)	$(20,369)	$(206,664)
Amortization	(206)	—	(25)	(1,760)	(1,991)
Effect of exchange rate changes	(130)	—	(430)	(25)	(585)
End Balance of period	$(16,020)	$(146,530)	$(24,536)	$(22,154)	$(209,240)
Net balance	$ 2,917	$ 296,853	$ 112	$ 21,122	$ 321,004

	For the three-month periods ended March 31, 2024				
	Patent	Goodwill	Expertise	Other	Total
Cost					
Beginning Balance of period	$ 17,899	$ 440,358	$ 23,341	$ 34,694	$ 516,292
Additions	—	1,684	—	1,251	2,935
Effect of exchange rate changes	(541)	—	539	27	1,107
End Balance of period	$ 18,440	$ 442,042	$ 23,880	$ 35,972	$ 520,334
Accumulated depreciation and impairment					

	For the three-month periods ended March 31, 2025				
	Patent	Goodwill	Expertise	Other	Total
Beginning Balance of period	$(14,238)	$(146,530)	$(23,085)	$(13,460)	$(197,313)
Amortization	(197)	–	(33)	(1,644)	(1,874)
Effect of exchange rate changes	(391)	–	(533)	(6)	(930)
End Balance of period	$(14,826)	$(146,530)	$(23,651)	$(15,110)	$(200,117)
Net balance	$ 3,614	$ 295,512	$ 229	$ 20,862	$ 320,217

For the three-month periods ended March 31, 2025 and 2024, the Group's recognize impairment loss were both $0 thousand.

(15)Other non-current assets

	March 31, 2025	December 31, 2024	March 31, 2024
Prepayment for equipment	$ 95,841	$ 109,271	$ 89,515
Guarantee deposits paid	208,082	213,436	207,181
Deferred Expense	699,977	676,802	593,370
Net defined benefit assets	114,763	114,763	30,617
Others	78,936	104,599	78,936
	$ 1,197,599	$ 1,218,871	$ 999,619

(16)Current borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
Financial institution borrowing			
Loan without security:			
Bank overdraft	$ 809	$ 23,554	$ 2,512
Unsecured loans	1,860,000	2,107,000	910,000
	$ 1,860,809	$ 2,130,554	$ 912,512
Range of interest rate	1.695%～1.9%	1.05%～1.8%	1.55%～1.82%
Collateral	Refer to Note 8	Refer to Note 8	Refer to Note 8

(17)Other payables

	March 31, 2025	December 31, 2024	March 31, 2024
Other payables	$ 74,914	$ 79,078	$ 59,261
Accrued expenses	821,399	1,296,140	850,708
	$ 896,313	$ 1,375,218	$ 909,969

(18) Other current liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Provisions	22,406	22,720	22,040
Other	26,639	24,697	24,652
	$ 49,045	$ 47,417	$ 46,692

The Group recognized a liability provision arising from onerous contracts when the unavoidable costs incurred in fulfilling the engineering contract obligations exceeded the expected economic benefits derived from the contract.

(19)Bonds payable

	March 31, 2025	December 31, 2024	March 31, 2024
The first domestic secured bonds	$ 1,998,884	$ 1,998,698	$ 1,998,139

Relevant information on first domestic secured bonds issued by the Corporation is as follows:

The Corporation raised and issued the first domestic secured bond 2,000,000 thousand at 1,000 thousand par value on September 29, 2021. The issuance period is 5 years. The simple interest is paid once a year; the interest rate is 0.55%. The first secured bonds are settled in cash at once as the maturity of the bond. As of March 31, 2025, unamortized issuance cost is 1,116 thousand.

The first domestic secured bond was guaranteed by a bank. The repayment amounts due in future are as follows:

Year	Amount
2026	$ 2,000,000

(20)Non-current portion of non-current borrowings

(A) Long-term notes and bills payable

	March 31, 2025	December 31, 2024	March 31, 2024
Commercial paper payable	$ 559,300	$ 1,905,600	$ 2,385,300
Less: unamortized discount	(229)	(676)	(2,146)
	$ 559,071	$ 1,904,924	$ 2,383,154
Range of interest rate	1.55%～1.8%	1.35%～1.8613%	1.35%～1.8613%
Collateral	Refer to Note 8	Refer to Note 8	Refer to Note 8

(B) Long-term debts

	March 31, 2025	December 31, 2024	March 31, 2024
Loan without security:			
Bank borrowings	$ 1,991,250	$ 1,487,125	$ 542,000
Less: Current portion of long-term liabilities	(125,000)	(177,750)	(101,188)
	1,866,250	1,309,375	440,812
Guaranteed loan:			
Bank borrowings	3,964,803	4,000,388	4,391,861
Less: Current portion of long-term liabilities	(350,654)	(350,654)	(159,753)
	3,614,149	3,649,734	4,232,108
	$ 5,480,399	$ 4,959,109	$ 4,672,920
Range of interest rate	1.7495%～1.96%	0.5%～2.6776%	0.5%～2.025%
Collateral	Refer to Note 8	Refer to Note 8	Refer to Note 8

The subsidiaries of the Corporation has signed a credit agreement with a financial institution, stipulating that during the loan period, the Corporation 's consolidated financial statements for the second quarter and the fiscal year, as well as the subsidiary's annual financial statements, must meet specific financial ratios and standards. As of March 31, 2025, there has been no violation of the terms of the credit agreement.

(21)Other non-current liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Long-term notes payable	$ 1,499,160	$ 1,574,160	$ 1,799,160
Guarantee deposit received	32,964	29,454	27,551
Equity Investment Credit Balance	4,282	4,198	13,098
Custody funds	111,966	85,237	94,416
Other	1,665	1,665	1,665
	$ 1,650,037	$ 1,694,714	$ 1,935,890

The Corporation's proposal to issue notes for the installment payment of the confiscated amount, which will be recorded under "Notes Payable" and "Other Non-current Liabilities."

(22) Post-employment benefits plans

(A) Defined contribution plans

The employees who were subject to the Labor Standard Law prior to July 1, 2005 were allowed to choose to be subject to the pension mechanism under the Labor Pension Act with their seniority as of July 1, 2005 retained or continue to be subject to the pension mechanism under the Labor Standards Law. The Corporation and its domestic subsidiaries have a defined contribution pension plan in accordance with the Labor Pension Act (LPA), covering all regular employees with R.O.C. nationality. Under the LPA, the Corporation and its domestic subsidiaries makes monthly contributions to employees' individual pension accounts at 6% of monthly salaries and wages at the Bureau of Labor Insurance.

The total expense recognized in profit or loss in consolidated statements of comprehensive income of $24,537 thousand and $22,964 thousand for the three months ended March 31, 2025 and 2024.

(B) Defined benefit plans

The Corporation has a defined benefit plan under the Labor Standards Law that is operated by the government. Under the defined benefit plan, provide benefits based on an employee's length of service and average monthly salary for the six-month period prior to retirement. The Corporation contributes an amount equal to 2% ～ 15% of salaries paid each month to a pension fund. The fund is administered by the pension fund monitoring committee and deposited in the Bank of Taiwan. Before the end of each year, the Corporation assesses the balance in the Funds. If the amount of the balance in the Funds is inadequate to pay retirement benefits for employees who conform to retirement requirements in the next year, the Corporation is required to fund the difference in one appropriation that should be made before the end of March of the next year. The Funds are operated and managed by the government's designated authorities; as such, the Corporation does not have any right to intervene in the investments of the Funds.

The pension expenses for the period were as follows:

	For the three-month periods ended March 31,	
	2025	2024
Operating cost	$ —	$ 240
Operating expenses	—	148
	$ —	$ 388

(23) Equity

(A) Common stock

	March 31, 2025	December 31, 2024	March 31, 2024
Authorized shares (in thousands)	750,000	750,000	750,000
Authorized capital	$ 7,500,000	$ 7,500,000	$ 7,500,000
Outstanding shares (in thousands)	503,113	503,113	503,113
Outstanding common stocks	$ 5,031,125	$ 5,031,125	$ 5,031,125

The Corporation issued common shares at $10.00 par value and each share has the rights to dividends and to vote.

(B) Capital surplus

	March 31, 2025	December 31, 2024	March 31, 2024
Additional paid-in capital arising from bond conversion	$ 2,191,449	$ 2,191,449	$ 2,191,449
Treasury stock transactions	534,088	534,088	501,549
Difference between consideration and carrying amount of subsidiaries acquired or disposed	119,898	115,835	115,835
Changes in ownership interests in subsidiaries	148,833	139,097	139,097
Other	26,970	26,970	24,414
	$ 3,021,238	$ 3,007,439	$ 2,972,344

The capital surplus arising from paid-in capital in excess of par value (including the excess of the issuance price over par value on issuance of common stocks, premium on convertible bonds and treasury stock transactions) and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Corporation has no accumulated deficit. The amount of capital surplus to be capitalized mentioned above should be fixed the ratio of capital in each year.

(C) Retained earnings and dividend policies

In accordance with the Corporation's articles of incorporation, when allocating the net profits for each fiscal year, the Corporation shall set aside the following items accordingly: A. To pay taxes; B. To cover accumulated losses, if any; C. To appropriate 10% legal reserve unless the total legal reserve accumulated has already reached the amount of the Corporation's authorized capital; D. To recognize or reverse special reserve return earnings; E. The board of directors shall propose allocation ratios for any remainder profit after withholding the amounts under subparagraphs A to D above plus any unappropriated retained earnings of previous years based on the dividend policy set forth in the Article and propose such allocation ratio at the shareholders' meeting.

As part of a high-technology industry and as a growing enterprise, the Corporation considers its operating environment, industry developments, and long-term interests of stockholders as well as its programs to maintain operating efficiency and meet its capital expenditure budget and financial goals in determining the stock or cash dividends to be paid. Cash dividends to be distributed should not be less than 10% of the total amount of dividends to be distributed on each year.

The legal reserve may be used to offset a deficit, or be distributed as dividends in cash or stocks for the portion in excess of 25% of the paid-in capital if the Corporation incurs no loss.

Pursuant to existing regulations, the Corporation is required to set aside additional special capital reserve equivalent to the net debit balance of the other components of stockholders' equity. For the subsequent decrease in the deduction amount to stockholders' equity, any special reserve appropriated may be reversed to the extent that the net debit balance reverses.

Under Rule No. 1010012865 issued by the FSC on April 6, 2012, the Corporation adjusts all cumulative translation adjustments and unrealized revaluations increment to special reserve for the subsequent decrease in the deduction amount to stockholders' equity, any special reserve appropriated may be reversed to the extent that the net debit balance reverses.

The appropriations of 2024 were agreed in the meeting of board of directors on March 5, 2025. The appropriations of 2023 were agreed by stockholders' meeting on May 27, 2024. The appropriations and dividends per share were as follows:

	Appropriation of		Dividends Per Share (NT$)	
	2024	2023	2024	2023
Legal reserve	$ 381,564	$ 155,867		
Cash dividends	$ 2,314,318	$ 1,811,205	$ 4.6	$ 3.6

The appropriations of 2024 are to be presented for approval in the shareholders' meeting on May 23, 2025.

Information on the appropriations agreed by the board of directors' meeting and stockholders' meeting are available on the Market Observation Post System website of the Taiwan Stock Exchange.

(D) Other equity items

	For the three-month periods ended March 31, 2025		
	Exchange differences on translating of foreign operations	Unrealized gains (losses) on financial assets at FVTOCI	Total
Balance at beginning of period	$(87,613)	$ 3,485,249	$ 3,397,636
Exchange differences on translating of foreign operations	47,467	—	47,467
Changes on financial assets at FVTOCI	—	708	708
Proportionate interest from associates and joint ventures under equity method	—	(647,920)	(647,920)
Balance at end of period	$(40,146)	$ 2,838,037	$ 2,797,891

	For the three-month periods ended March 31, 2024		
	Exchange differences on translating of foreign operations	Unrealized gains (losses) on financial assets at FVTOCI	Total
Balance at beginning of period	$(205,264)	$ 2,310,707	$ 2,105,443
Exchange differences on translating of foreign operations	51,654	—	51,654
Changes on financial assets at FVTOCI	—	(10,585)	(10,585)
Proportionate interest from associates and joint ventures under equity method	—	1,774,738	1,774,738
Balance at end of period	$(153,610)	$ 4,074,860	$ 3,921,250

(E) Treasury shares

In thousands shares

Reason for reacquisition	For the three-month periods ended March 31, 2025			
	Shares at beginning of period	Additions	Disposals	Shares at end of period
Subsidiaries' Held	9,039	—	—	9,039

In thousands shares

Reason for reacquisition	For the three-month periods ended March 31, 2024			
	Shares at beginning of period	Additions	Disposals	Shares at end of period
Subsidiaries' Held	9,039	—	—	9,039

The subsidiaries held the shares of the Corporation were as follows:

	Shares (in thousands)	Amount	Fair Value
March 31, 2025			
CHENG-HSIN Engineering & Services CO., LTD	2,772	$ 31,340	$ 363,153
Sunrise Tech. Co. Ltd	6,267	85,540	820,913
		$ 116,880	$ 1,184,066
December 31, 2024			
CHENG-HSIN Engineering & Services CO., LTD	2,772	$ 31,340	$ 426,913
Sunrise Tech. Co. Ltd	6,267	85,540	965,043
		$ 116,880	$ 1,391,956
March 31, 2024			
CHENG-HSIN Engineering & Services CO., LTD	2,772	$ 31,340	$ 497,603
Sunrise Tech. Co. Ltd	6,267	85,540	1,124,839
		$ 116,880	$ 1,622,442

(F) Non-controlling interests

	For the three-month periods ended March 31,	
	2025	2024
Balance at beginning of period	$ 207,196	$ 195,999
Attributable to Proportionate non-controlling interests:		
Profit (Loss) for the period	(782)	371
Exchange differences on translating of foreign operations	3,562	3,789
Increase (decrease) on non-controlling interests	—	(577)
Balance at end of period	$ 209,976	$ 199,582

(24) Operating revenue

	For the three-month periods ended March 31,	
	2025	2024
Sales revenue	$ 1,260,058	$ 1,029,911

	For the three-month periods ended March 31,	
	2025	2024
Engineering project revenue	5,168,892	5,092,034
Other operating revenue	18,708	16,705
	$ 6,447,658	$ 6,138,650

A. Disaggregation of revenue from contracts with customers

For the three-month periods ended March 31, 2025:

	By operating segments			
	Electricity Power	Service	Engineering and other	Total
The timing of revenue recognition				
The revenue recognized at a point in time	$ 1,110,243	$ 9,535	$ 144,659	$ 1,264,437
The revenue recognized over time	3,489,978	1,226,342	466,901	5,183,221
	$ 4,600,221	$ 1,235,877	$ 611,560	$ 6,447,658

For the three-month periods ended March 31, 2024:

	By operating segments			
	Electricity Power	Service	Engineering and other	Total
The timing of revenue recognition				
The revenue recognized at a point in time	$ 890,990	$ 8,987	$ 134,632	$ 1,034,609
The revenue recognized over time	3,600,783	1,196,443	306,815	5,104,041
	$ 4,491,773	$ 1,205,430	$ 441,447	$ 6,138,650

B. Contract balances

	March 31, 2025	December 31, 2024	March 31, 2024
Contract assets			
Engineering project contract	$ 4,688,864	$ 4,194,570	$ 3,219,486
Offer of services and maintenances	498,474	498,355	563,110
Others	14,660	14,634	62,010
Less: Loss allowance	(133,332)	(130,982)	(125,697)
Current Contract assets	$ 5,068,666	$ 4,576,577	$ 3,718,909
Contract liabilities			
Sale of goods	$ 449,713	$ 425,666	$ 435,619
Sale of real estate	325,131	299,794	249,244
Engineering project contract	6,603,284	5,841,604	4,790,202
Others	90,895	23,825	30,311
Current Contract liabilities	$ 7,469,023	$ 6,590,889	$ 5,505,376

The changes in the contract liability balances primarily result from the timing difference between the satisfaction of performance obligation and the customer's payment. The major changes were as follows:

	For the three-month periods ended March 31,	
	2025	2024
Contract assets		
Level of completion measures change	$ 494,294	$ 264,606
Contract liabilities		
Level of completion measures change	$ 600,896)	$ (108,991)

The Group recognized in revenue from the beginning balance of contract liabilities was as follows:

	For the three-month periods ended March 31, 2025	For the three-month periods ended March 31, 2024
Beginning balance of contract liabilities		
Sale of goods	$ 17,996	$ 18,405
Offer of services and maintenances	67,623	48,361
	$ 85,619	$ 66,766

(25) Interest income

	For the three-month periods ended March 31, 2025	For the three-month periods ended March 31, 2024
Bank deposits	$ 5,268	$ 4,615
Financial assets at amortized cost	960	4,031
Other	994	677
	$ 7,222	$ 9,323

(26) Other income

	For the three-month periods ended March 31, 2025	For the three-month periods ended March 31, 2024
Other	$ 15,231	$ 18,767

(27) Other gains and losses

	For the three-month periods ended March 31, 2025	For the three-month periods ended March 31, 2024
Gain (Loss) on disposal of property, plant and equipment	$(662)	$(352)
Gain (Loss) on disposal of investment	(93)	1,696
Gain on Lease modification	44	1
Net currency exchange gains	7,242	13,664
Net gains (losses) on financial assets / liabilities at fair value through profit or loss	(12,831)	(5,263)
Impairment losses	(1,852)	—
Other expenditure	(4,198)	(15,973)
	$(12,350)	$ (6,227)

(28) Finance costs

	For the three-month periods ended March 31, 2025	For the three-month periods ended March 31, 2024
Interest expenses	$(44,566)	$(41,199)
Interest expenses of lease liabilities	(15,224)	(13,290)
Capitalization of interest	2,708	951
	$(57,082)	$(53,538)

(29) Expenses by nature

	For the three-month periods ended March 31, 2025			For the three-month periods ended March 31, 2024		
	Classified as Operating Costs	Classified as Operating Expenses	Total	Classified as Operating Costs	Classified as Operating Expenses	Total
Employee benefit expense						
Salary	$ 437,428	$ 228,587	$ 666,015	$ 416,459	$ 346,871	$ 763,330

	For the three-month periods ended March 31, 2025			For the three-month periods ended March 31, 2024		
	Classified as Operating Costs	Classified as Operating Expenses	Total	Classified as Operating Costs	Classified as Operating Expenses	Total
Labor & health insurance	45,755	24,081	69,836	41,183	22,076	63,259
Pension	22,505	4,505	27,010	25,097	6,261	31,358
Others	28,916	17,093	46,009	27,826	16,196	44,022
Depreciation	765,836	34,370	800,206	690,991	35,016	726,007
Amortization	65,837	2,158	67,995	50,637	2,770	53,407
	$ 1,366,277	$ 310,794	$ 1,677,071	$ 1,252,193	$ 429,190	$ 1,681,383

(A)The Corporation shall distribute greater than 1% of current year's profit as Employees' bonus and less than 3% of current year's profit as remuneration to directors after offsetting the cumulative losses, if any. The Corporation recognized accrued Employees' compensation was $11,614 thousand and $11,924 thousand for the three-month periods ended March 31, 2025 and 2024, respectively. The Corporation recognized accrued remuneration to directors was $23,227 thousand and $23,847 thousand for the three-month periods ended March 31, 2025 and 2024, respectively. These accrued based on aforementioned ratio 1% and 2% of current year's profit before tax. According to changes in Accounting Estimates, the differences between these amounts and the amounts proposed in the following year are adjusted for in the year of the proposal.

(B)The appropriations of 2024 and 2023 were agreed in the meeting of board of directors on March 5, 2025 and March 11, 2024, respectively. The employees' compensation and remuneration to directors were as follows:

	For the Year Ended December 31,			
	2024		2022	
	Employees' compensation	Remuneration to directors	Employees' compensation	Remuneration to directors
Appropriations	$ 44,609	$ 89,219	$ 23,527	$ 47,054

There was no difference between the aforementioned amounts of the employees' compensation and remuneration to directors approved in the board of directors' meeting, and the amounts recognized in the financial statements.

Information on the compensation to employees, directors and supervisors is available on the Market Observation Post System website of the Taiwan Stock Exchange.

(30)Income tax

(A) Components of income tax expense:

	For the three-month periods ended March 31,	
	2025	2024
Current tax:		
Current tax on profits for the period	$ 290,123	$ 246,695
Income tax adjustments on prior years	—	(2,735)
Deferred tax:		
Temporary differences	(2,199)	524
Total income tax expense recognized in profit or loss	$ 287,924	$ 244,484

A reconciliation of income before income tax and income tax expense recognized in profit or loss was as follows:

	For the three-month periods ended March 31,	
	2025	2024
Profit before income tax	$ 1,165,740	$ 1,198,095

	For the three-month periods ended March 31, 2025	For the three-month periods ended March 31, 2024
Income tax payable calculated by Statutory tax rate	$ 275,931	$ 277,266
Adjustment to effect of tax:		
Adjusting items in determining taxable income	(32,146)	(21,792)
Exemption income	(414)	(337)
Loss carry forward	(4,798)	(3,925)
Income tax credits	(4,965)	(4,721)
Additional tax on un-appropriated earnings	55,987	—
Income tax adjustments on prior years	—	(2,735)
Adjustments on other income tax	528	204
Net differences on deferred income tax	(2,199)	524
Income tax expense recognized in profit or loss	$ 287,924	$ 244,484

The corporate income tax rate in the R.O.C. was 20%. In addition, the rate of the corporate unappropriated earnings was 5%. Taxes generated in other jurisdictions are calculated based on the applicable tax rate in each jurisdiction.

(B) Deferred income tax assets or liabilities as result of temporary differences

The three-month periods ended March 31, 2025：

	January 1, 2025	Recognized in Profit or Loss	March 31, 2025
Deferred income tax assets			
Temporary differences			
Unrealized reduce inventory to market	$ 49,637	$(385)	$ 49,252
Unrealized deferred sales profit	425,166	3,453	428,619
Impairment loss	20,568	390	20,958
Other	19,440	(1,238)	18,202
	$ 514,811	$ 2,220	$ 517,031
Deferred income tax liabilities			
Temporary differences			
Property, plant and equipment	$ 286,075	$ —	$ 286,075
Exchange differences on translating foreign operations	42,591	—	42,591
Others	5,972	21	5,993
	$ 334,638	$ 21	$ 334,659

The three-month periods ended March 31, 2024：

	January 1, 2024	Recognized in Profit or Loss	March 31, 2024
Deferred income tax assets			
Temporary differences			
Unrealized reduce inventory to market	$ 48,560	$ 324	$ 48,884
Unrealized deferred sales profit	408,842	4,121	412,963
Impairment loss	20,411	(381)	20,030
Other	21,001	(908)	20,093
	$ 498,814	$ 3,156	$ 501,970
Deferred income tax liabilities			
Temporary differences			
Property, plant and equipment	$ 286,075	$	$ 286,075

	January 1, 2024	Recognized in Profit or Loss	March 31, 2024
Exchange differences on translating foreign operations	54,621	－	54,621
Others	4,407	3,680	8,087
	$ 345,103	$ 3,680	$ 348,783

(C) Affected by COVID-19, the Corporation′s income tax payable for 2022 and 2021 was approved on June 12, 2023, July 1, 2022 by National Taxation Bureau of Taipei, Ministry of Finance to pay in 36 installments. As of March 31, 2025, the tax payable has been paid was as follows:

	Year	
	2022	2021
Income tax payable	$ 482,455	$ 501,099
Number of installments paid	21 installments	33 installments

(D)Income tax assessed and approved situations

The Corporation income tax return filings through 2022 had been assessed and approved by tax authority. The balances of the income tax credit had been assessed and approved by tax authority in each year were adjustment.

(31)Business combinations

A. Acquisition of a subsidiary

Subsidiary	Main Business Activities	Acquisition date	Acquisition%	Purchase consideration
Integrated Manufacturing & Services Co., Ltd. (Integrated M&S)	Development and production of specialized equipment and key components for solar cell manufacturing	July 1, 2024	100.00	$ 42,258

B. Identifiable net assets acquired at the acquisition date

	Integrated M&S
Current assets	
Cash and cash equivalents	$ 14,301
Accounts receivable	5,496
Current inventories	2,152
Other current assets	785
Non-current assets	
Property, plant and equipment	20,754
Other non-current assets	977
Current liabilities	
Accounts payable	(1,762)
Other payables	(1,786)
	$ 40,917

C. Goodwill arising from acquisitions (Gains at bargain purchase)

	Integrated M&S
Purchase consideration	$ 42,258
Less: Fair value of the identifiable net assets acquired	(40,917)
Goodwill arising from acquisitions (Gains at bargain purchase)	$ 1,341

D. Net cash inflows (outflows) from acquisition of subsidiary

	Integrated M&S
Total contract price	$ 42,258
Less: Acquisition of Cash and cash equivalents	(14,301)
	$ 27,957

(32)Earnings per share (EPS)

	For the three-month periods ended March 31, 2025	2024
Basic EPS ($):		
Income attributable to owners of parent	$ 878,598	$ 953,240
Weighted average number of ordinary shares in issue used in calculating basic EPS (in thousands)	494,074	494,074
Basic EPS ($) after tax	$ 1.78	$ 1.93

(33)Reconciliation of Liabilities from Financing Activities

The three-month periods ended March 31, 2025：

	January 1, 2025	Cash Flows	Non-cash changes Others	March 31, 2025
Current borrowings	$ 2,130,554	$(269,745)	$ –	$ 1,860,809
Lease liabilities	4,120,978	(528,294)	342,724	3,935,408
Bonds payable	1,998,698	–	186	1,998,884
Long-term liabilities (including Current portion of long-term liabilities)	7,392,437	(877,760)	447	6,515,124
Guarantee deposit received	29,454	3,509	1	32,964
	$ 15,672,121	$(1,672,290)	$ 343,358	$ 14,343,189

The three-month periods ended March 31, 2024：

	January 1, 2024	Cash Flows	Non-cash changes Others	March 31, 2024
Current borrowings	$ 534,749	$ 377,763	$ –	$ 912,512
Lease liabilities	4,034,057	(475,516)	632,012	4,190,553
Bonds payable	1,997,952	–	187	1,998,139
Long-term liabilities (including Current portion of long-term liabilities)	8,017,740	(700,202)	(523)	7,317,015
Guarantee deposit received	27,846	(295)	–	27,551
	$ 14,612,344	$(798,250)	$(631,676)	$ 14,445,770

7. RELATED PARTY TRANSACTIONS

(1) Related party name and their relationship with the Corporation

Name of related parties	Relationship with the Corporation
Guang-hsin Co., Ltd. (Guang-hsin)	Associates
Sheng-yuan Investment Corp. (Sheng-yuan)	Associates

Name of related parties	Relationship with the Corporation
Li-Xiang Technology Co., Ltd.(Li-Xiang)	Associates
Nomura Chung-Hsin Machinery Corporation (Nomura Chung-Hsin)	Associates (Dissolution in December 2024)
Aura Material Inc. (Aura)	Associates
Shenghe Precision Co., Ltd.	Associates
Wuxi Hengchi Chem switchgear Co., Ltd. (Wuxi Hengchi)	Associates
Nantong L-S Metal Forming Co., Ltd. (Nantong L-S)	Associates (Disposal in November 2024)
Integrated Manufacturing & Services Co., Ltd. (Integrated M&S)	Associates (Transferred to a subsidiary in July 2024)
Qingdao Sunhydro group.Co.Ltd. (Sunhydro)	Associates
Shannxi baoji Yong-shin Ltd. (Yong-shin)	Associates
MICT International Limited.	Other related parties (Dissolution in February 2025)
Yun-Yi Energy Co., Ltd.	Other related parties (Dissolution in May 2024)
Chung Chia International Investment Co., Ltd. (Chung Chia)	Other related parties
Director, general manager and vice Manager	Key management

(2) Trading transactions

A. Sales revenue

	For the three-month periods ended March 31,	
	2025	2024
Associates	$ 695	$ 9,211

The Group sold or provided service to above mentioned associated and related parties was based on mutually agreed terms.

B. Purchase

	For the three-month periods ended March 31,	
	2025	2024
Associates	$ 12,003	$ 5,565

The Group purchased from above mentioned associated and related parties was based on mutually agreed terms.

C. Property transactions

(A) Acquisition of property, plant and equipment

	For the three-month periods ended March 31,	
	2025	2024
Associates	$ 1,910	$ —

D. Other

(A)Cost / Expenses attributable

	For the three-month periods ended March 31,	
	2025	2024
Associates	$ 630	$ 4,230

(B) Other income

	For the three-month periods ended March 31,	
	2025	2024
Wuxi Hengchi	$ —	$ 2,178

E. Contract Assets

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	$ 286	$ 1,143	$ 3,188

F. Accounts receivable, net

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	$ 1,200	$ 102	$ 1,200

G. Accounts payable

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	$ 13,910	$ 12,646	$ 4,899

H. Others accounts receivable / payable

(A) Others receivable (excluding loans to related parties)

	March 31, 2025	December 31, 2024	March 31, 2024
Associates			
Nantong L-S	$ —	$ —	$ 28,522
Other	1,496	918	1,326
Other related parties	—	91	—
	$ 1,496	$ 1,009	$ 29,848

(B) Others payable-other

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	$ 630	$ 630	$ 630

I. Prepayment

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	$ 18,045	$ 12,783	$ 21,052
Other related parties	—	—	8
	$ 18,045	$ 12,783	$ 21,060

J. Contract Liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	$ 1,316	$ 1,292	$ 4,588

K. Other current liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Other related parties	$ 51	$ —	$ —

L. Other non-current liabilities

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	$ 22	$ —	$ —

M. Financial Provided (under Other receivable)

	March 31, 2025	December 31, 2024	March 31, 2024
Associates			
Guang-hsin	$ 78,400	$ 67,500	$ 78,000
Sheng-yuan	45,000	39,000	79,000
Other	7,500	7,500	7,700
	$ 130,900	$ 114,000	$ 164,700
Range of Interest rate	1.80%～2.00%	1.00%～2.00%	1.00%～2.00%

	Interest Income	
	For the three-month periods ended March 31,	
	2025	2024
Associates		
Guang-hsin	$ 391	$ 236
Sheng-yuan	201	262
Other	37	38
	$ 629	$ 536

N. Financial Provided (under current borrowings)

	March 31, 2025	December 31, 2024	March 31, 2024
Associates	$ —	$ —	$ —
Range of Interest rate	—	3.00%	—

	Interest expenses	
	For the three-month periods ended March 31,	
	2025	2024
Associates	$ —	$ 5

(3) Key management compensation

	For the three-month periods ended March 31,	
	2025	2024
Salaries and other short-term employee benefits	$ 53,876	$ 49,148
Post-employment benefits	119	215
	$ 53,995	$ 49,363

8. PLEDGED ASSETS

(1) Assets (book values) were pledged for bank loans, engineering guarantee as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Time deposits	$ 116,099	$ 115,873	$ 196,121
Deposit with bank	45,776	58,558	45,599
Property, plant and equipment	10,184,714	10,354,721	10,864,696
Investment property	505,002	506,587	506,903
Treasury shares	748,338	879,725	1,025,394
Guarantee deposit paid	208,082	213,436	207,181
	$ 11,808,011	$ 12,128,900	$ 12,845,894

(2) As of March 31, 2025, December 31, 2024 and March 31, 2024, the all provided the 114,622 thousand shares of subsidiaries servers as collaterals for bank loan. The book value was $154,274 thousand, $151,535 thousand and $147,842 thousand, respectively.

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNISED CONTRACT COMMITMENTS

Except as note was disclosure, the Group has other significant contract commitments and contingencies were as follows:

(A) The Group had commitments for engineering contracts guaranteed for a certain period of time after equipment or projects completed, delivered and accepted by customers.

(B) As of March 31, 2025, December 31, 2024 and March 31, 2024, amounts of material engineering contracts under construction signed were $27,935,671 thousand, $27,910,009 thousand and $25,957,760 thousand; and payments made were $19,803,980 thousand, $19,289,331 thousand and $17,882,560 thousand, respectively.

(C) As of March 31, 2025, December 31, 2024 and March 31, 2024, the unused letters of credit listed were as follows:

Expressed in thousands

Currency	March 31, 2025	December 31, 2024	March 31, 2024
NTD	—	—	172,500
USD	1,522	1,150	—
Japanese Yen	10,269	10,269	503,545
EUR	—	1,075	—
RMB	1,430	—	—

(D) As of March 31, 2025, December 31, 2024 and March 31, 2024, the guarantees of material engineering contracts pledged by banks were $6,648,155 thousand, $6,910,841 thousand and $7,357,397 thousand, respectively.

(E) As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group issued notes as guarantee for bank borrowing, engineering contracts and bond, etc. were $50,720,618 thousand, $51,003,546 thousand and $48,479,667 thousand, respectively.

(F) As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group endorsed as guarantees for other companies $0 thousand , $0 thousand and $190,534 thousand, respectively.

10. SIGNIFICANT CATASTROPHE

None.

11. SUBSEQUENT EVENTS

None.

12. OTHERS

(A) Seasonal or cyclical interpretation of interim operations

The Group's operations are not affected by seasonal or cyclical factors.

(B) Capital risk management

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance. The Group adopts prudent risk management strategy and performs audit on a regular basis. The capital structure of the Group is determined according to the business development strategies and operational requirements.

(C) Financial instruments

(1) Categories of financial instruments

	March 31, 2025	December 31, 2024	March 31, 2024 (Restated)
Financial assets			
Measured at FVTPL			
Mandatorily at FVTPL	$ 452,622	$ 483,900	$ 536,757
Measured at FVTOCI	117,750	115,659	43,672
Measured at amortized cost (Note 1)	6,376,622	6,496,332	6,317,430
	$ 6,946,994	$ 7,095,891	$ 6,897,859
Financial liabilities			
Measured at amortized cost (Note 2)	$ 14,740,113	$ 16,496,110	$ 14,175,874

Note 1: The amount includes cash and cash equivalents, financial assets measured at amortized cost, notes and accounts receivable (including related parities), other receivables (including related parities), deposit guarantee paid, financial lease receivables, restricted assets and other financial assets measured at amortized cost.

Note 2: The amount includes current borrowings, short-term notes and bills payable, notes and accounts payable (including related parities), other payables (including related parities), bonds payable, Non-current portion of non-current borrowings, guarantee deposit received and other financial liabilities measured at amortized cost.

(2) Information of Fair value

i. Measured without using fair value of financial instruments

The Group's measured at amortized cost of financial assets / loans and receivables and financial liabilities had carrying values that very close to their fair values.

ii. Measured by using fair value

The fair value measurements are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable.

a. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

b. Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

c. Level 3 inputs are unobservable inputs for the asset or liability.

The following table provides an analysis of financial instruments that are measured at fair value on a recurring basis, grouped into Levels 1 to 3.

	March 31, 2025			
	Level 1	Level 2	Level 3	Total
FVTPL Financial assets				
Listed stocks	$ 28,593	$ —	$ —	$ 28,593
Unlisted stocks	—	—	188,254	188,254
Beneficiary certificate	235,775	—	—	235,775
	$ 264,368	$ —	$ 188,254	$ 452,622
FVTOCI Financial assets				
Unlisted stocks	$ —	$ —	$ 117,750	$ 117,750

	December 31, 2024			
	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Listed stocks	$ 30,034	$ —	$ —	$ 30,034
Unlisted stocks	—	—	199,038	199,038
Beneficiary certificate	254,828	—	—	254,828
	$ 284,862	$ —	$ 199,038	$ 483,900
FVTOCI Financial assets				
Unlisted stocks	$ —	$ —	$ 115,659	$ 115,659

	March 31, 2024			
	Level 1	Level 2	Level 3	Total
Fair value on a recurring basis				
FVTPL Financial assets				
Listed stocks	$ 42,162	$ —	$ —	$ 42,162
Unlisted stocks	—	—	237,613	237,613
Beneficiary certificate	175,219	—	—	175,219
Financial products	—	81,763	—	81,763
	$ 217,381	$ 81,763	$ 237,613	$ 536,757
FVTOCI Financial assets				
Unlisted stocks	$ —	$ —	$ 43,672	$ 43,672

The Group held financial assets and liabilities measured at fair value on a recurring basis were no transfers between Level 1 and Level 2 for the three-month periods ended March 31, 2025 and 2024.

Reconciliation of Level 3 fair value measurements of financial instruments

The financial assets measured at Level 3 fair value were equity investments classified as financial assets at FVTPL and equity instruments at FVTOCI. Reconciliations for the three months ended March 31, 2025 and 2024 were as follows:

	For the three-month periods ended March 31,	
	2025	2024
Balance at beginning of period	$ 314,697	$ 289,611
Disposal for the period	(11,191)	—
Recognized in profit (loss)	(9,558)	76
Recognized in other comprehensive income	708	(10,585)
Capital reduction refund	—	2,183
Organization structure adjustment	9,736	—
Effect of exchange rate changes	1,612	—
Balance at end of period	$ 306,004	$ 281,285

iii. Valuation techniques and assumptions applied for the purposes of measuring fair value

The fair values of financial assets and financial liabilities are determined as follows:

- The fair values of financial assets and financial liabilities with standard terms and conditions and traded on active and liquid markets are determined with reference to quoted market prices;
- The call / put option of convertible bonds adopt the binomial tree model to estimate the fair value. The significant observable input value used is stock price volatility.
- The financial assets and liabilities without active and liquid markets are determined with estimate of fair value by market method. That based on past financial activities, value of similar companies, technique development of company and its expectations of market development and so on.
- Derivatives Instruments were evaluated based on evaluation models accepted by market users such as Discount method and option pricing model. Forward exchange contracts are measured using forward exchange rates that are derived from quoted market prices.

(3) Financial risk management objectives and policies

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Group's financial position and financial performance.

The important financial activities are reviewed by Board of Directors and Audit Committees in accordance with procedures required by relevant regulations or internal controls. The Group treasury identifies, evaluates and hedges financial risks in close co-operation with the Group's operating units. The Board provides written principles for overall risk management, as well as written policies covering specific areas and matters and investment of excess liquidity.

A. Market risk

The Group's activities expose it to foreign exchange risk and interest risk, etc. The Group used some of derivative instruments for management there risk.

Foreign exchange risk

Foreign exchange risk arises from future commercial transactions, recognized assets and liabilities and net investments in foreign operations. To manage their foreign exchange risk, the Group use forward foreign exchange contracts for hedge. These derivative instruments used could help to reduce the effects on foreign exchange, but it cannot remove all effects on foreign exchange.

The Corporation has no hedge for investments in foreign operations due to these are strategic investment.

Sensitive analyses of foreign exchange risk are calculated for foreign currency items on the end of reporting date.

The significant financial assets and liabilities denominated in foreign currencies were as follows:

	March 31, 2025		December 31,2024		March 31, 2024	
(foreign currencies : function currency)	Foreign Currency (In Thousands)	Exchange Rate	Foreign Currency (In Thousands)	Exchange Rate	Foreign Currency (In Thousands)	Exchange Rate
Financial assets						
Monetary items						
USD: NTD	3,450.55	33.1820	3,967.37	32.79	5,468.57	32.00

(foreign currencies : function currency)	March 31, 2025 Foreign Currency (In Thousands)	Exchange Rate	December 31,2024 Foreign Currency (In Thousands)	Exchange Rate	March 31, 2024 Foreign Currency (In Thousands)	Exchange Rate
RMB: NTD	40,536.78	4.5727	53,609.07	4.4925	47,206.78	4.4302
USD: RMB	4,521.97	7.2565	4,014.68	7.2988	3,204.00	7.2232
JPY: NTD	1,292,791.51	0.2214	1,882,648.21	0.2099	3,145,776.43	0.2115
Euro: NTD	2,456.12	35.9035	3,445.25	34.14	12,547.38	34.46
Non-monetary items						
USD: NTD	79,295.45	33.182	79,724.24	32.79	76,719.44	32.00
Financial liabilities						
Monetary items						
USD: NTD	1,070.64	33.182	546.30	32.79	777.67	32.00
RMB: NTD	401.91	4.5727	146.32	4.4925	1,091.64	4.4302
JPY: NTD	351,418.80	0.2214	48,157.73	0.2099	239,053.09	0.2115
Euro: NTD	29.10	35.9035	3.79	34.14	16.44	34.46

When new Taiwan dollars up-valuation with foreign currency about 1%, the incomes are decreased $7,080 thousand and $15,035 thousand, respectively for the three-month periods ended March 31, 2025 and 2024. When the new Taiwan dollars are down-valuation with foreign currency about 1%, its impact amount is the negative amount of the same amount.

Interest rate risk

Interest rate risk is the risk in changes of fair value on financial instruments due to market interest ratio changed. Interest rate risk arises from deposits with banks and long-term or current borrowings.

Sensitive analyses of interest rate risk are determined with exposure interest risk on the end of reporting date and assumption to held one quarter. When the interest ratios are increase 1 yard, the incomes are decreased $3,455 thousand and $3,037 thousand, respectively for the three-month periods ended March 31, 2025 and 2024.

Other Price risk

The Group is exposed to equity securities price risk because of investments held by the Group and classified on the consolidated balance sheet at fair value through profit or loss. All of material equity investment should be approved by director of board.

Sensitive analyses of price risk in equity instruments are calculated in changes of fair value on the end of reporting date. When the value of equity instruments are increase 5%, the incomes are increased $13,227 thousand and $10,877 thousand, respectively for the three-month periods ended March 31, 2025 and 2024. When the value of equity instruments are decrease 5%, its impact amount is the negative amount of the same amount.

B. Credit risk

Credit risk refers to the risk that counterparties will default on their contractual obligations resulting in financial loss to the Group. Credit risk arises from receivables from operating activities and deposits with banks, fixed revenues investments and other financial instruments from investing activities. The credit risk of operating and financial are managed individually.

Operating credit risk

The Group has set up the processes about credit risk management for maintenance the quality of accounts receivables.

Internal risk control assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. The Group will use instruments for increasing credit at appropriate time, such as prepayments for purchasing; collateral and guarantee etc. for reduce the credit risk.

As of March 31, 2025, December 31, 2024 and March 31, 2024, the accounts receivables of customers that are more than 10% of consolidated operating revenues are based on consolidated accounts receivables are 52%, 36% and 43%, respectively. Others accounts receivables are not material for centralized credit risk.

Financial credit risk

The finance department of the Group is responsible for measurement and monitor in credit risk of deposit with bank and other financial instruments. For banks and financial institutions, only independently rated parties with investing grade, corporation organization and governments are accepted. Therefore, there are not material credit risks.

Liquidity risk Management

The Group manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring the use of loan credits and the compliance to loan contracts.

The tables below have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date the Group can be required to pay.

	March 31, 2025				
	Less Than 1 Year	Between 2 Year and 3 Years	Between 4 Years and 5 Years	Over 5 Years	Total
Non derivatives financial liabilities:					
Current borrowings	$ 1,860,809	$ —	$ —	$ —	$ 1,860,809
Accounts and notes payable (including related parties)	3,435,389	—	—	—	3,435,389
Other accounts payable (including related parties)	896,943	—	—	—	896,943
Lease liabilities	1,802,270	1,561,809	285,131	286,198	3,935,408
Non-current portion of non-current borrowings (including current portion of long-term liabilities)	475,654	3,095,378	732,557	2,211,535	6,515,124
Bonds payable	—	1,998,884	—	—	1,998,884
Long-term Notes Payable	—	600,000	600,000	299,160	1,499,160
	$ 8,471,065	$ 7,256,071	$ 1,617,688	$ 2,796,893	$ 20,141,717

	December 31, 2024				
	Less Than 1 Year	Between 2 Year and 3 Years	Between 4 Years and 5 Years	Over 5 Years	Total
Non derivatives financial liabilities:					
Current borrowings	$ 2,130,554	$ —	$ —	$ —	$ 2,130,554
Accounts and notes payable (including related parties)	3,569,120	—	—	—	3,569,120
Other accounts payable (including related parties)	1,375,848	—	—	—	1,375,848
Lease liabilities	1,815,537	1,742,711	270,883	291,847	4,120,978
Non-current portion of non-current borrowings (including current portion	528,404	3,848,731	768,182	2,247,120	7,392,437

	December 31, 2024				
	Less Than 1 Year	Between 2 Year and 3 Years	Between 4 Years and 5 Years	Over 5 Years	Total
of long-term liabilities)					
Bonds payable	–	1,998,698	–	–	1,998,698
Long-term Notes Payable	–	600,000	600,000	374,160	1,574,160
	$ 9,419,463	$ 8,190,140	$ 1,639,065	$ 2,913,127	$ 22,161,795

	March 31, 2024				
	Less Than 1 Year	Between 2 Year and 3 Years	Between 4 Years and 5 Years	Over 5 Years	Total
Non derivatives financial liabilities:					
Current borrowings	$ 912,512	$ –	$ –	$ –	$ 912,512
Accounts and notes payable (including related parties)	3,010,058	–	–	–	3,010,058
Other accounts payable (including related parties)	910,599	–	–	–	910,599
Lease liabilities	1,678,935	1,997,431	216,236	297,951	4,190,553
Non-current portion of non-current borrowings (including current portion of long-term liabilities)	260,941	5,524,049	479,694	1,052,331	7,317,015
Bonds payable	–	1,998,139	–	–	1,998,139
Long-term Notes Payable	–	600,000	600,000	599,160	1,799,160
	$ 6,773,045	$ 10,119,619	$ 1,295,930	$ 1,949,442	$ 20,138,036

13. ADDITIONAL DISCLOSURES

(1)Significant transactions information and (2) Information on investees:

(A)Financing provided: attached table 1.

(B)Endorsement/guarantee provided: attached table 2.

(C)Material marketable securities held: attached table 3.

(D)Total purchase from or sale to related parties amounting to exceeding of $100 million or 20% of the paid-in capital: table4.

(E)Receivables from related parties amounting to exceeding of $100 million or 20% of the paid-in capital: attached table 5.

(F)Intercompany relationships and significant transactions: attach table 6.

(G)Names, locations, and related information of investees over which the company exercises significant influence: attach table 7.

(3)Information of investment in China

(A)Names, main businesses, total paid-in capital, method of investment, investment out / in flows, percentage of ownership, investment profit (loss) of this period, Book value, accumulated amount of investment income remitted back to Taiwan and upper limit on investment in China. (Table 8)

(B)Significant inter-company transactions, price, credit term, unrealized profit or loss and other related information for understanding the effect of investment in China. (Table 1,4,5 and 6)

14. SEGMENT FINANCIAL INFORMATION

(1) Operation segment

The Group provides the reportable segment as follows.

1.Electricity power：The segment was engaged in manufactures electricity equipment and various types of substation construction etc.

2.Service：The segment was be entrusted the management and operation of public and private parking lot.

3. Engineering and other：The segment provides engineering contraction which integrates water and electricity, fire control system etc.

(2) The segment financial information please refers to attach table 9.

(3) The financial information of geographical areas: The Group has not any significant foreign operation segments.

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries
Financing provided details
For the three-month periods ended March 31, 2025
In Thousands of New Taiwan Dollars

Attached table 1

No	Financing company's name	Counter party	Financial statement account	Related Party	Maximum balance for the period	Ending balance (2)	Amounts of loan (3)	Interest Rate (%)	Type of financing (1)	Transaction amount	Reasons for short-term financing	Allowance for bad debt	Collateral		Financing limit for each borrowing company	Financing company's financing amount limit
													Item	Value		
0	Chung-Hsin Electric and Machinery Manufacturing Corp	Tian Chong Energy Co., Ltd.	Other Receivables	Yes	283,455	283,455	—	—	1	283,455	Accounts receivable transferred	—	—	—	(10) 283,455	(10) 3,865,263
		Tian Peng Energy Co., Ltd.	Other Receivables	Yes	85,848	85,848	—	—	1	85,848	Accounts receivable transferred	—	—	—	(10) 85,848	(10) 3,865,263
		EGME ENERGY ECOSYSTEMS (INDIA) PRIVATE LIMITED	Long-term receivables	Yes	7,055	7,055	7,055	—	1	7,055	Accounts receivable transferred	—	—	—	(10) 7,055	(10) 3,865,263
		CHEM ENERGY SA (PTY) LTD.	Long-term receivables	Yes	23,038	23,038	21,325	—	1	23,038	Accounts receivable transferred				(10) 23,038	(10) 3,865,263
		Qingdao Sunhydro Group Co. Ltd.	Other Receivables	Yes	132,758	132,758	132,758	—	1	132,758	Accounts receivable transferred	132,758	—	—	(10) 132,758	(10) 3,865,263
		Tian Chong Energy Co., Ltd.	Other Receivables	Yes	1,100,000	1,100,000	735,500	1.10%~3.00%	2	—	Operation needed	—	Note	1,100,000	(9) 2,000,000	(4) 7,730,526
		Tian Peng Energy Co., Ltd.	Other Receivables	Yes	800,000	800,000	334,300	1.10%~3.00%	2	—	Operation needed	—	Note	400,000	(9) 2,000,000	(4) 7,730,526
		Tian Cin Energy Co., Ltd.	Other Receivables	Yes	700,000	700,000	84,200	1.10%~3.00%	2	—	Operation needed	—	Note	200,000	(9) 2,000,000	(4) 7,730,526
1	CHENG-HSIN Engineering & Services CO., LTD	Sheng Yuan investment Corp	Other Receivable	Yes	70,000	70,000	45,000	1.85%	2	—	Operation needed	—	Note	70,000	(6) 566,257	(4) 566,257
		Tian Peng Energy Co., Ltd.	Other Receivable	Yes	70,000	70,000	19,500	1.80%	2	—	Operation needed	—	Note	70,000	(6) 566,257	(4) 566,257
		Tian Chong Energy Co., Ltd.	Other Receivable	Yes	64,000	64,000	59,000	1.80%	2	—	Operation needed	—	Note	64,000	(6) 566,257	(4) 566,257
		Tian Chong Energy Co., Ltd.	Other Receivable	Yes	78,499	78,499	64,226	—	1	81,557	Accounts receivable transferred	—	—	—	(12) 81,557	(12) 283,129
		Tian Peng Energy Co., Ltd.	Other Receivable	Yes	53,887	53,887	44,089	—	1	55,986	Accounts receivable transferred	—	—	—	(12) 55,986	(12) 283,129
		Tian Cin Energy Co., Ltd.	Other Receivable	Yes	13,183	13,183	10,786	—	1	13,697	Accounts receivable transferred	—	—	—	(12) 13,697	(12) 283,129
2	Sunrise Tech. Co. Ltd	Guang-Hsin engineering & services Co., Ltd.	Other Receivable	Yes	85,000	85,000	78,400	1.80%	2	—	Operation needed	—	Note	85,000	(7) 100,000	(4) 528,428
		San-Feng Construction Co., Ltd.	Other Receivable	Yes	45,000	45,000	—	1.80%	2	—	Operation needed	—	Note	45,000	(7) 100,000	(4) 528,428
		Li-Xiang Technology Co., Ltd.	Other Receivable	Yes	7,500	7,500	7,500	2.00%	2	—	Operation needed	—	Check	7,500	(7) 100,000	(4) 528,428
		Tian Peng Energy Co., Ltd.	Other Receivable	Yes	50,000	50,000	39,500	1.80%	2	—	Operation needed	—	Note	50,000	(7) 100,000	(4) 528,428
		Tian Chong Energy Co., Ltd.	Other Receivable	Yes	35,000	35,000	35,000	1.80%	2	—	Operation needed	—	Note	35,000	(7) 100,000	(4) 528,428
		Etrovision technology Co., Ltd.	Other Receivable	Yes	10,000	10,000	—	1.80%	2	—	Operation needed	—	Note	10,000	(7) 100,000	(4) 528,428

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries
Financing provided details
For the three-month periods ended March 31, 2025
In Thousands of New Taiwan Dollars

Attached table 1-1

No	Financing company's name	Counter party	Financial statement account	Related Party	Maximum balance for the period	Ending balance (2)	Amounts of loan (3)	Interest Rate (%)	Type of financing (1)	Transaction amount	Reasons for short-term financing	Allowance for bad debt	Collateral		Financing limit for each borrowing company	Financing company's financing amount limit
													Item	Value		
3	Bao-Sheng Global Co., Ltd.	Sheng Yuan investment Corp.	Other Receivable	Yes	40,000	—	—	1.80%	2	—	Operation needed	—	—	—	(5) 45,000	(4) 132,195
4	Etrovision technology Co., Ltd.	Guang-Hsin engineering & services Co., Ltd.	Other Receivable	Yes	27,000	—	—	1.80%	2	—	Operation needed	—	—	—	(6) 25,926	(4) 25,926
5	CHEM J-V Limited	CHEM CORP.	Other Receivable	Yes	434,377	434,377	371,110	1.00%	2	—	Operation needed	—	Note	434,377	(11) 495,164	(11) 495,164
6	CHEM Power Limited	CHEM CORP.	Other Receivable	Yes	104,962	104,962	—	1.00%	2	—	Operation needed	—	Note	114,318	(8) 443,931	(4) 887,862

(1) Type of financing: 1 business purpose 2 necessary for short term financing.
(2) The amounts of finance were approved by resolution of directors.
(3) The actual amounts of loan happened.
(4) Not exceeding 40% of the net equity current period.
(5) Not exceeding NT$ 45,000 thousand for each counter party.
(6) Not exceeding 40% of the net equity current period.
(7) Not exceeding NT$ 100,000 thousand for each counter party
(8) Not exceeding 20% of the net equity current period.
(9) Not exceeding NT$ 2,000,000 thousand for each counter party.
(10) Finance of single company limited to the whole year business transaction amount of latest year. Short-term financing did not exceeding 20% of the net equity current period or the amount of business dealings. The amount of business dealings is the higher of purchase or sales.
(11) When the company engages in finance provided with its parent company, and with foreign companies whose parent company directly or indirectly holds 100% of the voting shares, the amount is not exceeding 40% of the net equity of the company. The total amount shall not exceed 100% of the net equity of the company; not exceeding 100% of the net equity of the company for each counter party.
(12) Finance of single company limited to the whole year business transaction amount of latest year. Short-term financing did not exceed 20% of the net equity current period or the amount of business dealings.

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries
Endorsement / Guarantee provide
For the three-month periods ended March 31, 2025
In Thousands of New Taiwan Dollars, except as otherwise indicated

Attached table 2

No	Endorsement / guarantee Provider	Endorsement / guarantee for		Amount limit on each endorsement / guarantee (2)	Maximum balance of endorsement / guarantee during the period	Ending balance of endorsement / guarantee	Amount limit on each endorsement / guarantee	Endorsement / guarantee amount backed by property(7)	Accumulated amount of endorsement / guarantee to net equity (%)	Maximum endorsement / guarantee amount allowed (1)	Provision of endorsements/ guarantees by parent company to subsidiary	Provision of endorsements /guarantees by subsidiary to parent company	Provision of endorsements/ guarantees to the party in Mainland China
		Name	Relation										
0	Chung-Hsin Electric and Machinery Manufacturing Corp.	CHENG-HSIN Engineering & Services CO., LTD	2	28,989,471	800,000	800,000	169,571	800,000	4.14%	38,652,628	Yes	No	No
0	Chung-Hsin Electric and Machinery Manufacturing Corp.	San-feng construction Co., Ltd.	2	28,989,471	700,000	700,000	34,875	700,000	3.62%	38,652,628	Yes	No	No
0	Chung-Hsin Electric and Machinery Manufacturing Corp.	Wha Dun Building Management Service Co., Ltd.	2	28,989,471	10,000	10,000	3,904	10,000	0.05%	38,652,628	Yes	No	No
0	Chung-Hsin Electric and Machinery Manufacturing Corp.	Bao-Sheng Global Co.,Ltd.	2	28,989,471	650,000	650,000	350,362	650,000	3.36%	38,652,628	Yes	No	No
0	Chung-Hsin Electric and Machinery Manufacturing Corp.	Tian Chong Energy Co., Ltd.	2	28,989,471	5,171,000	5,171,000	3,329,390	4,643,800	26.76%	38,652,628	Yes	No	No
0	Chung-Hsin Electric and Machinery Manufacturing Corp.	Tian Chin Energy Co., Ltd.	2	28,989,471	300,000	300,000	300,000	300,000	1.55%	38,652,628	Yes	No	No
0	Chung-Hsin Electric and Machinery Manufacturing Corp.	Tian Peng Energy Co., Ltd.	2	28,989,471	3,846,191	3,846,191	2,555,000	3,346,191	19.90%	38,652,628	Yes	No	No
					Total 11,477,191	Total 11,477,191	Total 6,743,102		59.38%				
1	CHENG-HSIN Engineering & Services CO., LTD	San-feng construction Co., Ltd.	3	(3) 3,865,263	300,000	300,000	152,495	300,000	(5) 1.55%	(4) 9,663,157	No	No	No
1	CHENG-HSIN Engineering & Services CO., LTD	Chung-Hsin Electric and Machinery Manufacturing Corp.	4	(3) 3,865,263	48,002	48,002	48,002	—	(5) 0.25%	(4) 9,663,157	No	Yes	No
1	CHENG-HSIN Engineering & Services CO., LTD	Bao-Sheng Global Co.,Ltd.	4	(3) 3,865,263	14,318	14,318	14,318	—	(5) 0.07%	(4) 9,663,157	No	No	No
					Total 362,320	Total 362,320	Total 214,815		1.87%				
2	Sunrise Tech. Co. Ltd	Tian Peng Energy Co., Ltd.	4	(3) 3,865,263	200,000	200,000	—	200,000	(5) 1.03%	(4) 9,663,157	No	No	No
3	Tian Fu Energy Co., Ltd.	Tian Chong Energy Co., Ltd..	4	(3) 3,865,263	148,176	148,176	148,176	148,176	(5) 0.77%	(4) 9,663,157	No	No	No

(1) Not exceeding 2 times of the Corporation’s current year net equity.
(2) Not exceeding 1.5 times of the Corporation’s net equity for each company. Exclude the entity which the corporation owned 90% of voting shares directly or indirectly and the guarantee amount could not exceed 10% of the Corporation’s net equity. However, the companies that the Corporation directly or indirectly holds 100% of the voting shares are not limited to this.
(3) Not exceeding 20% of the parent company’s current year net equity for each entity.
(4) Not exceeding 50% of the parent company’s current year net equity.
(5) The percentage of accumulate endorsement and guarantee amount of CHENG-HSIN Engineering & Services Co., Ltd. ,Sunrise Tech. Co. Ltd. and Tian Fu Energy Co., Ltd.
(6) Provide notes as a guarantee.
(7) The relative between Endorsement / Guarantee providing are as follows: a. business between companies; b. direct investment exceeding 50% of the subsidies; c. investment exceeding 50% of the subsidies by parent and its other subsidies; d. direct investment exceeding 90% of parent company by the company and its subsidies; e. taking insurances to each other under engineering contract; f. shareholder’s guarantee by shares of the company due to common investment relationship; g. in the same industry, the Consumer Protection Law provides performance guarantees and joint guarantees for pre-sale house sales contracts.

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries
Materail marketable securities held (excluding subsidiaries and associates)
March 31, 2025
In Thousands of New Taiwan Dollars, except as otherwise indicated

Attached table 3-1

Holding company	Type of marketable security/ Name of marketable security	Relation with the Company	Financial statement account	Ending balance				Remark
				Shares	Book value	(%)	Market value (Note)	
The Corporation	Stock							
	Pacific construction Co., Ltd.	—	Current financial assets at FVTPL	770,124	8,163	0.20%	8,163	
	Stock							
	Powerchip Technology Corporation	—	Non-current financial assets at FVTPL	742,716	—	0.05%	—	
	Powerchip Semiconductor Manufacturing Corp	—	Non-current financial assets at FVTPL	1,344,048	20,430	0.03%	20,430	
	Xian-han Co., Ltd.	—	Non-current financial assets at FVTPL	7,177,447	39,010	19.94%	39,010	
	Subtotal				59,440		59,440	
CHENG-HSIN Engineering & Services CO., LTD.	Stock							
	Chung-hsin E&M manufacturing Corp.	Parent company	Non-current financial assets at FVTOCI	2,772,162	363,153	0.55%	363,153	2,712,500 shares as collateral
Wha Dun Building Management Service Co., Ltd.	Beneficiary Certificate							
	FSITC Taiwan Money Market	—	Current financial assets at FVTPL	895,958.70	14,360	—	14,360	
Findata Finance Technology Corp.	Beneficiary Certificate							
	FSITC Taiwan Money Market	—	Current financial assets at FVTPL	4,329,485.80	69,393	—	69,393	
Global-Entech Co., Ltd.	Beneficiary Certificate							
	FSITC Taiwan Money Market	—	Current financial assets at FVTPL	2,913,929.90	46,704	—	46,704	
Tian Fu Energy Co., Ltd.	Beneficiary Certificate							
	FSITC Taiwan Money Market	—	Current financial assets at FVTPL	205,401.10	3,292	—	3,292	
Sunrise Tech. Co. Ltd	Beneficiary Certificate							
	Nomura All Weather Global Bond Fund S	—	Current financial assets at FVTPL	15,000,000.00	15,000	—	15,000	
	Mega ESG Taiwan-U.S. Sustainable Double Profits Multi-Asset Fund	—	Current financial assets at FVTPL	1,000,000.00	9,220	—	9,220	
	Subtotal				24,220		24,220	
	Stock							
	Chung-hsin E&M manufacturing Corp.	Parent company	Non-current financial assets at FVTOCI	6,266,514	820,913	1.25%	820,913	3,000,000 shares as collateral
	Zhengyu technology engineering Co., Ltd.	—	Non-current financial assets at FVTPL	3,256,550	93,789	12.89%	93,789	
	Kaohsiung rapid transit Co., Ltd.	—	Non-current financial assets at FVTPL	2,572,127	26,692	0.92%	26,692	
	U.S. TECHNICAL CONSULTANTS INC.	—	Non-current financial assets at FVTPL	5,310	—	19.33%	—	
	Subtotal				941,394		941,394	
San-Feng construction Co., Ltd.	Beneficiary Certificate							
	FSITC Taiwan Money Market	—	Current financial assets at FVTPL	3,371,911.90	54,045	—	54,045	
Etrovision technology Co., Ltd.	Beneficiary Certificate							
	FSITC Taiwan Money Market	—	Current financial assets at FVTPL	524,086.10	8,400	—	8,400	
Stellar Power System Co., Ltd	Beneficiary Certificate							
	FSITC Taiwan Money Market	—	Current financial assets at FVTPL	958,385.70	15,361	—	15,361	
ME ENERGY SYSTEMS LIMITED	Stock							
	ELEMENT ONE LLC	—	Non-current financial assets at FVTPL	428,572	—	12.55%	—	

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Total purchase from or sale to related parties amounting to exceeding of $100 million or 20% of the paid-in capital

March 31, 2025

In Thousands of New Taiwan Dollars

Attached table 4

Purchase/ Sales	Related Party	Nature of Relationships	Transaction Details				Differences in transaction terms compared to third party transactions		Notes/Accounts Receivable (Payable)		Remark
			Purchases/ Sales	Amount	Percentage of total purchase or sales	Credit term	Unit Price	Payment Terms	Balance	Percentage of total Notes/Accounts Receivable (Payable)	
The Corporation	Jiangsu Chung - Hsin Precision Machinery Co., Ltd	Investment using equity method	Purchases	110,741	3.99%	—	—	—	Accounts Payable 112,402	3.55%	

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Receivables from related parties amounting to exceeding of $100 million or 20% of the paid-in capital

March 31, 2025

In Thousands of New Taiwan Dollars

Attached table 5

Company Name	Related Party	Nature of Relationships	Ending balance of accounts receivable		Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts
						Amount	Action taken		
The Corporation	Qingdao Sunhydro group.Co.Ltd.	Investment using equity method	Contract asset	132,758	—	—	—	—	132,758
The Corporation	Tian Chong Energy Co., Ltd.	Investment using equity method	Other receivable (Note 1) Accounts Receivable	740,829 106,178	— 1.18	—	—	—	—
The Corporation	Tian Peng Energy Co., Ltd.	Investment using equity method	Other receivable (Note 1)	337,008	—	—	—	—	—
The Corporation	CHEM CORP.	Investment using equity method	Other receivable (Note 2)	144,811	—	—	—	—	—
CHENG-HSIN Engineering & Services CO., LTD.	Tian Chong Energy Co., Ltd.	Intragroup entity	Other receivable (Note 1)	123,482	—	—	—	—	—
CHEM J-V Limited	CHEM CORP.	Intragroup entity	Other receivable (Note 1)	376,265	—	—	—	—	—
Jiangsu Chung - Hsin Precision Machinery Co., Ltd	The Corporation	The ultimate parent of the Company	Accounts Receivable	112,402	2.72	—	—	—	—

Note 1: The loan and its interest receivable.

Note 2: Capital reduction receivable.

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries
Intercompany relationships and significant transactions
For the three-month periods ended March 31, 2025
In Thousands of New Taiwan Dollars

Attached table 6-1

No (1)	Company name	County party	Nature of relationship (2)	Intercompany Transaction			
				Financial statement item	Amount (over 10 million)	Term	Percentage of consolidate total gross sale or total assets(%)(3)
0	The Corporation	Chem Energy SA (Pty) Ltd.	1	long-term receivables	21,325	4	0.04%
0	The Corporation	H2 PowerTech, LLC.	1	Costs and Expenses	24,704	4	0.38%
0	The Corporation	Tian Cin Energy Co., Ltd.	1	Accounts receivable	14,045	4	0.03%
0	The Corporation	Tian Cin Energy Co., Ltd.	1	Other receivable	84,960	5	0.17%
0	The Corporation	Tian Chong Energy Co., Ltd.	1	Other receivable	740,829	5	1.52%
0	The Corporation	Tian Chong Energy Co., Ltd.	1	Engineering revenue etc.	33,449	4	0.52%
0	The Corporation	Tian Chong Energy Co., Ltd.	1	Other income	20,730	4	0.32%
0	The Corporation	Tian Chong Energy Co., Ltd.	1	Accounts receivable	106,178	4	0.22%
0	The Corporation	Tian Chong Energy Co., Ltd.	1	Contract assets	30,890	4	0.06%
0	The Corporation	Tian Peng Energy Co., Ltd.	1	Other receivable	337,008	5	0.69%
0	The Corporation	Tian Peng Energy Co., Ltd.	1	Engineering revenue etc.	21,937	4	0.34%
0	The Corporation	Tian Peng Energy Co., Ltd.	1	Other income	14,699	4	0.23%
0	The Corporation	Tian Peng Energy Co., Ltd.	1	Contract assets	17,272	4	0.04%
0	The Corporation	Tian Peng Energy Co., Ltd.	1	Accounts receivable	72,354	4	0.15%
0	The Corporation	Sunrise Tech. Co. Ltd	1	Other receivable	49,914	8	0.10%
0	The Corporation	Chung-Hsin Power Systems (Jiangsu) Corp.	1	Sales	19,819	4	0.31%
0	The Corporation	Jiangsu Chung-Hsin Precision Machinery Co., Ltd.	1	Purchases	110,741	4	1.72%
0	The Corporation	Jiangsu Chung-Hsin Precision Machinery Co., Ltd.	1	Accounts payable	112,402	4	0.23%
0	The Corporation	CHEM CORP.	1	Other receivable	144,811	7	0.30%
0	The Corporation	Bao-Sheng Global Co., Ltd.	1	Lease revenue	10,558	4	0.16%
0	The Corporation	Bao-Sheng Global Co., Ltd.	1	Cost and expense	39,449	4	0.61%
0	The Corporation	Bao-Sheng Global Co., Ltd.	1	Accounts payable	13,511	4	0.03%
0	The Corporation	San-Feng construction Co., Ltd.	1	Unfinished construction	17,194	4	0.04%
0	The Corporation	San-Feng construction Co., Ltd.	1	Accounts payable	13,065	4	0.03%
0	The Corporation	Etrovision technology Co., Ltd.	1	Other equipment	25,600	4	0.05%
0	The Corporation	Etrovision technology Co., Ltd.	1	Accounts payable	27,084	4	0.06%

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries
Intercompany relationships and significant transactions
For the three-month periods ended March 31, 2025
In Thousands of New Taiwan Dollars

Attached table 6-2

No (1)	Company name	County party	Nature of relationship (2)	Intercompany Transaction			
				Financial statement item	Amount (over 10 million)	Term	Percentage of consolidate total gross sale or total assets(%)(3)
1	CHENG-HSIN Engineering & Services CO., LTD	Wha Dun Building Management Service Co., Ltd.	3	Accounts payable	18,913	6	0.04%
1	CHENG-HSIN Engineering & Services CO., LTD	San-Feng construction Co., Ltd.	3	Accounts receivable	78,723	6	0.16%
1	CHENG-HSIN Engineering & Services CO., LTD	Tian Cin Energy Co., Ltd.	3	Other receivable	10,786	5	0.02%
1	CHENG-HSIN Engineering & Services CO., LTD	Tian Chong Energy Co., Ltd.	3	Accounts receivable	42,818	6	0.09%
1	CHENG-HSIN Engineering & Services CO., LTD	Tian Chong Energy Co., Ltd.	3	Other receivable	123,482	5	0.25%
1	CHENG-HSIN Engineering & Services CO., LTD	Tian Chong Energy Co., Ltd.	3	Maintenance Revenues	20,389	6	0.32%
1	CHENG-HSIN Engineering & Services CO., LTD	Tian Peng Energy Co., Ltd.	3	Accounts receivable	29,393	6	0.06%
1	CHENG-HSIN Engineering & Services CO., LTD	Tian Peng Energy Co., Ltd.	3	Other receivable	63,856	5	0.13%
1	CHENG-HSIN Engineering & Services CO., LTD	Tian Peng Energy Co., Ltd.	3	Maintenance Revenues	13,997	6	0.22%
2	Sunrise Tech. Co. Ltd	Tian Chong Energy Co., Ltd.	3	Other receivable	35,257	5	0.07%
2	Sunrise Tech. Co. Ltd	Tian Peng Energy Co., Ltd.	3	Other receivable	40,032	5	0.08%
3	CHEM J-V Limited	CHEM CORP.	3	Other receivable	376,265	5	0.77%
3	CHEM J-V Limited	Jiangsu Chung-Hsin Precision Machinery Co., Ltd.	3	Other receivable	33,763	9	0.07%

(1) Inter Company transaction information：1. Parent company is represented by 0. 2. Subsidiaries are represented by sequel numbers.
(2) Transaction relationship：1. Parent to subsidiaries 2.Subsidiaries to Parents 3.Subsidiaries to Subsidiaries
(3) Regarding percentage of transaction amount to consolidated total operating revenues or total assets, it is computed based on period-end balance of transaction to consolidated total assets for balance sheet accounts and based on accumulated transaction amount for the period to consolidated total operating revenues for income statement accounts.
(4) Transaction terms were agreed by both parties.
(5) Financing and interest with related parties are processed according to the regulations and rules accordingly.
(6) Sale/purchase terms and price were agreed by both parties.
(7) Capital reduction receivable.
(8) Dividend receivables.
(9) Equity transaction receivables.

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Names, locations, and related information of investees over which the company exercises significant influence (excluding information of China)

For the three-month periods ended March 31, 2025

In Thousands of New Taiwan Dollars, except as otherwise indicated

Attached table 7-1

Investor	Investee	Location	Business	Original investment		Ending balance			Profit (loss) of investee in this period	Investment profit/loss recognized in this period	Remark	
				Ending balance	Beginning balance	Share	%	Book value				
The Corporation	CHEM USA CORPORATION	USA	Selling and assembly of note book and computers	34,753	34,753	1,300,000	100.00%	67,734	(1,301)	(1,301)	–	Subsidiary
	Guang-Hsin engineering & services Co., Ltd.	Taiwan	1. Telecommunication equipment wholesale, retail and installment 2. Communication engineering 3. Computer equipment installment 4. Information software service	33,120	33,120	17,577,041	24.29%	1,819,735	(16,919)	(4,110)	FVTOCI financial assets $(346,421)	–
	Sunrise Tech. Co. Ltd	Taiwan	General investment	262,000	262,000	33,955,200	100.00%	306,430	312	312	Treated as treasury stock $(820,913)13 Cash dividend $(49,914)	Subsidiary
	CHENG-HSIN Engineering & Services CO., LTD	Taiwan	1. Environmental protection incinerator set up and maintenance 2.Electric power and monitor equipment 3. Plan, design and maintenance for electricity, water and firefighting system of building and factory	150,006	150,006	78,685,401	100.00%	1,039,293	54,945	54,945	Treated as treasury stock $(363,153)	Subsidiary
	Global-Entech Co., Ltd.	Taiwan	1. Air pollution sample testing 2. Waste water and environmental water testing 3. Noise testing 4. Evaluation of environmental affection	48,905	48,905	5,029,882	99.99%	53,063	(810)	(810)	Capital reduction for cover accumulated deficits $(9,600)	Subsidiary
	Tone-zoom industry Co., Ltd.	Taiwan	1. Intensified fiber plastic material and product 2. Bathing equipment 3. Industrial plastic product	23,677	23,677	708,135	67.96%	18,302	(120)	(81)	–	Subsidiary
	Sheng-yuan investment Corp.	Taiwan	General investment	53,397	53,397	18,049,960	29.33%	1,639,344	(4,367)	(1,281)	FVTOCI financial assets $(301,499)	–

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries
Names, locations, and related information of investees over which the company exercises significant influence (excluding information of China)
For the three-month periods ended March 31, 2025
In Thousands of New Taiwan Dollars, except as otherwise indicated

Attached table 7-2

Investor	Investee	Location	Business	Original investment		Ending balance			Profit (loss) of investee in this period	Investment profit/loss recognized in this period	Remark	
				Ending balance	Beginning balance	Share	%	Book value				
The Corporation	Etrovision technology Co., Ltd.	Taiwan	1. Electric equipment installment 2. Automatic control equipment 3. Communication engineering 4. TV-KU channel and C channel installment	95,000	95,000	4,499,980	99.99%	52,781	7,825	7,825	Organization structure adjustment$4,063	Subsidiary
	Chem Corp. Samoa	Samoa	Holding company	1,845,820	1,845,820	44,652,648	100.00%	2,354,400	70,944	70,944	Organization structure adjustment$9,736	Subsidiary
	Bao-Sheng Global Co.,Ltd.	Taiwan	Manufacture machinery equipment, lift installation, automation control equipment, traffic mark and parking management, etc.	193,000	193,000	26,360,860	100.00%	346,511	20,085	20,085	Organization structure adjustment$(4,063)	Subsidiary
	Li-Xiang Technology Co., Ltd	Taiwan	Import and export trade about Rail industry, electronic control system, slope away from the coating liquid	6,670	6,670	667,000	40.00%	—	(210)	(84)	—	–
	ME ENERGY SYSTEMS LIMITED	Hong Kong	Power EQU, engineering & parking management services	247,774	321,940	8,413,455	100.00%	168,091	(33,824)	(33,824)	FVTOCI financial assets $708 Capital deduction refund $(74,166)	Subsidiary
	Chung- Hsin Energy Tech. Inc.	Taiwan	Manufacturing machinery for generating, transmitting and distributing electric power and fuel cells; energy technology services.	100,000	100,000	10,000,000	100.00%	78,726	(3,297)	(3,297)	—	Subsidiary
	Tian Cin Energy Co., Ltd.	Taiwan	Manufacturing machinery for generating, transmitting and distributing electric power and energy technology services.	211,253	211,253	21,013,300	86.74%	32,809	(1,664)	(1,443)	—	Subsidiary
	Tian Peng Energy Co., Ltd.	Taiwan	Manufacturing machinery for generating, transmitting and distributing electric power and energy technology services.	680,497	680,497	67,657,540	85.61%	—	(5,608)	(4,801)	—	Subsidiary
	Tian Chong Energy Co., Ltd.	Taiwan	Manufacturing machinery for generating, transmitting and distributing electric power and energy technology services.	1,003,152	1,003,152	99,804,600	87.07%	—	21,187	18,447	—	Subsidiary

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Names, locations, and related information of investees over which the company exercises significant influence (excluding information of China)

For the three-month periods ended March 31, 2025

In Thousands of New Taiwan Dollars, except as otherwise indicated

Attached table 7-3

Investor	Investee	Location	Business	Original investment		Ending balance			Profit (loss) of investee in this period	Investment profit/loss recognized in this period	Remark	
				Ending balance	Beginning balance	Share	%	Book value				
The Corporation	Tian Fu Energy Co., Ltd.	Taiwan	Manufacturing machinery for generating, transmitting and distributing electric power and energy technology services.	156,000	156,000	15,600,000	52.42%	159,347	1,719	901	—	Subsidiary
	Aura Material Inc.	Taiwan	Design and manufacture of carbon capture materials, manufacture and sales of wet adsorption equipment, etc.	37,000	37,000	3,700,000	37.00%	37,938	(4,756)	(1,760)	—	—
	EGME ENERGY ECOSYSTEMS (INDIA) PRIVATE LIMITED	India	To promote, own, acquire, erect, construct, establish, maintain, improve, manage, devise, develop, manufacture, install, commission, alter, carry on, control, take on backup power services, fuel cells equipment projects, telecom towers or other facilities of generation back power services of green energy and their sales and distribution	14,136	14,136	US443,038.45	71.80%	7,059	(1,045)	(750)	—	Subsidiary
	Stellar Power System Co., Ltd.	Taiwan	Hydrogen fuel cell vehicle and power system research and development, manufacturing, sales and energy technology services, etc.	22,000	22,000	100,000	5.00%	11,731	(99)	(5)	—	—
	Shen Ghe Precision Co., Ltd.	Taiwan	Manufacture of machinery, other equipment and international trade	396,000	396,000	396,000	45.00%	392,857	2,258	1,016	—	
Bao-Sheng Global Co., Ltd.	FinData Technology Corp.	Taiwan	Software Design Services, Data Processing Services, Digital Information Supply Services	—	75,010	—	—	—	11,929	Note	Organization structure adjustment$(4,063)	Subsidiary
Etrovision technology Co., Ltd.	FinData Technology Corp.	Taiwan	Software Design Services, Data Processing Services, Digital Information Supply Services	70,594	—	7,510,000	100.00%	75,258	601	Note	Organization structure adjustment $4,063	Subsidiary

Note：The share of profits/losses of the investee company is not reflected herein as such amount is already included in the share of profits/losses of the investor company.

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Names, locations, and related information of investees over which the company exercises significant influence (excluding information of China)

For the three-month periods ended March 31, 2025

In Thousands of New Taiwan Dollars, except as otherwise indicated

Attached table 7-4

Investor	Investee	Location	Business	Original investment		Ending balance			Profit (loss) of investee in this period	Investment profit/loss recognized in this period	Remark	
				Ending balance	Beginning balance	Share	%	Book value				
CHENG-HSIN Engineering & Services CO., LTD	San-feng construction Co., Ltd.	Taiwan	Civil engineering, construction, water conservancy, contract management industry	411,939	411,939	44,946,602	100.00%	484,622	4,820	Note	—	Subsidiary
	Wha Dun Building Management Service Co., Ltd.	Taiwan	Apartment managing services and consulting, etc.	10,000	10,000	2,602,495	100.00%	42,965	4,303	Note	—	Subsidiary
San-feng construction Co., Ltd.	Tian Fu Energy Co., Ltd. (Tian Fu)	Taiwan	Manufacturing machinery for generating, transmitting and distributing electric power and energy technology services.	490,000	490,000	14,160,000	47.58%	373,960	1,719	Note	—	—
Tian Fu Energy Co., Ltd. (Tian Fu)	Tian Cin Energy Co., Ltd.	Taiwan	Manufacturing machinery for generating, transmitting and distributing electric power and energy technology services.	32,134	32,134	3,213,420	13.26%	31,549	(1,664)	Note	—	—
	Tian Peng Energy Co., Ltd.	Taiwan	Manufacturing machinery for generating, transmitting and distributing electric power and energy technology services.	113,690	113,690	11,368,980	14.39%	114,068	(5,608)	Note	—	—
	Tian Chong Energy Co., Ltd.	Taiwan	Manufacturing machinery for generating, transmitting and distributing electric power and energy technology services.	148,176	148,176	14,817,600	12.93%	154,274	21,187	Note	—	—
Chung- Hsin Energy Tech. Inc.	CHEM ENERGY SA (PTY) LTD.	South Africa	Manufacturing and Sales of fuel generators, battery charging services, power generating services, fuel service and parts and maintenance thereof.	30,801	30,801	76,349	32.57%	15,360	(9,765)	Note	—	Subsidiary
	Stellar Power System Co., Ltd.	Taiwan	Hydrogen fuel cell vehicle and power system research and development, manufacturing, sales and energy technology services, etc.	20,900	20,900	1,900,000	95.00%	16,504	(99)	Note	—	Subsidiary

Note：The share of profits/losses of the investee company is not reflected herein as such amount is already included in the share of profits/losses of the investor company.

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Names, locations, and related information of investees over which the company exercises significant influence (excluding information of China)

For the three-month periods ended March 31, 2025

In Thousands of New Taiwan Dollars, except as otherwise indicated

Attached table 7-5

CHEM Corp.	CHEM Power Corp.	Samoa	Import and export goods and Holding company	310,518	310,518	US9,542,824.04	100.00%	60,778	1,739	Note	—	Subsidiary
	CHEM J-V Limited	Hong Kong	Import and export goods and Holding company	382,936	382,936	US12,644,500.00	100.00%	512,279	5,866	Note	—	Subsidiary
	CHEM Power Limited	Hong Kong	Import and export goods and Holding company	1,967,667	1,967,667	US49,379,999.70	100.00%	2,332,428	72,267	Note	—	Subsidiary
H2 Power Tech, Inc.	H2 Power Tech, LLC.	USA	Technical services, licensing and equipment sales	15,100	15,100	US500,000.00	100.00%	5,411	(27,443)	Note	—	Subsidiary
ME ENERGY SYSTEMS LIMITED	H2 Power Tech, INC.	USA	Holding company	3,564	3,564	50	100.00%	5,411	(27,443)	Note	—	Subsidiary
	EGME ENERGY ECOSYSTEMS (INDIA) PRIVATE LIMITED	India	To promote, own, acquire, erect, construct, establish, maintain, improve, manage, devise, develop, manufacture, install, commission, alter, carry on, control, take on backup power services, fuel cells equipment projects, telecom towers or other facilities of generation back power services of green energy and their sales and distribution	6,401	6,401	US205,527.15	28.19%	153	(1,045)	Note	—	Subsidiary
	CHEM ME ENERGY SYSTEMS HOLDINGS (PTY) Ltd.	South Africa	Holding company for manufacturing, sales and service related to fuel cell generators and other generation and energy storage systems.	102,635	102,635	3,539 (US3,500,000.00)	100.00%	13,058	(3,046)	Note	—	Subsidiary
	CHEM ENERGY SA (PTY) LTD.	South Africa	Manufacturing and Sales of fuel generators, battery charging services, power generating services, fuel service and parts and maintenance thereof.	42,390	42,390	84,953 (US1,382,136.64)	36.24%	33,396	(9,765)	Note	—	Subsidiary
CHEM J-V Limited	MICT international Ltd.	Hong Kong	Holding company	—	48,308	—	—	—	58	Note	Dissolution in February 2025.	—
CHEM ME ENERGY SYSTEMS HOLDINGS (PTY) Ltd.	CHEM ENERGY SA (PTY) LTD.	South Africa	Manufacturing and Sales of fuel generators, battery charging services, power generating services, fuel service and parts and maintenance thereof.	102,374	102,374	73,107 (US3,490,838.62)	31.19%	12,975	(9,765)	Note	—	Subsidiary

Note：The share of profits/losses of the investee company is not reflected herein as such amount is already included in the share of profits/losses of the investor company.

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Information of investment in mainland China

For the three-month periods Ended March 31, 2025

In Thousands of New Taiwan Dollars, except as otherwise indicated

Attached table 8-1

Investee	Main businesses	Total paid-in capital	Method of investment (1)	Accumulated outflow of investment from Taiwan as of beginning balance	Investment flows		Accumulated outflow of investment from Taiwan as of ending balance	Net Income (Losses) of the Investee Company	Percent age of ownership	Investment profit (loss) of this period recognized (2)	Book value	Accumulated inward remittance of Earnings as of ending balance
					Outflow	In flow						
Chem-tech (Shang-hai) Corp.	Importing and exporting trading	174,178 (US5,400,000)	(b)	130,662 (US4,125,220.53)	—	—	130,662 (US4,125,220.53)	(103)	100.00%	(103)	10,101	–
Chemly Power equipment Corp.	Manufacturing machinery for generating, Transmitting and distributing electric power	281,896 (US8,600,000)	(b)	318,310 (US9,799,284.34)	—	—	318,310 (US9,799,284.34)	1,725	100.00%	1,725	59,587	–
Wuxi Hengchi Chem Switchgear Co., Ltd.	GIS assembly and manufacturing	185,963 (US5,575,982.58)	(b)	81,329 (US2,403,148.34)	—	—	81,329 (US2,403,148.34)	24,031	45.00%	10,814	117,892	–
Jiangsu Chung-Hsin Precision Machinery Co., Ltd.	Aluminum alloy tank, tube and accessories manufacturing and casting	1,043,736 (US32,268,000)	(b)	966,640 (US29,750,000)	—	—	966,640 (US29,750,000)	52,098	99.17%	51,666	1,405,705	–
Shannxi baoji Yong-shin Ltd.	Aluminum alloy tank, tube and accessories manufacturing and casting	10,694 (US326,130.09)	(b)	6,979 (US213,000)	—	—	6,979 (US213,000)	(17)	30.00%	(5)	8,100	–
Toko electric (Suzhou) Co., Ltd.	Manufacturing and selling potential transformer	183,154 (US5,520,000)	(b)	33,523 (US1,048,000)	—	—	33,523 (US1,048,000)	—	18.99%	—	28,764	Evaluated by FVTPL – non current
Chung-Hsin Power Systems Corp.	220kv~550kv high voltage GIS/GCB assembly and manufacturing	598,772 (US18,000,000)	(b)	598,772 (US18,000,000)	—	—	598,772 (US18,000,000)	11,047	100.00%	11,047	594,489	–
Nantong Shengyi precision machinery Co.	Processing tank, conductors and various machinery parts	331,907 (US10,000,000)	(b)	165,755 (US5,000,000)	—	—	165,755 (US5,000,000)	(2,252)	50.00%	(1,126)	194,185	–
Integrated Manufacturing & Services Co., Ltd.	Development of special equipment for solar cell production, manufacture of optical engine, lighting source, projection screen, high-definition projection cathode-ray tube and micro display module, and production, cleaning and regeneration of new electrical device	215,740 (US7,000,000)	(c)	—	—	—	—	(1,363)	99.17%	(1,352)	39,588	–

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Information of investment in mainland China

For the three-month periods Ended March 31, 2025

In Thousands of New Taiwan Dollars, except as otherwise indicated

Attached table 8-2

Investee	**Main businesses**	**Total paid-in capital**	**Method of investment (1)**	**Accumulated outflow of investment from Taiwan as of beginning balance**	**Investment flows**		**Accumulated outflow of investment from Taiwan as of ending balance**	**Net Income (Losses) of the Investee Company**	**Percent age of ownersh ip**	**Investment profit (loss) of this period recognized (2)**	**Book value**	**Accumulated inward remittance of Earnings as of ending balance**
Shanghai Shunhua New Energy System Co., Ltd.	R & D and sales of on-board hydrogen supply systems for fuel cell vehicles and hydrogen supply basic equipment, design, construction and operation services of hydrogen refueling stations.	319,755 (US9,655,939.08) (4)	(b)	161,116 (US5,371,416)	—	—	161,116 (US5,371,416)	—	3.60%	—	117,750	Evaluated by FVTOCI – non current
Qingdao Sunhydro group.Co.Ltd..	Emerging energy technology research and development, service, development, liquid separation and purification equipment sales, station hydrogenation and hydrogen removal equipment sales	1,401,533 (US42,235,700.00) (4)	(b)	21,508 (US 773,455.02)	—	—	21,508 (US773,455.02)	(40,558)	24.75%	—	—	—

Accumulated investment in China as of March 31, 2025	Investment amounts authorized by investment commission, MOEA	Upper limit on investment authorized by investment commission, MOEA (Note 3)
3,106,028 (US96,241,576.67)	3,336,726 (US103,269,195.75)	11,595,788

(1) Methods of investment:
- (a) Remit through third area to invest in China.
- (b) Through the company set up in third area and then reinvest in China.
- (c) Through investment to set up company then invest in China.
- (d) Other method.

(2) Investment profit and loss in Chemly Power equipment Corp., Jiangsu Chung-Hsin Precision Machinery Co., Ltd.,and Chung-Hsin Power Systems Corp., were recognized based on the reviewed financial statements by CPA of Taiwan. Others had not been reviewed.

(3) Calculated based on 60% of net equity value of the Corporation as of March 31, 2025.

(4) Converted at the exchange rate on March 31, 2025.

Chung-Hsin Electric and Machinery Manufacturing Corp. and Subsidiaries

Operating Segment Information

For the three-month periods Ended March 31, 2025 and 2024

Express in in thousands of New Taiwan dollars

Attached table 9-1

For the three-month periods Ended March 31, 2025

	Electricity Power	Service	Engineering and Other	Adjustment and elimination	Total
Revenue					
External customer	$ 4,600,221	$ 1,235,877	$ 611,560	$ —	$ 6,447,658
Inter-segment	219,039	125,429	28,361	(372,829)	—
Total revenue	$ 4,819,260	$ 1,361,306	$ 639,921	$(372,829)	$ 6,447,658
Segment profit	$ 1,001,133	$ 157,636	$ 55,658	$(6,322	$ 1,208,105
Interest revenue					7,222
Interest expense					(57,082)
Investment profit and loss					(8,310)
Non-operating profit and loss					15,805
Profit before income tax					$ 1,165,740
Depreciation and amortization	$ 283,406	$ 562,471	$ 22,324	$ —	$ 868,201
Assets					
Segment assets	$ 27,719,061	$ 4,582,936	$ 5,045,633	$ —	$ 37,347,630
Investment under equity method					4,015,866
Deferred income tax					517,031
Others					6,756,778
Total assets					$ 48,637,305
Capital expenditure	$ 64,581	$ 25,376	$ 3,814	$ —	$ 93,771

Attached table 9-2

For the three-month periods Ended March 31, 2024

	Electricity Power	Service	Engineering and Other	Adjustment and elimination	Total
Revenue					
External customer	$ 4,491,773	$ 1,205,430	$ 441,447	$ —	$ 6,138,650
Inter-segment	343,714	98,715	33,151	(475,580)	—
Total revenue	$ 4,835,487	$ 1,304,145	$ 474,598	$(475,580)	$ 6,138,650
Segment profit	$ 1,063,998	$ 136,097	$ 39,635	$(14,635)	$ 1,225,095
Interest revenue					9,323
Interest expense					(53,538)
Investment profit and loss					1,108
Non-operating profit and loss					16,107
Profit before income tax					$ 1,198,095
Depreciation and amortization	$ 253,253	$ 504,794	$ 21,367	$ —	$ 779,414
Assets					
Segment assets	$ 24,498,311	$ 5,035,326	$ 4,960,353	$ —	$ 34,493,990
Investment under equity method					5,078,111
Deferred income tax					501,970
Others					6,550,523
Total assets					$ 46,624,594
Capital expenditure	$ 62,301	$ 87,406	$ 12,780	$ —	$ 162,487

Note:

1. The Group uses the income before tax from operations as the measurement for segment profit and the basis of performance assessment.
2. The accounting policies of operating segment are the same with others.